

PRESS RELEASE

BoD approves the draft separate and consolidated financial Statements as at 31 December 2022

- Preliminary separate and consolidated results for 2022 confirmed, as approved and communicated on 8 February 2023
- Proposal for a dividend of EUR 0.12 per share confirmed

Shareholders' Meeting convened for 26 April 2023

Modena, 9 March 2023 At its meeting today, the Board of Directors of BPER Banca reviewed and approved the draft separate financial statements of the Bank and the Consolidated Financial Statements of the Group as at 31 December 2022, confirming the preliminary results¹ reviewed and approved on 8 February 2023.

The Board additionally approved the proposed pay-out of a cash dividend of EUR 0.12 per share for each of the 1,415,850,518 shares representing the share capital, net of those held on the ex-date (1,641,506 to date), for a total maximum amount of EUR 169,902,062.16.

The dividend, which will be submitted for approval to the Shareholders' Meeting, will be paid as of 24 May 2023 (*payment date*) with date of coupon detachment (*ex date*) on Monday, 22 May 2023 and date of entitlement to payment under art. 83-*terdecies* of the Consolidated Law on Finance (*record date*) on Tuesday, 23 May 2023.

As a complement to the information provided in this press release, attached please find:

- the Group's consolidated Balance Sheet and Income Statement (quarterly breakdown and reclassified) as at 31 December 2022, in addition to a summary of key financial indicators;
- the Parent Company's separate Balance Sheet and Income Statement as at 31 December 2022.

The Board of Directors further resolved today to convene the Ordinary Shareholders' Meeting of BPER Banca S.p.A. on 26 April 2023 in one call, to discuss and approve the separate financial statements and proposed allocation of profit and dividend payout, in addition to supplementary fees to be paid to the Independent Auditing Firm, the 2023 Report on Remuneration Policy and Compensation Paid, the short-term incentive plan based on financial instruments and the authorisation to purchase and dispose of treasury shares. This authorisation is required to service incentive schemes and any termination payments and provides for a maximum disbursement of EUR 13 million.

¹ The documents approved reflect a reclassification among income statement items, carried out in consequence of the controls performed after the approval, with no impact on the final result. More specifically, the tax impact (previously included in "Item 300. Income taxes for the year on current operations"), amounting to approximately Euro 115 mln, in relation to the measurement at fair value of the assets and liabilities acquired from the Carige Group taxable in 2022 was included in *badwill* (Item 275 "Badwill").

The notice of call, the explanatory reports concerning the items on the agenda and other documents relating to the Shareholders' Meeting, inclusive of the annual financial report (containing the draft separate financial statements of BPER Banca and the consolidated financial statements of the BPER Group), the reports of the independent auditing firm Deloitte & Touche S.p.A., the Statutory Auditors' report, the consolidated non-financial statement, the corporate governance and ownership structure report, the 2023 report on remuneration policy and compensation paid and the information-sharing document on the incentive plan based on financial instruments, will be published according to the terms and deadlines set by regulations in force.

BPER Banca S.p.A.

The Manager responsible for preparing the Company's financial reports, Marco Bonfatti, declares in accordance with art. 154-*bis*, para. 2, of the Consolidated Law on Finance, that the accounting information contained in this press release corresponds to the underlying documentary evidence, books and accounting records.

Modena, 9 March 2023

The Manager responsible for preparing the Company's financial reports Marco Bonfatti

Please note that following today's approval of the Draft Separate and Consolidated Financial Statements for 2022, no conference call will be arranged as it was held on 8 February 2023 after approval of the 2022 preliminary results.

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This press release is also available in the 1INFO storage system.

Reclassified financial statements as at 31 December 2022

For greater clarity in the presentation of the results for the year, the accounting schedules envisaged by the 7th update of Bank of Italy Circular no. 262/2005 have been reclassified as follows.

In the balance sheet:

- debt securities measured at amortised cost (caption 40 *“Financial assets measured at amortised cost”*) have been reclassified to the caption *“Financial assets”*;
- the caption *“Other assets”* includes captions 110 *“Tax assets”*, 120 *“Non-current assets and disposal groups classified as held for sale”* and 130 *“Other assets”*;
- the caption *“Other liabilities”* includes captions 60 *“Tax liabilities”*, 70 *“Liabilities associated with assets classified as held for sale”*, 80 *“Other liabilities”*, 90 *“Employee termination indemnities”* and 100 *“Provisions for risks and charges”*.

In the income statement:

- the caption *“Net commission income”* includes Euro 20.3 million related to commission on placement of Certificates, allocated for accounting purposes to caption 110 *“Net income on other financial assets and liabilities measured at fair value through profit or loss”* of the accounting schedule;
- the caption *“Net income from financial activities”* includes captions 80, 90, 100 and 110 of the accounting schedule, net of commission on placement of Certificates mentioned above;
- indirect tax recoveries, allocated for accounting purposes to caption 230 *“Other operating expense/income”* have been reclassified as a reduction in the related costs under *“Other administrative expenses”* (Euro 250.5 million at 31 December 2022 and Euro 232.3 million at 31 December 2021);
- the caption *“Net adjustments to property, plant, equipment and intangible assets”* includes captions 210 and 220 of the accounting schedule;
- the caption *“Gains (Losses) on investments”* includes captions 250, 260, 270 and 280 of the accounting schedule;
- the caption *“Income taxes on current operations for the year”* includes the commission for the conversion of the tax losses of Carige into DTAs (Euro 111.5 million), allocated in the caption 190b) *“Other administrative expenses”* of the accounting schedule;
- the caption *“Contributions to the DGS, SRF and IDPF-VS funds”* has been shown separately from the specific accounting technical forms to give a better and clearer representation, as well as to leave the *“Other administrative expenses”* as a better reflection of the trend in the Group’s operating costs. In particular, at 31 December 2022, this caption represents the component allocated for accounting purposes to administrative expenses in relation to:
 - the 2022 contribution to the SRF (European Single Resolution Fund) for Euro 45.7 million;
 - the 2022 contribution to the DGS (Deposit Guarantee Schemes) for Euro 126.7 million.

Reclassified consolidated balance sheet as at 31 December 2022

Assets	(In thousands)						
	31.12.2022	30.09.2022	Change 31.12.2022 - 30.09.2022	% Change 31.12.2022 - 30.09.2022	31.12.2021	Change 31.12.2022 - 31.12.2021	% Change 31.12.2022 - 31.12.2021
Cash and cash equivalents	13,997,441	25,659,992	(11,662,551)	-45.45	1,306,282	12,691,159	971.55
Financial assets	30,665,767	30,483,095	182,672	0.60	28,373,380	2,292,387	8.08
a) Financial assets held for trading	707,498	644,603	62,895	9.76	323,721	383,777	118.55
b) Financial assets designated at fair value	2,381	2,375	6	0.25	125,098	(122,717)	-98.10
c) Other financial assets mandatorily measured at fair value	742,099	732,116	9,983	1.36	714,759	27,340	3.83
d) Financial assets measured at fair value through other comprehensive income	7,962,910	8,279,456	(316,546)	-3.82	6,631,897	1,331,013	20.07
e) Debt securities measured at amortised cost	21,250,879	20,824,545	426,334	2.05	20,577,905	672,974	3.27
- banks	6,596,865	6,263,929	332,936	5.32	5,795,622	801,243	13.82
- customers	14,654,014	14,560,616	93,398	0.64	14,782,283	(128,269)	-0.87
Loans	94,193,207	94,152,489	40,718	0.04	100,862,925	(6,669,718)	-6.61
a) Loans to banks	2,885,583	3,205,666	(320,083)	-9.98	21,695,054	(18,809,471)	-86.70
b) Loans to customers	91,174,835	90,801,472	373,363	0.41	79,112,914	12,061,921	15.25
c) Financial assets measured at fair value	132,789	145,351	(12,562)	-8.64	54,957	77,832	141.62
Hedging derivatives	1,808,515	1,766,702	41,813	2.37	178,108	1,630,407	915.40
Equity investments	376,158	370,927	5,231	1.41	240,534	135,624	56.38
Property, plant and equipment	2,546,295	2,612,725	(66,430)	-2.54	1,946,456	599,839	30.82
Intangible assets	563,502	488,845	74,657	15.27	459,197	104,305	22.71
- of which: goodwill	204,392	204,392	-	-	204,392	-	-
Other assets	8,151,909	7,419,487	732,422	9.87	2,980,991	5,170,918	173.46
Total assets	152,302,794	162,954,262	(10,651,468)	-6.54	136,347,873	15,954,921	11.70

Liabilities and shareholders' equity	(in thousands)						
	31.12.2022	30.09.2022	Change 31.12.2022 - 30.09.2022	% Change 31.12.2022 - 30.09.2022	31.12.2021	Change 31.12.2022 - 31.12.2021	% Change 31.12.2022 - 31.12.2021
Due to banks	22,000,489	29,173,060	(7,172,571)	-24.59	23,633,494	(1,633,005)	-6.91
Direct deposits	114,831,032	116,678,840	(1,847,808)	-1.58	101,388,140	13,442,892	13.26
a) Due to customers	107,414,943	109,628,998	(2,214,055)	-2.02	96,627,735	10,787,208	11.16
b) Debt securities issued	6,536,891	6,449,592	87,299	1.35	4,760,405	1,776,486	37.32
c) Financial liabilities designated at fair value	879,198	600,250	278,948	46.47	-	879,198	n.s.
Financial liabilities held for trading	471,598	467,251	4,347	0.93	123,957	347,641	280.45
Macro-hedging activity	231,689	314,059	(82,370)	-26.23	249,178	(17,489)	-7.02
a) Hedging derivatives	512,981	588,668	(75,687)	-12.86	249,178	263,803	105.87
b) Change in value of macro-hedged financial liabilities (+/-)	(281,292)	(274,609)	(6,683)	2.43	-	(281,292)	n.s.
Other liabilities	6,647,457	8,289,556	(1,642,099)	-19.81	4,094,295	2,553,162	62.36
Minority interests	180,356	174,567	5,789	3.32	162,497	17,859	10.99
Shareholders' equity pertaining to the Parent Company	7,940,173	7,856,929	83,244	1.06	6,696,312	1,243,861	18.58
a) Valuation reserves	60,681	(37,346)	98,027	-262.48	196,370	(135,689)	-69.10
b) Reserves	2,944,603	2,959,997	(15,394)	-0.52	2,493,508	451,095	18.09
c) Equity instruments	150,000	150,000	-	-	150,000	-	-
d) Share premium reserve	1,237,276	1,237,324	(48)	-	1,240,428	(3,152)	-0.25
e) Share capital	2,104,316	2,100,435	3,881	0.18	2,100,435	3,881	0.18
f) Treasury shares	(5,678)	(19,857)	14,179	-71.41	(9,552)	3,874	-40.56
g) Profit (Loss) for the year	1,448,975	1,466,376	(17,401)	-1.19	525,123	923,852	175.93
Total liabilities and shareholders' equity	152,302,794	162,954,262	(10,651,468)	-6.54	136,347,873	15,954,921	11.70

Reclassified consolidated income statement as at 31 December 2022

Captions		(in thousands)			
		31.12.2022	31.12.2021	Change	% Change
10+20	Net interest income	1,825,893	1,505,362	320,531	21.29
40+50	Net commission income	1,942,080	1,641,575	300,505	18.31
70	Dividends	22,124	20,084	2,040	10.16
80+90+100 +110	Net income from financial activities	139,722	196,231	(56,509)	-28.80
230	Other operating expense/income	328,532	25,026	303,506	--
	Operating income	4,258,351	3,388,278	870,073	25.68
190 a)	Staff costs	(1,682,286)	(1,528,240)	(154,046)	10.08
190 b)	Other administrative expenses	(877,808)	(679,158)	(198,650)	29.25
210+220	Net adjustments to property, plant and equipment and intangible assets	(227,672)	(280,117)	52,445	-18.72
	Operating costs	(2,787,766)	(2,487,515)	(300,251)	12.07
	Net operating income	1,470,585	900,763	569,822	63.26
130 a)	Net impairment losses to financial assets at amortised cost	(606,059)	(837,194)	231,135	-27.61
	- loans to customers	(582,815)	(839,068)	256,253	-30.54
	- other financial assets	(23,244)	1,874	(25,118)	--
130 b)	Net impairment losses to financial assets at fair value	(442)	2,115	(2,557)	-120.90
140	Gains (Losses) from contractual modifications without derecognition	(139)	(2,893)	2,754	-95.20
	Net impairment losses for credit risk	(606,640)	(837,972)	231,332	-27.61
200	Net provisions for risks and charges	(132,256)	(80,745)	(51,511)	63.79
###	Contributions to SRF, DGS, IDPF - VS	(172,423)	(133,699)	(38,724)	28.96
250+260 +270+280	Gains (Losses) on investments	(7,745)	(283,323)	275,578	-97.27
275	Gain on a bargain purchase	948,123	1,127,847	(179,724)	-15.94
290	Profit (Loss) from current operations before tax	1,499,644	692,871	806,773	116.44
300	Income taxes on current operations for the year	(25,764)	(134,222)	108,458	-80.80
330	Profit (Loss) for the year	1,473,880	558,649	915,231	163.83
340	Profit (Loss) for the year pertaining to minority interests	(24,905)	(33,526)	8,621	-25.71
350	Profit (Loss) for the year pertaining to the Parent Company	1,448,975	525,123	923,852	175.93

Reclassified consolidated income statement by quarter as at 31 December 2022

Captions		(in thousands)							
		1st quarter 2022	2nd quarter 2022	3rd quarter 2022	4th quarter 2022	1st quarter 2021	2nd quarter 2021	3rd quarter 2021	4th quarter 2021
10+20	Net interest income	376,429	409,020	474,981	565,463	343,513	384,809	391,097	385,943
40+50	Net commission income	450,559	463,410	504,045	524,066	328,132	405,826	438,451	469,166
70	Dividends	286	15,597	3,309	2,932	1,678	12,269	677	5,460
80+90+100+110	Net income from financial activities	58,939	25,457	32,351	22,975	76,241	43,471	52,898	23,621
230	Other operating expense/income	(2,470)	(10,276)	12,417	328,861	8,119	(5,631)	9,247	13,291
	Operating income	883,743	903,208	1,027,103	1,444,297	757,683	840,744	892,370	897,481
190 a)	Staff costs	(352,154)	(359,388)	(360,943)	(609,801)	(302,142)	(355,061)	(313,821)	(557,216)
190 b)	Other administrative expenses	(160,690)	(181,965)	(232,641)	(302,512)	(189,880)	(157,403)	(151,125)	(180,750)
210+220	Net adjustments to property, plant and equipment and intangible assets	(45,584)	(48,498)	(60,664)	(72,926)	(54,454)	(52,510)	(52,849)	(120,304)
	Operating costs	(558,428)	(589,851)	(654,248)	(985,239)	(546,476)	(564,974)	(517,795)	(858,270)
	Net operating income	325,315	313,357	372,855	459,058	211,207	275,770	374,575	39,211
130 a)	Net impairment losses to financial assets at amortised cost	(111,925)	(103,692)	(118,982)	(271,460)	(419,004)	(157,291)	(138,202)	(122,697)
	- loans to customers	(96,109)	(97,604)	(115,171)	(273,931)	(417,667)	(159,229)	(137,174)	(124,998)
	- other financial assets	(15,816)	(6,088)	(3,811)	2,471	(1,337)	1,938	(1,028)	2,301
130 b)	Net impairment losses to financial assets at fair value	(16)	(230)	-	(196)	773	913	(225)	654
140	Gains (Losses) from contractual modifications without derecognition	(1,225)	27	573	486	(602)	(1,177)	(386)	(728)
	Net impairment losses for credit risk	(113,166)	(103,895)	(118,409)	(271,170)	(418,833)	(157,555)	(138,813)	(122,771)
200	Net provisions for risks and charges	(12,200)	(28,839)	(11,785)	(79,432)	(40,914)	(9,592)	(4,527)	(25,712)
###	Contributions to SRF, DGS, IDPF - VS	(45,666)	(55)	(123,280)	(3,422)	(31,055)	(15,106)	(79,957)	(7,581)
250+260+270+280	Gains (Losses) on investments	4,026	2,988	6,337	(21,096)	(250,655)	(2,629)	(2,631)	(27,408)
275	Gain on a bargain purchase	-	1,188,433	(17,111)	(223,199)	1,077,869	72,053	(22,075)	-
290	Profit (Loss) from current operations before tax	158,309	1,371,989	108,607	(139,261)	547,619	162,941	126,572	(144,261)
300	Income taxes on current operations for the year	(39,579)	(95,745)	(22,046)	131,606	(140,830)	(50,902)	(34,317)	91,827
330	Profit (Loss) for the year	118,730	1,276,244	86,561	(7,655)	406,789	112,039	92,255	(52,434)
340	Profit (Loss) for the year pertaining to minority interests	(6,058)	(4,108)	(4,993)	(9,746)	(6,523)	(10,497)	(7,840)	(8,666)
350	Profit (Loss) for the year pertaining to the Parent Company	112,672	1,272,136	81,568	(17,401)	400,266	101,542	84,415	(61,100)

Consolidated balance sheet as at 31 December 2022

		(in thousands)			
Assets	31.12.2022	31.12.2021	Change	% Change	
10. Cash and cash equivalents	13,997,441	1,306,282	12,691,159	971.55	
20. Financial assets measured at fair value through profit or loss	1,584,767	1,218,535	366,232	30.06	
a) financial assets held for trading	707,498	323,721	383,777	118.55	
b) financial assets designated at fair value	2,381	125,098	(122,717)	-98.10	
c) other financial assets mandatorily measured at fair value	874,888	769,716	105,172	13.66	
30. Financial assets measured at fair value through other comprehensive income	7,962,910	6,631,897	1,331,013	20.07	
40. Financial assets measured at amortised cost	115,311,297	121,294,912	(5,983,615)	-4.93	
a) loans to banks	9,482,448	27,490,676	(18,008,228)	-65.51	
b) loans to customers	105,828,849	93,804,236	12,024,613	12.82	
50. Hedging derivatives	1,808,515	178,108	1,630,407	915.40	
70. Equity investments	376,158	240,534	135,624	56.38	
90. Property, plant and equipment	2,546,295	1,945,000	601,295	30.91	
100. Intangible assets	563,502	459,197	104,305	22.71	
of which:					
- goodwill	204,392	204,392	-	-	
110. Tax assets	2,931,538	1,784,995	1,146,543	64.23	
a) current	579,149	410,514	168,635	41.08	
b) deferred	2,352,389	1,374,481	977,908	71.15	
120. Non-current assets and disposal groups classified as held for sale	1,192,429	97,730	1,094,699	--	
130. Other assets	4,027,942	1,190,683	2,837,259	238.29	
Total assets	152,302,794	136,347,873	15,954,921	11.70	

		(in thousands)			
Liabilities and shareholders' equity	31.12.2022	31.12.2021	Change	% Change	
10. Financial liabilities measured at amortised cost	135,952,323	124,854,511	11,097,812	8.89	
a) due to banks	22,000,489	23,633,494	(1,633,005)	-6.91	
b) due to customers	107,414,943	96,460,612	10,954,331	11.36	
c) debt securities issued	6,536,891	4,760,405	1,776,486	37.32	
20. Financial liabilities held for trading	471,598	123,957	347,641	280.45	
30. Financial liabilities designated at fair value	879,198	-	879,198	n.s.	
40. Hedging derivatives	512,981	249,178	263,803	105.87	
50. Change in value of macro-hedged financial liabilities (+/-)	(281,292)	-	(281,292)	n.s.	
60. Tax liabilities	71,562	68,502	3,060	4.47	
a) current	8,174	9,598	(1,424)	-14.84	
b) deferred	63,388	58,904	4,484	7.61	
70. Liabilities associated with assets classified as held for sale	1,430,197	173,662	1,256,535	723.55	
80. Other liabilities	3,679,162	2,961,320	717,842	24.24	
90. Employee termination indemnities	177,224	209,973	(32,749)	-15.60	
100. Provisions for risks and charges	1,289,312	847,961	441,351	52.05	
a) commitments and guarantees granted	154,497	97,219	57,278	58.92	
b) pension and similar obligations	115,987	140,255	(24,268)	-17.30	
c) other provisions for risks and charges	1,018,828	610,487	408,341	66.89	
120. Valuation reserves	60,681	196,370	(135,689)	-69.10	
140. Equity instruments	150,000	150,000	-	-	
150. Reserves	2,944,603	2,493,508	451,095	18.09	
160. Share premium reserve	1,237,276	1,240,428	(3,152)	-0.25	
170. Share capital	2,104,316	2,100,435	3,881	0.18	
180. Treasury shares (-)	(5,678)	(9,552)	3,874	-40.56	
190. Minority interests (+/-)	180,356	162,497	17,859	10.99	
200. Profit (Loss) for the year (+/-)	1,448,975	525,123	923,852	175.93	
Total liabilities and shareholders' equity	152,302,794	136,347,873	15,954,921	11.70	

Consolidated income statement as at 31 December 2022

Captions	31.12.2022	31.12.2021	(in thousands)	
			Change	% Change
10. Interest and similar income	2,259,459	1,762,746	496,713	28.18
of which: interest income calculated using the effective interest method	2,190,108	1,753,470	436,638	24.90
20. Interest and similar expense	(433,566)	(257,384)	(176,182)	68.45
30. Net interest income	1,825,893	1,505,362	320,531	21.29
40. Commission income	2,116,710	1,845,386	271,324	14.70
50. Commission expense	(194,910)	(203,811)	8,901	-4.37
60. Net commission income	1,921,800	1,641,575	280,225	17.07
70. Dividends and similar income	22,124	20,084	2,040	10.16
80. Net income from trading activities	78,246	67,491	10,755	15.94
90. Net income from hedging activities	(691)	(2,120)	1,429	-67.41
100. Gains (Losses) on disposal or repurchase of:	76,815	100,733	(23,918)	-23.74
a) financial assets measured at amortised cost	65,728	85,712	(19,984)	-23.32
b) financial assets measured at fair value through other comprehensive income	4,254	15,488	(11,234)	-72.53
c) financial liabilities	6,833	(467)	7,300	--
110. Net income on other financial assets and liabilities measured at fair value through profit or loss	5,632	30,127	(24,495)	-81.31
a) financial assets and liabilities designated at fair value	66,978	1,576	65,402	--
b) other financial assets mandatorily measured at fair value	(61,346)	28,551	(89,897)	-314.86
120. Net interest and other banking income	3,929,819	3,363,252	566,567	16.85
130. Net impairment losses for credit risk relating to:	(606,501)	(835,079)	228,578	-27.37
a) financial assets measured at amortised cost	(606,059)	(837,194)	231,135	-27.61
b) financial assets measured at fair value through other comprehensive income	(442)	2,115	(2,557)	-120.90
140. Gains (Losses) from contractual modifications without derecognition	(139)	(2,893)	2,754	-95.20
150. Net income from financial activities	3,323,179	2,525,280	797,899	31.60
180. Net income from financial and insurance activities	3,323,179	2,525,280	797,899	31.60
190. Administrative expenses:	(3,094,607)	(2,573,395)	(521,212)	20.25
a) staff costs	(1,682,286)	(1,528,240)	(154,046)	10.08
b) other administrative expenses	(1,412,321)	(1,045,155)	(367,166)	35.13
200. Net provisions for risks and charges	(132,256)	(62,148)	(70,108)	112.81
a) commitments and guarantees granted	(42,891)	(17,389)	(25,502)	146.66
b) other net provisions	(89,365)	(44,759)	(44,606)	99.66
210. Net adjustments to property, plant and equipment	(149,025)	(168,434)	19,409	-11.52
220. Net adjustments to intangible assets	(78,647)	(111,683)	33,036	-29.58
230. Other operating expense/income	579,073	238,727	340,346	142.57
240. Operating costs	(2,875,462)	(2,676,933)	(198,529)	7.42
250. Gains (Losses) of equity investments	19,145	10,802	8,343	77.24
260. Valuation differences on property, plant and equipment and intangible assets measured at fair value	(30,164)	(64,455)	34,291	-53.20
270. Impairment losses on goodwill	-	(230,366)	230,366	-100.00
275. Gain on a bargain purchase	948,123	1,127,847	(179,724)	-15.94
280. Gains (Losses) on disposal of investments	3,274	696	2,578	370.40
290. Profit (Loss) from current operations before tax	1,388,095	692,871	695,224	100.34
300. Income taxes on current operations for the year	85,785	(134,222)	220,007	-163.91
310. Profit (Loss) from current operations after tax	1,473,880	558,649	915,231	163.83
330. Profit (Loss) for the year	1,473,880	558,649	915,231	163.83
340. Profit (Loss) for the year pertaining to minority interests	(24,905)	(33,526)	8,621	-25.71
350. Profit (Loss) for the year pertaining to the Parent Company	1,448,975	525,123	923,852	175.93

Performance ratios¹

Financial ratios	31.12.2022	2021 (*)
Structural ratios		
Net loans to customers/total assets	59.86%	58.02%
Net loans to customers/direct deposits from customers	79.40%	78.03%
Financial assets/total assets	20.13%	20.81%
Gross non-performing loans/gross loans to customers	3.20%	4.91%
Net non-performing loans/net loans to customers	1.41%	2.02%
Texas ratio ²	32.29%	45.58%
Profitability ratios		
ROE ³	7.94%	8.66%
ROTE ⁴	8.30%	9.57%
ROA ⁵	0.35%	0.41%
Cost to income ratio ⁶	65.47%	73.42%
Cost of credit risk ⁷	0.64%	1.06%
Prudential supervision ratios	31.12.2022	2021 (*)
Own Funds (Phased in)⁸ (in thousands of Euro)		
Common Equity Tier 1 (CET1)	6,613,149	6,576,227
Own Funds	8,525,562	7,781,971
Risk-weighted assets (RWA)	53,025,476	45,340,544
Capital and liquidity ratios		
Common Equity Tier 1 Ratio (CET1 Ratio) - Phased in	12.47%	14.50%
Tier 1 Ratio (T1 Ratio) - Phased in	12.76%	14.84%
Total Capital Ratio (TC Ratio) - Phased in	16.08%	17.16%
Common Equity Tier 1 Ratio (CET1 Ratio) - Fully Phased	12.04%	13.50%
Liquidity Coverage Ratio (LCR)	195.3%	215.1%
Net Stable Funding Ratio (NSFR)	127.3%	142.5%

(*) The comparative ratios have been calculated on figures at 31 December 2021 as per the Consolidated financial statements as at 31 December 2021.

¹ To construct ratios, reference was made to the balance sheet and income statement captions of the reclassified statements providing an operational management view as per the present Press Release.

² The Texas ratio is calculated as total gross non-performing loans on net tangible equity plus impairment provisions for non-performing loans.

³ ROE is calculated as the ratio of net recurring/current profit for the year (Euro 502.8 million) to the Group's average shareholders' equity not including net profit.

⁴ ROTE is calculated as the ratio of net recurring/current profit for the year (Euro 502.8 million) to the Group's average shareholders' equity (i) including net recurring/current profit for the year (Euro 502.8 million), stripped of the portion allocated to dividends and (ii) excluding intangible assets and equity instruments.

⁵ ROA is calculated as the ratio of net recurring/current profit for the year (Euro 527.3 million, including net profit for the year pertaining to minority interests) and total assets.

⁶ The Cost to income ratio is calculated on the basis of the reclassified income statement (operating costs/operating income); when calculated on the basis of the schedules provided by the 7th update of Bank of Italy Circular no. 262, the Cost to income ratio is 73.17% (79.59% at 31 December 2021 as per the Consolidated financial statements as at 31 December 2021).

⁷ The Cost of credit risk is calculated as net impairment losses to loans to customers on net loans to customers. At 31 December 2022, the cost of credit rises to 0.66%, if calculated by adding the net impairment losses on loans to Russian banks.

⁸ Items have been calculated according to the provisions of Regulation (EU) 2395/2017, which amends the Regulation (EU) 575/2013 (CRR) relating to "Transitional provisions to mitigate the impact of IFRS 9 on Own Funds". This Regulation introduced the transitional arrangement (or so-called "Phased In") giving banks a chance to spread the effect on Own Funds over a period of 5 years (from March 2018 to December 2022), sterilizing the impact on CET1 by applying decreasing percentages over time. The BPER Banca Group chose to adopt the so-called "static approach" to be applied to the impact from comparing the IAS 39 adjustments at 31 December 2017 and the IFRS 9 adjustments at 1 January 2018.

Balance sheet of the Parent Company as at 31 December 2022

(in thousands)				
Assets	31.12.2022	31.12.2021	Change	% Change
10. Cash and cash equivalents	14,279,707	1,338,507	12,941,200	966.84
20. Financial assets measured at fair value through profit or loss	1,262,885	956,911	305,974	31.98
a) financial assets held for trading	737,978	346,279	391,699	113.12
b) financial assets designated at fair value	2,381	125,098	(122,717)	-98.10
c) other financial assets mandatorily measured at fair value	522,526	485,534	36,992	7.62
30. Financial assets measured at fair value through other comprehensive income	7,727,554	6,424,261	1,303,293	20.29
40. Financial assets measured at amortised cost	106,115,203	112,582,971	(6,467,768)	-5.74
a) loans to banks	12,707,409	30,015,877	(17,308,468)	-57.66
b) loans to customers	93,407,794	82,567,094	10,840,700	13.13
50. Hedging derivatives	1,808,028	178,108	1,629,920	915.13
70. Equity investments	2,174,728	2,006,574	168,154	8.38
80. Property, plant and equipment	1,882,311	1,356,461	525,850	38.77
90. Intangible assets	349,522	239,546	109,976	45.91
of which:				
- goodwill	-	-	-	n.s.
100. Tax assets	2,624,103	1,473,022	1,151,081	78.14
a) current	550,443	387,988	162,455	41.87
b) deferred	2,073,660	1,085,034	988,626	91.11
110. Non-current assets and disposal groups classified as held for sale	940,313	4,898	935,415	--
120. Other assets	3,714,215	880,466	2,833,749	321.85
Total assets	142,878,569	127,441,725	15,436,844	12.11

(in thousands)				
Liabilities and shareholders' equity	31.12.2022	31.12.2021	Change	% Change
10. Financial liabilities measured at amortised cost	128,217,775	117,296,407	10,921,368	9.31
a) due to banks	26,792,583	28,355,383	(1,562,800)	-5.51
b) due to customers	94,718,824	84,129,452	10,589,372	12.59
c) debt securities issued	6,706,368	4,811,572	1,894,796	39.38
20. Financial liabilities held for trading	500,555	132,079	368,476	278.98
30. Financial liabilities designated at fair value	782,912	-	782,912	n.s.
40. Hedging derivatives	498,563	241,370	257,193	106.56
50. Change in value of macro-hedged financial liabilities (+/-)	(281,292)	-	(281,292)	n.s.
60. Tax liabilities	39,326	37,811	1,515	4.01
a) current	-	1,955	(1,955)	-100.00
b) deferred	39,326	35,856	3,470	9.68
70. Liabilities associated with assets classified as held for sale	1,218,693	-	1,218,693	n.s.
80. Other liabilities	3,139,103	2,475,348	663,755	26.81
90. Employee termination indemnities	152,929	174,110	(21,181)	-12.17
100. Provisions for risks and charges	1,101,532	671,817	429,715	63.96
a) commitments and guarantees granted	132,148	81,381	50,767	62.38
b) pension and similar obligations	115,166	139,744	(24,578)	-17.59
c) other provisions for risks and charges	854,218	450,692	403,526	89.53
110. Valuation reserves	(136,557)	(11,327)	(125,230)	--
130. Equity instruments	150,000	150,000	-	-
140. Reserves	2,865,230	2,375,590	489,640	20.61
150. Share premium reserve	1,237,276	1,240,428	(3,152)	-0.25
160. Share capital	2,104,316	2,100,435	3,881	0.18
170. Treasury shares (-)	(5,672)	(9,546)	3,874	-40.58
180. Profit (Loss) for the year (+/-)	1,293,880	567,203	726,677	128.12
Total liabilities and shareholders' equity	142,878,569	127,441,725	15,436,844	12.11

Income statement of the Parent Company as at 31 December 2022

		(in thousands)			
Captions	31.12.2022	31.12.2021	Change	% Change	
10.	Interest and similar income	1,855,697	1,425,207	430,490	30.21
	of which: interest income calculated using the effective interest method	1,787,120	1,415,691	371,429	26.24
20.	Interest and similar expense	(446,640)	(257,918)	(188,722)	73.17
30.	Net interest income	1,409,057	1,167,289	241,768	20.71
40.	Commission income	1,650,684	1,352,548	298,136	22.04
50.	Commission expense	(116,741)	(92,625)	(24,116)	26.04
60.	Net commission income	1,533,943	1,259,923	274,020	21.75
70.	Dividends and similar income	56,612	60,201	(3,589)	-5.96
80.	Net income from trading activities	75,539	65,619	9,920	15.12
90.	Net income from hedging activities	(1,285)	(2,255)	970	-43.02
100.	Gains (Losses) on disposal or repurchase of:	72,154	81,372	(9,218)	-11.33
	a) financial assets measured at amortised cost	62,139	66,441	(4,302)	-6.47
	b) financial assets measured at fair value through other comprehensive income	3,182	15,398	(12,216)	-79.33
	c) financial liabilities	6,833	(467)	7,300	--
110.	Net income on financial assets and liabilities measured at fair value through profit or loss	18,838	29,423	(10,585)	-35.98
	a) financial assets and liabilities designated at fair value	61,592	1,576	60,016	--
	b) other financial assets mandatorily measured at fair value	(42,754)	27,847	(70,601)	-253.53
120.	Net interest and other banking income	3,164,858	2,661,572	503,286	18.91
130.	Net impairment losses for credit risk relating to:	(455,925)	(641,890)	185,965	-28.97
	a) financial assets measured at amortised cost	(455,507)	(643,997)	188,490	-29.27
	b) financial assets measured at fair value through other comprehensive income	(418)	2,107	(2,525)	-119.84
140.	Gains (Losses) from contractual modifications without derecognition	(29)	(2,162)	2,133	-98.66
150.	Net income from financial activities	2,708,904	2,017,520	691,384	34.27
160.	Administrative expenses:	(2,655,739)	(2,131,470)	(524,269)	24.60
	a) staff costs	(1,435,212)	(1,258,751)	(176,461)	14.02
	b) other administrative expenses	(1,220,527)	(872,719)	(347,808)	39.85
170.	Net provisions for risks and charges	(111,572)	(52,469)	(59,103)	112.64
	a) commitments and guarantees granted	(36,236)	(14,638)	(21,598)	147.55
	b) other net provisions	(75,336)	(37,831)	(37,505)	99.14
180.	Net adjustments to property, plant and equipment	(131,586)	(147,776)	16,190	-10.96
190.	Net adjustments to intangible assets	(73,290)	(106,275)	32,985	-31.04
200.	Other operating expense/income	520,111	243,546	276,565	113.56
210.	Operating costs	(2,452,076)	(2,194,444)	(257,632)	11.74
220.	Gains (Losses) of equity investments	(28,066)	(5,004)	(23,062)	460.87
230.	Valuation differences on property, plant and equipment and intangible assets measured at fair value	(20,012)	(24,370)	4,358	-17.88
240.	Impairment losses on goodwill	-	(230,366)	230,366	-100.00
245.	Gain on a bargain purchase	948,123	1,127,847	(179,724)	-15.94
250.	Gains (Losses) on disposal of investments	2,676	533	2,143	402.06
260.	Profit (Loss) from current operations before tax	1,159,549	691,716	467,833	67.63
270.	Income taxes on current operations for the year	134,331	(124,513)	258,844	-207.89
280.	Profit (Loss) from current operations after tax	1,293,880	567,203	726,677	128.12
300.	Profit (Loss) for the year	1,293,880	567,203	726,677	128.12