

## PRESS RELEASE

### Mediocredito Centrale S.p.A.: approval of Consolidated Interim Financial Statements of Mediocredito Centrale Group as at 30 June 2022

- **Net holding income: 28.1 million (loss of 48,3 million as at 30 June 2021);**
- **Net interest margin: 120 million (110 million as at 30 June 2021, +9%) on a growing loan portfolio (+5%);**
- **Cost income: 65.6% (69% al 30 June 2021 net of extraordinary items);**
- **Cet 1, Tier 1 ratio: 12.48% (14.26% as at 31 December 2021); Total capital ratio: 12.65% (14.45% as at 31 December 2021) not including net income for the period; Cet1 and Tier1 ratio 13.01%, Total capital ratio 13.19% including net income for the period.**

Rome, 29 September 2022 – The Board of Directors of Mediocredito Centrale S.p.A. today approved the 2022 Consolidated Interim Financial Statements of Mediocredito Centrale Group, that shows a net income for the period of 30.4 million, of which 28.1 million of the holding.

The net income includes the income of the parent company MCC, equal to 11.0 million, the loss of Banca Popolare di Bari (-14.8 million) and the net income of Cassa di Risparmio di Orvieto (2.3 million), and positive consolidation effects for 31.9 million, arising from the accounting treatment in consolidated financial statements of BPB hedging derivatives and the partial release of purchase price allocation (PPA), consistently with the trend of loan portfolio of the controlled banks.

In details, the result highlights:

- a) Operating income of 222.4 million (241.2 million as at 30 June 2021), composed by an increasing net interest margin, equal to 119.8 million (110 million as at 30 June 2021), by net commission of 82.8 million (118.4 million as at 30 June 2021), decreasing as a result of the restarting of ordinary activity of the Guarantee Fund for SMEs, managed by the parent company, in respect of the emergency phase, and by other financial income of 19.8 million (12.8 million as at 30 June 2021) including positive fair value of derivatives for 22.6 million, trading income for 5.9 million,

offset by losses on investment funds for 10.5 million, due, for 9.8 million, to the valuation of real estate fund Fontana – Federico II subfund, following the management report as of 31 December 2021 provided by the manager Castello SGR;

- b) Net impairment for credit risk of 14.4 million (63 million as at 30 June 2021) related to the loan portfolio, which features a coverage of 2.6% (same level of 31 December 2021) and a stable asset quality;
- c) administrative expenses equal to 142.7 million (210.7 million as at 30 June 2021) of which 82.2 million of staff costs (149 million as at 30 June 2021, including 53 million of extraordinary provision to BPB early retirement fund), and 60.5 million of other administrative expenses (61.7 million as of 30 June 2021), resulting in a cost income ratio of 65.6% (69% as at 30 June 2021 excluding extraordinary items);
- d) net provision for risk and charges of 8.4 million (7.3 million as at 30 June 2021), mainly related to legal claims provision.

Cet1 and Tier1 ratio are equal to 12.48% (14.26 as at 31 December 2021); Total Capital ratio amount to 12.65% (14.45% as at 31 December 2021). Capital ratios as at 30 June 2022 do not include in the Own Funds the net holding income for the period: after the inclusion of the interim result ratios would be equal to 13.01% and 13.19% respectively.

The consolidated interim financial statements as at 30 June 2022 show:

***Balance sheet data***

**Financial assets measured at amortized cost, of which Due from customers equal to 8,985 million (8,596 million as at 31 December 2021);**

**Financial assets measured at fair value through other comprehensive income equal to 3,262 million (2,151 million as at 31 December 2021);**

**Financial liabilities measured at amortized cost amounting to 13,349 million (13,541 million as at 31 December 2021);**

**Shareholders equity equal to 863 million (892 million as at 31 December 2021);**

**Cet 1, Tier 1 ratio equal to 12.48% (14.26% as at 31 December 2021)**

**Total Capital ratio equal to 12.65% (14.45% as at 31 December 2021);**

***Income statement data***

**Net Interest margin of 120 million (110 million as at 30 June 2021);**

**Net Commission income of 83 million (118 million as at 30 June 2021);**

**Net profit from financial activities of 222 million (241 million as at 30 June 2021);**

**Operating costs of 153 million (226 million as at 30 June 2021).**

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MEDIOCREDITO  
CENTRALE

INVITALIA

Representation of Manager responsible for preparing the company's financial reports

The undersigned Elena De Gennaro, in her capacity as Manager responsible for preparing the company's financial reports of Mediocredito Centrale S.p.A.

ATTESTS

in compliance with the provisions of article 154-bis, paragraphs 2, of Italian Legislative Decree no. 58 of 24 February 1998, that the financial information included in this press release corresponds with the entries in the accounting ledgers and documents.

Manager responsible for preparing  
the company's financial reports



Rome, 29 September 2022

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The consolidated balance sheet and consolidated income statement are hereby attached. Please consider that the external independent limited review is still in progress.

### CONSOLIDATED BALANCE SHEET

	30/06/2022	31/12/2021
10. Cash and cash balances	368,333	588,489
20. Financial assets at FV with effects on P&L	66,023	67,459
a) financial assets at FV with effects on P&L held for trading	17,281	4,137
c) financial assets mandator designed at fair value	48,742	63,322
30. Financial assets valued at fair value with impact on overall profitability	3,262,334	2,151,142
40. Financ. Assets valued at amortized cost	10,579,405	11,644,964
a) loans and receivables to banks	1,593,937	3,048,602
b) loans and receivables to customers	8,985,468	8,596,362
50. Derivatives used for hedging	39,974	72,272
70. Equity investments	564	564
90. Tangible assets	176,385	181,751
100. Intangible assets	2,753	2,958
110. Tax assets	334,829	389,053
a) current	95,998	127,172
b) deferred	238,831	261,881
130. Other assets	223,356	163,542
<b>Total Assets</b>	<b>15,053,956</b>	<b>15,262,194</b>

continued: CONSOLIDATED BALANCE SHEET

Liabilities and Shareholders' equity	30/06/2022	31/12/2021
10. Financial liabilities valued at amortized cost	13,349,107	13,541,298
a) deposits from banks	3,799,718	3,644,216
b) deposits from customers	8,830,715	9,111,513
c) debt certificates including bonds	718,674	785,569
20. Financial liabilities held for trading	700	10,692
40. Derivatives used for hedging	9,508	1,264
60. Tax liabilities	12,269	17,255
a) current	2,910	4,186
b) deferred	9,359	13,069
80. Other liabilities	484,426	435,066
90. Provision for employee severance pay	28,390	34,604
100. Provisions for risks and charges	306,199	330,215
a) commitments and guarantees given	7,475	10,749
b) pensions and other post retirement benefits obligations	4,565	5,304
c) other	294,159	314,162
120. Revaluation reserves	(70,043)	(5,479)
150. Reserves	675,947	697,570
170. Issued capital	204,509	204,509
190. Minorities (+/-)	24,878	24,565
200. Net Profit (Loss) for the year (+/-)	28,066	(29,366)
<b>Total liabilities and Shareholders' Equity</b>	<b>15,053,956</b>	<b>15,262,193</b>

**CONSOLIDATED INCOME STATEMENT**

Item	30/06/2022	30/06/2021
10. Interest income and similar revenues	145,500	146,032
of which: interest income calculated using the effective interest method	99,082	85,398
20. Interest expenses and similar charges	(25,730)	(35,994)
<b>30. Net interest margin</b>	<b>119,770</b>	<b>110,038</b>
40. Fee and commission income	87,364	122,975
50. Fee and commission expenses	(4,603)	(4,588)
<b>60. Net fee and commission</b>	<b>82,761</b>	<b>118,387</b>
70. Dividends and similar revenues	1,690	1,711
80. Net income financial assets and liabilities held for trading	22,599	7,264
90. Fair value adjustment in hedge accounting	228	107
100. Gains and losses on disposal of:	5,790	7,046
a) Financial assets at amortized cost	(156)	5,351
b) financial assets at fair value with impact on overall profitability	5,946	1,695
110. Net gains and losses on financial assets/liabilities designated at fair value with impact on overall profitability	(10,469)	(3,356)
b) net result of other financial assets that are measured at fair value	(10,469)	(3,356)
<b>120. Operating income</b>	<b>222,369</b>	<b>241,197</b>
130. Net impairment/write-backs for credit risk related to:	(14,376)	(63,028)
a) financial assets at amortized cost	(14,113)	(63,002)
b) financial assets measured at fair value with an impact on overall profitability	(263)	(26)
140. Profit/loss from contract changes without cancellation	(150)	(972)
<b>150. Net profit from financial activities</b>	<b>207,843</b>	<b>177,197</b>
<b>180. Net profit from financial and insurance activities</b>	<b>207,843</b>	<b>177,197</b>
190. Administrative costs:	(142,727)	(210,721)
a) payroll costs	(82,240)	(148,981)
b) other administrative costs	(60,487)	(61,740)
200. Net provisions for risks and charges	(8,361)	(7,297)
a) commitments and guarantees issued	3,274	1,919
b) other net provisions	(11,635)	(9,216)
210. Impairment on tangible assets	(8,400)	(10,508)
220. Impairment on intangible assets	(880)	(1,299)
230. Other operating income/charges	7,152	3,896
<b>240. Operating costs</b>	<b>(153,216)</b>	<b>(225,929)</b>
280. Gains and losses on disposals on investments	27	21
<b>290. Total profit or loss before tax from continuing operations tax expense related to profit or loss from continuing operations</b>	<b>54,654</b>	<b>(48,711)</b>
300. Total profit or loss after tax from continuing operations tax expense related to profit or loss from continuing operations	(24,221)	(2,314)
<b>310. Total profit or loss after tax continuing</b>	<b>30,433</b>	<b>(51,025)</b>
<b>330. Net profit or loss</b>	<b>30,433</b>	<b>(31,619)</b>
340. Minority portion of net income (loss)	2,367	(2,681)
<b>350. Holdings income (loss) of the year</b>	<b>28,066</b>	<b>(48,344)</b>