

PRESS RELEASE

DEXIA CREDIOP: the Board of Directors approves the draft company financial statements and the consolidated financial statements for 2012

- **Consolidated net interest and other banking income: € 76.6 million;**
- **Consolidated net result: € 7.6 million;**
- **Consolidated total assets: € 49.4 billion;**
- **Tier 1 Capital Ratio: 18.2%;**
- **Total Capital Ratio: 23.7%.**

The Board of Directors of Dexia Crediop, meeting today in Rome, chaired by Prof. Mario Sarcinelli and with the participation of the Chief Executive Officer Jean Le Naour, has approved the draft company financial statements for 2012, which will be submitted to the Shareholders' Meeting called for 29 April 2013, as well as the consolidated financial statements.

Macroeconomic context and key operational features

In the Eurozone, policies to consolidate public finances had in 2012 the effect of slowing down even the economies considered most solid, thus weakening expectations for growth in 2013.

In Italy, the economic situation continued to suffer from weak domestic demand and GDP declined by 2.4% in 2012.

In the field of Public Finance the direct and indirect constraints on the raising of debt by local authorities introduced by Italian Law No. 183/2011 (2012 Stability Law) are such as to reduce spending for investment and, consequently, recourse to long-term borrowing operations also in the coming years.

In a context unfavourable to lending to local and territorial authorities, Dexia Crediop's long term financing business remained very limited, while the results were better for cash management and consultancy.

During the year, two new project finance transactions were closed, in the capacity of mandated lead arranger. One of them was particularly appreciated by the specialized press. The year under review was characterized also by the award of important financial advisory and agency contracts, and by the development of the cash management business.

During the year long-term funding was raised through bond issues backed by government guarantees, under the terms of Italian Law Decree No. 201 of 6 December 2011. With regard to short-term liquidity, in addition to the traditional forms of funding, i.e. the interbank market and monetary policy transactions of the Central Bank, Dexia Crediop pursued its policy to diversify short-term deposit sources through operations on electronic platforms and with customers.

In order to assess Dexia Crediop's operational prospects, it is necessary to refer to the situation of the Dexia Group, whose plan for the gradual reduction of its balance sheet was approved by the European Commission on 28 December 2012.

In 2013 Dexia Crediop will be focused on preserving its commercial franchise with a view to enabling its subsequent sale, in line with the European Commission's decision illustrated in Dexia Crediop's press release of 17 January 2013.

Consolidated Income Statement of the Dexia Crediop Group

Consolidated net interest and other banking income amounted to € 76.6 million, an improvement compared with € 31.2 million in 2011, which was negatively affected by the increase in the spread on Italian government debt.



Dexia Crediop

Total operating costs, including administrative expenses, amortization and depreciation, provisions and other operating expenses and income, amounted to € 37.6 million, down from € 43.7 million in financial year 2011 and in line with the policy of careful cost control.

The consolidated result of current operations before tax was € 25 million compared to a loss of € 15.5 million in financial year 2011. After taxes, which included the increases in the taxable base deriving mainly from the partial non-deductibility of interest paid, the result for the period amounted to € 7.6 million compared with a loss of € 22.5 million in 2011, an increase of € 30.1 million.

Tier 1 Capital Ratio of 18.2% (15.9% in 2011) and Total Capital Ratio of 23.7% (21.8% in 2011) increased compared with the previous year confirming the soundness of Bank's capital base.

Income Statement of Dexia Crediop S.p.A.

Dexia Crediop S.p.A. achieved net interest and other banking income of € 61.8 million, a material increase compared with the € 16.3 million of 2011. In determining this income the same considerations presented for the consolidated figure apply.

Total operating costs amounted to € 37.5 million, down from the € 43.6 million of 2011.

The result of current operations before tax was € 10.3 million compared to a loss of € 30.4 million in 2011. After taxes, which included increases in the taxable base deriving mainly from the partial non-deductibility of interest paid, the loss for the period amounted to € 3.4 million compared with a loss of € 33 million in the previous year.


Dexia Crediop was established in 1919 as Consorzio di Credito per le Opere Pubbliche. Since the beginning, its special focus was on investing domestic savings in public works and infrastructures with the final aim of contributing to the development of Italy.

For over ninety years, Dexia Crediop has been a reference point for the central Government of Italy and for Territorial entities, for companies operating in the public sector, for companies that manage local public services and business entities that invest in energy, infrastructure and transport.

Dexia Crediop is 70% controlled by Dexia Crédit Local, which is an entity of Dexia Group, and minority shareholders are Banca Popolare di Milano, Banco Popolare and Banca Popolare dell'Emilia Romagna, with a 10% stock-holding each.

Jean Bourrelly, as Financial Reporting Manager responsible for drafting accounting documents at Dexia Crediop, hereby declares, in accordance with clause 2, article 154 bis of the Consolidated Finance Act, that the accounting information contained in this press release corresponds to the results set down in documents, ledgers and the accounts.

Financial Reporting Manager
Jean Bourrelly



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