



ANTONVENETA
GRUPPOMONTEPASCHI

**2011 HALF YEAR
REPORT**
Individual Financial Statements



ANTONVENETA
GRUPPO MONTEPASCHI

BANCA ANTONVENETA S.p.A., Sole Partner Bank

Subject to the management and co-ordination of Monte dei Paschi di Siena S.p.A.

Fully paid up share capital EUR 1,006,300,00

Registered office: 35131 Padova – Piazzetta Filippo Turati, 2

Register of Companies of Padua

Taxpayer and TVA Code 04300140284

Member of the Interbank Deposit Protection Fund



ANTONVENETA
GRUPPO MONTEPASCHI

CORPORATE OFFICERS

BOARD OF DIRECTORS

Chairman	RABIZZI Ernesto
Deputy Chairmen	CALTAGIRONE Francesco MARCHI Enrico
Directors	ANCILLI Riccardo BERLINGUER Aldo CARRARO Massimo DESTRO Nereo MONTINARI Dario PERICCIOLI Moreno QUERCI Carlo ROSATI Mauro ZANI Ezio

Board of Statutory Auditors

Chairman	FABRETTI Pietro
Acting Auditors	DALLA LIBERA Alberto SCHIAVONE Carlo
Alternate Auditors	NALLI Enzo ROSSI CHAUVENET Leopoldo

HEAD OFFICE

Chief Executive Officer	MENZI Giuseppe
Deputy Chief Executive Officer	CHIAVISTELLI Cesare

BALANCE SHEET

(EUR)

Assets		30 06 2011	31 12 2010
10	Cash and cash equivalents	81.827.784	94.270.392
20	Financial assets held for trading	108.181.007	140.302.352
40	Financial assets available for sale	15.721.280	15.190.394
60	Due from banks	3.255.877.306	3.999.637.120
70	Due from customers	13.812.708.728	13.629.573.958
80	Hedging derivatives	1.463.283	-
100	Equity investments	39.022	39.022
110	Tangible assets	257.268.038	260.929.490
120	Intangible assets	1.608.818.652	1.622.875.280
	<i>of which: goodwill</i>	1.382.918.576	1.382.918.576
130	Tax assets	507.027.703	524.353.262
	<i>a) current</i>	-	2.405.949
	<i>b) advanced</i>	507.027.703	521.947.313
150	Other assets	246.720.808	384.765.046
Total assets		19.895.653.611	20.671.936.316

BALANCE SHEET

(EUR)

	Total liabilities and shareholders' equity	30 06 2011	31 12 2010
10	Due to banks	4.730.400.005	5.480.283.975
20	Due to customers	7.307.490.414	7.766.832.346
30	Outstanding securities	890.271.379	431.928.229
40	Financial liabilities held for trading	90.312.896	100.923.862
50	Financial liabilities valued at <i>fair value</i>	2.459.805.305	2.487.604.232
80	Tax liabilities	420.014	-
	<i>a) current</i>	420.014	-
	<i>b) differed</i>	-	-
100	Other liabilities	856.019.679	721.685.035
110	Staff severance indemnity pay	29.116.043	29.395.564
120	Provision for risks and charges:	68.476.596	74.071.555
	<i>a) pension funds and similar obligations</i>	-	-
	<i>b) other funds</i>	68.476.596	74.071.555
130	Valuation reserves	1.020.436	526.249
160	Reserves	256.459.167	243.087.320
170	Share premium	2.166.000.002	2.166.000.002
180	Capital	1.006.300.000	1.006.300.000
200	Profit (Loss) of the year (+/-)	33.561.675	163.297.947
	Total liabilities and shareholders' equity	19.895.653.611	20.671.936.316

INCOME STATEMENT

EUR)

Accounts		30 06 2011	30 06 2010
10	Interest and similar income	248.052.592	196.440.244
20	Interest and similar expense	(93.856.591)	(45.293.638)
30	Interest margin	154.196.001	151.146.606
40	Commissions receivable	101.466.413	106.462.884
50	Commissions payable	(8.568.748)	(11.940.587)
60	Net commissions	92.897.665	94.522.297
70	Dividends and similar income	33.594	30.694
80	Net result of trading	1.343.957	1.489.277
90	Net result on hedging	(46.890)	-
100	Profit (loss) from sale or repurchase of:	16.444	-
	<i>(d) other financial liabilities</i>	16.444	-
110	Net result of financial assets and liabilities valued at fair value	7.507	173.775
120	Intermediation margin	248.448.278	247.362.649
130	Value adjustments/recoveries for impairment of:	(31.622.370)	(39.327.599)
	<i>a) Loans</i>	(32.511.670)	(38.566.122)
	<i>b) Financial assets available for sale</i>	-	(922.296)
	<i>d) Other financial transactions</i>	889.300	160.819
140	Net result of financial activities	216.825.908	208.035.050
150	Administrative expenses	(162.662.889)	(175.673.071)
	<i>a) Staff expenses</i>	(105.870.018)	(104.243.251)
	<i>b) Other administrative expenses</i>	(56.792.871)	(71.429.820)
160	Net provisions to risk and charge funds	(1.031.585)	(1.369.071)
170	Net value adjustments/recoveries on tangible assets	(4.850.462)	(3.437.933)
180	Net value adjustments/recoveries on intangible assets	(14.056.627)	(14.347.840)
190	Other operating income/charges	11.227.848	13.628.511
200	Operating costs	(171.373.715)	(181.199.404)
210	Profit (loss) of equity investments	-	(46.841)
240	Profit (Loss) from investment sale	24.120	28.106
250	Profit (loss) of the current trading assets before tax	45.476.313	26.816.911
260	Income tax for the period of the current trading assets	(11.914.638)	94.673.325
270	Profit (loss) of the current trading assets after tax	33.561.675	121.490.236
290	Profit (loss) for the period	33.561.675	121.490.236

STATEMENT OF CONSOLIDATED PROFITABILITY

(in euro)

Items		30 06 2011	30 06 2010
10	Profit (loss) for the year	33.561.675	121.490.236
Other income components after tax			
20	Financial assets available for sale	494.187	200.793
110	Total other income components after tax	494.187	200.793
120	Overall profitability (Item 10 + 110)	34.055.862	121.691.029

TABLE OF THE CHANGES IN NET EQUITY

(EUR)

	Outstanding as at 31 12 10	Opening balance change	Outstanding as at 01 01 11	Allocation result for previous year		Changes for the year							Netequity as at 30 06 11	
				Reserves	Dividends and other allocations	Changes in reserves	Netequity transactions					Profit (Loss) for 30 06 11		
							Issue of new shares	Purchase of own shares	Extraordinary distribution of dividends	Capital instrument change	Derivatives on own shares			Stock option
Capital:														
a) ordinary shares	1.006.300.000	-	1.006.300.000	-	-	-	-	-	-	-	-	-	-	1.006.300.000
b) other shares	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Share premium	2.166.000.002	-	2.166.000.002	-	-	-	-	-	-	-	-	-	-	2.166.000.002
Reserves:														
a) of profits	5.115.494	-	5.115.494	13.371.847	-	-	-	-	-	-	-	-	-	18.487.341
b) other	237.971.826	-	237.971.826	-	-	-	-	-	-	-	-	-	-	237.971.826
Valuation reserves	526.249	-	526.249	-	-	-	-	-	-	-	-	-	494.187	1.020.436
Capital instruments	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Own shares	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Profit (Loss) for the year	163.297.947	-	163.297.947	(13.371.847)	(149.926.100)	-	-	-	-	-	-	-	33.561.675	33.561.675
Net Equity	3.579.211.518	-	3.579.211.518	-	(149.926.100)	-	-	-	-	-	-	-	34.055.862	3.463.341.280

TABLE OF THE CHANGES IN NET EQUITY

(EUR)

	Outstanding as at 31 12 09	Opening balance change	Outstanding as at 01 01 10	Allocation result for previous year		Changes for the year							Netequity as at 30 06 10	
				Reserves	Dividends and other allocations	Changes in reserves	Netequity transactions					Profit (Loss) for 30 06 10		
							Issue of new shares	Purchase of own shares	Extraordinary distribution of dividends	Capital instrument change	Derivatives on own shares			Stock option
Capital:														
a) ordinary shares	1.006.300.000	-	1.006.300.000	-	-	-	-	-	-	-	-	-	-	1.006.300.000
b) other shares	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Share premium	2.200.000.000	-	2.200.000.000	-	-	-	-	-	-	-	-	-	-	2.200.000.000
Reserves:														
a) of profits	(131.555)	-	(131.555)	5.247.049	-	-	-	-	-	-	-	-	-	5.115.494
b) other	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Valuation reserves	333.788	-	333.788	-	-	-	-	-	-	-	-	-	200.793	534.581
Capital instruments	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Own shares	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Profit (Loss) for the year	101.459.249	-	101.459.249	(5.247.049)	(96.212.200)	-	-	-	-	-	-	-	121.490.236	121.490.236
Net Equity	3.307.961.482	-	3.307.961.482	-	(96.212.200)	-	-	-	-	-	-	-	121.691.029	3.333.440.311

CASH FLOW STATEMENT

	(EUR)	
A. OPERATING ASSETS	30 06 2011	30 06 2010
1. Cash flow from operations	110.285.743	(40.662.385)
net income (+/-)	33.561.675	121.490.236
capital gains/losses on financial assets held for trading and on assets/liabilities valued at fair value (-/+)	(7.507)	(173.775)
capital gains/losses on hedging assets (-/+)	46.890	-
net value adjustments/recoveries for impairment (+/-)	36.815.127	47.562.930
net value adjustments/recoveries on tangible and intangible assets (+/-)	18.907.089	17.785.773
net provisions to risk and charge funds and other costs/rev enues (+/-)	1.031.585	1.369.072
tax and duties to be settled (+/-)	11.914.638	(212.678.986)
net value adjustments/recoveries of groups of assets being sold after tax (+/-)	-	-
other adjustments	8.016.246	(16.017.635)
2. Liquidity generated/absorbed by financial assets	713.747.325	(3.328.748.879)
financial assets held for trading	32.121.345	(76.835.494)
financial assets held at fair value	-	-
financial assets available for sale	(36.699)	(4.052)
due from banks: at sight	731.778.997	625.552.327
due from banks: other loans	11.980.817	(3.633.062.229)
customer loans	(220.839.197)	(561.193.117)
other assets	158.742.062	316.793.686
3. Liquidity generated/absorbed by financial liabilities	(685.269.271)	3.474.641.962
due to banks: at sight	1.413.090.219	533.667.202
due to banks: other loans	(2.162.974.189)	2.687.823.500
due to customers	(459.341.932)	(266.324.381)
outstanding securities	456.832.977	25.294.797
financial liabilities held for trading	(10.610.966)	43.544.416
financial liabilities held at fair value	(27.791.420)	765.796.205
other liabilities	105.526.040	(315.159.777)
Net liquidity generated/absorbed by operating assets	138.763.797	105.230.698
B. INVESTMENTS		
1. Liquidity generated by:	-	-
sale of shareholdings	-	-
dividends collected on shareholdings	-	-
sale/repayment of financial assets held to maturity	-	-
sale of tangible assets	-	-
sale of intangible assets	-	-
sale of subsidiaries and company branches	-	-
2. Liquidity absorbed by	(1.189.009)	(3.196.346)
purchase of shareholdings	-	-
purchase of financial assets held to maturity	-	-
purchase of tangible assets	(1.189.009)	(3.196.346)
purchase of intangible assets	-	-
purchase of subsidiaries and company branches	-	-
Net liquidity generated/ absorbed by investments	(1.189.009)	(3.196.346)
C. FUNDING		
issue/purchase of own shares	-	-
issue/purchase of capital instruments	-	-
distribution of dividends and other purposes	(149.926.100)	(96.212.200)
Net liquidity generated/absorbed by funding	(149.926.100)	(96.212.200)
NET LIQUIDITY GENERATED/ABSORBED DURING THE YEAR	(12.351.312)	5.822.152
Reconciliation		
Accounts	30 06 2011	30 06 2010
Cash and cash equivalents at year opening	94.270.392	85.061.134
Total net liquidity generated/absorbed during the year	(12.351.312)	5.822.152
Cash and cash equivalents resulting from forex floating	(91.296)	290.214
Cash and cash equivalents at year closing	81.827.784	91.173.500

INDEPENDENT AUDITORS' REPORT
(Translation from the original Italian text)

To the Board of directors Banca Antonveneta SpA

We have reviewed the condensed interim consolidated financial statements, comprising the statement of financial position, income statement, comprehensive income statement, statement of changes in equity, statement of cash flows and notes thereto of Banca Antonveneta S.p.A. as at 30 June 2011. The responsibilities of preparing these condensed interim consolidated financial statements in accordance with IAS 34, "Interim Financial Reporting", endorsed by the European Union, are of the directors of Banca Antonveneta SpA. Our responsibility is to prepare this report based on our review.

We conducted our review in accordance with criteria for the review of condensed interim consolidated financial statements foreseen by the International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". The review consisted primarily of discussions with company directors that are responsible for the financial data presented, analysis of the balance sheet, and other revision procedures for condensed reviews. The review excluded such audit procedures such as tests of controls and verification or validation of assets and liabilities and is significantly less than an audit performed in accordance with generally accepted auditing standards. As a consequence, contrary to our report on the annual consolidated financial statements, we do not express an audit opinion on the condensed interim consolidated financial statements.

Concerning data relating to the preceding year's balance sheet and half year report for the preceding year presented for comparison purposes, references are made to our respective reviews dated 1 April 2011 and 10 November 2010.

Based on our review, nothing has come to our attention that causes us to believe that the condensed interim consolidated financial statements of Banca Antonveneta SPA as at 30 June 2011 have not been prepared, in all material respects, in conformity with IAS 34, "Interim Financial Reporting", endorsed by the European Union.

Padova, 25 August 2011

KPMG S.p.A.
Signed: Vito Antonini
Partner