

PRESS RELEASE

**THE BOARD OF DIRECTORS
OF THE PARENT COMPANY "BANCO DI DESIO E DELLA BRIANZA S.P.A." HAS APPROVED
THE CONSOLIDATED HALF-YEAR REPORT
AS AT 30 JUNE 2010**

- ✓ **THE NET PROFIT INCREASED TO EUR 36.9 MILLION (+ EUR 2.2 million, equal to 6.4% yoy, despite the lower contribution of the profit from non-current operations for EUR 10 million)**
- ✓ **INCREASED LOANS (+8.7% yoy, up by more than 20% of the technical forms of mortgage loans and personal loans) AND DEPOSITS FROM CUSTOMERS (DIRECT +2.3%, INDIRECT +9.1% yoy)**
- ✓ **FURTHER STRENGTHENING OF THE SHAREHOLDERS' EQUITY (+6.1% yoy); Tier1 and Core Tier1 rose from 10.4% to 10.9%**
- ✓ **CONTINUOUS EXPANSION OF THE DISTRIBUTION NETWORK (8 new branches, +4.9%yoy)**

CONSOLIDATED FIGURES AS AT 30 June 2010 ⁽¹⁾

SUMMARY

Direct deposits from customers EUR 6.96 billion (+2.3%)

Indirect deposits from customers EUR 11.42 billion (+9.1%) ⁽²⁾

Net loans to customers EUR 6.28 billion (+8.7%)

Positive net interbank position EUR 391.2 million (-51.0%)

Parent Company Shareholders' equity EUR 774.7 million (+6.1%) ⁽³⁾

Tier1 and Core Tier1 10.9%

Consolidated Parent Company Profit for the period EUR 36.9 million (6.4%)

(1) Changes compared to the data of the comparative period as at 30 June 2009

(2) Net of the custodian bank assets

(3) Including the profit for the period

The Board of Directors of the Parent Company Banco di Desio e della Brianza S.p.A., which met on 26 August 2010, approved the *Consolidated half-year report as at 30 June 2010*, drawn up pursuant to art. 154-ter of Italian Legislative Decree 58/1998 and predisposed in compliance with the applicable international accounting standards recognised by the European Community pursuant to Community Regulation no. 1606 of 19 July 2002 (and particularly to IAS 34 – Interim Financial Statements) as well as the provisions of the Bank of Italy issued with Circular no. 262 of 22 December 2005 and subsequent updates.

Key figures as at 30 June 2010

Balance sheet data

Total assets under management increased at the end of the half year to EUR 18.4 billion, up by EUR 1.1 billion compared to the comparative period, equal to 6.4%, attributable to both *direct deposits* (+2.3%) and *indirect deposits* (+9.1%). The former reached about EUR 7 billion, with an increase of approximately EUR 0.2 billion, while the latter reached EUR 11.4 billion, growing by about EUR 1 billion. Regarding *indirect deposits from ordinary customers*, the increase of about EUR 0.2 billion, equal to 1.9%, is correlated to the performance of the asset management sector, partially adjusted to the decreased in assets under management.

The total value of *loans to customers* reached EUR 6.3 billion, with an 8.7% increase compared to the comparative period attributable to the 20% contribution from the technical forms of mortgage loans and personal loans, thus confirming the support given by the Group to families and SMEs in the difficult economic and financial situation.

The credit risk index, determined by the “non-performing loans/net loans to customers” ratio, rose to 1.22%, compared to 1.07% in the first half of the previous year, in any case remaining rather low.

The total *financial assets* of the Group reached EUR 1.1 billion, up by EUR 0.2 billion compared to the comparative period.

The *net interbank position* was positive by about EUR 0.4 billion, compared to about EUR 0.8 billion recorded at the end of the first quarter of the previous year.

The Parent Company *shareholders' equity*, including the profit of the period, amounts to a total of EUR 774.7 million, with an increase of EUR 44.5 million compared to the first half of 2009.

The consolidated *balance sheet coefficients* as at 30 June 2010, calculated according to the supervisory provisions in force, are growing further; Tier1 and Core Tier1 rose to 10.9%, while Tier2 reached 12.3%.

Income statement data

The first half of the year closed with a Parent Company profit for the period of EUR 36.9 million, compared to EUR 34.7 million of the previous year.

The performance of the main items in the reclassified Income Statement showed the following:

Operating income

The revenue items that are characteristic of the operations show an increase of 0.4% compared to the comparative period, reaching EUR 169.3 million.

Worth mentioning is the increase in *net commissions* for EUR 5.3 million, *profit/loss from insurance management* for EUR 1.8 million and the item comprising the *profit/loss on trading, hedging and disposal/repurchase of financial assets and liabilities measured at fair value* for EUR 1.3 million, mainly attributable to the profit from the disposal or repurchase of financial assets available-for-sale; vice versa, the balance of the *net interest income* decreased by EUR 7.5 million, consequently to the sharp drop in market rates and the *other operating income/charges* for EUR 0.3 million.

Operating charges

Operating charges, which include *personnel expenses*, other *administrative expenses*, *net adjustments to property, plant and equipment and intangible assets*, show a balance of EUR 113.3 million, an increase of 1.2%.

Operating profit/loss after tax

Operating profit/loss at the end of the half year, equal to EUR 56 million, is in line with the comparative period; *net adjustments for impairment of loans* for EUR 16.7 million, by more than 50% lower than the comparative period, and the *net allocations to provisions for risks and charges* for EUR 0.3 million, as well as the *Income taxes for the period* for EUR 16.3 million, led to an *operating profit after tax* of EUR 22.7 million, with an increase of EUR 12.6 million.

Profit from non-current operations after tax

Profit from non-current operations after tax comprises the partial release of EUR 14.6 million from the provisions, equal to a total of EUR 37.8 million, allocated at the end of 2008 to hedge against the risk of partial review of the

price collected for the disposal of 70% of Chiara Vita S.p.A. by the Parent Company, as contractually agreed, at the end of the industrial plan of the Company (2012).

At the end of the previous period the result was mainly attributable (EUR 21.9 million) to the capital gain deriving from the disposal by the Parent Company of 21.191% of the share capital of Anima SGRp.A.

Parent Company Profit for the period

The sum of the *operating profit after tax and the profit from non-current operations after tax* results in a *Parent Company profit* for the first half of 2010 of EUR 36.9 million, net of the minority interest of EUR 0.4 million. The result obtained grew by EUR 2.2 million, equal to 6.4% of the result of the first half of the previous year, which had benefitted from a greater profit from non-current operations after tax for EUR 10 million.

The territorial development of the *Distribution network* of the Group led to a total of 172 branches at the end of the first half of the year, an increase of 8 units and equal to 4.9% compared to the final balance at the end of June of the previous year, while *Employees* totalled 1,847, an increase of 34 resources, equal to 1.9%, compared to the comparative period.

Desio, 26 August 2010

BANCO DI DESIO E DELLA BRIANZA S.p.A.

The Chairman

The Manager in charge of drawing up company accounting documents, Piercamillo Secchi, declares, pursuant to art. 154-bis, subsection 2 of Legislative Decree no. 58/1998 (Consolidated Financial Act), that the accounting information provided in this release matches the information reported in the company's documents, books and accounting records.

Manager in charge of drawing up
the company accounting documents
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CONSOLIDATED - BALANCE SHEET

Assets		30.06.2010	30.06.2009	Changes	
<i>Amounts in thousands of EUR</i>				abs.	%
10	Cash and cash equivalents	24.899	23.858	1.041	4,4%
20	Financial assets held for trading	54.903	187.261	-132.358	-70,7%
40	Financial assets available for sale	970.301	683.618	286.683	41,9%
50	Financial assets held to maturity	58.615	11.086	47.529	428,7%
60	Due from banks	486.228	856.113	-369.885	-43,2%
70	Loans to customers	6.279.307	5.778.308	500.999	8,7%
100	Equity investments	16.427	18.215	-1.788	-9,8%
110	Technical reserves ceded to reinsurers	5.823	4.626	1.197	25,9%
120	Property, plant and equipment	149.576	145.019	4.557	3,1%
130	Intangible assets	45.959	43.872	2.087	4,8%
	<i>of which: goodwill</i>	43.513	41.714	1.799	4,3%
140	Tax assets	35.687	37.068	-1.381	-3,7%
	<i>a) current</i>	3.278	4.006	-728	-18,2%
	<i>b) prepaid</i>	32.409	33.062	-653	-2,0%
160	Other assets	117.506	124.979	-7.473	-6,0%
Total assets		8.245.231	7.914.023	331.208	4,2%

Liabilities		30.06.2010	30.06.2009	Changes	
<i>Amounts in thousands of EUR</i>				abs.	%
10	Due to banks	95.075	57.152	37.923	66,4%
20	Due to customers	4.588.316	4.200.359	387.957	9,2%
30	Outstanding securities	1.895.765	2.032.694	-136.929	-6,7%
40	Financial liabilities held for trading	6.752	8.434	-1.682	-19,9%
50	Financial liabilities measured at fair value	472.673	569.496	-96.823	-17,0%
60	Hedging derivatives	9.330	0	9.330	
80	Tax liabilities	15.315	15.854	-539	-3,4%
	<i>a) current</i>	4.604	4.509	95	2,1%
	<i>b) deferred</i>	10.711	11.345	-634	-5,6%
100	Other liabilities	286.952	189.098	97.854	51,7%
110	Employee severance indemnity	25.358	26.773	-1.415	-5,3%
120	Provisions for risks and charges	45.626	64.752	-19.126	-29,5%
	<i>a) pensions and similar obligations</i>	164	109	55	50,5%
	<i>b) other provisions</i>	45.462	64.643	-19.181	-29,7%
130	Technical reserves	25.456	15.621	9.835	63,0%
140	Valuation reserves	25.089	19.289	5.800	30,1%
170	Reserves	628.803	592.350	36.453	6,2%
180	Share premium	16.145	16.145	0	-
190	Capital	67.705	67.705	0	-
210	Minority interest (+/-)	3.922	3.568	354	9,9%
220	Profit (Loss) for the period (+/-)	36.949	34.733	2.216	6,4%
Total Liabilities and Shareholders' Equity		8.245.231	7.914.023	331.208	4,2%

CONSOLIDATED - RECLASSIFIED INCOME STATEMENT

Items	30.06.2010	30.06.2009	Changes	
			Value	%
<i>Amounts in thousands of EUR</i>				
10+20 Net interest income	91.129	98.589	-7.460	-7,6%
70 Dividends and similar income	346	404	-58	-14,4%
Profits from investments in associated companies	1.769	1.669	100	6,0%
40+50 Net commissions	61.842	56.525	5.317	9,4%
80+90+100+ Profit/loss on trading, hedging and disposal/repurchase of fin. assets and liabilities measured at fair value	6.343	5.079	1.264	24,9%
110				
150+160 Profit/loss from insurance management	5.216	3.433	1.783	51,9%
220 Other operating income/charges	2.657	2.915	-258	-8,9%
Operating income	169.302	168.614	687	0,4%
180 a Personnel expenses	-74.010	-72.301	-1.709	2,4%
180 b Other administrative expenses	-34.014	-34.278	264	-0,8%
200+210 Net adj. to prop., plant and equip. and intangible assets	-5.298	-5.384	86	-1,6%
Operating charges	-113.322	-111.962	-1.359	1,2%
Operating profit/loss	55.980	56.652	-672	-1,2%
Profit (Loss) from disposal or repurchase of loans	0	-293	293	-100,0%
130 a Net adjustments for impairment of loans	-16.707	-33.738	17.031	-50,5%
130 d Net adjustments for impairment of other financial transactions	7	-53	60	-113,2%
190 Net allocations to provisions for risks and charges	-341	-941	600	-63,8%
Operating profit (loss) before tax	38.939	21.627	17.312	80,0%
290 Income taxes for the period	-16.279	-11.578	-4.701	40,6%
Operating profit (loss) after tax	22.660	10.049	12.611	125,5%
240+270 Profit (loss) from investments and disposals of investments	0	21.871	-21.871	n.s.
Provisions for risks and charges on extraordinary transactions	14.636	0	14.636	
Profit (Loss) from non-current operations before tax	14.636	21.871	-7.235	n.s.
Income taxes from non-current components for the period	0	2.749	-2.749	n.s.
Profit (Loss) from non-current operations after tax	14.636	24.620	-9.984	n.s.
320 Profit (Loss) for the period	37.296	34.669	2.627	7,6%
330 Minority interest	-347	64	-411	-642,2%
340 Parent Company Profit (Loss) for the period	36.949	34.733	2.216	6,4%