



BANCA FINNAT

**PRESS RELEASE**

**BANCA FINNAT BOARD OF DIRECTORS APPROVES CONSOLIDATED RESULTS  
FROM FIRST NINE MONTHS OF 2022 WITH €3 MILLION GROUP PROFIT AND 33.1%  
CET 1 CAPITAL RATIO**

- **CONSOLIDATED NET FEE AND COMMISSION INCOME UP 5.8% TO 84.75% OF TOTAL INCOME FROM PREVIOUS 79.3%.**
- **TOTAL INCOME AMOUNTS TO €48.05 MILLION COMPARED TO €48.6 MILLION AT 30 SEPTEMBER 2021 (-1%).**
- **OPERATING COSTS DOWN 3.2% WITH SIMULTANEOUS IMPROVEMENT IN COST/INCOME RATIO FROM 81.5% TO 79.7%.**
- **NET IMPAIRMENT LOSSES ON CREDIT RISK UP TO €3.5 MILLION FROM €154 THOUSAND AT 30 SEPTEMBER 2021.**
- **CONSOLIDATED NET INCOME DOWN TO €3 MILLION FROM €4.3 MILLION IN THE FIRST NINE MONTHS OF 2021.**
- **OVERALL ASSETS UNDER MANAGEMENT AT €17.1 BILLION.**
- **CET 1 CAPITAL RATIO UP TO 33.1% FROM 31.1% AT 31.12.2021.**

**Rome, 11 November 2022** – The Banca Finnat Euramerica S.p.A. board of directors, which met today, examined and approved the Consolidated Interim Report dated 30 September 2022. The aforementioned Report will be published on the Company's corporate website [www.bancafinnat.it](http://www.bancafinnat.it) under Investor Relations/Regulated Information/Statements, on the authorised SDIR-NIS/NIS Storage platform ([www.emarketstorage.com](http://www.emarketstorage.com)) and made available on the Borsa Italiana S.p.A. website ([www.borsaitaliana.it](http://www.borsaitaliana.it)).

### Consolidated results from first nine months of 2022

- **Total Income** amounted to €48,053 thousand compared to €48,562 thousand at 30.09.2021 (-1.05%). The overall decrease, equal to €509 thousand, is attributable to:
  - A €2.22 million rise (+5.8%) in **Net fee and commission income**, from €38.5 million at 30.09.2021 to €40.7 million.
  - A €1.295 million drop (-16.2%) in **Net interest income** (from €7.98 million at 30.09.2021 to €6.68 million), mainly attributable to the lower contribution from transactions on the portfolio owned by the Bank.
  - A €1.9 million drop in **Net trading expense**, falling to €500 thousand in the negative at 30 September 2022 compared to €1.4 million in the positive for the first nine months of 2021.
  - A €127 thousand worsening in Net losses on other **Financial assets mandatorily measured at fair value** (€251 thousand loss at 30 September 2022 compared to a €124 thousand loss in the same period of 2021).
  - A €168 thousand drop in **Dividends and similar income** (from €722 thousand at 30.09.2021 to €554 thousand).
  - A €761 thousand rise in **Net gain from disposal of financial assets at amortised cost and financial assets at fair value through other comprehensive income** (€842 thousand at 30 September 2022 compared to €81 thousand at 30.09.2021).

The income statement also highlights:

- **Net Impairment losses on credit risk** of €3.47 million compared to €154 thousand losses at 30.09.2021. The impairment losses in the period relate to €3.16 million in Financial assets at amortised cost and €313 thousand in Financial assets at fair value through other comprehensive income.
- **Operating Costs** fell 3.2% to €38.3 million from €39.6 million at 30.09.2021, improving the Cost/Income ratio from 81.5% to 79.7%.
- **Net losses on equity investments** are at €246 thousand compared to a €326 thousand gain at 30.09.2021.
- **Income taxes** of €971 thousand at a 16.1% tax rate, compared to 30.6% (€2.75 million in taxes) at 30.09.2021.
- **Group Net Income** fell to €3 million from €4.3 million at 30.09.2021.
- The **Group's Consolidated shareholders equity** fell to €214.6 million from €227.2 million at 31.12.2021, with a Regulatory capital of €177.9 million (€189.4 million at 31.12.2021) and a 33.1% CET 1 Capital Ratio (31.1% at 31.12.2021). To mitigate the impact arising from application of the new reporting standard on own funds, the Bank opted to adhere to the transitional arrangements. Without this application, own funds would have been equal to €177.3 million with a CET 1 capital ratio of 33%.
- **Total group assets under management** stand at €17.1 billion, down 5% on the end of the previous period. This change is mainly due to the drop in stock and bond indexes seen during the period, partly offset by net contributions.

As of 30 September 2022 there were 28,810,640 treasury shares in the portfolio (28,810,640 on 31 December 2021), equal to 7.9% of the Bank's share capital.

The financial reporting manager in charge of drawing up corporate accounts (Giulio Bastia) declares, pursuant to article 154 bis(2) of the T.U.F., that the accounting information given in this press release complies with the accounting records, books and entries.

(PURSUANT TO ART. 66 OF CONSOB RESOLUTION NO. 11971 OF 14 MAY 1999)

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Encl. Income Statement, Statement of Financial Position, Statement of Comprehensive Income consolidated to 30.09.2022

**INCOME STATEMENT**  
(in thousands of Euros)

Items	1 January 30 September 2022	1 January 30 September 2021	1 July 30 September 2022	1 July 30 September 2021
<b>10.</b> Interest and similar income	9,945	10,437	3,679	3,092
<b>20.</b> Interest and similar expense	(3,262)	(2,459)	(955)	(903)
<b>30. Net interest income</b>	<b>6,683</b>	<b>7,978</b>	<b>2,724</b>	<b>2,189</b>
<b>40.</b> Fee and commission income	42,609	40,203	12,897	13,244
<b>50.</b> Fee and commission expense	(1,884)	(1,698)	(498)	(563)
<b>60. Net fee and commission income</b>	<b>40,725</b>	<b>38,505</b>	<b>12,399</b>	<b>12,681</b>
<b>70.</b> Dividends and similar income	554	722	-	-
<b>80.</b> Net trading expense	(500)	1,400	(222)	219
<b>100.</b> Net gain from disposal or repurchase of:	842	81	16	37
a) financial assets at amortised cost	21	61	16	-
b) financial assets at fair value through other comprehensive income	821	20	-	37
<b>110.</b> Net losses on other financial assets and liabilities at fair value through profit and loss	(251)	(124)	189	205
b) other financial assets mandatorily measured at fair value	(251)	(124)	189	205
<b>120. Total income</b>	<b>48,053</b>	<b>48,562</b>	<b>15,106</b>	<b>15,331</b>
<b>130.</b> Net impairment losses for credit risk associated with:	(3,470)	(154)	(507)	(59)
a) financial assets at amortised cost	(3,157)	(130)	(501)	(29)
b) financial assets at fair value through other comprehensive income	(313)	(24)	(6)	(30)
<b>140.</b> Net modification gains (losses)	4	(161)	4	(1)
<b>150. Net financial income</b>	<b>44,587</b>	<b>48,247</b>	<b>14,603</b>	<b>15,271</b>
<b>190.</b> Administrative expenses:	(41,426)	(40,843)	(12,655)	(12,479)
a) personnel expenses	(27,664)	(27,860)	(8,680)	(8,850)
b) other administrative expenses	(13,762)	(12,983)	(3,975)	(3,629)
<b>200.</b> Net reversals of (accruals to) provisions for risks and charges	19	159	(49)	29
a) commitments and guarantees given	(48)	159	(49)	29
b) other	67	-	-	-
<b>210.</b> Depreciation and net impairment losses on property, equipment and investment property	(2,574)	(2,553)	(866)	(854)
<b>220.</b> Amortisation and net impairment losses on intangible assets	(99)	(140)	(34)	(49)
<b>230.</b> Other operating income, net	5,775	3,802	1,128	1,274
<b>240. Operating costs</b>	<b>(38,305)</b>	<b>(39,575)</b>	<b>(12,476)</b>	<b>(12,079)</b>
<b>250.</b> Net loss on equity investments	(246)	326	(36)	(82)
<b>290. Profit from continuing operations before taxes</b>	<b>6,036</b>	<b>8,998</b>	<b>2,091</b>	<b>3,110</b>
<b>300.</b> Income taxes	(971)	(2,753)	(723)	(973)
<b>310. Profit from continuing operations after taxes</b>	<b>5,065</b>	<b>6,245</b>	<b>1,368</b>	<b>2,137</b>
<b>330. Profit for the year</b>	<b>5,065</b>	<b>6,245</b>	<b>1,368</b>	<b>2,137</b>
<b>340.</b> Profit for the year attributable to non-controlling interests	2,037	1,901	618	555
<b>350. Profit for the year attributable to the owner of the parent</b>	<b>3,028</b>	<b>4,344</b>	<b>750</b>	<b>1,582</b>

**STATEMENT OF FINANCIAL POSITION**  
(in thousands of Euros)

Assets		30.09.2022	31.12.2021
<b>10.</b>	Cash and cash equivalents	105,166	115,367
<b>20.</b>	Financial assets at fair value through profit and loss	33,062	35,459
	a) financial assets held for trading	7,896	9,327
	c) other financial assets mandatorily measured at fair value	25,166	26,132
<b>30.</b>	Financial assets at fair value through other comprehensive income	508,088	345,869
<b>40.</b>	Financial assets at amortised cost	1,303,121	1,339,422
	a) loans and receivables with banks	15,716	54,372
	b) loans and receivables with customers	1,287,405	1,285,050
<b>70.</b>	Equity investments	10,139	10,385
<b>90.</b>	Property, equipment and investment property	18,338	19,896
<b>100.</b>	Intangible assets	31,084	31,089
	of which:		
	- goodwill	28,129	28,129
<b>110.</b>	Tax assets	13,252	9,993
	a) current	607	74
	b) deferred	12,645	9,919
<b>130.</b>	Other assets	23,291	38,408
<b>Total assets</b>		<b>2,045,541</b>	<b>1,945,888</b>

**STATEMENT OF FINANCIAL POSITION**  
(in thousands of Euros)

Liabilities and equity		30.09.2022	31.12.2021
<b>10.</b>	Financial liabilities at amortised cost	1,769,672	1,651,310
	a) due to banks	295	394
	b) due to customers	1,769,377	1,650,916
<b>20.</b>	Financial liabilities held for trading	1,760	2,065
<b>60.</b>	Tax liabilities	1,162	2,490
	a) current	428	911
	b) deferred	734	1,579
<b>80.</b>	Other liabilities	19,281	23,375
<b>90.</b>	Post-employment benefits	5,903	5,752
<b>100.</b>	Provisions for risks and charges:	105	124
	a) commitments and guarantees given	103	55
	c) other provisions for risks and charges	2	69
<b>120.</b>	Valuation reserves	(1,414)	10,292
<b>150.</b>	Reserves	154,485	152,261
<b>170.</b>	Capital	72,576	72,576
<b>180.</b>	Treasury shares (-)	(14,059)	(14,059)
<b>190.</b>	Non-controlling interests (+/-)	33,042	33,572
<b>200.</b>	Profit for the year (+/-)	3,028	6,130
<b>Total liabilities and equity</b>		<b>2,045,541</b>	<b>1,945,888</b>

**STATEMENT OF COMPREHENSIVE INCOME**  
(in thousands of Euros)

Items	1 January 30 September 2022	1 January 30 September 2021
<b>10. Profit for the year</b>	<b>5,065</b>	<b>6,245</b>
<b>Other comprehensive income after taxes that will not be reclassified to profit or loss</b>		
<b>20.</b> Equity instruments at fair value through other comprehensive income	(3,568)	78
<b>70.</b> Defined benefit plans	(62)	79
<b>90.</b> Share of valuation reserves of equity-accounted investments	-	(34)
<b>Other comprehensive income after taxes that will be reclassified to profit or loss</b>		
<b>140.</b> Financial assets (other than equity instruments) at fair value through other comprehensive income	(8,079)	379
<b>170. Total other comprehensive income after tax</b>	<b>(11,709)</b>	<b>502</b>
<b>180. Comprehensive income (Items 10+170)</b>	<b>(6,644)</b>	<b>6,747</b>
<b>190.</b> Comprehensive income attributable to non-controlling interests	2,034	1,978
<b>200. Comprehensive income attributable to owners of the parent</b>	<b>(8,678)</b>	<b>4,769</b>