

PRESS RELEASE

**THE BOARD OF DIRECTORS
OF PARENT COMPANY "BANCO DI DESIO E DELLA BRIANZA S.P.A."
APPROVED THE CONSOLIDATED INTERIM REPORT
AS AT 31 MARCH 2011**

- ✓ **INCREASE IN LOANS (+6.1% on a yearly basis, with constant support to families and SMEs, in particular through mortgages) AND TOTAL DEPOSITS (+1.1% on a yearly basis)**
- ✓ **FURTHER STRENGTHENING OF SHAREHOLDERS' EQUITY (+3.1% on a yearly basis); Tier1 and Core Tier 1 increase to 11.4%**
- ✓ **CONTINUED EXPANSION OF THE DISTRIBUTION NETWORK (6 new openings on a yearly basis, bringing the total number of branches to 177)**
- ✓ **OPERATING PROFIT UP (+10.9% on a yearly basis, accompanied by a lesser impact on adjustments to loans)**
- ✓ **CONSOLIDATED NET PROFIT FOR THE YEAR PERTAINING TO THE PARENT COMPANY EUR 23.6 million**

KEY CONSOLIDATED FIGURES AS AT 31 MARCH 2011 ⁽¹⁾

SUMMARY

Total deposits from customers EUR 18.51 billion (+1.1%) ⁽²⁾
of which Direct Deposits EUR 6.75 billion
Net loans to customers EUR 6.56 billion (+6.1%)
Shareholders' equity pertaining to the Parent Company EUR 810.4 million (+3.1%) ⁽³⁾
Tier1 and Core Tier1 11.4 % (previously 11.0%)
Net operating profit EUR 16.1 million
Consolidated net profit for the year pertaining to the Parent Company EUR 23.6 million

(1) changes over last period at 31 March 2010;

(2) not including depositary bank assets;

(3) including profit for the period

The Board of Directors of the Parent Company Banco di Desio e della Brianza S.p.A., met on 12 May 2011, approved the *Consolidated Interim Report as at 31 March 2011*, drawn up pursuant to art. 154-ter of Legislative Decree 58/1998 and prepared in accordance with applicable international accounting standards recognised in the European Union according to the EU Regulation no.1606 of 19 July 2002 (and, in particular, IAS 34 – Interim financial statements), as well as the Bank of Italy's provisions with Memorandum no. 262 of 22 December 2005 and subsequent amendments.

Consolidated balance sheet data

Total customer assets under management at the end of the first quarter amounted to EUR 18.5 billion, increasing by EUR 0.2 billion over the previous period, or a 1.1% rise.

The balance of *direct deposits* as at 31 March 2011 amounted to EUR 6.7 billion, decreasing by 0.9%, equal to EUR 0.1 billion, over the last balance, attributable to decreased amounts due to customers because of lower liquidity of institutional customers/the depositary bank. *Indirect deposits* generally increased by EUR 0.3 billion, equal to 2.3% of the previous balance, reaching EUR 11.8 billion. The growth is attributable both to the deposits from “ordinary” customers, connected to the positive trend of the administered savings area, and to deposits from institutional customers net of the volumes involving depositary bank “servicing”.

The total value of *loans to customers* as at 31 March 2011 reached EUR 6.6 billion, increasing by 6.1% over the previous period, highlighting the Group’s constant support to families and SMEs in a difficult economic and financial context, in particular through mortgages.

The credit risk ratio calculated on net *non performing loans/ net loans* increased to 1.43%, compared to 1.21% of the first quarter of the previous financial year, as a natural consequence of the economic situation, still showing quite a low figure.

Total Group *financial assets* stood at EUR 0.9 billion, increasing by EUR 0.1 billion over the final figure of the previous period.

The *net interbank position* improved by EUR 0.1 billion, compared to EUR 0.4 billion of the end of the first quarter of the previous financial year.

Shareholders’ equity, including profit for the year, amounted to EUR 810.4 million, increasing by EUR 24.6 million over the figure of the first quarter of 2010.

The consolidated *capital ratios* as at 31 March 2011, calculated in accordance with the supervisory regulations in force, showed a further increase; *Tier 1* and *Core Tier 1* stood at 11.4% while *Tier 2* reached 12.7%.

Consolidated income statement data

The first quarter closed with a *profit for the period pertaining to the Parent Company* of EUR 23.6 million, compared to EUR 29 million of the previous year.

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

Operating income

The income typical of operations shows a similar trend to the income of the previous period (-1.5%), standing at EUR 82.8 million.

Particularly noteworthy are increases of EUR 1.4 million in *net interest income* (+3.0%), of EUR 1 million in *Other operating income/charges* and of EUR 0.6 million of *Profit/loss from insurance management*; conversely, other items decreased, in particular *Net commissions* by EUR 2.5 million (-8.3%, mainly because of a stop in the Parent Company’s depositary bank activity), *hedging and disposal/repurchase of financial assets and liabilities measured at fair value* by EUR 1.6 million (attributable to profit from disposal/repurchase of available-for-sale financial assets), as well as *the profits from investments in associated companies* by EUR 0.1 million.

Operating charges

Total operating charges, which include *personnel expenses, other administrative expenses and net adjustments to property, plant and equipment and intangible assets*, showed a balance of EUR 53.7 million, decreasing by 2.0%.

Operating profit/loss after tax

The operating profit/loss at the end of the period consequently amounted to EUR 29.1 million, compared to EUR 29.3 million of the previous period; the *Net adjustments for impairment of loans* of EUR 3.3 million (EUR 6.4 million in the first quarter of the previous year), the positive balance of the *net adjustments for impairment of other financial transactions* for EUR 0.1 million and *net provisions for risks and charges* for EUR 0.1 million, as well as the *Income taxes for the period* of EUR 9.7 million, led to *Operating profit/loss after tax* of EUR 16.1 million, up by 10.9%.

Non-recurring operating profit/loss after tax

The *non-recurring operating profit* amounted to 7.7 million and mainly consists of the partial release of the allowance which totals EUR 37.8 million that was established at the end of 2008 against the risk of partial revision of the price collected for the disposal of 70% of Chiara Vita S.p.A. by the Parent Company as contractually provided within the company's business plan (2012). Conversely, at the end of the previous period, the balance, still consisting of the partial release of the aforementioned allowance, amounted to EUR 14.6 million.

Parent Company profit (Loss) for the period

By adding the *operating profit after taxes* to *non-recurring operating profit after taxes*, the *Parent Company Profit (Loss) for the period* amounts to EUR 23.6 million, net of minority interest for EUR 0.2 million. The result shows EUR 5.4 million less over the previous year (-18.7%), which, however, benefited from EUR 6.9 million more relating to the non-recurring profit/loss after taxes.

The territorial development of the Group's **distribution network** led to a total number of 177 branches at the end of the first quarter of the year, with a rise of six units over the final figure at the end of March of the previous year; whereas there are 1862 **employees**, up by 21 compared to the last period.

The schedules relating to the consolidated *Balance Sheet* and *Reclassified Income Statement* as at 31 March 2011 are hereby attached.

Desio, 12 May 2011

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

The Chairman

The Manager in charge of drawing up the company accounting documents, Piercamillo Secchi, hereby declares that, pursuant to art. 154-bis, paragraph 2 of the Consolidated Law on Finance, the accounting information contained in this press release corresponds to the company's documents, books and accounting records.

Piercamillo Secchi

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CONSOLIDATED - Balance Sheet

Assets		31.03.2011	31.03.2010	Changes	
<i>Amounts in thousands of EUR</i>				Amount	%
10	Cash and cash equivalents	25.949	25.082	867	3,5%
20	Financial assets held for trading	33.654	82.815	-49.161	-59,4%
40	Financial assets available for sale	741.347	868.063	-126.716	-14,6%
50	Financial assets held to maturity	123.359	3.222	120.137	3728,6%
60	Due from banks	375.045	557.562	-182.517	-32,7%
70	Loans to customers	6.564.150	6.188.900	375.250	6,1%
100	Equity investments	18.278	20.089	-1.811	-9,0%
110	Technical reserves ceded to reinsurers	6.484	5.609	875	15,6%
120	Property, plant and equipment	152.499	147.101	5.398	3,7%
130	Intangible assets	48.186	45.913	2.273	5,0%
	<i>of which: goodwill</i>	44.405	43.513	892	2,0%
140	Tax assets	41.755	43.298	-1.543	-3,6%
	<i>a) current</i>	8.040	13.977	-5.937	-42,5%
	<i>b) deferred</i>	33.715	29.321	4.394	15,0%
160	Other assets	117.955	116.656	1.299	1,1%
	Total assets	8.248.661	8.104.310	144.351	1,8%

Liabilities		31.03.2011	31.03.2010	Variazioni	
<i>Amounts in thousands of EUR</i>				Valore	%
10	Due to banks	253.410	165.549	87.861	53,1%
20	Due to customers	4.290.911	4.353.219	-62.308	-1,4%
30	Outstanding securities	2.149.631	1.934.416	215.215	11,1%
40	Financial liabilities held for trading	10.993	11.770	-777	-6,6%
50	Financial liabilities measured at fair value	308.639	519.768	-211.129	-40,6%
60	Hedging derivatives	5.142	-	5.142	
80	Tax liabilities	22.469	22.736	-267	-1,2%
	<i>a) current</i>	12.322	10.533	1.789	17,0%
	<i>b) deferred</i>	10.147	12.203	-2.056	-16,8%
100	Other liabilities	301.157	212.048	89.109	42,0%
110	Employee severance indemnity	23.242	25.505	-2.263	-8,9%
120	Provisions for risks and charges	35.024	46.388	-11.364	-24,5%
	<i>a) pensions and similar obligations</i>	177	161	16	9,9%
	<i>b) other provisions</i>	34.847	46.227	-11.380	-24,6%
130	Technical reserves	32.889	23.263	9.626	41,4%
140	Valuation reserves	20.922	30.792	-9.870	-32,1%
170	Reserves	682.078	642.168	39.910	6,2%
180	Share premium	16.145	16.145	-	
190	Capital	67.705	67.705	-	
210	Minority interest (+/-)	4.724	3.851	873	22,7%
220	Profit (Loss) for the period (+/-)	23.580	28.987	-5.407	-18,7%
	Total Liabilities and Shareholders' Equity	8.248.661	8.104.310	144.351	1,8%

CONSOLIDATED - RECLASSIFIED INCOME STATEMENT AS AT 31 MARCH 2011

Items	31.03.2011	31.03.2010	Changes	
			Value	%
<i>Amounts in thousands of EUR</i>				
10+20	47.068	45.700	1.368	3,0%
70	1	0	1	
	684	791	-107	-13,5%
40+50	27.858	30.376	-2.518	-8,3%
80+90+100+				
110	1.363	2.971	-1.608	-54,1%
150+160	2.969	2.374	595	25,1%
220	2.838	1.802	1.036	57,5%
Operating income	82.781	84.014	-1.233	-1,5%
180 a	-37.127	-35.881	-1.246	3,5%
180 b	-13.832	-16.210	2.378	-14,7%
200+210	-2.700	-2.654	-46	1,7%
Operating charges	-53.658	-54.745	1.087	-2,0%
Operating profit/loss	29.123	29.269	-146	-0,5%
	0	0	0	
130 a	-3.269	-6.372	3.103	-48,7%
130 d	62	229	-167	-72,9%
190	-58	316	-374	-118,2%
Profit (Loss) from current operations before tax	25.858	23.442	2.416	10,3%
290	-9.735	-8.904	-831	9,3%
Profit (Loss) from current operations after tax	16.123	14.538	1.585	10,9%
240+270	2	0	2	
	7.700	14.636	-6.936	-47,4%
Profit (Loss) from non-recurring transactions before tax	7.702	14.636	-6.934	-47,4%
	0	0	0	
Profit (Loss) from non-recurring transactions after tax	7.702	14.636	-6.934	-47,4%
320 Profit (Loss) for the period	23.825	29.174	-5.349	-18,3%
330	-245	-187	-58	31,0%
340 Parent Company Profit (Loss) for the period	23.580	28.987	-5.407	-18,7%