

Attachments

Financial statements

UBI Banca Group:

- Reclassified consolidated balance sheet
- Reclassified consolidated income statement with reallocation of the Maximum overdraft fee into net commission
- Reclassified consolidated quarterly income statement with reallocation of the Maximum overdraft fee into net commission
- Reclassified consolidated income statement without reallocation of the Maximum overdraft fee into net commission
- Reclassified consolidated quarterly income statement without reallocation of the Maximum overdraft fee into net commission
- Consolidated income statement net of the main non recurring items

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.

With regard to the creation of a joint venture in the non life *Banc assurance* sector that was announced and the related partial disposal of UBI Assicurazioni, since the necessary authorisations had not yet been received, the operation had not been completed at that time and therefore as at 30th September 2009, the company was consolidated on a line-by-line basis with the recognition of the proportion of the assets and liabilities subject to future disposal recognised within the items 150 “Non-current assets and disposal groups held for sale” and 90 “Liabilities associated with disposal groups held for sale” in the balance sheet. The remaining portion of the assets and liabilities relating to the company in question is therefore recognised within the relevant items in the balance sheet, in application of the line-by-line consolidation method”.

A **commitment fee** was introduced from 1st July 2009 to replace, amongst other things, the Maximum overdraft fee, which was classified within interest until 30th June 2009. The reclassified financial statements are presented both with the reclassification of the Maximum overdraft fee into net commission income, for all the reporting periods before 30 September 2009, to allow a uniform comparison between the periods, and without that reclassification.

Details are given in the annual report for 2008 and in the interim financial report as at 30th June 2009, which may be consulted. on the following: the partial disposal of UBI Assicurazioni Vita (now Aviva Assicurazioni Vita), completed on 18th June 2008, which resulted in a pro-forma adjustment as at 31st March 2008, and other reclassifications performed to 31st December 2008, concerning repurchase agreements with an institutional counterparty, the alignment with Group accounting policies by some non banking companies and compliance with Bank of Italy instructions concerning statutory auditors’ fees.

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:

January-September 2009

- gain on public exchange offer;
- write-down of the interest held in Intesa Sanpaolo and gain on the disposal of IW Bank shares;
- write-down of DD Growth Fund;
- integration costs;
- tax effects of realignment pursuant to Art. 15, paragraph 3 of Decree Law No. 185/2008;
- disposal of UBI Assicurazioni agent operations and sale to BPVI of a Palermo branch and a part of a Brescia corporate business unit by BPCI;
- provisions for risks and charges set aside in relation to Coralis Rent;

January-September 2008

- gains on the disposal of UBI Pramerica SGR and UBI Assicurazioni Vita shares and of an interest held in Key Client and the write-down of the interest held in Hopa;

- tax effects in relation to the tax redemption in the EC section;
- change in the method of calculating collective impairment losses on guarantees issued;
- price adjustment for disposal of BPCI and Carime branches;
- integration costs.

UBI Banca Group: Reclassified consolidated balance sheet

	30.9.2009 A	31.12.2008 B	Changes A-B	% Changes A/B	30.9.2008 C	Changes A-C	Variac. % A/C
Figures in thousands of euro							
ASSETS							
Cash and cash equivalents	613.101	793.657	-180.556	-22,7%	556.927	56.174	10,1%
Financial assets held for trading	1.431.752	2.326.654	-894.902	-38,5%	1.915.381	-483.629	-25,2%
Financial assets at fair value	191.583	460.157	-268.574	-58,4%	1.014.669	-823.086	-81,1%
Available-for-sale financial assets	5.257.186	4.351.838	905.348	20,8%	4.060.565	1.196.621	29,5%
Held-to-maturity financial assets	1.687.077	1.630.844	56.233	3,4%	1.396.121	290.956	20,8%
Loans to banks	3.101.108	3.053.704	47.404	1,6%	2.748.587	352.521	12,8%
Loans to customers	96.554.963	96.368.452	186.511	0,2%	98.020.148	-1.465.185	-1,5%
Hedging derivatives	652.898	792.398	-139.500	-17,6%	188.926	463.972	245,6%
Fair value change of hedged financial assets (+/-)	403.522	335.417	68.105	20,3%	8.685	394.837	n.s.
Equity investments	360.098	246.099	113.999	46,3%	249.561	110.537	44,3%
Technical reserves of reinsurers	35.249	88.362	-53.113	-60,1%	85.462	-50.213	-58,8%
Property, plant and equipment	2.094.140	2.170.867	-76.727	-3,5%	2.118.217	-24.077	-1,1%
Intangible assets	5.588.714	5.531.633	57.081	1,0%	5.549.111	39.603	0,7%
<i>of which: goodwill</i>	4.447.194	4.338.486	108.708	2,5%	4.360.612	86.582	2,0%
Tax assets	1.200.391	1.512.530	-312.139	-20,6%	1.077.604	122.787	11,4%
Non-current assets and disposal groups held for sale	398.011	18.931	379.080	n.s.	19.803	378.208	n.s.
Other assets	1.931.071	2.274.142	-343.071	-15,1%	2.585.655	-654.584	-25,3%
Total assets	121.500.864	121.955.685	-454.821	-0,4%	121.595.422	-94.558	-0,1%
LIABILITIES AND SHAREHOLDERS' EQUITY							
Due to banks	5.306.536	3.980.922	1.325.614	33,3%	7.071.811	-1.765.275	-25,0%
Due to customers	51.383.644	54.150.681	-2.767.037	-5,1%	50.464.444	919.200	1,8%
Securities issued	44.162.873	43.440.556	722.317	1,7%	43.829.206	333.667	0,8%
Financial liabilities held for trading	815.697	799.254	16.443	2,1%	477.339	338.358	70,9%
Hedging derivatives	883.088	635.129	247.959	39,0%	337.193	545.895	161,9%
Tax liabilities	1.132.291	1.514.050	-381.759	-25,2%	1.528.496	-396.205	-25,9%
Liabilities associated with disposal groups held for sale	810.081	4.412	805.669	n.s.	6.609	803.472	n.s.
Other liabilities	3.743.221	4.030.238	-287.017	-7,1%	4.111.175	-367.954	-9,0%
Staff severance provision	440.728	433.094	7.634	1,8%	424.990	15.738	3,7%
Provisions for liabilities and charges:	282.450	295.429	-12.979	-4,4%	375.015	-92.565	-24,7%
a) pension and similar obligations	69.820	81.285	-11.465	-14,1%	81.149	-11.329	-14,0%
b) other provisions	212.630	214.144	-1.514	-0,7%	293.866	-81.236	-27,6%
Technical reserves	195.215	408.076	-212.861	-52,2%	385.463	-190.248	-49,4%
Share capital, share premiums and reserves	11.104.760	11.071.206	33.554	0,3%	10.849.749	255.011	2,4%
Minority interests	1.052.983	1.123.637	-70.654	-6,3%	1.113.892	-60.909	-5,5%
Net profit for the the period	187.297	69.001	n.s.	n.s.	620.040	-432.743	-69,8%
Total liabilities and shareholders' equity	121.500.864	121.955.685	-454.821	-0,4%	121.595.422	-94.558	-0,1%

UBI Banca Group: Reclassified consolidated income statement with reallocation of the Maximum overdraft fee into net commission

Figures in thousands of euro	30.9.2009	30.9.2008	Changes	% Changes	IIIQ 2009	IIIQ 2008	31.12.2008
Net interest income	1.842.626	2.074.631	(232.005)	(11,2%)	572.951	698.776	2.810.297
<i>of which: effects of the purchase price allocation</i>	(48.285)	(58.470)	(10.185)	(17,4%)	(15.198)	(15.172)	(77.238)
Net interest income excluding the effects of the PPA	1.890.911	2.133.101	(242.190)	(11,4%)	588.149	713.948	2.887.535
Dividends and similar income	9.753	69.994	(60.241)	(86,1%)	6.253	1.519	71.204
Profit (loss) of equity investments valued using the equity method	18.992	14.574	4.418	30,3%	8.828	374	18
Net commission income	882.802	1.036.290	(153.488)	(14,8%)	297.178	322.090	1.360.105
Net income from trading, hedging and disposal/repurchase activities and from assets/liabilities at fair value	93.046	(49.704)	142.750	n.s.	26.363	(60.596)	(242.261)
Net income from insurance operations	30.996	16.554	14.442	87,2%	8.967	2.743	9.639
Other operating income / (expense)	68.766	66.889	1.877	2,8%	24.249	17.815	80.737
Operating income	2.946.981	3.229.228	(282.247)	(8,7%)	944.789	982.721	4.089.739
Operating income excluding the effects of PPA	2.995.266	3.287.698	(292.432)	(8,9%)	959.987	997.893	4.166.977
Staff costs	(1.118.228)	(1.190.773)	(72.545)	(6,1%)	(373.370)	(380.090)	(1.584.178)
Other administrative expenses	(558.449)	(537.461)	20.988	3,9%	(174.874)	(165.293)	(749.260)
Net impairment losses on property, plant and equipment and intangible assets	(173.643)	(200.443)	(26.800)	(13,4%)	(58.143)	(66.949)	(277.910)
<i>of which: effects of the purchase price allocation</i>	(49.576)	(54.701)	(5.125)	(9,4%)	(16.526)	(18.237)	(81.364)
Net impairment losses on property, plant and equipment and intangible assets excluding the effects of the PPA	(124.067)	(145.742)	(21.675)	(14,9%)	(41.617)	(48.712)	(196.546)
Operating costs	(1.850.320)	(1.928.677)	(78.357)	(4,1%)	(606.387)	(612.332)	(2.611.348)
Operating costs excluding the effects of the PPA	(1.800.744)	(1.873.976)	(73.232)	(3,9%)	(589.861)	(594.095)	(2.529.984)
Net operating income	1.096.661	1.300.551	(203.890)	(15,7%)	338.402	370.389	1.478.391
Net operating income excluding the effects of the PPA	1.194.522	1.413.722	(219.200)	(15,5%)	370.126	403.798	1.636.993
Net impairment losses on loans	(592.544)	(255.824)	336.720	131,6%	(197.349)	(102.868)	(566.223)
Net impairment losses on other assets/liabilities	(35.554)	5.629	(41.183)	n.s.	(580)	2.122	(510.550)
Net provisions for liabilities and charges	(29.492)	(39.020)	(9.528)	(24,4%)	(2.621)	(13.100)	(34.489)
Profits (loss) from disposal of equity investments	3.618	80.286	(76.668)	(95,5%)	(213)	1.196	84.985
Profit (loss) on continuing operations before tax	442.689	1.091.622	(648.933)	(59,4%)	137.639	257.739	452.114
Profit (loss) on continuing operations before tax excluding the effects of the PPA	540.550	1.204.793	(664.243)	(55,1%)	169.363	291.148	610.716
Taxes on income for the period for continuing operations	(220.918)	(347.108)	(126.190)	(36,4%)	(67.883)	(120.023)	(221.564)
<i>of which: effects of the purchase price allocation</i>	31.439	36.938	(5.499)	(14,9%)	10.189	11.123	51.258
Integration costs	(14.832)	(45.411)	(30.579)	(67,3%)	(3.875)	(16.954)	(67.236)
<i>of which: staff costs</i>	(11.529)	(33.258)	(21.729)	(65,3%)	(2.563)	(14.735)	(47.796)
<i>other administrative expenses</i>	(5.700)	(29.478)	(23.778)	(80,7%)	(1.690)	(8.288)	(41.920)
<i>net impairment losses on property, plant and equipment and intangible assets excluding the effects of the PPA</i>	(3.864)	(1.991)	1.873	94,1%	(1.289)	(951)	(6.223)
<i>taxes</i>	6.261	19.316	(13.055)	(67,6%)	1.667	7.020	28.703
After tax profit (loss) from discontinued operations	5.155	(11.029)	16.184	n.s.	(33)	-	(15.727)
Profit (loss) for the period attributable to minority interests	(24.797)	(68.034)	(43.237)	(63,6%)	(4.488)	(19.908)	(78.586)
<i>of which: effects of the purchase price allocation</i>	11.819	12.716	(897)	(7,1%)	4.219	3.646	18.868
<i>Profit (loss) for the period attributable to the Parent Bank excluding the effects of the PPA</i>	241.900	683.557	(441.657)	(64,6%)	78.676	119.494	157.477
Profit (loss) for the period attributable to the Parent Bank	187.297	620.040	(432.743)	(69,8%)	61.360	100.854	69.001
Total impact of the purchase price allocation on the income statement	(54.603)	(63.517)	(8.914)	(14,0%)	(17.316)	(18.640)	(88.476)

UBI Banca Group: Reclassified consolidated quarterly income statement with reallocation of the Maximum overdraft fee into net commission

	2009			2008			
	IIIQ	IIQ	IQ	IVQ	IIIQ	IIQ	IQ Pro-forma
Figures in thousands of euro							
Net interest income	572.951	616.804	652.871	735.666	698.776	688.994	686.861
<i>of which: effects of the purchase price allocation</i>	(15.198)	(18.027)	(15.060)	(18.768)	(15.172)	(24.079)	(19.219)
Net interest income excluding the effects of the PPA	588.149	634.831	667.931	754.434	713.948	713.073	706.080
Dividends and similar income	6.253	1.656	1.844	1.210	1.519	66.839	1.636
Profit (loss) of equity investments valued using the equity method	8.828	5.956	4.208	(14.556)	374	5.470	8.730
Net commission income	297.178	294.300	291.324	323.815	322.090	348.662	365.538
Net income from trading, hedging and disposal/repurchase activities and from assets/liabilities at fair value	26.363	48.429	18.254	(192.557)	(60.596)	37.980	(27.088)
Net income from insurance operations	8.967	16.088	5.941	(6.915)	2.743	9.700	4.111
Other operating income / (expense)	24.249	23.226	21.291	13.848	17.815	20.793	28.281
Operating income	944.789	1.006.459	995.733	860.511	982.721	1.178.438	1.068.069
Operating income excluding the effects of the PPA	959.987	1.024.486	1.010.793	879.279	997.893	1.202.517	1.087.288
Staff costs	(373.370)	(366.294)	(378.564)	(393.405)	(380.090)	(415.289)	(395.394)
Other administrative expenses	(174.874)	(200.793)	(182.782)	(211.799)	(165.293)	(198.404)	(173.764)
Net impairment losses on property, plant and equipment and intangible assets	(58.143)	(57.546)	(57.954)	(77.467)	(66.949)	(66.942)	(66.552)
<i>of which: effects of the purchase price allocation</i>	(16.526)	(16.525)	(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	(41.617)	(41.021)	(41.429)	(50.804)	(48.712)	(48.705)	(48.325)
Operating costs	(606.387)	(624.633)	(619.300)	(682.671)	(612.332)	(680.635)	(635.710)
Operating costs excluding the effects of the PPA	(589.861)	(608.108)	(602.775)	(656.008)	(594.095)	(662.398)	(617.483)
Net operating income	338.402	381.826	376.433	177.840	370.389	497.803	432.359
Net operating income excluding the effects of the PPA	370.126	416.378	408.018	223.271	403.798	540.119	469.805
Net impairment losses on loans	(197.349)	(235.622)	(159.573)	(310.399)	(102.868)	(93.299)	(59.657)
Net impairment losses on other assets/liabilities	(580)	39.372	(74.346)	(516.179)	2.122	3.517	(10)
Net provisions for liabilities and charges	(2.621)	(17.081)	(9.790)	4.531	(13.100)	(17.431)	(8.489)
Profits (loss) from disposal of equity investments	(213)	-357	4.188	4.699	1.196	21.708	57.382
Profit (loss) on continuing operations before tax	137.639	168.138	136.912	(639.508)	257.739	412.298	421.585
Profit (loss) on continuing operations before tax excluding the effects of the PPA	169.363	202.690	168.497	(594.077)	291.148	454.614	459.031
Taxes on income for the period for continuing operations	(67.883)	(50.367)	(102.668)	125.544	(120.023)	(66.345)	(160.740)
<i>of which: effects of the purchase price allocation</i>	10.189	11.106	10.144	14.320	11.123	13.782	12.033
Integration costs	(3.875)	(4.555)	(6.402)	(21.825)	(16.954)	(14.037)	(14.420)
<i>of which: staff costs</i>	(2.563)	(3.998)	(4.968)	(14.538)	(14.735)	(8.634)	(9.889)
<i>other administrative expenses</i>	(1.690)	(1.136)	(2.874)	(12.442)	(8.288)	(10.788)	(10.402)
<i>net impairment losses on property, plant and equipment and intangible assets</i>	(1.289)	(1.312)	(1.263)	(4.232)	(951)	(718)	(322)
<i>taxes</i>	1.667	1.891	2.703	9.387	7.020	6.103	6.193
After tax profit (loss) from discontinued operations	(33)	(5)	5.193	(4.698)	-	(11.029)	-
Profit (loss) for the period attributable to minority interests	(4.488)	(11.619)	(8.690)	(10.552)	(19.908)	(20.971)	(27.155)
<i>of which: effects of the purchase price allocation</i>	4.219	4.117	3.483	6.152	3.646	4.942	4.128
<i>Profit (loss) for the period attributable to the Parent Bank excluding the effects of the PPA</i>	78.676	120.921	42.303	(526.080)	119.494	323.508	240.555
Profit (loss) for the period attributable to the Parent Bank	61.360	101.592	24.345	(551.039)	100.854	299.916	219.270
Normalised profit (loss) for the period attributable to the Parent Bank	64.766	23.178	107.245	(102.428)	116.712	223.572	187.470
<i>Total impact of the purchase price allocation on the income statement</i>	<i>(17.316)</i>	<i>(19.329)</i>	<i>(17.958)</i>	<i>(24.959)</i>	<i>(18.640)</i>	<i>(23.592)</i>	<i>(21.285)</i>

UBI Banca Group: Reclassified consolidated income statement without reallocation of the Maximum overdraft fee into net commission

	30.9.2009	30.9.2008	Changes	% Changes	IIIQ 2009	IIIQ 2008	31.12.2008
Figures in thousands of euro							
Net interest income	1.924.942	2.203.603	(278.661)	(12,6%)	577.084	740.671	2.982.127
<i>of which: effects of the purchase price allocation</i>	(48.285)	(58.470)	(10.185)	(17,4%)	(15.198)	(15.172)	(77.238)
Net interest income excluding the effects of the PPA	1.973.227	2.262.073	(288.846)	(12,8%)	592.282	755.843	3.059.365
Dividends and similar income	9.753	69.994	(60.241)	(86,1%)	6.253	1.519	71.204
Profit (loss) of equity investments valued using the equity method	18.992	14.574	4.418	30,3%	8.828	374	18
Net commission income	800.486	907.318	(106.832)	(11,8%)	293.045	280.195	1.188.275
Net income from trading, hedging and disposal/repurchase activities and from assets/liabilities at fair value	93.046	(49.704)	142.750	n.s.	26.363	(60.596)	(242.261)
Net income from insurance operations	30.996	16.554	14.442	87,2%	8.967	2.743	9.639
Other operating income / (expense)	68.766	66.889	1.877	2,8%	24.249	17.815	80.737
Operating income	2.946.981	3.229.228	(282.247)	(8,7%)	944.789	982.721	4.089.739
Operating income excluding the effects of PPA	2.995.266	3.287.698	(292.432)	(8,9%)	959.987	997.893	4.166.977
Staff costs	(1.118.228)	(1.190.773)	(72.545)	(6,1%)	(373.370)	(380.090)	(1.584.178)
Other administrative expenses	(558.449)	(537.461)	20.988	3,9%	(174.874)	(165.293)	(749.260)
Net impairment losses on property, plant and equipment and intangible assets	(173.643)	(200.443)	(26.800)	(13,4%)	(58.143)	(66.949)	(277.910)
<i>of which: effects of the purchase price allocation</i>	(49.576)	(54.701)	(5.125)	(9,4%)	(16.526)	(18.237)	(81.364)
Net impairment losses on property, plant and equipment and intangible assets excluding the effects of the PPA	(124.067)	(145.742)	(21.675)	(14,9%)	(41.617)	(48.712)	(196.546)
Operating costs	(1.850.320)	(1.928.677)	(78.357)	(4,1%)	(606.387)	(612.332)	(2.611.348)
Operating costs excluding the effects of the PPA	(1.800.744)	(1.873.976)	(73.232)	(3,9%)	(589.861)	(594.095)	(2.529.984)
Net operating income	1.096.661	1.300.551	(203.890)	(15,7%)	338.402	370.389	1.478.391
Net operating income excluding the effects of the PPA	1.194.522	1.413.722	(219.200)	(15,5%)	370.126	403.798	1.636.993
Net impairment losses on loans	(592.544)	(255.824)	336.720	131,6%	(197.349)	(102.868)	(566.223)
Net impairment losses on other assets/liabilities	(35.554)	5.629	(41.183)	n.s.	(580)	2.122	(510.550)
Net provisions for liabilities and charges	(29.492)	(39.020)	(9.528)	(24,4%)	(2.621)	(13.100)	(34.489)
Profits (loss) from disposal of equity investments	3.618	80.286	(76.668)	(95,5%)	(213)	1.196	84.985
Profit (loss) on continuing operations before tax	442.689	1.091.622	(648.933)	(59,4%)	137.639	257.739	452.114
Profit (loss) on continuing operations before tax excluding the effects of the PPA	540.550	1.204.793	(664.243)	(55,1%)	169.363	291.148	610.716
Taxes on income for the period for continuing operations	(220.918)	(347.108)	(126.190)	(36,4%)	(67.883)	(120.023)	(221.564)
<i>of which: effects of the purchase price allocation</i>	31.439	36.938	(5.499)	(14,9%)	10.189	11.123	51.258
Integration costs	(14.832)	(45.411)	(30.579)	(67,3%)	(3.875)	(16.954)	(67.236)
<i>of which: staff costs</i>	(11.529)	(33.258)	(21.729)	(65,3%)	(2.563)	(14.735)	(47.796)
<i>other administrative expenses</i>	(5.700)	(29.478)	(23.778)	(80,7%)	(1.690)	(8.288)	(41.920)
<i>net impairment losses on property, plant and equipment and intangible assets</i>	(3.864)	(1.991)	1.873	94,1%	(1.289)	(951)	(6.223)
<i>taxes</i>	6.261	19.316	(13.055)	(67,6%)	1.667	7.020	28.703
After tax profit (loss) from discontinued operations	5.155	(11.029)	16.184	n.s.	(33)	-	(15.727)
Profit (loss) for the period attributable to minority interests	(24.797)	(68.034)	(43.237)	(63,6%)	(4.488)	(19.908)	(78.586)
<i>of which: effects of the purchase price allocation</i>	11.819	12.716	(897)	(7,1%)	4.219	3.646	18.868
<i>Profit (loss) for the period attributable to the Parent Bank excluding the effects of the PPA</i>	241.900	683.557	(441.657)	(64,6%)	78.676	119.494	157.477
Profit (loss) for the period attributable to the Parent Bank	187.297	620.040	(432.743)	(69,8%)	61.360	100.854	69.001
Total impact of the purchase price allocation on the income statement	(54.603)	(63.517)	(8.914)	(14,0%)	(17.316)	(18.640)	(88.476)

UBI Banca Group: Reclassified consolidated quarterly income statement without reallocation of the Maximum overdraft fee into net commission

	2009			2008			
	IIIQ	IIQ	IQ	IVQ	IIIQ	IIQ	IQ pro-forma
Figures in thousands of euro							
Net interest income	577.084	654.067	693.791	778.524	740.671	731.909	731.023
<i>of which: effects of the purchase price allocation</i>	<i>(15.198)</i>	<i>(18.027)</i>	<i>(15.060)</i>	<i>(18.768)</i>	<i>(15.172)</i>	<i>(24.079)</i>	<i>(19.219)</i>
Net interest income excluding the effects of the PPA	592.282	672.094	708.851	797.292	755.843	755.988	750.242
Dividends and similar income	6.253	1.656	1.844	1.210	1.519	66.839	1.636
Profit (loss) of equity investments valued using the equity method	8.828	5.956	4.208	(14.556)	374	5.470	8.730
Net commission income	293.045	257.037	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	26.363	48.429	18.254	(192.557)	(60.596)	37.980	(27.088)
Net income from insurance operations	8.967	16.088	5.941	(6.915)	2.743	9.700	4.111
Other operating income / (expense)	24.249	23.226	21.291	13.848	17.815	20.793	28.281
Operating income	944.789	1.006.459	995.733	860.511	982.721	1.178.438	1.068.069
Operating income excluding the effects of the PPA	959.987	1.024.486	1.010.793	879.279	997.893	1.202.517	1.087.288
Staff costs	(373.370)	(366.294)	(378.564)	(393.405)	(380.090)	(415.289)	(395.394)
Other administrative expenses	(174.874)	(200.793)	(182.782)	(211.799)	(165.293)	(198.404)	(173.764)
Net impairment losses on property, plant and equipment and intangible assets	(58.143)	(57.546)	(57.954)	(77.467)	(66.949)	(66.942)	(66.552)
<i>of which: effects of the purchase price allocation</i>	<i>(16.526)</i>	<i>(16.525)</i>	<i>(16.525)</i>	<i>(26.663)</i>	<i>(18.237)</i>	<i>(18.237)</i>	<i>(18.227)</i>
Net impairment losses on property, plant and equipment and intangible assets excluding the effects of the PPA	(41.617)	(41.021)	(41.429)	(50.804)	(48.712)	(48.705)	(48.325)
Operating costs	(606.387)	(624.633)	(619.300)	(682.671)	(612.332)	(680.635)	(635.710)
Operating costs excluding the effects of the PPA	(589.861)	(608.108)	(602.775)	(656.008)	(594.095)	(662.398)	(617.483)
Net operating income	338.402	381.826	376.433	177.840	370.389	497.803	432.359
Net operating income excluding the effects of the PPA	370.126	416.378	408.018	223.271	403.798	540.119	469.805
Net impairment losses on loans	(197.349)	(235.622)	(159.573)	(310.399)	(102.868)	(93.299)	(59.657)
Net impairment losses on other assets/liabilities	(580)	39.372	(74.346)	(516.179)	2.122	3.517	(10)
Net provisions for liabilities and charges	(2.621)	(17.081)	(9.790)	4.531	(13.100)	(17.431)	(8.489)
Profits (loss) from disposal of equity investments	(213)	(357)	4.188	4.699	1.196	21.708	57.382
Profit (loss) on continuing operations before tax	137.639	168.138	136.912	(639.508)	257.739	412.298	421.585
Profit (loss) on continuing operations before tax excluding the effects of the PPA	169.363	202.690	168.497	(594.077)	291.148	454.614	459.031
Taxes on income for the period for continuing operations	(67.883)	(50.367)	(102.668)	125.544	(120.023)	(66.345)	(160.740)
<i>of which: effects of the purchase price allocation</i>	<i>10.189</i>	<i>11.106</i>	<i>10.144</i>	<i>14.320</i>	<i>11.123</i>	<i>13.782</i>	<i>12.033</i>
Integration costs	(3.875)	(4.555)	(6.402)	(21.825)	(16.954)	(14.037)	(14.420)
<i>of which: staff costs</i>	<i>(2.563)</i>	<i>(3.998)</i>	<i>(4.968)</i>	<i>(14.538)</i>	<i>(14.735)</i>	<i>(8.634)</i>	<i>(9.889)</i>
<i>other administrative expenses</i>	<i>(1.690)</i>	<i>(1.136)</i>	<i>(2.874)</i>	<i>(12.442)</i>	<i>(8.288)</i>	<i>(10.788)</i>	<i>(10.402)</i>
<i>net impairment losses on property, plant and equipment and intangible assets</i>	<i>(1.289)</i>	<i>(1.312)</i>	<i>(1.263)</i>	<i>(4.232)</i>	<i>(951)</i>	<i>(718)</i>	<i>(322)</i>
<i>taxes</i>	<i>1.667</i>	<i>1.891</i>	<i>2.703</i>	<i>9.387</i>	<i>7.020</i>	<i>6.103</i>	<i>6.193</i>
After tax profit (loss) from discontinued operations	(33)	(5)	5.193	(4.698)	-	(11.029)	-
Profit (loss) for the period attributable to minority interests	(4.488)	(11.619)	(8.690)	(10.552)	(19.908)	(20.971)	(27.155)
<i>of which: effects of the purchase price allocation</i>	<i>4.219</i>	<i>4.117</i>	<i>3.483</i>	<i>6.152</i>	<i>3.646</i>	<i>4.942</i>	<i>4.128</i>
<i>Profit (loss) for the period attributable to the Parent Bank excluding the effects of the PPA</i>	<i>78.676</i>	<i>120.921</i>	<i>42.303</i>	<i>(526.080)</i>	<i>119.494</i>	<i>323.508</i>	<i>240.555</i>
Profit (loss) for the period attributable to the Parent Bank	61.360	101.592	24.345	(551.039)	100.854	299.916	219.270
Normalised profit (loss) for the period attributable to the Parent Bank	64.766	23.178	107.245	(102.428)	116.712	223.572	187.470
<i>Total impact of the purchase price allocation on the income statement</i>	<i>(17.316)</i>	<i>(19.329)</i>	<i>(17.958)</i>	<i>(24.959)</i>	<i>(18.640)</i>	<i>(23.592)</i>	<i>(21.285)</i>

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

	Non-recurring items								30.9.2009 net of the most significant non- recurring items A	Non-recurring items						30.9.2008 net of the most non- recurring items B	Changes A-B	% Changes A/B
	30.9.2009	Gain on OPA	Disposal and impairment of equity investments	Write- down DD Growth Fund	Integration costs	Fiscal alignment ex art. 15, par.3, law decree 185/2008	Disposal of UBI Assicurazioni's network and sale to BPVI of 1 branch + part CBU by BPCI	Loss provision for Coralis Rent		30.9.2008	Disposal and impairment equity investments	Tax redemption EC section	Provisions on credit commitments	Price adjustment of disposal of BPCI and Carime branches	Integration costs			
Net interest income (including the effects of PPA)	1.842.626							1.842.626	2.074.631						2.074.631	(232.005)	(11,2%)	
Dividends and similar income	9.753							9.753	69.994						69.994	(60.241)	(86,1%)	
Profit (loss) of equity investments valued using the equity method	18.992							18.992	14.574						14.574	4.418	30,3%	
Net commission income	882.802							882.802	1.036.290						1.036.290	(153.488)	(14,8%)	
Net income from trading, hedging and disposal/repurchase activities and from assets/liabilities at fair value	93.046	(60.549)		25.234				57.731	(49.704)	(7.055)					(56.759)	114.490	n.s.	
Net income from insurance operations	30.996							30.996	16.554						16.554	14.442	87,2%	
Other net operating income/(expense)	68.766							68.766	66.889						66.889	1.877	2,8%	
Operating income (including the effects of PPA)	2.946.981	(60.549)	-	25.234	-	-	-	2.911.666	3.229.228	(7.055)	-	-	-	-	3.222.173	(310.507)	(9,6%)	
Staff costs	(1.118.228)							(1.118.228)	(1.190.773)						(1.190.773)	(72.545)	(6,1%)	
Other administrative expenses	(558.449)							(558.449)	(537.461)						(537.461)	20.988	3,9%	
Net impairment losses on property, plant and equipment and intangible assets (including the effects of PPA)	(173.643)							(173.643)	(200.443)						(200.443)	(26.800)	(13,4%)	
Operating costs (including the effects of PPA)	(1.850.320)	-	-	-	-	-	-	(1.850.320)	(1.928.677)	-	-	-	-	-	(1.928.677)	(78.357)	(4,1%)	
Net operating income (including the effects of PPA)	1.096.661	(60.549)	-	25.234	-	-	-	1.061.346	1.300.551	(7.055)	-	-	-	-	1.293.496	(232.150)	(17,9%)	
Net impairment losses on loans	(592.544)							(592.544)	(255.824)						(255.824)	336.720	131,6%	
Net impairment losses on other assets and liabilities	(35.554)		32.369					(3.185)	5.629	6.432		(8.524)			3.537	(6.722)	n.s.	
Net provisions for liabilities and charges	(29.492)							(23.136)	(39.020)						(39.020)	(15.884)	(40,7%)	
Profit (loss) from disposal of equity investments	3.618	(2.618)						1.000	80.286	(78.808)					1.478	(478)	(32,3%)	
Profit (loss) on continuing operations before tax (incl. PPA)	442.689	(60.549)	29.751	25.234	-	-	-	6.356	1.091.622	(79.431)	-	(8.524)	-	-	1.003.667	(560.186)	(55,8%)	
Taxes on income for the period for continuing operations	(220.918)	19.588	(576)	(8.156)		(12.629)		(2.054)	(347.108)	7.545	(73.832)	2.344			(411.051)	(186.306)	(45,3%)	
Integration costs	(14.832)				14.832			-	(45.411)				45.411		-	-	-	
of which: staff costs	(11.529)				11.529			-	(33.258)				33.258		-	-	-	
other administrative expenses	(5.700)				5.700			-	(29.478)				29.478		-	-	-	
net impairment losses on property, plant and equipment and intangible assets	(3.864)				3.864			-	(1.991)				1.991		-	-	-	
taxes	6.261				(6.261)			-	19.316				(19.316)		-	-	-	
After tax profit (loss) from discontinued operations	5.155							(5.155)	(11.029)			11.029			-	-	-	
Profit (loss) for the period attributable to minority interests	(24.797)		185		(1.136)	1.839	424	(62)	(68.034)	554	6.115	900	(1.831)	(2.566)	(64.862)	(41.315)	(63,7%)	
Profit (loss) for the period attributable to the Parent Bank	187.297	(40.961)	29.360	17.078	13.696	(10.790)	(4.731)	4.240	620.040	(71.332)	(67.717)	(5.280)	9.198	42.845	527.754	(332.565)	(63,0%)	

Figures in thousands of euro