

## Alleanza Assicurazioni

MERGER OF  
ALLEANZA ASSICURAZIONI SPA  
AND TORO ASSICURAZIONI SPA  
BY ASSICURAZIONI GENERALI SPA  
FINANCIAL STATEMENTS AS OF  
DECEMBER 31<sup>st</sup>, 2008  
PURSUANT TO ARTICLE  
2501- QUATER  
OF THE ITALIAN CIVIL CODE







110 years of Alleanza  
today, as yesterday,  
close to you in everyday life

The journalist (1950-2008)





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# Company Offices and Head Office

## ■ BOARD OF DIRECTORS

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Executive Chairman	Amato Luigi Molinari
Vice Chairman	Antoine Bernheim
Directors	Giovanni Bazoli, Giuseppe Buoro, Maurizio de Tilla, Aldo Minucci, Alberto Pecci, Giovanni Perissinotto, Giulio Ponzanelli, Vittorio Rispoli, Fabio Alberto Roversi-Monaco, Antonio Spallanzani
Lead Independent Director	Fabio Alberto Roversi-Monaco
Secretary	Maurizio Basso

## ■ INTERNAL CONTROL COMMITTEE

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Chairman	Alberto Pecci
Committee members	Giulio Ponzanelli, Antonio Spallanzani

## ■ REMUNERATION COMMITTEE

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Chairman	Giovanni Perissinotto
Committee members	Maurizio de Tilla, Giulio Ponzanelli

## ■ BOARD OF AUDITORS

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Chairman	Gaetano Terrin
Standing Auditors	Alessandro Gambi, Eugenio Pinto
Substitute Auditors	Anna Bruno, Corrado Giammattei

## ■ HEAD OFFICE

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General Managers	Sandro Panizza*, Luigi Rizzuti
Vice General Manager	Massimo Klun

## ■ AUDITING COMPANY

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Reconta Ernst & Young S.p.A.

The Board of Directors has been in office since 24 April 2007.

The Board of Auditors has been in office since 24 April 2008.

The Statutory Bodies are updated to 20 March 2009.

\* Manager in charge of preparing the Company's financial reports



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The housewife (1940-2008)





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## Summary of Operating Results

Dear Shareholders,

The **Value of New Business** at consolidated level recorded a 3.0% increase over the corresponding period in 2007, reaching € 320.0 million.

Specifically, for Alleanza the **Value of New Business** is up 9.0% on the 2007 figure (from € 288.9 million to € 314.8 million). This excellent performance derives mainly from an increase in new business volumes (+14.9% in terms of premiums and +11.7% in terms of Annual Premium Equivalent), also supported by an outstanding performance by pension product deposits.

**Consolidated Net Profit**, calculated according to IAS/IFRS international accounting standards, was € 407.8 million, down 4.5% on the previous year.

Alleanza's **Net profit** for 2008 was € 135.9 million compared to the € 235.9 million of 2007.

The result benefited from recognition of lower capital losses on the securities portfolio of € 363.6 million, due to the effect of the decision to exercise the option offered by Legislative Decree 185/2008, converted to Law no. 2 of 28 January 2009 and enacted by ISVAP Regulation 28/2009. The positive impact on net profits (after reinsurance and tax) was € 176.4 million. The above-mentioned regulation allows the valuation of short-term securities at the initial entry value in the half-year report as at 30 June 2008 or, for securities not included in the portfolio as at that date, according to their purchase cost. The use of this regime also envisages that a profit amount, corresponding to the difference between values recorded in application of the above-mentioned provisions and the market value as at year-end, must be allocated to a specific unavailable profit reserve net of related tax. Further details of the effects of the transaction will be provided in the report on operations and the notes to the accounts.

The € 100.0 million decrease in net profits was due to:

- stability of the technical balance;
- increased realised profits on long-term investments of € 62.1 million, mainly due to the effect of capital gains from the sale of part of the investment in *Intesa Sanpaolo*;
- increased net income for € 42.0 million;
- increased extraordinary income of € 15.9 million, deriving mainly from capital gains on disposal of company-owned properties;
- increased income from investments amounting to € 181.2 million due to:
  - increased interest and other financial income of € 102.2 million;
  - increased net impairment of securities of € 62.9 million, linked to the negative financial market performance;

- decrease in dividends from group companies, mainly *Intesa Vita, Generali Properties* and *Alleanza Investments* of € 69.7 million;
- decrease in dividends of other associated companies of € 20.7 million;
- decreased realised capital gains of € 130.1 million;
- increased operating expenses of € 22.7 million, essentially attributable to the increase in acquisition costs due to higher new business premiums and reduced reinsurers' commissions;
- higher taxes of € 15.9 million, due to the change in composition of financial income, with a lower proportion taxed at special rates.

The income statement, reclassified in accordance with the formats prescribed by law, is outlined in the following table.

### Reclassified Income Statement

(figures in millions of € and % values)

	December		Change	
	2008	2007	€	%
Premiums and fees	3,099.6	2,905.1	194.5	6.7
Premiums ceded	-745.6	-813.2	67.6	-8.3
Change in technical reserves, net of the outward reinsurance share	-582.8	-354.6	-228.2	64.4
Charges on amounts paid, net of the outward reinsurance share	-1,858.7	-1,867.8	9.1	-0.5
Operating expenses, net of the outward reinsurance share	-391.1	-368.4	-22.7	6.2
Income/expenses from investments – Life business	528.0	709.2	-181.2	-25.5
Income/expenses from investments where the risk is borne by policyholders	-36.7	3.5	-40.2	n/a
Share of profits from investments transferred to the non-technical account	-7.6	-93.9	86.3	-91.9
Other technical income/expenses	-11.1	-8.1	-3.0	37.0
Balance of technical operations	-6.0	111.8	-117.8	-105.4
Realised profits on long-term investments	118.0	55.9	62.1	n/a
Balance of technical and financial operations	112.0	167.7	-55.7	-33.2
Income/expenses from investments – Non-life business	0.1	0.1	-	-
Share of profits from investments transferred from the technical account	7.6	93.9	-86.3	-91.9
Other income/expenses	-5.6	-47.6	42.0	-88.2
Result of ordinary operations	114.1	214.1	-100.0	-46.7
Extraordinary income/charges net of realised profits on long-term investments	5.9	-10.0	15.9	-159.0
Pre-tax result	120.0	204.1	-84.1	-41.2
Taxes	15.9	31.8	-15.9	-50.0
Net result for the period	135.9	235.9	-100.0	-42.4

## The Insurance Business

Gross premiums (from direct and indirect business) amounted to € 3,099.6 million (up 6.7% compared to € 2,905.1 million for 2007).

Gross premiums from direct business amounted to € 3,092.0 million (up 6.7% compared to € 2,896.7 million in 2007).

Gross premiums from indirect business (relating exclusively to subsequent annual premiums from the “run off” reinsurance agreement with *La Venezia Assicurazioni*, subsidiary of *Assicurazioni Generali*) amounted to € 7.6 million, compared to € 8.3 million in 2007.

Premiums ceded amounted to € 745.6 million (down 8.3% compared to the € 813.2 million for 2007). On the basis of current agreements, approximately 40% of *Alleanza*'s annual premiums collected from traditional policies, relating to contracts entered into by 31 December 2005, are subject to reinsurance with the parent company *Assicurazioni Generali*.

Net earned premiums reached € 2,354.0 million compared to € 2,091.9 million in 2007, with an increase of 12.5%.

### Net earned premiums

(figures in millions of € and % values)

		December		Change	
		2008	2007	€	%
Gross premiums	Total	3,099.6	2,905.1	194.5	6.7
Premiums from direct business	Total	3,092.0	2,896.7	195.3	6.7
Annual premiums	Total	406.2	352.3	53.9	15.3
	<i>including Unit-linked policies</i>	31.8	14.3	17.5	122.4
Subsequent annual premiums	Total	2,147.0	2,091.0	56.0	2.7
Single premiums	Total	538.8	453.4	85.4	18.8
	<i>including Unit-linked policies</i>	0.1	4.8	-4.7	-97.9
	<i>including Index-linked policies</i>	11.6	28.6	-17.0	-59.4
Gross premiums from indirect business	Total	7.6	8.3	-0.7	-8.4
Premiums ceded	Total	745.6	813.2	-67.6	-8.3
Net earned premiums	Total	2,354.0	2,091.9	262.1	12.5

With reference to the performance of insurance business as part of the free provision of services and through secondary offices in EU countries and non-EU countries, we note that the company operates exclusively in Italy.

## New business premiums

(figures in millions of € and % values)

		December		Change	
		2008	2007	€	%
New business premiums	Total	966.9	841.7	125.2	14.9
Annual premiums	Total	426.0	384.2	41.8	10.9
	<i>of which Previdenza</i>	106.1	69.0	37.1	53.8
Single premiums	Total	540.9	457.5	83.4	18.2

New business premiums amounted to € 966.9 million compared to € 841.7 million in 2007: growth amounted to 14.9% in terms of premium volumes. Specifically:

- annual premiums increased by 10.9%, from € 384.2 million to € 426.0 million. It is worth mentioning the excellent performance of pension deposits, regarding both individual plans and transfers of staff severance indemnity: from € 69.0 million the previous year to € 106.1 million this year;
- single premiums increased by 18.2% (from € 457.5 million in 2007 to € 540.9 million in 2008).

The performance of new business in terms of premiums, APE and Value is presented in the following table.

## New Business Value

(figures in millions of € and % values)

		December		Change	
		2008	2007	€	%
PREMIUMS	Total	966.9	841.7	125.2	14.9
	Retail	966.9	841.7	125.2	14.9
APE	Total	480.1	430.0	50.1	11.7
	Retail	480.1	430.0	50.1	11.7
PRESENT VALUE					
NEW BUSINESS PREMIUMS	Total	4,393.0	3,937.0	456.0	11.6
	Retail	4,393.0	3,937.0	456.0	11.6
NEW BUSINESS VALUE	Total (1)	314.8	288.9	25.9	9.0
APE Margin	Total	65.6%	67.2%	-1.6%	-2.4
PVNBP Margin	Total	7.2%	7.3%	-0.1%	-1.4

- (1) The 2007 of New Business Value was recalculated to take into account the new approach in quantifying the cost of capital and non-financial risks. On a like-for-like basis compared to 2007, the 2008 New Business Value would have been € 333.5 million (€ 288.9 million in 2007).

The **Annual Premium Equivalents** (APE) correspond to the sum of the first annuity of the annual premiums and one-tenth of the single premiums.

The **Present Value of New Business Premiums** (PVNBP) corresponds to the sum of single premiums and the present value of all premium instalments to be collected from annual premiums, calculated using the same assumptions of withdrawal and other reasons for exit as those used to calculate the Embedded Value.

The **New Business Value** is calculated as the present value of income arising from the new business, at the time of sale, net of taxes, taking into account the purchase costs incurred, using the most up-to-date financial and operational assumptions and subtracting the Solvency Margin cost.

The **APE Margin** and **PVNBP Margin** represent the ratio between the New Business Value and the APE and PVNBP, respectively.

The **APE** were € 480.1 million (€ 430.0 million as at 31 December 2007). Growth in APE (+11.7%) reflects the effect of the increased weight of annual premiums.

The **Present Value of New Business Premiums** amounted to € 4,393.0 million (+11.6% compared to 2007). The increase in PVNBP exceeds the increase in premiums and in APE and reflects the growing average expected duration of new policies as a result of growth in pension-based policies.

The **New Business Value** is up 9.0% (from € 288.9 million to € 314.8 million). The positive change, amounting to € 25.9 million, derives from:

- a positive contribution of € 33.7 million from the increase in volumes;
- a negative product mix contribution of € 1.9 million due to a growth in single premiums higher than that of annual premiums;
- a negative contribution of € 5.9 million linked to the December 2008 change in financial assumptions, compared to December 2007, to take into account the performance of financial markets.

During the year, **544,529 new contracts** (516,407 in 2007) were stipulated, in terms of new acquisitions, policy replacements and adjustments. Net of the 236,900 surrenders (235,775 in 2007), contracts in portfolio as at 31 December 2008 amounted to 2,288,248 (2,259,006 as at 31 December 2007).

**Technical reserves gross of reinsurance** amounted to € 21,680.7 million as at 31 December 2008 (+2.5% compared to € 21,150.6 million as at 31 December 2007) including € 21,557.4 million for direct business. These reserves also include the extra reserve for financial risks of € 50.2 million, set up in accordance with ISVAP Regulation 21/2008.

**Technical reserves ceded to reinsurers** amounted to € 7,344.3 million (€ 7,399.0 million as at 31 December 2007), including € 20.2 million to the extra reserve for financial risk.

**Technical reserves net of reinsurers' amounts** amounted to € 14,336.4 million (+4.3% compared to the € 13,751.6 million as at 31 December 2007).

**Insured capital gross of reinsurance** amounted to € 51,262.1 million as at 31 December 2008 (+2.0% compared to € 50,255.2 million as at 31 December 2007) including € 51,094.2 million for direct business.

**Insured capital borne by reinsurers** amounted to € 14,727.5 million (-7.5% compared to € 15,919.8 million as at 31 December 2007).

**Insured capital net of reinsurers' amounts** was € 36,534.6 million (+6.4% compared to € 34,335.4 million as at 31 December 2007).

**Gross mounts paid to policyholders** amounted to € 2,744.6 million (+1.2% compared to € 2,710.7 million in 2007). Maturities amounted to € 1,768.7 million (+10.7% compared to € 1,597.1 million in 2007), claims to € 73.6 million (+2.6% compared to € 71.7 million in 2007) and surrenders to € 902.3 million (-13.4% compared to € 1,041.9 million in 2007).

**Amounts paid for indirect business** totalled € 9.8 million (+12.6% compared to € 8.7 million in 2007). **Amounts paid ceded to reinsurers** were € 899.6 million (+4.6% compared to € 859.8 million in 2007).

**Net amounts paid to policyholders**, considered net of the change in the claims reserve and the cost of the claims settlement service for € 3.9 million, amounted to € 1,858.7 million (-0.5% compared to € 1,867.8 million in 2007).

### Main new insurance products marketed

In the first half of the year the launch of index-linked products continued with three issues of the AlleIndex 6 2008 product. In the second half, in response to the financial markets crisis, the focus returned to traditional products, appreciated by the market for their inbuilt yield guarantees: in July sales began of the Capitalizza single premium capitalisation product, and in the last two months of the year the single premium guaranteed-yield Rendicerto+ product was placed.

### Operating expenses

(figures in millions of € and % values)

	December		Change	
	2008	2007	€	%
Fixed personnel costs	123.9	116.1	7.8	6.7
Other administrative expenses	122.4	123.4	-1.0	-0.8
Commissions	218.2	210.5	7.7	3.7
<b>Gross reinsurance expenses</b>	<b>464.5</b>	<b>450.0</b>	<b>14.5</b>	<b>3.2</b>
Borne by reinsurers	-74.1	-82.4	8.3	-10.1
Indirect	0.7	0.8	-0.1	-12.5
<b>Expenses net of reinsurance</b>	<b>391.1</b>	<b>368.4</b>	<b>22.7</b>	<b>6.2</b>

**Operating expenses from direct business gross of reinsurance** as at 31 December 2008 amounted to € 464.5 million, compared to € 450.0 million in 2007,

with an increase of € 14.5 million (+3.2%). This change was mainly due to the following factors:

- an increase in **commissions paid** to the sales network, employees and non-employees of € 7.7 million (+3.7% compared to 2007, rising from € 210.5 million to € 218.2 million);
- a € 7.8 million increase in **fixed personnel costs** (+6.7% compared to 2007), was mainly due to the increase of over 3% in the workforce and the remainder due to renewal of national and supplementary employment contracts. *Alleanza's* total workforce as at 31 December 2008 numbered 3,780 individuals (3,690 as at 31 December 2007);
- substantial stability in **other administrative expenses**, which amount to € 122.4 million (€ 123.4 million in 2007).

As a result of suspension of the reinsurance agreement with the parent company *Assicurazioni Generali*, **operating expenses borne by reinsurers** as at 31 December 2008 reduced to € 74.1 million (down 10.1% compared to € 82.4 million in 2007).

As a result of these items, in 2008 **operating expenses net of reinsurance** amounted to € 391.1 million (+6.2% compared to 2007).



## Financial and Asset Management

Financial management of the Company's assets is assigned to *Generali Investments Italy SGR*, a *Generali Group* company, on the basis of an asset management contract.

Total class "C" and "D" investments at the end of 2008 amounted to € 22,731.9 million (+0.8% on the € 22,559.6 million as at 31 December 2007), compared to technical reserves of € 21,680.7 million. Their breakdown is illustrated in the table below.

### Investments

(figures in millions of € and % values)

	December		Change	
	2008	2007	€	%
Class "C" investments	22,448.1	22,274.9	173.2	0.8
Land and buildings	231.5	288.0	-56.5	-19.6
Bond portfolio	16,647.8	16,911.8	-264.0	-1.6
<i>Bonds</i>	13,329.9	13,692.4	-362.5	-2.6
<i>Mutual bond investment funds</i>	3,317.9	3,219.4	98.5	3.1
Share portfolio	1,671.2	1,363.5	307.7	22.6
<i>Shares</i>	1,030.8	994.7	36.1	3.6
<i>Mutual share investment funds</i>	640.4	368.8	271.6	73.6
Holdings in group companies and other investee companies	2,327.2	2,530.1	-202.9	-8.0
<i>Group</i>	1,529.6	1,534.5	-4.9	-0.3
<i>Other investee companies</i>	797.6	995.6	-198.0	-19.9
Loans	1,570.4	1,100.2	470.2	42.7
Other investments	-	81.3	-81.3	-100.0
Class "D" investments	283.8	284.7	-0.9	-0.3
Investments related to unit- and index-linked loans	264.1	274.0	-9.9	-3.6
Investments deriving from the management of pension funds	19.7	10.7	9.0	84.1
<b>TOTAL INVESTMENTS</b>	<b>22,731.9</b>	<b>22,559.6</b>	<b>172.3</b>	<b>0.8</b>

Please note that *Alleanza*:

- had no exposures or commitments regarding the issue of US subprime mortgages;
- had no exposures or commitments regarding investment in financial products with such mortgages as the underlying assets or in any way relating to such mortgages;
- had no exposures or commitments relating to the issue of guarantees linked to such products.

The following movements occurred during the year in **investments in land and buildings**: sales of € 87.9 million, incremental costs of € 0.9 million and a € 30.5 million revaluation in application of the provisions of Legislative Decree no. 185 of 29 November 2008, converted with amendments to Law no. 2 of 28 January 2009.

The property sale transaction is described in the paragraph on subsidiaries, associated companies and companies subject to joint control.

The sales mainly refer to the Alleanza contribution of three properties to the closed-end "Scarlati" property investment fund, established and managed by *Generali Immobiliare Italia* and the sale of another property that led to pre-tax capital gains of € 7.8 million.

With regard to the revaluation, this referred to the assets recorded in the financial statements as at 31 December 2007 not sold in 2008 and pertaining to the categories of instrumental and residential properties. The total revaluation net of related deferred taxes amounted to € 27.9 million, recognised to a special reserve under Shareholders' Equity with no effect on net profits. The book sheet values for revalued properties are in any event not higher than the respective market values, based on a survey completed by independent experts for the sector. The properties were revalued to their market value.

The **bond portfolio (mutual bond investment funds)** of € 16,647.8 million accounts for 74.2% of class "C" investments (75.9% as at 31 December 2007).

Of the **bonds** included in the portfolio totalling € 13,329.9 million, 89.0% are fixed-income securities and 11.0% floating rate securities. Their average duration is 7.03 years with a high quality rating. In fact, 93.1% of bonds have a rating of "A" or higher, 4.4% between "BBB+" and "BBB-" and the remaining 2.5% are "not rated". 60.8% of this portfolio is allocated to the long-term segment (37.8% as at 31 December 2007).

The increase in the long-term bond segment forms part of an alignment of the duration of assets to that of liabilities with a view to reducing financial risk.

**Mutual bond investment funds** totalled € 3,317.9 million and related bond investments comprised 93.2% fixed-income and 1.7% floating rate securities. The average duration of bond investment funds is 6.16 years. 59.5% of this portfolio is allocated to the long-term segment (65.2% as at 31 December 2007).

The **share portfolio (shares plus mutual share and real estate investment funds)** amounted to € 1,671.2 million (€ 1,363.5 million as at 31 December 2007).

The **shares** totalled € 1,030.8 million: € 545.6 million long-term securities (€ 188.9 million as at 31 December 2007), and € 485.2 million (€ 805.8 million as at 31 December 2007) in investments held for trading. The increase in long-term securities (and corresponding reduction in current assets) is attributable to a stronger strategic interest in certain investments, adapted to meet the company's medium/long term commitments.

**Mutual share and real estate investment funds** amounted to € 640.4 million (€ 368.8 million as at 31 December 2007).

**Investments in group companies and other investee companies** amount to € 2,327.2 million (€ 2,530.1 million as at 31 December 2007): investments in group companies amounted to € 1,529.6 million (€ 1,534.5 million as at 31 December 2007) with a € 4.9 million decrease due mainly to the reimbursement from *Alleanza Investments* of contributions to capital accounts received in previous years and the company's liquidation, and to disposal of the investment in *Generali Servizi Informatici* to *Assicurazioni Generali*. This disposal forms part of the restructuring of *Generali Group* service companies. Following this disposal, *Alleanza* acquired a holding in *Generali Business Solutions*.

The reduction in **other investee companies** of € 198.0 million (from € 995.6 million to € 797.6 million) was mainly due to the partial disposal of the investment in *Intesa Sanpaolo*, for a book value of € 113.9 million, leading to recognition of pre-tax capital gains of € 129.3 million, and to a € 84.1 million write-down of the investment in *Telco*.

For further details on movements in long-term investments, reference should be made to the Notes to the Accounts.

**Loans** as at 31 December 2008 amount to € 1,570.4 million (€ 1,100.2 million as at 31 December 2007) and essentially comprise € 1,534.2 million in loans against policies (€ 1,080.3 million as at 31 December 2007), € 31.5 million subordinated loan granted to the subsidiary *Intesa Vita* and € 1.4 million financing granted to the associated company *A7 S.r.l.* The increase in loans against policies was, amongst other things, due to the early closure of the San Giorgio II securitisation of the loans portfolio deriving from loans against policies granted to policyholders and the subsequent buy-back of loans previously ceded to the SPV.

Other asset items include 516,175 ordinary *Alleanza* shares with a total value of € 3.0 million, for stock option plans and stock grants explained further in a specific paragraph.

During 2008, *Alleanza* held no shares in portfolio of the parent company *Assicurazioni Generali*.

In compliance with CONSOB communication no. 98084143 of 27 October 1998, please note that *Alleanza* does not perform financial operations in geographic areas affected by economic crises.

**Class "D" investments** as at 31 December 2008 totalled € 283.8 million (€ 284.7 million as at 31 December 2007), with technical reserves of € 282.0 million, including € 154.6 million in internal insurance funds regarding unit-linked policies, € 109.5 million in structured bonds regarding unit-linked policies and € 19.7 million from management of the "Al Meglio" pension fund.

## Net financial and real estate income

(figures in millions of € and % values)

	December		Change	
	2008	2007	€	%
TOTAL	617.1	768.6	-151.5	-19.7
Net income from investments	528.0	709.2	-181.2	-25.5
Net ordinary income	785.6	773.8	11.8	1.5
<i>group company dividends</i>	98.1	167.8	-69.7	-41.5
<i>other investee company dividends</i>	88.1	108.8	-20.7	-19.0
<i>net Interest and other dividends</i>	862.7	779.7	83.0	10.6
<i>reinsurance interest expense</i>	-263.3	-282.5	19.2	-6.8
Net income from disposals	42.7	172.8	-130.1	-75.3
Write-backs / Adjustments on investments	-300.3	-237.4	-62.9	26.5
Net gains from disposal of long-term investments	118.0	55.9	62.1	n/a
Net gains from real estate management	7.8	-	7.8	n/a
Net income from class "D" investments	-36.7	3.5	-40.2	n/a

**Net financial income and income from real estate** (including net income from class D investments) totalled € 617.1 million (€ 768.6 million in 2007).

**Net income from investments** amounted to € 528.0 million compared to € 709.2 million in 2007.

**Net ordinary income** amounted to € 785.6 million compared to € 773.8 million in 2007, the increase of € 11.8 million mainly due to:

- increased interest and other financial income of € 83.0 million, including bonds of € 37.2 million, loans against policies of € 28.5 million, mutual investment funds of € 26.4 million, other income of € 3.5 million and a reduction in other dividends of € 12.7 million;
- a decrease in dividends from group companies, mainly *Intesa Vita*, *Generali Properties* and *Alleanza Investments* of € 69.7 million;
- a decrease in dividends from other investee companies of € 20.7 million, essentially due to lower *Intesa Sanpaolo* dividends;
- a decrease in reinsurance interest expense of € 19.2 million.

Regarding the sub-category of class "C" investments at the beginning and end of the period, the average annual yield (before reinsurance interest) was 4.7%.

**Net income from disposals** totalled € 42.7 million (€ 172.8 million in 2007), of which € 39.7 million bonds and € 26.6 million derivatives (options and swaps), partially offset by losses on disposal of shares of € 23.6 million. The decrease on the previous year is attributable to a reduction in portfolio trading, partly counterbalanced by the increase in profits from disposals in long-term investments (recorded under extraordinary income). The derivative transactions were

approved by the Board of Directors, as established in ISVAP Ruling 297/1996.

**Write-backs/adjustments on investments** (portfolio gains/losses) recorded a negative balance of € 300.3 million (a negative € 237.4 million in 2007), due to the negative performance of interest rates, credit spreads and the financial markets. These mainly regard shares for € 214.8 million, mutual investment funds for € 25.3 million and bonds for € 55.0 million.

Adjustments to investments benefited from the lower capital losses on the securities portfolio of € 363.6 million, due to the effect of the decision to exercise the option offered by Legislative Decree 185/2008, converted to Law no. 2 of 28 January 2009 and enacted by ISVAP Regulation 28/2008. The above-mentioned regulation, as already mentioned, allows the valuation of short-term securities at the initial entry value in the half-year report as at 30 June 2008 or, for securities not included in the portfolio as at that date, according to their purchase cost.

**Net income from disposal of long-term investments** was € 118.0 million (€ 55.9 million as at 31 December 2007) and includes € 129.3 million capital gains from the part-disposal of *Intesa Sanpaolo*, and € 11.3 million disposals of other long-term investments during the period.

**Net gains from real estate management** totalled € 7.8 million, mainly deriving from the above-mentioned contribution of *Alleanza* of three properties to the closed-end "Scarlatti" property investment fund.

**Net income from class "D" investments** (income/expense on investments for which the risk is borne by policyholders) amount to € -36.7 million (€ 3.5 million as at 31 December 2007), including € 14.7 million (€ 10.8 million as at 31 December 2007) unrealised income and capital gains, whilst unrealised expense and capital losses amounted to € 51.4 million (€ 7.3 million as at 31 December 2007).

For further details, see the observations in the Notes to the Accounts and the annexed "Cash Flow Statement" table.

## Segregated funds, internal funds and pension fund

With regard to *Alleanza's* segregated funds, the financial year and calendar year do not coincide as the yield calculation period is from 1 November of the previous year to 31 October of the current year.

As at 31 October 2008, **segregated funds** amounted to € 21,348.0 million (€ 21,001.1 million as at 31 October 2007) and were composed as follows:

### SEGREGATED FUNDS

(figures in millions of €)

	Assets under Management as at 31/10/2008	Percentage yield	
		As at 31/10/2008	As at 31/10/2007
Fondo San Giorgio	14,163.6	4.36	4.29
Fondo Euro San Giorgio	5,826.6	5.07	5.07
AlleCapital	824.3	4.05	4.02
Euro AlleCapital	470.3	3.85	4.10
Allerendita	4.4	4.50	4.29
Alleata Garantita	58.8	4.42	4.25

The total **internal funds** regarding unit-linked and index-linked policies as at 31 December 2008 amounted to € 264.1 million (€ 274.0 million as at 31 December 2007). As at the same date, the "AlMeglio" **pension fund** amounted to € 19.7 million (€ 10.7 million as at 31 December 2007).

## Solvency margin

The solvency margin as at 31 December 2008 was calculated in compliance with the provisions of Chapter IV, Legislative Decree 209/2005 and ISVAP Regulation 19/2008. The provisions of ISVAP Regulation 28/2009 were also taken into account, as the company decided to exercise the option of valuating short-term investments at a value different to that recorded as at 31 December 2008.

The items making up the Life Business solvency margin amounted to € 1,294.8 million (€ 1,485.0 million as at 31 December 2007).

The € 190.2 million decrease is mainly due to:

- the above-mentioned setting-up of an unavailable reserve for € 255.0 million, including € 159.5 million (20% of the lower value between the available margin and that required) used as the element representing the solvency margin, in application of ISVAP Regulation 28/2009;
- deduction of the book value of securities issued by entities declaring insolvency or subject to bankruptcy proceedings, in application of ISVAP Regulation 28/2009: this item refers to securities issued by Lehman Brothers, recorded to the balance sheet at the written-down figure of € 1.2 million;

- € 253.8 million use of the extraordinary reserve to pay the extraordinary dividend proposed in 2009 (note that elements constituting the solvency margin as at 31 December 2008 are already net of this dividend);
- increase in revaluation reserves of € 27.9 million, due to the effect of application of the provisions of Legislative Decree no. 185 of 29 November 2008, converted with amendments to Law no. 2 of 28 January 2009;
- allocation of 2008 profits of € 135.8 million to the unavailable reserve, in application of the provisions of Legislative Decree no. 185 of 29 November 2008, converted with amendments to Law no. 2 of 28 January 2009.

The solvency margin required for the Life Business (to be constituted) is € 797.6 million (€ 774.1 million as at 31 December 2007).

The surplus of items making up the margin amounted to € 497.2 million (€ 710.9 million as at 31 December 2007), fully adequate to cover the total guarantees issued for € 39.7 million (€ 53.8 million as at 31 December 2007) as prescribed by sector regulations.

The surplus compared to the amount of the solvency margin to be constituted, net of guarantees issued is € 457.5 million (€ 657.1 million as at 31 December 2007).

This therefore confirms the persistence of a surplus of constituting elements (available solvency margin) compared to the required total solvency margin.

For the Non-Life Segment, the items making up the margin amount to € 2.8 million, the minimum is 2.2 million and the surplus € 0.6 million (€ 0.6 million as at 31 December 2007).

## Taxes

Since the beginning of the financial year 2005, on the basis of provisions established in Articles 117 to 129, Presidential Decree no. 917/86, the company has adhered to the Italian national tax consolidation regime with the parent company *Assicurazioni Generali*.

Revenues of € 15.9 million in income tax are recorded in the Income Statement (against revenues of € 31.8 million as at 31 December 2007). For further details, reference should be made to the observations in the Notes to the Accounts.

## Provisions for risks and Reserves

Net withdrawals of € 4.8 million were made from the "Provision for future liabilities" to cover guarantees issued in favour of group companies and other future risks.

In addition, € 1.6 million was reclassified from the Own Shares Reserve to the Extraordinary Reserve after realignment of the Stock Option value.

## Relations with Group Companies and Other Related Parties

Alleanza is part of the *Assicurazioni Generali Insurance Group*, which controls it, directs and coordinates as described in articles 2497 et seq of the Civil Code. *Alleanza* in turn directly or indirectly controls the following companies: *Intesa Vita* and *Intesa Life Limited* which operate in the life insurance business, *Finagen* and *Fondi Alleanza SGR*, which operate in the financial sector, and *Agricola San Giorgio* and *Natalia*, which operate in the real estate-farming sector.

In April 2008, *Intesa Life* and *Alleanza Investments* began voluntary liquidation proceedings for which completion for *Intesa Life* is envisaged by the end of 2009, whilst *Alleanza Investments* ceased business operations on 28 October 2008.

In addition to controlling interests, *Alleanza* holds 47.9% of *Generali Properties*, a subsidiary of *Assicurazioni Generali*, with the aim of optimising management of the Group real estate portfolio.

*Alleanza's* holding in *Generali Servizi Informatici* was sold to *Assicurazioni Generali* in the first quarter of 2008. This disposal formed part of the restructuring of *Generali Group* service companies. Following this disposal, *Alleanza* acquired a holding in *Generali Business Solutions*.

*Alleanza* also holds a joint controlling interest in *A7*, a real estate firm.

Lastly, *Alleanza* has a holding in *Telco*, acquired following the transfer of Telecom Italia shares to the latter. The *Generali Group* holds 28.0% of *Telco* share capital, of which 6.2% by *Alleanza*. This transaction aimed to create long-term value, strengthen and stabilise the corporate structure of Telecom Italia and guarantee greater financial flexibility.

In adherence to the provisions of art. 2391-bis of the Italian Civil Code and the CONSOB communications relating to transactions with related parties, it is noted that relations with group companies fall under the Company's regular coordination operations.

These operations are specifically supervised by ISVAP and CONSOB and are implemented in accordance with the "Guidelines for the examination and resolution of transactions having a significant economic, financial or equity impact with related, atypical or unusual parties", approved by the Company's Board of Directors on 22 January 2003 and on 8 November 2006, also in compliance with the principles expressed by the Code of Conduct for Listed Companies. The guidelines were last updated on 18 June 2008 to take into account the new governance structure following the assignment of certain powers to the Chairman of the Board of Directors.

No atypical transactions with respect to the company's normal operations were carried out.



The principal intra-group operations, settled at market prices, were carried out through reinsurance and coinsurance relationships with the parent company *Assicurazioni Generali* and with other Group companies for the administration and management of securities and real estate assets, IT services and guarantees. The Company's operational functionality, in addition to its direct staff, is also ensured by a series of joint projects with the group at market values for the supply of business services. Personnel loans settled at cost were also made.

The above-mentioned operations enabled the rationalisation of operational functions and the improvement of services.

No transactions with related parties represented by individuals were carried out.

For information on the equity and economic relationships, see the Notes to the Accounts.

Relations with other group companies and significant intra-group transactions are detailed below, also with regard to the provisions in force for management and coordination of companies.

## Parent Company

As at 31 December 2008, *Assicurazioni Generali's* stake in *Alleanza's* ordinary share capital was 47.5% of the total (if indirect holdings are also considered, total holdings reach 50.4%). Considering the broad range of management and coordination activity, it is not possible to isolate the effects of individual actions in order to quantify the effect on the company's results. In any event, management and coordination activity does not entail significant burdens on administrative commitments and contributes to attaining considerable synergies. As discussed above, *Alleanza* has reinsurance/coinsurance contracts and collaboration agreements in place with its parent company for the supply of business services, at market value, aimed at obtaining the above-mentioned rationalisation of operational functions. Lastly, it is noted that *Alleanza* participated in the parent company's consolidated national tax programme.

In 2008, the existing reinsurance structure with the Parent Company is broken down as follows:

- reinsurance agreement amounting to 45.0% of the portfolio underwritten prior to 1996;
- reinsurance agreement amounting to 40.0% of the annual premiums from traditional policies, on contracts entered into by 31 December 2005. Starting from 1 January 2006, new contracts with annual premiums on traditional policies are no longer subject to reinsurance.
- reinsurance agreement surplus on death cover policies exceeding € 110,000.

The summary figures for reinsurance were:

(figures in millions of €)

RELATIONS WITH THE PARENT COMPANY	
- Commissions	74.1
- Amounts paid	899.6
- Technical reserves as at year-end	7,330.4
- Portfolio movements	-
- Amounts to be paid as at year-end	13.9
- Premiums ceded	-744.9
- Interest on payables to reinsurance companies	-259.1
- Technical reserves as at the previous year-end	-7,388.1
- Portfolio movements as at the previous year-end	-
- Amounts to be paid as at the previous year-end	-10.9

## Subsidiaries

### Alleanza Investments PLC

In April 2008, *Alleanza Investments PLC*, a finance company based in Dublin, began voluntary liquidation proceedings, repaying part of the contributions to capital accounts received from *Alleanza* in previous years.

The liquidation proceedings were completed with effect from 28 October 2008.

### Intesa Vita

*Intesa Vita* is the result of the bancassurance agreement with *Intesa Sanpaolo*.

*Intesa Vita* absorbed the bancassurance division of *Alleanza* and the holdings of *Assicurazioni Generali* and *Banca Intesa* in *Assiba* and *Intesa Vita*.

With effect from 1 March 2008 *Intesa Vita* transferred the company division that includes the activities for the production and management of insurance policies in Life Segments I, III and V to Sud Polo Vita, specifically, the portfolio of insurance policies stipulated by *Intesa Vita* with customers of the Cassa di Risparmio banks controlled by Intesa Casse del Centro and the former Banca Intesa branches located in the regions of Campania, Puglia, Basilicata and Calabria, managed via the Life application.

*Alleanza* underwrote an interest-bearing subordinate loan for € 31.5 million, issued by *Intesa Vita* has outsourced its Compliance Department to *Alleanza*.

### Finagen

In 2008, company operations focused on the management of residual performing financial leasing contracts, after the sale en bloc of portfolios in previous years, on the gradual recovery of non-performing positions and the marked re-

duction in overhead costs, consistently with the reduced business volume. The company did not stipulate any new financial leasing contracts in 2008.

The guarantees provided by *Alleanza* on behalf of *Finagen* in previous years as part of the Company's normal operations remain in force, whilst gradually being reduced, consistently with the reduction in business.

With the share disposal agreement signed on 3 June 2008, *Finagen* acquired 100% control of *Venice*, an SPV for the securitisation of loans settled in advance as at the end of 2006. On 25 June 2008, the merger by incorporation of *Venice* into *Finagen* was approved, later completed on 2 October 2008.

### Fondi Alleanza SGR

*Fondi Alleanza*, a savings management company, promotes mutual funds in which *Alleanza* has invested part of its assets. Management of the funds is assigned to the management companies *Generali SGR S.p.A.* and *BG SGR S.p.A.*

*Fondi Alleanza* has outsourced the following business services to *Alleanza*: Internal Control, Legal and Corporate Consulting, Compliance, Tax Advisory, HR Management, General Accounting and Budgeting.

### Agricola San Giorgio and Natalia

The companies *Agricola San Giorgio* and *Natalia* (indirectly controlled by *Alleanza* through its 100% stake in *Agricola San Giorgio*) engage in agricultural-real estate and livestock rearing activities.

With effect from 14 January 2009, *Alleanza* disposed of its entire investment in *Agricola San Giorgio* and the indirect investment in *Natalia* to *Genagricola S.p.A.*

## Affiliated, associated and jointly controlled companies

*A7* was created ad hoc for the specific purpose of splitting up the real estate complexes assigned to it and selling the individual real estate units. It is 19.6% owned by *Alleanza* and 20.6% owned by *Assicurazioni Generali*.

Together with the other Shareholders, and in order to capitalise the company for the purchase of real estate, *Alleanza* issued an interest-bearing loan of € 4.6 million to *A7* during financial year 2005, partially repaid for a total of € 3.1 million as at 31 December 2008.

*Generali Properties Asset Management* is responsible for management of the Group's real estate assets and administrative management of the properties remaining under *Alleanza's* ownership.

Outsourcing of the management of IT and telecommunication systems is assigned to the company *Generali Business Solutions*, with the objective of optimising the use of human and technological resources and achieving gradual economies of scale due to the process of insourcing operations and concentration of hardware components. Agreements for the supply of administrative services were also reached.

Since 2002, the company's asset management operations have been managed by the Group's asset management company, *Generali Investments Italy SGR*, in order to benefit from the availability of diversified and specialised teams of managers and to take advantage of the economies of scale in the trading of higher volumes of securities.

There is currently a trade agreement in force with *Banca Generali* for the distribution of banking products and services through the *Alleanza* network.

*Simgenia*, a brokerage company owned by *Banca Generali S.p.A.* dealing with the placement of financial instruments and services, has a mandate for placing stakes in open mutual investment funds promoted by *Fondi Alleanza S.G.R.* and has signed an agreement with *Alleanza* aimed at unifying *Alleanza's* customer intervention strategies.

With regard to *Telco*, *Alleanza* has a holding acquired following the transfer of Telecom Italia shares to *Telco*. The *Generali Group* holds 28.0% of *Telco* share capital, of which 6.2% by *Alleanza*. This transaction aimed to create long-term value, strengthen and stabilise the corporate structure of Telecom Italia and guarantee greater financial flexibility.

In addition to the bancassurance operations discussed above, standard relations have been developed with the *Intesa Sanpaolo* group within the Company's financial operations, specifically in treasury management. *Intesa Sanpaolo* is also the custodian for a significant part of the Company's securities portfolio.

## Corporate Governance System

As is known, information on the Corporate Governance System and on compliance with the Recommendations contained in the Code of Conduct for Listed Companies is provided through a specific Annual report.

In compliance with the provisions of the abovementioned Code, the table below reports the offices of Director or Statutory Auditor held by the Directors in other listed companies, recorded annually by the Board of Directors and last updated at the meeting held on 19 February 2009.

OFFICES OF DIRECTOR OR STATUTORY AUDITOR HELD BY THE DIRECTORS IN OTHER LISTED COMPANIES IN REGULATED MARKETS ALSO ABROAD, IN FINANCIAL, BANKING, AND INSURANCE COMPANIES OR IN OTHER COMPANIES OF SIGNIFICANT SIZE	
Name and surname	OFFICES HELD
AMATO LUIGI MOLINARI	Director Meliorbanca S.p.A.
ANTOINE BERNHEIM	Chairman Assicurazioni Generali S.p.A. Vice Chairman Lvmh Moet Hennessy Louis Vuitton and Bollre Investissement Vice Chairman of the Supervisory Board Intesa Sanpaolo S.p.A. Director Generali France, Christian Dior S.A., Christian Dior Couture, Ciments Francais, AMB Generali Holding AG, Banca della Svizzera Italiana, Generali Holding Vienna AG, Generali España Holding S.A., Graafschap Holland, Mediobanca, Havas, Banco Santander Central Hispano S.A. (Assicurazioni Generali S.p.A. Representative) Member of the Supervisory Board Eurazeo
GIOVANNI BAZOLI	Chairman of the Supervisory Board Intesa Sanpaolo S.p.A. Chairman Mittel S.p.A. Member of the Supervisory Board UBI Banca S.p.A.
GIUSEPPE BUORO	Director Ina Assitalia S.p.A.
MAURIZIO DE TILLA	Director Finmeccanica S.p.A.
ALDO MINUCCI	Chairman Genertel S.p.A. Telco S.p.A. Director Ac.e.gas. S.p.A., Aeroporti di Roma S.p.A., Banca Generali S.p.A., Gemina S.p.A., Ina Assitalia S.p.A., Intesa Vita S.p.A., Intesa Previdenza SIM S.p.A., Toro Assicurazioni S.p.A., Fata Vita S.p.A., Fata Assicurazioni Danni S.p.A. and Telecom Italia S.p.A.
ALBERTO PECCI	Director El.En. S.p.A., KME Group S.p.A.

OFFICES OF DIRECTOR OR STATUTORY AUDITOR HELD BY THE DIRECTORS IN OTHER LISTED COMPANIES IN REGULATED MARKETS ALSO ABROAD, IN FINANCIAL, BANKING, AND INSURANCE COMPANIES OR IN OTHER COMPANIES OF SIGNIFICANT SIZE	
Name and surname	OFFICES HELD
GIOVANNI PERISSINOTTO	<p>Chairman Banca Generali S.p.A. Vice Chairman Banca Svizzera Italiana S.A. Managing Director Assicurazioni Generali S.p.A. Member of the Management Board Intesa Sanpaolo S.p.A. Director Ina Assitalia S.p.A., Pirelli &amp; C. S.p.A., Toro Assicurazioni S.p.A.</p>
VITTORIO RISPOLI	<p>Managing Director and General Manager Fata Assicurazioni Danni S.p.A., Fata Vita S.p.A. Director Soc. Autostrade Torino – Milano S.p.A., Terna S.p.A., Sara Assicurazioni S.p.A., Sara Vita S.p.A., M.C. Gestioni S.p.A.</p>
FABIO ALBERTO ROVERSI - MONACO	<p>Chairman Sinloc S.p.A. Mandarin Fund Director Telecom Italia Media S.p.A. Standing Auditor Cassa Depositi e Prestiti S.p.A.</p>

## Holdings of Directors, Statutory Auditors and General Managers

In compliance with the provisions of Art. 79 of CONSOB Resolution no. 11971/99 the table below details, according to annex 3C, holdings in the Company or its subsidiary Companies, by the Directors, Statutory Auditors and General Managers as well as by their spouses if not legally separated and by their minor children, directly or through subsidiaries, fiduciary companies or through nominees, appearing in the Shareholders' register, in the notifications received and in any other information acquired from these Directors, Statutory Auditors and General Managers.

NAME AND SURNAME	OFFICE HELD	INVESTEES COMPANY	NUMBER OF SHARES HELD AT THE END OF THE PREVIOUS YEAR	NUMBER OF SHARES PURCHASED	NUMBER OF SHARES SOLD	NUMBER OF SHARES HELD AT THE END OF THE CURRENT YEAR
Amato Luigi Molinari	Chairman	Alleanza Assicurazioni	10,000	-	-	10,000
Ugo Ruffolo	Managing Director and General Manager*	Alleanza Assicurazioni	25,000	50,000**	75,000	-
Giuseppe Buoro	Director	Alleanza Assicurazioni	-	1,000	-	1,000
Aldo Minucci	Director	Alleanza Assicurazioni	-	26	-	26
Alberto Pecci	Director	Alleanza Assicurazioni	107	-	-	107
Antonio Spallanzani	Director	Alleanza Assicurazioni	6,000	-	-	6,000
Alessandro Gambi	Standing Auditor	Alleanza Assicurazioni	2,120	20	2,140	-
Sandro Panizza	General Manager	Alleanza Assicurazioni	17,500	35,000***	17,500	35,000
Luigi Rizzuti	General Manager	Alleanza Assicurazioni	10,000	20,000***	10,000	20,000

(\*) office held until 7 May 2008

(\*\*) Stock Grant assignment

(\*\*\*) assignment of stock grant, of which 50% subject to unavailability for 12 months from assignment.

## Stock option plans and stock grant

### 2000-2003 stock option plan

Implementing the proxy granted to it by the extraordinary Shareholders' Meeting (of 24 April 2001), in April and September 2001 the Board of Directors resolved to launch two three-year stock option plans, subsequently extended by one year, in favour of Executives and Directors of the Alleanza Group, respectively.

In terms of the plan for Executives, the Shareholders' Meeting granted the Board of Directors the right to increase the share capital by up to € 1,750,000.00, through the issue of a maximum of 3,500,000 ordinary shares with a nominal value of € 0.50 each.

For the plan regarding Directors, the above Shareholders' Meeting authorised the purchase of a maximum of 800,000 own shares.

Following achievement of the objectives set on a yearly basis by the Board of Directors, the two plans have resulted in the assignment of options referring to the years 2000, 2002 and 2003.

The options assigned in 2001 which became exercisable in 2004 can now no longer be exercised. Options assigned in April and June 2003 became exercisable in 2006 and can continue to be exercised until April and June 2010.

The two plans gave rise to the assignment of options as illustrated in the tables below.

Table A)

STOCK OPTION PLAN FOR MANAGEMENT AND NON-MANAGEMENT EMPLOYEES OF THE ALLEANZA ASSICURAZIONI GROUP				
FINANCIAL YEAR OF REFERENCE	2000	2001	2002	2003
No. of options assigned	600,000	-	450,000	582,462
Exercise price	€ 14.202	-	€ 7.610	€ 8.620
Options exercisable as at 31/12/2008	-	-	265,431	286,165
Options expired	503,469	-	-	-
Options exercised	-	-	103,105	167,992

Table B)

STOCK OPTION PLAN FOR MANAGING DIRECTORS OF THE ALLEANZA ASSICURAZIONI GROUP				
FINANCIAL YEAR OF REFERENCE	2000	2001	2002	2003
No. of options assigned	190,000	-	90,000	90,000
Exercise price	€ 13.670	-	€ 7.610	€ 8.620
Options exercisable as at 31/12/2008	-	-	90,000	90,000
Options expired	190,000	-	-	-
Options exercised	-	-	-	-

### 2006-2008 Stock Grant Plan

Implementing the proxy granted to it by the Shareholders' Meeting (27 April 2006), the Board of Directors had the option to assign own shares (430,000) not used for the 2000-2003 stock option plan for Directors, and approved a three-year stock grant plan reserved for the Managing Director, General Managers and other executives of Alleanza Assicurazioni S.p.A.

Regarding 2006 and 2007, the Board of Directors verified achievement of the objectives upon which assignment of the shares for said year was based, and the first two annual assignments were carried out.

Regarding 2007, the Board of Directors, at its meeting of 14 March 2008, verified achievement of the objectives upon which assignment of shares for that year



was based, and the second annual assignment was carried out with effect from 20 June 2008, as illustrated in the table below.

Name or category	Status	Date of Meeting resolution	Number of shares allocated	Allocation date	Number of shares allocated but not available	End of restriction on sale of shares
Alleanza Assicurazioni Executives		27/04/06	38,332	20/06/08	19,166	20/06/09
Ugo Ruffolo	Managing Director and General Manager	27/04/06	50,000	20/06/08	-	-
Sandro Panizza	General Manager	27/04/06	35,000	20/06/08	17,500	20/06/09
Luigi Rizzuti	General Manager	27/04/06	20,000	20/06/08	10,000	20/06/09

## Litigation

As at year-end the Company was not involved in any litigation of a serious nature.

## Privacy

In accordance with the provisions of Legislative Decree no. 196/2003 "Personal Data Protection Code", on 31 March 2008 the Company drafted the Security Policy Document, as required by current law on personal data protection (art. 34 and Rule 19, Annex B Technical Specifications of Legislative Decree no. 196/2003 on minimum security measures).

The Company has continued to work towards the full implementation of all Personal Data Treatment Owner obligations under the terms of the above-mentioned Code.

## Corporate Social Responsibility

Corporate Social Responsibility forms an integral part of the business operations of *Alleanza*, which has always sought to develop strong relations with the local and national communities in the areas in which it operates. Through financing and other forms of support, the company contributes to a great many initiatives of a social, cultural, environmental and sporting nature, in the conviction that social responsibility is a true investment that enterprise is obliged to make.

Through activities of the Fondazione Mario Gasbarri, every year since 1984 support is provided for training in the insurance and financial sectors for young graduates. The Fondazione Mario Gasbarri is independent, self-financed from returns on the Government securities that form its equity base.

Each year the Company distributes an amount in excess of € 100,000 in study grants to the employees' children, junior and high school students on a merit basis.

In addition, contributions are set aside in favour of the company's children, for use when they are born or at Christmas.

Each year between 15 and 20 initiatives are agreed, implemented in Italy, for funding totalling € 1 for every € 1000 of the company net profit of projects regarding:

- young people: preferably education or professional integration initiatives, especially to those in situations of hardship or social marginalisation;
- foreigners in Italy: promoting integration, education and professional integration support projects.

In terms of protecting the environment as a primary asset, the adopted guidelines are those of the Generali Group of which the Company is a member and which, as explained in the Code of Ethics, is committed to steering its decisions in such a way as to guarantee compatibility of the economic initiative with environmental needs.

Programmes have been introduced for the intelligent reduction of water and electricity consumption, along with rules on company business travel and on waste disposal: these initiatives, in addition to protecting the environment, have a positive impact on corporate profitability.

An organisational plan has been launched which envisages a move to biocompatible architectures for the network. In addition, our entire vehicle fleet has been converted, replaced with vehicles fitted with particulate filters to guarantee reduced consumption and CO2 emissions.

## Human Resources

Human Resources are the best form of investment for *Alleanza Assicurazioni*: the company aims to strengthen individual spirit of initiative and encourage propo-

sals of benefit in consolidating the corporate identity and professional integrity.

With regard to *Alleanza Assicurazioni* Human Resources, represented by a set of skills, expertise, level of motivation and a sense of corporate identity, projects are implemented to “accompany” the development of employee skills, monitor personnel satisfaction (the Group *Ascoltiamoci* project) and to measure Internal Customer Satisfaction in terms of the level of service of individual departments so as to guarantee improved quality of service.

To encourage a sense of corporate identity in *Alleanza Assicurazioni*, corporate programmes have been introduced that envisage supplementary welfare schemes over and above those envisaged in national collective agreements for the sector.

These include: the “Health-friendly” welfare support scheme, insurance scheme, supplementary pension scheme, advances of staff severance indemnity and a financial support programme.

In addition the Company provides direct support to the staff club (CRAL).

With regard to remuneration policy, the integrated company contract envisages the payment of a productivity bonus on achieving corporate results.

For managerial and specialist grades, the “balanced scorecards” system is in operation, which record participation, in a variable percentage compared to the contribution of each, in corporate results expressed in terms of New Business Value and the contribution in terms of specific objectives. The Internal Customer Satisfaction survey (CSI) also contributes to the overall assessment. The 2008 CSI confirmed an average level of satisfaction of 75%, equal to the 2007 figure (in 2006: 72%). The results concern executives and managers.

With regard to training, *Alleanza Assicurazioni* participates in Group projects launched by the *Generali Group Innovation Academy*: *Essere Leader*, *Miglioriamoci*, *360°* for all managers, *360°* for all executives (in progress for the executives), where necessary giving preference to the attendance of part-time ad hoc courses (see *Miglioriamoci* project), for disabled people with dedicated tutors (interpreters for the deaf or help in reaching the course venue). In 2008 a total of 17,999 formal training hours were provided to administrative personnel.

Flexible working hours are envisaged covering both in and out times on a monthly basis. An agreement has also been signed with the trade unions that sets the maximum number of hours’ overtime permitted in a year.

In 1997 the *Equal Opportunities Commission* was established with the task of monitoring the situation within the company and for proposing solutions for any critical points identified.

Overall, 30% of the total workforce of *Alleanza* are women. In 2008, of the total recruitments (Head Office and the Agency Network – established or short-term contracts), 38% were women. With regard to Head Office only, women recruited under an established or short-term contract represented 70% of the total.

*Alleanza Assicurazioni* has launched a process to obtain certification for its safety management system (SGS) with implementation across the entire corporate organisation (Head Office and the distribution network). In addition, employees are informed of the current regulations and of the various health and safety initiatives through circulars or through special classroom sessions.

## Administrative and Financial Governance

During the year, measures were implemented at both the individual and group level for observation and evaluation of the internal control system, regarding the administrative and accounting procedures necessary for generation of the financial statement information. This was done in compliance with the "Riforma del Risparmio" or Reform on Savings (Law no. 262 of 28 December 2005, containing the "Provisions for the protection of savings and regulation of financial markets" or the "Savings Law"), as amended and integrated by Legislative Decree of 29 December 2006.

## Risk Analysis

### The risk management and control system

The risk management and control system aims to identify, evaluate and control the most significant risks to which the Company is exposed, which are those risks whose consequences could undermine the solvency of the Company or represent a serious obstacle for the achievement of company objectives. The ultimate objective of the system is to maintain the risks identified at an acceptable level, in a view to ensuring, on one hand, optimisation of the resources necessary to handle such risks, and, on the other, improvement of the Group's risk-adjusted performance.

The risk management system and control assumes the nature of a 'process', involving the Board of Directors, Executive Management and the Company departments in various capacities. The steps in this process can be summarised as follows:

- *risk identification and assessment*: to constantly gather information on existing and future internal or external risks to the Company that could involve all operating processes and the various corporate departments;
- *establishment of limits and allocation of capital by risk type*: to define the Company's approach to risk and to consistently allocate risk targets and operating limits in an integrated manner to the operating units;

- *assumption of risk*: to carry out the Company's normal business operations, assuming related risks in compliance with policy and operating limits, and with specific instructions from the relevant department managers;
- *risk measurement and analysis*: to systematically represent current exposure to risk based on pre-set models and methodologies;
- *definition and implementation of corrective action*: to develop ideas and recommendations to bring risks down to a level considered acceptable.

The implementation of the process as described above ensures that risks are constantly identified, assessed and managed, taking into due consideration any changes in the nature and extent of the activities carried out and in the market scenario. The integration of risk profiles into the Company's planning and control cycle also ensures the prompt and effective management of risks arising from the offer of new products.

### Roles and responsibilities

Risk management and control involves the Company's corporate bodies and the operating and control departments.

The Board of Directors ensures that the internal risk management and control system permits the identification, assessment and monitoring of the more significant risks, defining strategies and guidelines on risk management and internal control and ensuring their long-term adequacy and application. In this respect, the Board of Directors receives support from the Internal Control Committee, composed exclusively of independent non-executive directors, all of whom possess suitable accounting and financial experience, as required by recommendations contained in the Code of Conduct for Listed Companies, and to whom specific investigative, advisory and proposal duties are assigned.

Executive Management – i.e. the Chairman and the General Managers – are responsible for different levels of implementation, maintenance and monitoring of the internal control and risk management system, in accordance with directives of the Board of Directors. For such purposes Executive Management receives support from the Risks Committee, a standing committee with an advisory role composed of members of Executive Management and the Finance and Planning Manager. The manager of the Independent Risk Controlling Department is invited to attend the periodic Risks Committee meetings. The Risks Committee provides support to Executive Management in the periodic review of the risk profiles of the Company, in examining the various risk categories and in drafting strategic proposals and reporting on risk management.

Within the corporate organisational structure, responsibility for risk control is organised into two levels. The first involves a series of control tasks performed by the operating units on risks identified in corporate processes, with the aim of ensuring correct implementation of the processes and the achievement of

Company objectives. The second level essentially aims to monitor the above activities and assess the overall integrity of the system by means of independent control by the Independent Risk Controlling Section of the Auditing Department, responsible for control of the identification and assessment of risks envisaged in ISVAP Regulation no. 20 of 26 March 2008. For certain types of risk, support at the second organisational level is provided by:

- the Manager in charge of preparing the Company's financial reports pursuant to Italian Law 262/05 with regard to information risk control;
- the Legal and Compliance Department with regard to the control of compliance risk;
- the Finance and Planning Department and the Actuary appointed by the Company with regard to the measurement and control of insurance and financial risks.

For the purpose of complete alignment with the new ISVAP Regulation no. 20 of 26 March 2008 on compliance and risk management, at their meeting on 10 December 2008 the Board of Directors resolved the organisational separation of the Compliance and Risk Management departments from the Internal Audit and Legal Departments, respectively, appointing the related managers who will report to the Board of Directors via the Chairman and the Internal Control Committee.

### Principles and tools for risk management and control

A summary description is given below of the types of risk to which the Company is exposed, the main strategies adopted for risk management and control, and the criteria adopted to measure the resulting exposure. For further details, reference should be made to the analysis in the Consolidated Financial Statements.

### Strategic risks

These risks originate from external changes and/or from internal decisions that could jeopardise the future competitive positioning of the Company. They therefore include risks associated with: profitability growth, capital efficiency, alignment of governance responsibilities, approach to and tolerance of risk, external growth and disinvestment, reputation and the sense of belonging to a corporate group.

Executive Management is responsible for managing strategic risks, under the direct control of the Board of Directors. The main management tool for such risks, directly involving the above-mentioned players, is strategic planning, established over a three-year period and reviewed each year. The control of strategic risks involves the periodic evaluation of results achieved and assumptions made, as well as adaptation to new market conditions if necessary. Control is

also performed directly by the Company's Executive Management in coordination with the Parent Company.

### Market risk

Unexpected changes in the prices of shares, real estate, foreign currency and interest rates can negatively affect economic performance of the Company, in terms of both value as well as solvency. The assets subject to market changes are invested in order to earn profit on Shareholders' capital, as well as to meet the contractual commitments assumed with policyholders: consequently, any changes in the financial markets imply a change in the value of investments, as well as in the insurance and financial liability amounts.

Therefore, management of market risk requires an analysis of the impact of adverse changes in financial markets on the economic solvency of the Company, taking into account the respective volatilities and correlations and the effects of the relative insurance and financial liabilities on the economic value.

Management adopts a number of procedures and measures at the individual portfolio level in order to keep the exposure of the Company with respect to the financial markets under control, maintaining a risk/return objective. These measures include:

- guidelines on the strategic and tactical allocation of assets and on the assumption of credit risk, updated following changes in market conditions and in the Group's ability to assume financial risks;
- matching strategies, in terms of net cash flow or duration, in order to manage interest rate risk;
- hedging strategies, through use of derivatives such as options, swaps and interest and currency swaps;
- management policies for the policy portfolios and pricing policies consistent with sustainable guarantee levels.

The impact on the value of both assets and liabilities of possible changes in interest rates is assessed, and the value of shares is represented in terms of impact estimated on the Company's results and Shareholders' Equity, net of related tax effects, after assessment of the change in value of the financial instruments in portfolio.

### Credit risk

#### Credit risk of financial investments

Credit risk refers to the impact on the Company's economic solvency of defaults or downgrades in debt instruments in which the company has invested or in the counterparty to a derivative contract. Even a general rise in market spreads, due to a credit crunch or liquidity crisis, for example, has an impact on the economic solvency of the Company.

The Company has set guidelines for limiting the credit risk of investments. These guidelines give priority to investments in securities with a high credit ratings (investment grade), and they promote diversification and spreading of risk.

#### Credit risk on reinsurance

This risk refers to the capacity of reinsurers to fulfil the contractual obligations undertaken with respect to existing agreements.

*Alleanza Assicurazioni* currently has large reinsurance contracts stipulated exclusively with its parent company *Assicurazioni Generali*.

#### Credit risk on loans and receivables

Other loans and receivables, which mainly comprise loans against policies, are not subject to credit risk, as there are technical reserves in place to guarantee the same.

#### Liquidity risk

The Company manages liquidity risk in order to meet expected obligations, and cash commitments linked to situations deriving from a market scenario that is difficult to predict, by constant monitoring of expected cash flows. The aim of this strategy is to maintain a high level of financial stability of the Company in both short term and long term.

#### Insurance risk

Hedges currently subscribed in the Company portfolio have a predominant savings component, but there are also pure risk hedges (death plus complementary coverage, such as invalidity, casualty, dread disease, etc.).

At the moment, the lifetime annuity portfolio, subject to longevity risk, is negligible.

The risks connected with products with a predominant savings component and minimum yield guarantees are taken into account when fixing the prices, setting these guarantees in a prudential manner and considering any legal constraints.

With regard to the demographic risk in relation to death case portfolios, prudential mortality charts are consulted in order to set the prices. The population or mortality charts normally used are adjusted with the appropriate security loading.

For the main risk portfolios, a detailed analysis of the actual mortality rates against expected mortality is carried out every year, according to the most up-to-date charts. The parameters used for this type of analysis are the portfolio mortality by gender, age class, anti-duration, levels of amounts insured and other risk



assumption criteria, providing the information necessary for any adjustments in prices over time.

Particular focus is given to risk underwriting in medical, financial and moral terms. At the Group level, a standard has been set for handbooks, forms and medical and financial underwriting requirements, in relation to death coverage as well as for complementary coverage.

Another element that can mitigate mortality and morbidity risk is reinsurance. As far as proportional reinsurance is concerned, *Assicurazioni Generali* acts as the main reinsurer.

Longevity risk is at present of little relevance. For the hedges that include an accrual phase and a future option to convert the capital into yield, no guarantee is usually granted on technical bases when determining the payable yield.

Lapse risk and expense risk are evaluated prudentially in new product pricing, taking into account assumptions directly drawn from the company's experience when building the price and during profit testing. In order to mitigate lapse risk, surrender penalties are applied, determined so as to offset, at least partially, the loss of future profit. The annual analysis of the portfolio value ascertains the consistency of the assumptions with actual experience.

### Operational and other risks

The management of operational risk, such as potential losses from the lack and/or shortcomings of internal processes, human resources and systems, caused either internally or externally, is essentially the responsibility of individual operating units, called upon to draw up operating plans consistent with objectives and to identify and implement all initiatives possible to mitigate such risks that could jeopardise achievement in terms of both capital absorption and volatility of operating results.

Operational risks include fraud-related risks (internal or external), risks linked to human resource contracts, customers, products and the implementation of processes, risk of business stoppages or system malfunction, damages to property, plant and equipment.

Given the specific nature and spread of a number of these risk types within the company, the Risk Owners are identified as the Managers of the individual processes, whilst the supervision of such risks and definition of proposals to mitigate the risks is ensured by Executive Management.

Likewise, the management of information risk is delegated to the operational units, as they are the closest to the risk source, as well as the actual users of the information. All information destined for external disclosure is vetted and authorised in advance by the department responsible for its preparation and, with regard to information of a financial nature, by the Manager in charge of preparing the Company's financial reports.

## Significant Events Subsequent to Year-End

With effect from 14 January 2009, *Alleanza* disposed of its entire investment in *Agricola San Giorgio* to *Genagricola*.

On 23 February 2009 the Boards of Directors of *Alleanza*, *Assicurazioni Generali* and *Toro Assicurazioni* discussed the structure and objectives of a complex project regarding, amongst other things, reorganisation of Generali Group insurance business in Italy, specifically the business of groups headed by *Alleanza* and *Toro*, and simplifying and optimising the operations and control structure of the Generali Group in Italy.

The project in question is basically divided into the following steps, which the parties intend to implement concurrently, as far as is possible:

- (a) transfer of the entire *Toro* insurance business to a single member NewCo, incorporated by *Toro* and therefore forming part of the Generali Group;
- (b) transfer of the insurance business of *Alleanza* to the NewCo; and
- (c) the subsequent merger by incorporate of *Alleanza* and *Toro* into *Generali* based on a share swap ratio of 0.33 Generali shares for every *Alleanza* share.

Finalisation of the various steps of this Operation is subject to the necessary approval of the relevant company bodies, and all authorisations required from ISVAP (the *Istituto per la Vigilanza sulle Assicurazioni Private e di Interesse Collettivo*), the Bank of Italy and the Pension Funds Supervisory Board.

The project is expected to be implemented in the fourth quarter of 2009.

## Outlook for Operations in 2009

The new business acquired so far this year and projects in progress strongly suggest a positive performance in business management terms.

From a financial management point of view, the achievement of forecast results is linked to the performance of the financial markets, which is still extremely difficult to predict.

## Statement regarding the Statutory Financial Statements pursuant to art. 154-bis of Legislative Decree 58/98

1. The undersigned, Amato Luigi Molinari, as Executive Chairman of the Board of Directors of Alleanza Assicurazioni S.p.A., and Sandro Panizza, as Manager in charge of preparing the Company's financial reports of Alleanza Assicurazioni S.p.A., certify, also in consideration of the provisions of art. 154-bis, paragraphs 3 and 4, of Legislative Decree no. 58 of 24 February 1998:

- the adequacy of the characteristics of the company and
- the effective application

of administrative and accounting procedures in producing the Statutory Financial Statements for 2008.

2. The evaluation of adequacy of the administrative and accounting procedures for preparation of the Statutory Financial Statements as at 31 December 2008 is based on a process defined by Alleanza Assicurazioni S.p.A. in compliance with the Internal Control – Integrated Framework model issued by the Committee of Sponsoring Organizations of the Treadway Commission, which represents a framework generally accepted at international level.

3. Furthermore, it is hereby certified that

3.1 the Statutory Financial Statements as at 31 December 2008:

- a) were prepared pursuant to EC Regulation no. 1606/2002 of the European Parliament and Council of 19 July 2002, the provisions of the Italian Civil Code, Legislative Decree no. 173 of 26 May 1997, Legislative Decree no. 209 of 7 September 2005 and related ISVAP rulings, regulations and circulars;
- b) correspond with balances in the books and with the accounting entries;
- c) provide an accurate and truthful representation of the equity, financial and economic position of the issuer;

3.2 the report on operations includes a reliable analysis of the business management and result, and of the situation of the issuer, together with a description of the main risks and uncertainties to which the company is exposed.

20 March 2009

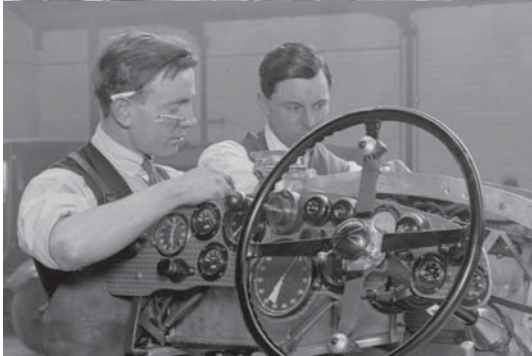
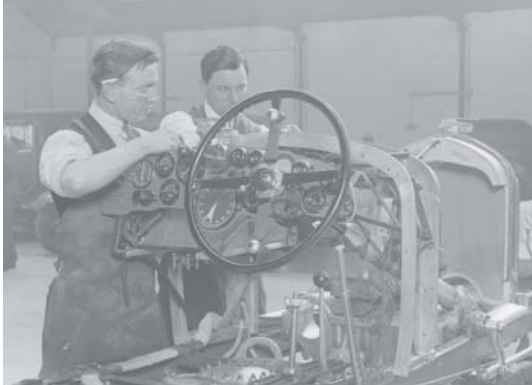
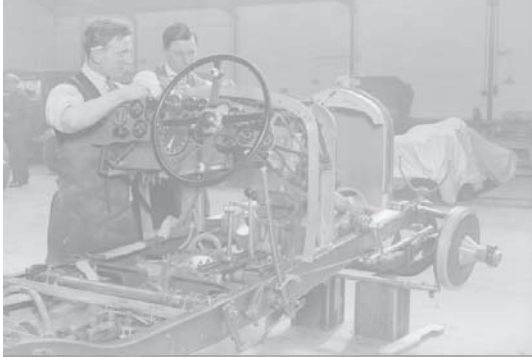
Amato Luigi Molinari  
Executive Chairman of the Board  
of Directors

Sandro Panizza  
Manager in charge of preparing  
the Company's financial reports

## Statement pursuant to article 37 of Consob Resolution no. 16191 of 29 April 2007 (Regulation on Markets)

With regard to the provisions of art. 37 of the Regulation on Markets (approved by CONSOB with Resolution no. 16191 of 29 April 2007 and later amended by Resolution no. 16530 of 25 June 2008) and of art. 2.6.2, subsection 15 of the Regulations for markets organised and managed by Borsa Italiana, it is hereby stated that:

- *Alleanza*, as a listed company subject to management and coordination by *Assicurazioni Generali S.p.A.*, is not subject to the inhibitory provisions of art. 37 of the aforementioned Regulation on Markets.



110 years of Alleanza  
today, as yesterday,  
close to you in everyday life

The mechanic (1940-2008)



## Results for the Year and Allocation of Profits

Dear Shareholders,

The 2008 financial year closed with a profit of € 135,896,646, of which € 135,828,861 Life Business and € 67,785 Non-life Business.

The following allocation of profit for the year and revenue reserves is proposed:

Life Segment profit	€	135,828,861
Non-Life Segment profit	€	67,785
<b>Profit for the financial year 2008</b>	<b>€</b>	<b>135,896,646</b>
To the legal reserves of the life segment	€	-
To the legal reserves of the non-life segment	€	13,428
To the unavailable reserve, Italian Law no. 2 of 28-1-09	€	135,828,861
Withdrawal from the extraordinary reserve		261,274,817
Distribution pursuant to art. 39 of the Articles of Association	€	7,500,000
To the 846,097,247 ordinary shares (*)	€	253,829,174
Ordinary dividend € 0.30		

(\*) Net of the 516,175 own shares relating to the Stock Option plan.

The Life Segment profit will be allocated in full to the unavailable reserve in compliance with obligations deriving from application of Legislative Decree 185/2008 (converted to Law 2/2009 and enacted by ISVAP Regulation 28/2009). This reserve is made up of the 2008 profit for the year and the remainder withdrawn from the extraordinary reserve.

If the above proposal is accepted, the total dividend per share will be € 0.30 and will be paid through the offices of the authorised intermediaries from 21 May 2009.



## Review of the number of members of the Board of Directors

Dear Shareholders,

You are called upon to resolve upon the proposal to review the number of members of the Board of Directors.

It should be remembered that the Shareholders' Meeting held on 24 April 2007, at the time of appointment of the Board of Directors for the three-year period 2007-2009, set the number of members at thirteen, and that on 7 May 2008 one of the Directors, Mr. Ruffolo, stepped down from office.

Given the new profile resulting from the Generali Group reorganisation plan for Italy, approved on 23 February 2009 by the Boards of Directors of Assicurazioni Generali, Alleanza Assicurazioni and Toro Assicurazioni, we propose that the number of members of the Board be changed to twelve.



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2008 Financial Year

Previous financial year values			
			181 0
	182 0		
183 0			
184 0	185 0		
	186 0		
	187 0		
	188 0		
	189 2,420,000		190 2,420,000
	191 78,308,040		
	192 209,430,971		
	193 0		
	194 0		
	195 291,948	196 288,030,959	
197 0			
198 601,627,491			
199 1,024,227,768			
200 585,091			
201 903,614,494	202 2,530,054,844		
203 0			
204 0			
205 24,894,778			
206 0			
207 112,310,893	208 137,205,671		
209 0			
210 10,500,001			
211 0			
212 2,138,841			
213 0	214 12,638,842	215 2,679,899,357	
	to be carried forward		2,420,000

BALANCE SHEET

ASSETS

		brought forward		Current financial year values	
					0
C. INVESTMENTS (continued)					
III - Other financial investments					
1. Equities					
a) Listed shares	36	1,026,554,052			
b) Unlisted shares	37	4,218,263			
c) Stakes	38	0	39	1,030,772,315	
2. Stakes in mutual investment funds			40	3,958,290,919	
3. Bonds and other fixed-income securities					
a) listed	41	12,925,925,964			
b) unlisted	42	150,071,033			
c) convertible bonds	43	40,464,900	44	13,116,461,897	
4. Loans					
a) secured loans	45	244,381			
b) loans against policies	46	1,534,160,105			
c) other loans	47	3,129,034	48	1,537,533,520	
5. Stakes in mutual investment funds			49	0	
6. Deposits with banks			50	0	
7. Other financial investments			51	2,582	52
				19,643,061,233	
IV - Deposits with ceding companies				53	0
					54
					22,448,112,619
D. INVESTMENTS ON BEHALF OF LIFE-ASSURANCE POLICYHOLDERS BY WHOM THE RISK IS BORNE AND DERIVING FROM PENSION FUND MANAGEMENT					
I - Investments related to unit- and index-linked loans					
				55	264,107,470
II - Investments deriving from pension fund management					
				56	19,698,862
					57
					283,806,332
D bis. TECHNICAL RESERVES CEDED TO REINSURERS					
I - NON-LIFE SEGMENTS					
1. Premium reserve			58	0	
2. Claims reserve			59	0	
3. Profit sharing and reversal reserve			60	0	
4. Other technical reserves			61	0	62
					0
II - LIFE SEGMENTS					
1. Actuarial reserves			63	7,305,679,097	
2. Complementary insurance premium reserve			64	3,941,074	
3. Reserve for amounts to be paid			65	13,888,336	
4. Profit sharing and reversal reserve			66	0	
5. Other technical reserves			67	20,798,096	
6. Technical reserves where the investment risk is borne by policyholders and reserves from pension fund management			68	0	69
				7,344,306,603	70
					7,344,306,603
					30,076,225,554
					to be carried forward

Previous financial year values

	brought forward		2,420,000
216	991,266,930		
217	3,399,338		
218	0	219	994,666,268
		220	3,588,226,839
221	13,350,559,136		
222	204,578,844		
223	0	224	13,555,137,980
225	483,153		
226	1,080,351,153		
227	6,761,191	228	1,087,595,497
		229	0
		230	0
		231	81,331,732
		232	19,306,958,316
		233	0
		234	22,274,888,632
		235	273,968,445
		236	10,748,961
		237	284,717,406
238	0		
239	0		
240	0		
241	0	242	0
243	7,350,075,451		
244	4,780,142		
245	10,939,692		
246	0		
247	33,243,555		
248	0	249	7,399,038,840
249	0	250	7,399,038,840
	to be carried forward		29,961,064,878





Previous financial year values			
	brought forward		29,961,064,878
251	81,870,971		
252	0	253	81,870,971
		254	0
		255	105,945
		256	0
		257	81,976,916
		258	964,944
		259	0
		260	964,944
		261	586,612,475
		262	669,554,335
		263	1,031,548
		264	24,246
		265	51,464
		266	875,747
		267	1,983,005
		268	96,511,401
		269	10,234,138
		270	106,745,539
		271	5,837,770
		272	0
		273	1,146,096
		274	1,146,096
		275	115,712,410
		276	272,617,898
		277	249,053
		278	160,043
		279	273,026,994
		280	31,019,358,617

BALANCE SHEET  
LIABILITIES AND SHAREHOLDERS' EQUITY

		Current financial year values	
<b>A. SHAREHOLDERS' EQUITY</b>			
I	- Subscribed share capital or equivalent fund	101	423,306,711
II	- Share premium reserve	102	107,523,607
III	- Revaluation reserves	103	332,767,760
IV	- Legal reserve	104	85,451,977
V	- Statutory reserves	105	191,600
VI	- Reserves for own shares and parent company shares	106	2,986,072
VII	- Other reserves	107	570,499,708
VIII	- Profit (loss) brought forward	108	0
IX	- Profit (loss) for the period	109	135,896,646
		110	1,658,624,081
<b>B. SUBORDINATED LIABILITIES</b>			
		111	0
<b>C. TECHNICAL RESERVES</b>			
<b>I - NON-LIFE SEGMENTS</b>			
	1. Premium reserve	112	53,506
	2. Claims reserve	113	38,207
	3. Profit sharing and reversal reserve	114	0
	4. Other technical reserves	115	0
	5. Equalisation reserve	116	0
		117	91,713
<b>II - LIFE SEGMENTS</b>			
	1. Actuarial reserves	118	21,276,475,505
	2. Complementary insurance premium reserve	119	10,869,154
	3. Reserve for amounts to be paid	120	35,178,742
	4. Profit sharing and reversal reserve	121	0
	5. Other technical reserves	122	76,141,959
		123	21,398,665,360
		124	21,398,757,073
<b>D. TECHNICAL RESERVES WHERE THE INVESTMENT RISK IS BORNE BY THE POLICYHOLDER AND RESERVES DERIVING FROM PENSION FUND MANAGEMENT</b>			
I	- Reserves relating to unit- and index-linked loan agreements	125	262,294,549
II	- Reserves deriving from pension fund management	126	19,698,862
		127	281,993,411
	to be carried forward		23,339,374,565

Previous financial year values

		281	423,306,711		
		282	107,523,607		
		283	304,825,748		
		284	85,443,226		
		285	191,600		
		286	5,837,770		
		287	768,627,374		
		288	0		
		289	235,946,091	290	1,931,702,127
				291	0
292	53,506				
293	5,250				
294	0				
295	0				
296	0	297	58,756		
298	20,717,091,937				
299	12,712,315				
300	30,222,746				
301	0				
302	109,935,135	303	20,869,962,133	304	20,870,020,889
		305	269,864,850		
		306	10,748,961	307	280,613,811
	to be carried forward				23,082,336,827

BALANCE SHEET  
LIABILITIES AND SHAREHOLDERS' EQUITY

		Current financial year values		
		brought forward		23,339,374,565
E.	PROVISIONS FOR RISKS AND CHARGES			
1	Provisions for pensions and similar obligations	128	0	
2	Tax provisions	129	15,387,812	
3	Other provisions	130	28,612,675	131 44,000,487
F.	DEPOSITS FROM REINSURERS			132 7,342,992,509
G.	PAYABLES AND OTHER LIABILITIES			
I	- Payables from direct insurance transactions, due to:			
	1. Insurance brokers and agents	133	0	
	2. Current account companies	134	0	
	3. Policyholders for deposits and premiums	135	41,242,888	
	4. Guarantee funds in favour of policyholders	136	0	137 41,242,888
II	- Payables from reinsurance transactions, due to:			
	1. Insurance and reinsurance companies	138	84,334,593	
	2. Reinsurance brokers and agents	139	0	140 84,334,593
III	- Bond loans			141 0
IV	- Payables to banks and credit institutions			142 96,000,000
V	- Secured debts			143 0
VI	- Sundry loans and other financial payables			144 11,906,240
VII	- Staff severance indemnity			145 37,206,480
VIII	- Other payables			
	1. Tax payable by policyholders	146	4,013	
	2. Other tax	147	79,955,664	
	3. Due to social security and pension authorities	148	7,009,547	
	4. Other payables	149	149,757,123	150 236,726,347
IX	- Other liabilities			
	1. Reinsurance suspense accounts	151	0	
	2. Commissions on collectable premiums	152	5,994,237	
	3. Other liabilities	153	4,657,479	154 10,651,716 155 518,068,264
	<b>to be carried forward</b>			31,244,435,825

Previous financial year values

<b>brought forward</b>			23,082,336,827
	308	0	
	309	19,209,326	
	310	33,382,607	52,591,933
			311
			7,396,771,154
			312
313	0		
314	0		
315	46,070,150		
316	0	317	46,070,150
318	121,274,456		
319	0	320	121,274,456
		321	0
		322	96,000,000
		323	0
		324	0
		325	38,914,904
326	2,675		
327	65,185,598		
328	6,328,090		
329	107,845,477	330	179,361,840
331	0		
332	5,730,969		
333	55,747	334	5,786,716
			335
			487,408,066
<b>to be carried forward</b>			31,019,107,980

BALANCE SHEET  
LIABILITIES AND SHAREHOLDERS' EQUITY

		Current financial year values	
brought forward			31,244,435,825
H. ACCRUED LIABILITIES AND DEFERRED INCOME			
1. Interest	156	0	
2. Rent	157	2,424	
3. Other accrued liabilities and deferred income	158	27,747	159 30,171
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		160	31,244,465,996

BALANCE SHEET  
GUARANTEES, COMMITMENTS AND OTHER MEMORANDUM ACCOUNTS

		Current financial year values	
GUARANTEES, COMMITMENTS AND OTHER MEMORANDUM ACCOUNTS			
I - Guarantees provided			
1. Guarantees		161	39,685,226
2. Endorsements		162	0
3. Other personal guarantees		163	0
4. Secured guarantees		164	243,025
II - Guarantees received			
1. Guarantees		165	1,005,480
2. Endorsements		166	0
3. Other personal guarantees		167	0
4. Secured guarantees		168	0
III - Guarantees provided by third parties on behalf of the company		169	984,535
IV - Commitments		170	1,023,556,856
V - Third-party assets		171	0
VI - Pension fund assets managed on behalf of third parties		172	0
VII - Securities deposited with third parties		173	0
VIII - Other memorandum accounts		174	0

Previous financial year values			
brought forward			31,019,107,980
	336	0	
	337	213,918	
	338	36,719	339 250,637
			340 31,019,358,617

Previous financial year values			
			341 53,806,598
			342 0
			343 0
			344 516,996
			345 1,521,616
			346 0
			347 0
			348 0
			349 984,535
			350 233,632,598
			351 0
			352 0
			353 0
			354 0

INCOME STATEMENT

Current financial year values

I. TECHNICAL ACCOUNT : NON-LIFE SEGMENT					
1	EARNED PREMIUMS, NET OF OUTWARDS REINSURANCE				
	a) Gross premiums written		1	53,506	
	b) (-) Premiums ceded in reinsurance		2		
	c) Change in gross premium reserve		3		
	d) Change in reinsurers' premium reserve		4		5
					53,506
2	(+) PORTION OF INVESTMENT INCOME TRANSFERRED FROM THE NON-TECHNICAL ACCOUNT (ITEM III.6)				6
					2,343
3	OTHER OPERATING INCOME, NET OF OUTWARDS REINSURANCE				7
					7,992
4	CLAIMS INCURRED, NET OF RECOVERIES AND OUTWARDS REINSURANCE				
	a) Amounts paid				
	aa) Gross amount	8	38,245		
	bb) (-) reinsurers' amounts	9		10	38,245
	b) Change in recoveries, net of reinsurers' amount				
	aa) Gross amount	11			
	bb) (-) reinsurers' amounts	12		13	
	c) Change in claims reserve				
	aa) Gross amount	14	32,957		
	bb) (-) reinsurers' amounts	15		16	32,957
					17
					71,202
5	CHANGES IN OTHER TECHNICAL RESERVES NET OF OUTWARDS REINSURANCE				18
6	REVERSALS AND PROFIT SHARING, NET OF OUTWARDS REINSURANCE				19
7	OPERATING EXPENSES				
	a) Acquisition commissions		20		
	b) Other acquisition costs		21		
	c) Change in commissions and other acquisition costs to be capitalised		22		
	d) Collection commissions		23		
	e) Other administration costs		24	1,725	
	f) (-) Commissions and profit sharing received from reinsurers		25		26
					1,725
8	OTHER TECHNICAL EXPENSES, NET OF OUTWARDS REINSURANCE				27
9	CHANGE IN EQUALISATION RESERVES				28
10	BALANCE OF THE TECHNICAL ACCOUNT OF THE NON-LIFE SEGMENT (Item III.1)				29
					-9,086



2008 Financial Year

Previous financial year values

		111	107,012		
		112			
		113	53,506		
		114		115	53,506
				116	1,233
				117	
		118	3,742		
		119		120	3,742
		121			
		122		123	
		124	5,250		
		125		126	5,250
				127	8,992
				128	
				129	
		130			
		131			
		132			
		133			
		134			
		135		136	
				137	
				138	
				139	45,747

INCOME STATEMENT

Current financial year values

II. TECHNICAL ACCOUNT: LIFE SEGMENT					
1	CURRENT YEAR PREMIUMS, NET OF OUTWARDS REINSURANCE:				
	a) Gross premiums written	30	3,099,531,097		
	b) (-) premiums ceded in reinsurance	31	745,628,109	32	2,353,902,988
2	INCOME FROM INVESTMENTS:				
	a) Income from equities	33	244,076,407		
	(of which: from group companies	34	186,233,196 )		
	b) Income from other investments:				
	aa) from land and buildings	35	7,203,475		
	bb) from other investments	36	813,061,127	37	820,264,602
	(of which: from group companies	38	10,540,813 )		
	c) Write-backs of investments	39	24,056,453		
	d) Profit from sale of investments	40	114,429,711		
	(of which: from group companies	41	1,191 )	42	1,202,827,173
3	UNREALISED INCOME AND GAINS ON INVESTMENTS ON BEHALF OF POLICYHOLDERS BY WHOM THE INVESTMENT RISK IS BORNE AND ON INVESTMENTS DERIVING FROM PENSION FUND MANAGEMENT			43	14,682,440
4	OTHER OPERATING INCOME, NET OF OUTWARDS REINSURANCE			44	2,833,407
5	CLAIMS INCURRED, NET OF OUTWARDS REINSURANCE				
	a) Amounts paid				
	aa) Gross amount	45	2,756,222,299		
	bb) (-) Reinsurers' amounts	46	899,574,378	47	1,856,647,921
	b) Change in reserve for amounts to be paid				
	aa) Gross amount	48	4,955,996		
	bb) (-) Reinsurers' amounts	49	2,948,644	50	2,007,352
6	CHANGE IN ACTUARIAL AND OTHER TECHNICAL RESERVES, NET OF OUTWARDS REINSURANCE				
	a) Actuarial reserves:				
	aa) Gross amount	52	559,383,568		
	bb) (-) Reinsurers' amounts	53	-44,396,354	54	603,779,922
	b) Complementary insurance premium reserve:				
	aa) Gross amount	55	-1,843,161		
	bb) (-) Reinsurers' amounts	56	-839,068	57	-1,004,093
	c) Other technical reserves				
	aa) Gross amount	58	-33,793,175		
	bb) (-) Reinsurers' amounts	59	-12,445,459	60	-21,347,716
	d) Technical reserves where the investment risk is borne by policyholders and deriving from pension fund management				
	aa) Gross amount	61	1,379,600		
	bb) (-) Reinsurers' amounts	62		63	1,379,600
				64	582,807,713

2008 Financial Year

Previous financial year values

		140	2,905,056,805			
		141	813,178,229	142	2,091,878,576	
		143	347,087,143			
(of which: from group companies		144	276,570,399 )			
	145	12,635,527				
	146	722,704,142	147	735,339,669		
(of which: from group companies		148	5,299,463 )			
		149	7,179,116			
		150	189,032,629			
(of which: from group companies		151	)	152	1,278,638,557	
				153	10,736,544	
				154	1,260,144	
	155	2,721,329,331				
	156	859,847,810	157	1,861,481,521		
	158	9,541,688				
	159	3,237,083	160	6,304,605	161	1,867,786,126
	162	367,329,552				
	163	27,576,456	164	339,753,096		
	165	-2,094,330				
	166	-938,990	167	-1,155,340		
	168	-1,745,918				
	169	-2,695,922	170	950,004		
	171	15,019,737				
	172		173	15,019,737	174	354,567,497

INCOME STATEMENT

Current financial year values

7	REVERSALS AND PROFIT SHARING, NET OF OUTWARDS REINSURANCE			65	
8	OPERATING EXPENSES				
	a) Acquisition commissions	66	213,679,922		
	b) Other acquisition costs	67	160,014,021		
	c) Change in commissions and other acquisition costs to be capitalised	68			
	d) Collection commissions	69	5,240,596		
	e) Other administration costs	70	86,270,129		
	f) (-) Commissions and profit sharing received from reinsurers	71	74,127,078	72	391,077,590
9	CAPITAL AND FINANCIAL CHARGES:				
	a) Investment management charges and interest expense	73	278,712,656		
	b) Value adjustments on investments	74	324,387,795		
	c) Losses on sale of investments	75	71,714,074	76	674,814,525
10	INVESTMENT CHARGES AND UNREALISED LOSSES ON INVESTMENTS ON BEHALF OF POLICYHOLDERS BY WHOM THE INVESTMENT RISK IS BORNE AND ON INVESTMENTS DERIVING FROM PENSION FUND MANAGEMENT			77	51,382,991
11	OTHER TECHNICAL EXPENSES, NET OF OUTWARDS REINSURANCE			78	13,915,102
12	(-) PORTION OF INVESTMENT INCOME TRANSFERRED TO THE NON-TECHNICAL ACCOUNT (Item III. 4)			79	7,579,161
13	BALANCE OF THE TECHNICAL ACCOUNT OF THE LIFE SEGMENT (Item II. 2)			80	-5,986,347
<b>III. NON-TECHNICAL ACCOUNT</b>					
1	BALANCE OF THE TECHNICAL ACCOUNT OF THE NON-LIFE SEGMENT (Item I.10)			81	-9,086
2	BALANCE OF THE TECHNICAL ACCOUNT OF THE LIFE SEGMENT (Item II.13)			82	-5,986,347
3	INCOME FROM INVESTMENTS - NON-LIFE SEGMENT				
	a) Income from equities			83	
	(of which: from group companies			84	)
	b) Income from other investments:				
	aa) from land and buildings	85			
	bb) from other investments	86	123,666	87	123,666
	(of which: from group companies			88	)
	c) Write-backs of investments			89	
	d) Profit from sale of investments			90	
	(of which: from group companies			91	)
				92	123,666

2008 Financial Year

Previous financial year values

			175	
	176	212,176,785		
	177	145,843,545		
	178			
	179	7,040,968		
	180	85,752,093		
	181	82,435,299	182	368,378,092
	183	308,616,602		
	184	244,610,516		
	185	16,163,808	186	569,390,926
			187	7,275,731
			188	9,407,090
			189	93,873,179
			190	111,835,180
			191	45,747
			192	111,835,180
	193			
(of which: from group companies	194	)		
	195			
	196	123,334	197	123,334
(of which: from group companies	198	)		
	199			
	200			
(of which: from group companies	201	)	202	123,334

INCOME STATEMENT

Current financial year values

4	(+) PORTION OF INVESTMENT INCOME TRANSFERRED FROM THE TECHNICAL ACCOUNT OF THE LIFE SEGMENT (Item I.12)		93	7,579,161
5	CAPITAL AND FINANCIAL CHARGES - NON-LIFE SEGMENT:			
	a) Investment management charges and interest expense	94	32,405	
	b) Value adjustments on investments	95		
	c) Losses on sale of investments	96	97	32,405
6	(-) PORTION OF INVESTMENT INCOME TRANSFERRED TO THE TECHNICAL ACCOUNT OF THE NON-LIFE SEGMENTS (ITEM I.2)		98	2,343
7	OTHER INCOME		99	46,735,813
8	OTHER EXPENSES		100	52,369,585
9	PROFIT (LOSS) FROM ORDINARY BUSINESS		101	-3,961,126
10	EXTRAORDINARY INCOME		102	177,311,238
11	EXTRAORDINARY EXPENSES		103	53,382,774
12	PROFIT (LOSS) FROM EXTRAORDINARY BUSINESS		104	123,928,464
13	PRE-TAX PROFIT (LOSS)		105	119,967,338
14	INCOME TAX FOR THE PERIOD		106	-15,929,308
15	PROFIT (LOSS) FOR THE PERIOD		107	135,896,646

Previous financial year values

		203	93,873,179
	204	2,398	
	205		
	206		2,398
		207	1,233
		208	25,779,686
		209	73,406,254
		210	158,247,241
		211	125,753,469
		212	79,852,808
		213	45,900,661
		214	204,147,902
		215	-31,798,189
		216	235,946,091
		217	



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Dear Shareholders,

The Financial Statements, which consist of the balance sheet, income statement, notes to the accounts and related annexes, together with the Report on Operations, were drafted in compliance with Legislative Decree no. 209 of 7 September 2005, Legislative Decree no. 173 of 26 May 1997, ISVAP Ruling no. 22 of 4 April 2008 and, in consideration of the specific nature of this sector, with the provisions introduced by the reform of Company Law (Legislative Decree no. 6 of 17 January 2003 as amended).

The Financial Statements have been drafted with clarity and give a true and fair view of the Company's assets and liabilities, financial position and economic result for the period. The format of the Financial Statements corresponds with the duly kept accounting records.

The purpose of the Notes to the Accounts is to provide a description, analysis and in some cases supplement the figures in the Financial Statements, and contains information required under current Supervisory Authority and legal regulations.

Taking into account the comments in the Directors' Report with regard to the business outlook for the company and risk management policy, the Financial Statements were prepared on the basis of going concern assumptions.

# Part A

## Valuation Criteria

### Section 1 – Description of the valuation criteria

The most significant criteria used in producing the financial statements, and any changes with respect to those previously adopted, are presented below.

#### Intangible assets

The commissions on long-term policies paid in advance, on research, development and advertising costs and on capital increase costs are allocated in full to the income statement for the period in which they are incurred.

Costs incurred for long-term projects have been capitalised.

#### Land and buildings

These are considered long-term assets as they are expected to be held to maturity. Recorded at their original purchase or construction cost, increased by any improvement costs and revaluations required under Italian and foreign legislation, they are presented in the financial statements net of remaining accumulated depreciation. The list of revalued company assets is annexed in accordance with art. 10 of Law no. 72 of 19 March 1983, art. 25 subsection 5 of Law no. 413 of 30 December 1991, art. 1 subsection 469 of Law no. 266 of 23 December 2005, and art. 15 subsection 16 of Legislative Decree no. 185 of 29 November 2008, converted to Law no. 2 of 28 January 2009.

Considering that regular maintenance work ensures unchanged asset utilisation in the long term, there are no grounds to apply depreciation.

Current real estate values were determined by estimating expected sale prices under free market conditions that permit a normal sale, and adopting the methods considered most appropriate by the seller on a case-by-case basis (e.g. split or block).

Specifically, the different circumstances of individual real estate units were taken into account when determining the current value:

- intrinsic features (real estate type, condition, etc.);
- extrinsic features (urban context, existing constraints, impact of costs, etc);
- actual and potential profitability, the latter based on the remaining lifetime of the agreements and on expected income;
- market prices relating to similar properties on the individual markets;
- any circumstances specific to individual assets that may influence their price.

## Securities portfolio

This is divided into long-term securities expected to be held to maturity and short-term securities held for trading. The classification was performed on the basis of criteria established by the Board of Directors resolution of 08 May 2007, as required under ISVAP Ruling no. 893 G. of 18 June 1998.

Long-term securities were valued at the weighted average market price less any write-down for impairment considered permanent, and fixed-income securities were adjusted by the positive or negative difference between the purchase cost and the redemption value accrued in the financial year.

Short-term securities were valued at the lesser between the weighted average cost and the realisable value estimated from market trends, which for listed securities corresponds to the price on the last trading day of the financial year and for unlisted securities to their estimated realisable value. The cost of fixed-income securities is adjusted by the issue spread accrued during the financial year, corresponding to the positive or negative difference between the issue price and the redemption value.

The original value of a security is partially or completely restored whenever the reasons for its write-down no longer exist.

For 2008 the Company exercised the option envisaged in Legislative Decree 185/2008, converted to Law no. 2 of 28 January 2009 and enacted by ISVAP Regulation 28/2009. The above-mentioned regulation, given the exceptional turbulence of the financial markets, allows for the valuation of short-term securities at the initial entry value in the half-year report as at 30 June 2008 or, for securities not included in the portfolio as at that date, according to their purchase cost. Provisions of the decree were applied to all securities for which the market value as at 31 December 2008 was considered to no longer express the real value of the security in terms of the quality of the issuer, volatility seen in the last year, duration and related profitability. The use of this regime also envisages that a profit amount, equal to the difference between values recorded in application of the above-mentioned provisions and the market value as at year end, must be allocated to a specific unavailable profit reserve net of related tax. Further details of the effects of the transaction will be provided in the notes to the accounts.

Any extra value allocated in these financial statements to holdings in subsidiaries, associated companies or affiliates in excess of the recorded Shareholders' Equity (proportionate to the stake held) is attributable to the real economic value of the Company.

### Securities loaned and borrowed

These transactions have no accounting or valuation effect on the securities portfolio because: in the case of securities loaned, the transaction is recorded in the accounts as a combination of two functionally-linked transactions involving offsetting of a loan receivable against a repurchase agreement payable; likewise, in the case of securities borrowed, the transaction is shown in the financial statements as a loan payable offset against a repurchase agreement receivable.

### Derivative financial instruments

These are used within the limits and procedures established by the Board of Directors' resolutions of 18 March 2003 and 10 November 2004.

The valuation criteria applied to derivative financial instruments differ depending on whether the transaction is for "hedging" or "hedge effectiveness" purposes.

Hedging transactions aim to protect the value of individual assets or liabilities, or a series of assets or liabilities, from exchange risk, interest rate risk or the financial market fluctuation risk. These derivative financial instruments are valued according to the "matching principle". Specifically, their fair value gains and losses allocated to the income statement match the corresponding fair value gains and losses calculated for the hedged assets.

Hedge effectiveness transactions are carried out with the aim of achieving pre-determined investment objectives in a faster, simpler, cheaper or more flexible manner compared to results possible from transactions directly on the underlying assets. These transactions do not produce a significant increase in the investment risk. For these transactions call options are valued at the lesser between the cost and market value, while put options, recorded under "other financial payables" are entered at market value, if higher.

The market value of derivative contracts is calculated by reference to their respective prices and, in their absence, on the basis of a conservative assessment of their estimated realisable value.

### Investments relating to unit-linked and index-linked policies and investments deriving from the management of pension funds.

Investments for the benefit of life insurance policyholders who bear the investment risk and investments deriving from the management of pension funds are valued at their current value. The current asset value is calculated in accordance with contractual conditions, specifically:

- for investments traded on regulated markets, the value on the last trading day of the financial year;
- for other financial investments, other assets and liabilities and cash, generally their nominal value.

## Loans

These are recorded at their nominal value, corresponding to their estimated realisable value, assuming a zero risk of insolvency of the debtors in relation to guarantees on mortgages and other loans, and zero risk of insolvency on loans against policies since they are issued for an amount not exceeding the surrender value for the policies.

## Receivables

These are recorded at nominal value, adjusted where necessary to take into account the estimated realisable value, and are presented net of the bad debt provision.

## Other assets

### *Tangible assets and stock*

All assets are recorded at purchase cost and presented in the financial statements net of their accumulated depreciation.

Tangible fixed assets are recorded at purchase cost, including ancillary costs, and depreciated based on rates considered representative of the asset's estimated useful life in economic and technical terms, within the limits established by tax legislation.

## Cash

This is recorded at its nominal amount.

## Calculation principles for technical reserves

The premium reserve is calculated in accordance with current legal provisions (Legislative Decree 209/95), specifically:

- the reserve for time-linked apportionment of premiums is calculated in accordance with the accruals principle established by art. 37, subsection 4 of Legislative Decree 209/05 and art. 26 of ISVAP Regulation 16/2008;
- no reserve has been established for outstanding risks, given the time-linked component definition as above for risks relating to periods after payment of the premium and the small volume of claims observed.

The claims reserve is calculated according to legal principles (art. 37 subsection 5 of Legislative Decree 209/05 and art. 26 of ISVAP Regulation 16/2008), and specifically reflects the overall total of known claims, paid in part or in full, at year-end. The reserve calculation considered the objective elements known at the time of the estimate, valued at their latest cost to take into account all predictable future charges.

### *Life segments*

The technical reserves of the Italian direct business portfolio were calculated in accordance with current legal principles (Legislative Decree 209/05 and ISVAP Regulation 21/2008).

Specifically it is worth noting the following:

- the calculation was made at individual policy level;
- the technical reserve for each policy always exceeds the policy's surrender value.

The technical reserves include the following components:

- actuarial reserves;
- premiums brought forward;
- reserves for profit-sharing of all types;
- reserve for premiums weighted on health or occupational grounds;
- reserves for complementary insurance premiums;
- reserves for amounts to be paid;
- reserves for future expenses.

In compliance with art. 37, subsection 4 of Legislative Decree 209/05, the reserve for complementary insurance premiums consists of the amounts of premiums relating to such insurance and due in later periods. The reserve was calculated according to the accruals principle.

The reserves for amounts to be paid were calculated in compliance with the same legislative decree, allocating sufficient reserves to cover the payment of amounts accrued and not yet paid at year-end.

In compliance with Book V, Chapter III, section II of ISVAP Regulation 21/2008, additional reserves for demographic risks were established and included as actuarial reserves.

As regards technical reserves where the investment risk is borne by the policyholders and relating to the management of pension funds, the actuarial reserves allocated amount to the sum of the number of units representing the Company's commitments multiplied by the unit price at year-end.

The calculation principles, valuations performed and the statement of adequacy of the technical reserves for the Italian portfolio are included in the Actuary's report in accordance with art. 32, subsection 3 of Legislative Decree 209/05.

The technical reserves for direct business are recorded, in principle, on the basis of notifications from the ceding companies, supplemented where necessary by entries calculated on the basis of objective information.

The outward reinsurance reserves were calculated using the same parameters that the Company used for retained business.

### *Inward reinsurance*

Inward reinsurance and its related result were recorded in the financial year of acquisition.



## Provisions for risks and charges

Sufficient funds have been set aside to cover the Company's specific risks and commitments as at year-end.

### *Tax provision*

Changes in this provision are made through the recording, and related reversal, of deferred taxes in relation to taxable temporary differences caused by income items that can be deferred over several financial years.

### *Provision for Future Risks*

This is established to cover guarantees given on behalf of Group companies and specific Company risks and commitments at year end.

## Payables and other liabilities

### *Payables*

These are recorded in the financial statements at nominal value, corresponding to their discharge value.

### *Staff severance indemnity*

This is calculated in compliance with legal provisions and current employment contracts, and fully covers indemnities due to employees as at year-end.

## Prepayments and accrued income, accrued liabilities and deferred income

These are recorded on an accruals basis with regard to actual costs and revenues.

## Income statement items

The costs and revenues are allocated on an accruals basis. The items characteristic to insurance business were treated in compliance with the "income statement provisions" of Legislative Decree 173/97 and in accordance with the instructions contained in ISVAP Regulation no. 22/08.

Specifically, the premiums written include all amounts accrued in the financial year regardless of whether they were collected. They are also net of related taxes and of cancellations on current premiums, and net of cancellation of subsequent annual premiums maturing in previous financial years.

Items common to more than one life segment were allocated according to the following criteria:

- operating expense was allocated on a proportional basis, taking into account various factors as cost drivers, e.g. the complexity of the portfolio or number of contracts managed;

- for investment income, net of the portion transferred to the non-technical account, the impact of technical provisions retained for individual segments on the total technical provisions retained was considered, in accordance with ISVAP Regulation 22/2008.

## Taxes

Since the beginning of the financial year 2005, on the basis of provisions established in Articles 117 to 129, Presidential Decree no. 917/86, the Company has adhered to the Italian national tax consolidation regime with the Parent Company *Assicurazioni Generali S.p.A.*

Taxes were calculated on the basis of a realistic estimate of taxes to be paid, and recorded on an accrual basis under costs for the financial year.

Deferred taxation is recorded, as established by OIC (Italian Accounting Standards Authority) standard no. 25 on the accounting treatment for income tax, with regard to temporary differences between balance sheet and tax valuations.

## Other information

### *Conversion of items in foreign currency*

The company employs multicurrency accounting pursuant to Art. 89 subsection 2 of Legislative Decree 209/2005, therefore all the items in the Balance Sheet and Income Statement are converted into Euro at the year-end exchange rate.

The only exception are items concerning class “D” investments - Investments relating to unit-linked and index-linked policies and investments deriving from the management of pension funds”, which are recorded at the transaction date exchange rate in accordance with contractual regulations.

Any difference resulting from the conversion into Euro of assets and liabilities expressed in non-Euro area currencies with respect to the corresponding value as at the previous year-end is allocated to the income statement.

The exchange rates used for the conversion to Euro of the main non-Euro area currencies, with a comparison to the previous year, are presented below.

	EXCHANGE RATE INTO EURO	
	FINANCIAL YEAR 2008	FINANCIAL YEAR 2007
US Dollar (USD)	1.390	1.462
Swiss Franc (CHF)	1.480	1.655
Sterling (GBP)	0.967	0.734
Japanese Yen (JPY)	126.008	163.333

## Part B

# Information on the Balance Sheet and Income Statement

The breakdown in the Balance Sheet of non-life insurance business and life insurance business is provided in annexes 1 and 2 to these Notes, whereas the allocation of results to non-life insurance business and life insurance business is illustrated in annex 3 to these Notes (the annexes can be found in the booklet supplied with the financial statements, prepared in accordance with layouts established by Legislative Decree 173/97 and ISVAP Regulation 22/2008).

## Balance Sheet - Assets

### Section 1 – Intangible assets – Item B

Balances relating to capitalised long-term projects were amortised in full (€ 2,420 thousand in 2007).

Thus, there were no intangible assets considered as short-term.

The decrease of € 2,420 thousand is due to amortization for the period.

#### 1.1 – Changes over the financial year in intangible assets – (annex 4)

(figures in thousands of €)

	2008
Gross opening balance	2,420
Increases during the financial year due to:	
- purchases or additions	-
- write-backs	-
- revaluations	-
- other valuations	-
Decreases over the financial year due to:	
- disposals or reductions	-
- permanent write-downs	-
- other valuations	-
Gross closing balance (a)	2,420
Amortisation	
Amortisation for the financial year	2,420
Closing balance of amortisation (b)	
Book value (a - b)	-

#### 1.2 – Other acquisition costs – Item B.2

The Company had no other acquisition costs to be amortised.

#### 1.3 – Start up and expansion costs – Item B.3

The Company had no start up and expansion costs to be amortised.

#### 1.4 – Other deferred costs – Item B.5

Other costs relating to capitalised long-term projects were amortised in full (€ 2,420 thousand as at 31 December 2007).

## Section 2 – Investments – Item C

Class C investments amounted to € 22,448,113 thousand (€ 22,274,888 thousand as at 31 December 2007), and were composed of:

- C.I Investments in land and buildings, recorded under item C.I amounted to € 247,519 thousand (€ 304,061 thousand as at 31 December 2007); net of accumulated depreciation they are recorded in the balance sheet for € 231,489 thousand (€ 288,031 thousand as at 31 December 2007);
- C.II investments in Group companies and other investee companies (bonds and loans) recorded under item C.II, amount to € 2,573,563 thousand (€ 2,679,899 thousand as at 31 December 2007);
- C.III investments recorded under item C.III, other financial investments (shares, stakes in mutual investment funds, bonds and loans) of the life segment amounted to € 19,643,061 thousand (€ 19,306,958 thousand as at 31 December 2007);
- C.IV there are no deposits with ceding companies (item C.IV).

### 2.1 – Land and buildings – Item C.I

All land and buildings are considered long-term investments and are composed of:

(figures in thousands of € and % values)

	December		Change	
	2008	2007	€	%
Land and buildings for company operations	91,286	78,308	12,978	16.6
Real estate used by third parties	139,701	209,431	-69,730	-33.3
Work in progress and payments on account	502	292	210	71.9

The book values include changes made pursuant to Law no. 576 of 2 December 1975 for € 2,033 thousand, Law no. 72 of 19 March 1983 for € 7,183 thousand, Law no. 413 of 30 December 1991 for € 17,380 thousand, Law no. 266 of 23 December 2005 for € 90,591 thousand and Law no. 2 of 28 January 2009 for € 30,487 thousand.

The revaluation of real estate assets was performed in application of Italian Law no. 2 of 28 January 2009. The revaluation regarded the assets recorded in the financial statements as at 31 December 2007 not sold in 2008 and pertaining to the categories of instrumental and residential properties. A total revaluation of € 30,487 thousand emerged, which net of related deferred tax amounted to € 2,545 thousand, was allocated to a special reserve. The book values for revalued properties, net of depreciation, are in any event not higher than the respective market values, based on a survey completed by independent experts for the sector. The properties were revalued to their market value.

*Alleanza* also sold a number of properties during the year: these mainly regard

the *Alleanza* contribution of three properties to the closed-end “Scarlatti” property investment fund, established and managed by *Generali Immobiliare Italia* and the sale of another property that led to pre-tax capital gains of € 7,790 thousand.

### 2.1.1 – Changes over the financial year in land and buildings – (annex 4)

(figures in thousands of €)

	2008
Gross opening balance	304,061
Increases during the financial year due to:	
purchases or additions	922
revaluations	30,487
Decreases over the financial year due to:	
Disposals or redemptions	87,951
write-downs	
Gross closing balance (a)	247,519
Depreciation:	
Opening balance	16,030
Increases during the financial year due to:	
depreciation for the financial year	
other changes	
Decreases over the financial year due to:	
disposals	
other changes	
Closing balance of depreciation (b)	16,030
Book value (a) – (b)	231,489
Current value	231,489

### 2.1.2 – Leased assets and details of transactions with group companies and other investee companies

The company has not leased any assets and there were no transactions involving class C.I investments with group companies or other investee companies.

### 2.2 – Investments in group companies and other investee companies - Item C.II

Regarding investments in group companies (class C.II):

- this item does not include short-term investments in shares and bonds of group companies and other investee companies that are not bound to capital investment agreements, or bonds not classed as held to maturity;
- information on the investee companies and a detailed statement of movements is provided in annex 5;
- under shares, € 2,327,209 thousand refer to long-term investments (€ 2,530,053 thousand as at 31 December 2007);
- investments in associated companies, totalling € 1,019,849 thousand refer to *Generali Properties* for € 927,740 thousand, *Generali Deutschland Holding*

(formerly *AMB Generali Holding*) for € 92,000 thousand and *Generali Business Solutions* (formerly *Generali Servizi Informatici*) for € 109 thousand. During the year, the investment in *Generali Servizi Informatici* was transferred to *Assicurazioni Generali*. This disposal forms part of the restructuring of *Generali Group* service companies. Following this disposal, *Alleanza* acquired a holding in *Generali Business Solutions*.

- other equity investments refer to investments in *Intesa Vita* for € 560,121 thousand, *Agricola San Giorgio* for € 22,214 thousand, *Fondi Alleanza* for € 5,550 thousand, the associated company A7 for € 585 thousand and in other investee companies *Intesa Sanpaolo* and *Telco* respectively for € 485,780 thousand (€ 599,752 thousand as at 31 December 2007) and € 219,790 thousand (decreased as at 31 December 2007 due to € 84,072 thousand write-downs), and *Finagen* for € 13,320 thousand. 2008 saw the completion of liquidation proceedings for the subsidiary *Alleanza Investments* for € 423 thousand, and the part disposal of *Intesa Sanpaolo* which led to recognition of pre-tax capital gains of € 129,290 thousand. Given the strategic importance of this investment, the sale was carried out en bloc to *Assicurazioni Generali* and/or its subsidiaries at market prices;
- as regards the bond portfolio, the total of € 213,401 thousand (€ 137,206 thousand as at 31 December 2007) refers mainly to long-term investments, including bonds issued by the *Intesa Sanpaolo Group* for € 123,252 thousand, by *Mediobanca* for € 64,735 thousand, by *Generali Holding* for € 13,034 thousand and by *Generali Finance* for € 12,380 thousand. The increase is mainly due to acquisitions of € 68,746 thousand. Net impairment totalled € 3,537 thousand;
- loans to Group companies amounted to € 32,953 thousand (€ 12,639 thousand as at 31 December 2007), including a € 31,500 thousand subordinated loan granted to the subsidiary *Intesa Vita* and € 1,453 thousand to the associated company A7. The increase compared to 31 December 2007 is attributable to the five-year subordinated loan to *Intesa Vita*, with interest at the Euribor 6-month rate plus 3% per year, equivalent to a bond not listed on a regulated market issued by a company with registered office in a Zone A country, whose financial statements are certified by a duly authorised independent Auditor.

As regards the provisions of ISVAP Regulation 28/09, the table below compares the book value of short-term class C.II Life Business securities, on which the option to perform the valuation based on the book value as at 30 June 2008 or, for securities not included in the portfolio as at that date, based on the purchase cost, was exercised, against the presumed value based on market performance.

(figures in thousands of €)

BONDS	BOOK VALUE AS AT 31 DECEMBER 2008	PRESUMED VALUE BASED ON MARKET PERFORMANCE AS AT 31/12/08	UNAVAILABLE RESERVE GROSS OF RELATED TAX EFFECT
GENERALI FINANCE 5.479 02/28/49	12,380.4	8,950.1	3,430.3
MEDIOBANCA 0 10/22/15	32,500.0	30,992.0	1,508.0
BANCA INTESA 4.625 05/30/18	26,566.5	26,299.0	267.4
BANCA INTESA SPA 0 02/08/16	16,912.9	14,761.3	2,151.6
INTESA SANPAOLO 8.047 06/29/49	9,720.7	5,187.5	4,533.2
INTESA SANPAOLO 5.75 05/28/18	8,635.5	8,564.7	70.8
INTESA SANPAOLO 6.625 05/08/18	8,603.1	7,690.8	912.3
SANPAOLO IMI 3.75 06/09/15	8,245.6	8,106.2	139.4
BANCA INTESA 0 04/07/25	4,487.8	3,260.1	1,227.7
SANPAOLO IMI 3.75 03/02/20	2,973.0	2,933.8	39.2
<b>Total</b>	<b>131,025.4</b>	<b>116,745.6</b>	<b>14,279.9</b>

2.2.1 a) – Changes over the financial year in equities in group companies and other investee companies – Item C.II.1 (annex 5)

(figures in thousands of €)

		2008
Book value		2,327,209
Gross opening balance		2,530,055
Increases during the financial year due to:	purchases, subscriptions or payments	110
	write-backs	-
	revaluations	-
	other changes	-
<b>Total</b>		<b>110</b>
Decreases over the financial year due to:	Disposals or redemptions	-118,461
	write-downs	-84,072
	other changes	-423
<b>Total</b>		<b>-202,956</b>
Current value		2,421,553
Total revaluations		-
Total write-downs		-84,072

The increase was due to:

- the acquisition of subsidiary *Generali Business Solutions* (formerly *Generali Servizi Informatici*) for € 110 thousand in the first half of the year, following the disposal of the investment in *Generali Servizi Informatici* to *Assicurazioni Generali*. This disposal formed part of the restructuring of *Generali Group* service companies.

The decrease is mainly due to:

- the € 84,072 thousand write-down for the year in the *Telco* investment;
- completion of liquidation proceedings of subsidiary *Alleanza Investments* for € 423 thousand at the end of the year;
- partial disposal in the first half of the year of *Intesa Sanpaolo* performed en bloc to *Assicurazioni Generali* and/or its subsidiaries at market prices;

*2.2.2 a) – Changes over the financial year in bonds issued by group companies and other investee companies – Item C.II.2 (annex 5)*

(figures in thousands of €)

	2008
Book value	213,401
Gross opening balance	137,206
Increases during the financial year due to:	
purchases, subscriptions or payments	68,746
write-backs	365
revaluations	-
other changes	11,792
<b>Total</b>	<b>80,903</b>
Decreases over the financial year due to:	
Disposals or redemptions	-800
write-downs	-3,902
other changes	-6
<b>Total</b>	<b>-4,708</b>
Current value	201,151
Total revaluations	
Total write-downs	-3,902
Item C.II.2 includes:	
listed bonds	177,276
unlisted bonds	36,125
book value	213,401
including convertible bonds	-



The table below provides a breakdown of the financial investments in group companies and other investee companies on the basis of their use:

(figures in thousands of €)

	LONG-TERM USE		SHORT-TERM USE		TOTAL	
	Bal. sheet value	Current value	Bal. sheet value	Current value	Bal. sheet value	Current value
1. Equities	2,327,209	2,421,553	-	-	2,327,209	2,421,553
a) listed shares	577,780	642,338	-	-	577,780	642,338
b) unlisted shares	1,749,429	1,779,215	-	-	1,749,429	1,779,215
2. Bonds and other fixed-income securities	9,558	10,281	203,843	190,870	213,401	201,151
a2) other listed securities	-	-	177,276	164,571	177,276	164,571
b2) other unlisted securities	9,558	10,281	26,567	26,299	36,125	36,580

### 2.2.3 – Changes over the financial year in loans to companies - Item C.II.3 (annex 5)

(figures in thousands of €)

	2008
Opening balance	12,639
Increases during the financial year due to issue	31,500
Decreases during the financial year due to redemptions	11,186
Book value	32,953

During the year, the loan to subsidiary *Intesa Vita* of € 10,500 thousand matured. Subsequently, a five-year subordinated loan of € 31,500 thousand was granted, with interest at the Euribor 6-month rate plus 3% per year, equivalent to a bond not listed on a regulated market issued by a company with registered office in a Zone A country, whose financial statements are certified by a duly authorised independent Auditor.

### 2.3 – Other financial investments – Item C.III

Regarding other financial investments:

- there are no holdings under this item exceeding one tenth of the share capital or voting rights exercisable at the ordinary Shareholders' Meeting;
- other financial investments for the life segment amounted to € 19,643,061 thousand (€ 19,304,435 thousand as at 31 December 2007), while € 2,521 thousand relates to the non-life segment (€ 2,523 thousand as at 31 December 2007);
- bonds amounted to € 1,030,772 thousand (€ 994,666 thousand as at 31 December 2007);
- stakes in mutual investment funds amounted to € 3,958,291 thousand (€ 3,588,227 thousand as at 31 December 2007);
- bonds amounted to € 13,116,462 thousand (€ 13,555,138 thousand as at 31 December 2007);
- loans were € 1,537,533 thousand (€ 1,087,595 thousand as at 31 December 2007);
- other financial investments totalled € 3 thousand (€ 81,332 thousand as at 31 December 2007). This change is mainly the result of repurchase agreement transactions at year end;
- the investments for long-term use include other investments of strategic interest and stakes in mutual investment funds. Fixed-income securities include bonds expected to be held to maturity, the characteristics of which are suitable for meeting medium-long term commitments.

With regard to the provisions of ISVAP Regulation 28/09, the table below compares the book value of short-term class C.III Life Business securities, on which the option to perform the valuation based on the book value as at 30 June 2008 or, for securities not included in the portfolio as at that date, based on the purchase cost, was exercised, against the presumed value based on market performance.

(figures in thousands of €)

SHARES	BOOK VALUE AS AT 31 DECEMBER 2008	PRESUMED VALUE BASED ON MARKET PERFORMANCE AS AT 31/12/08	UNAVAILABLE RESERVE GROSS OF RELATED TAX EFFECT
BANCO SANTANDER SA	52,452.0	37,145.9	15,306.1
ENI SPA	39,944.3	32,729.8	7,214.5
AUTOGRILL SPA	25,457.9	20,648.9	4,809.1
BANCA CARIGE SPA	20,238.9	15,325.7	4,913.2
UNILEVER NV-CVA	16,221.6	15,600.8	620.8
IBERDROLA SA	12,288.4	9,443.8	2,844.7
UNICREDIT SPA	9,828.0	6,248.2	3,579.7
PRYSMIAN SPA	9,654.0	6,660.0	2,994.0
ITALMOBILIARE SPA	9,566.8	8,899.4	667.4
BUZZI UNICEM SPA-RSP	9,017.3	6,202.7	2,814.6
DEUTSCHE BOERSE AG	7,169.0	5,080.0	2,089.0
NESTLE SA-REG	7,019.7	6,326.2	693.5
ITALCEMENTI SPA -RSP	6,846.2	5,439.4	1,406.8
BANCO POPULAR ESPANOL	6,065.1	4,195.2	1,869.9
DATALOGIC SPA	5,829.2	5,444.8	384.5
ELISA OYJ	5,332.0	4,920.0	412.0
CONTINENTAL AG	5,058.4	2,238.2	2,820.2
ACEA SPA	5,042.8	4,863.1	179.7
IRIDE SPA	4,678.1	3,134.5	1,543.6
SWEDISH MATCH AB	4,558.0	4,147.7	410.3
EDF	4,465.2	3,071.0	1,394.2
ALLIANZ SE-REG	4,346.1	2,912.9	1,433.2
DAIMLER AG-REGISTERED SHARES	3,967.3	2,696.7	1,270.6
FONDIARIA-SAI SPA	3,878.4	2,359.5	1,518.9
BRISA	3,856.4	2,943.1	913.4
SIAS SPA	3,832.0	2,220.0	1,612.0
ENGINEERING INGEGNERIA INFO	3,768.9	2,528.1	1,240.8
BANCO POPOLARE SCARL	3,521.4	1,545.3	1,976.1
UNIPOL GRUPPO FINANZIARI-PFD	3,309.1	2,074.3	1,234.8
ITALCEMENTI SPA	3,271.4	2,858.7	412.6
ERG SPA	3,043.4	1,702.0	1,341.4
ENERGIAS DE PORTUGAL SA	2,965.3	2,410.7	554.6
SUEDZUCKER AG	2,880.0	2,717.5	162.5
CIMPOR-CIMENTOS DE PORTUGAL	2,486.0	2,021.4	464.7
FONDIARIA-SAI SPA - RSP	2,422.5	2,039.2	383.2
INTERPUMP GROUP SPA	1,457.1	1,343.4	113.7
LOTTOMATICA SPA	1,387.1	1,285.6	101.5
MIRATO SPA	1,139.9	837.5	302.4
PIRELLI & C.-RSP	960.9	648.5	312.4

SHARES	BOOK VALUE AS AT 31 DECEMBER 2008	PRESUMED VALUE BASED ON MARKET PERFORMANCE AS AT 31/12/08	UNAVAILABLE RESERVE GROSS OF RELATED TAX EFFECT
UBI BANCA SCPA	557.7	431.0	126.7
PIRELLI & C.	421.9	253.6	168.3
ROYAL DUTCH SHELL PLC-A SHS	287.5	206.3	81.2
TELEFONICA SA	249.6	247.3	2.4
TOTAL SA	249.5	249.0	0.5
DEUTSCHE TELEKOM AG-REG	200.2	198.9	1.4
CEMENTIR HOLDING SPA	126.8	124.0	2.8
NOVARTIS AG-REG	100.0	99.7	0.2
<b>Total</b>	<b>321,419.4</b>	<b>246,719.2</b>	<b>74,700.2</b>

(figures in thousands of €)

BONDS	BOOK VALUE AS AT 31 DECEMBER 2008	PRESUMED VALUE BASED ON MARKET PERFORMANCE AS AT 31/12/08	UNAVAILABLE RESERVE GROSS OF RELATED TAX EFFECT
BTPS I/L 2.15 09/15/14	100,639.7	98,678.9	1,960.8
BTPS I/L 2.35 09/15/35	52,715.2	47,899.8	4,815.4
REP OF ITALY 0 07/31/35	46,175.0	39,546.3	6,628.8
REP OF ITALY 0 05/31/35	22,820.0	19,793.8	3,026.2
BTPS I/L 2.35 09/15/19	20,007.2	19,618.1	389.1
REP OF POLAND 4.2 04/15/20	17,555.8	17,141.1	414.7
REP OF ITALY 2.25 07/31/19	16,380.5	15,664.6	715.9
REP OF HUNGARY 5.75 06/11/18	3,885.1	3,418.2	466.9
ENEL (ENTNZENEL) 5.625 06/21/27	57,261.7	52,991.9	4,269.8
MUNICH RE 5.767 06/29/49	42,990.1	29,051.6	13,938.5
SHLD 1 A 20/01/14	29,373.4	26,285.3	3,088.1
GOLDMAN SACHS GP 5.375 02/15/13	26,635.9	25,075.6	1,560.3
TELECOM ITALIA 5.375 01/29/19	21,902.8	19,684.8	2,218.0
GE CAP EUR FUND 5.375 01/16/18	21,211.4	20,580.9	630.5
BANCA POP MILANO 9 06/29/49	19,480.5	12,675.0	6,805.5
GE CAP EUR FUND 4.46 06/15/18	18,092.6	17,096.0	996.6
TELECOM ITALIA 6.25 02/01/12	17,228.4	16,970.5	257.9
LAMBD 2007-1X A2 20/09/31	14,254.9	13,337.5	917.4
JP MORGAN CHASE 4.625 05/31/17	13,731.6	13,263.8	467.8
PROCTER & GAMBLE 4.875 05/11/27	13,521.3	13,252.7	268.6
ABERTIS 5.125 06/12/17	13,061.3	12,411.4	649.9
EXOR SPA 5.375 06/12/17	12,892.4	10,599.9	2,292.5
REN REDES ENERGE 6.375 12/10/13	12,798.8	12,704.3	94.5
MBNAS 2002-A2 A 17/07/14	12,747.8	11,573.6	1,174.3
MERRILL LYNCH 4.45 01/31/14	12,711.8	12,554.2	157.6
BANK OF AMER CRP 4.625 02/07/17	12,246.4	11,218.9	1,027.5
OMEGE GLOB-5X A2 05/07/11	11,523.2	9,825.1	1,698.1
QUARZ 2003-CL1 A 17/06/13	11,500.0	11,186.2	313.8
GOLDMAN SACHS 4.25 08/04/10	10,679.1	10,354.6	324.6
VEOLIA ENVRNMT 5.125 05/24/22	10,588.8	10,067.6	521.2
UNICREDITO ITALI 3.95 02/01/16	10,546.1	9,835.6	710.5

BONDS	BOOK VALUE AS AT 31 DECEMBER 2008	PRESUMED VALUE BASED ON MARKET PERFORMANCE AS AT 31/12/08	UNAVAILABLE RESERVE GROSS OF RELATED TAX EFFECT
AXA SA 5.777 07/29/49	10,383.1	5,875.4	4,507.7
BARCLAYS BK PLC 0 04/16/09	10,001.2	9,963.4	37.8
SANTANDER INTL 0 04/28/10	10,000.0	9,860.1	139.9
APHEX CAPITAL PL 0 11/10/09	9,820.0	9,664.0	156.0
ALLIANZ FINANCE 4.375 02/28/49	9,737.7	7,206.1	2,531.6
LOCAT 2006-4 A2 12/12/28	9,631.4	9,027.0	604.4
BAYERISCHE LND BK 5.75 10/23/17	9,187.3	8,663.2	524.1
BBVAR 2007-1 A2 19/06/50	9,106.6	7,078.5	2,028.1
FIPF 1 A2 10/01/23	9,017.0	5,822.5	3,194.5
ZOO II-X A1 22/12/96	9,016.8	7,636.0	1,380.8
CORDR 4 A3 31/12/40	9,009.8	5,812.0	3,197.8
UNICREDITO ITALI 4.5 09/22/19	9,004.2	8,567.7	436.6
CITIGROUP INC 4.25 02/25/30	8,847.7	7,320.7	1,527.0
UNICREDITO ITAL 6.1 02/28/12	8,665.5	8,646.3	19.2
BRISA 4.5 12/05/16	8,602.6	7,846.1	756.4
TESCO PLC 5.875 09/12/16	8,434.4	8,189.3	245.1
GRND 1 A 20/07/16	8,173.6	6,203.5	1,970.0
XSTRATA CAN FIN 5.875 05/27/11	7,802.1	5,592.8	2,209.3
NATIXIS 6.307 10/29/49	7,795.9	3,734.7	4,061.2
CITIGROUP INC 3.875 05/21/10	7,735.9	7,621.3	114.6
AMSTC 2007-1 A2 25/03/17	7,683.5	7,303.7	379.9
BARCLAYS BK PLC 4.875 12/29/49	7,674.9	4,216.2	3,458.7
VOLKSWAGEN INTFN 5.375 05/22/18	7,280.8	7,135.1	145.7
GEN ELEC CAP CRP 4.125 09/19/35	7,279.0	6,661.3	617.7
TAQA 4.375 10/28/13	7,200.3	6,633.3	567.0
CREDIT AGRICOLE 8.2 03/31/49	6,985.3	6,074.5	910.8
SANTANDER INTL 5.435 04/28/10	6,960.0	6,609.0	351.0
EIRLES TWO 161 0 03/20/10	6,871.5	5,888.9	982.7
SOCIETE GENERALE 7.756 05/22/49	6,664.6	4,306.0	2,358.6
GOLDMAN SACHS 4 02/02/2015	6,652.5	5,791.4	861.0
AT&T INC 6.125 04/02/15	6,566.9	6,314.1	252.8
OLIVETTI FINANCE 6.875 01/24/13	6,482.2	6,217.4	264.7
BARCLAYS BK PLC 0 05/30/17	6,444.7	5,503.0	941.7
MORGAN STANLEY 6.5 04/15/11	6,417.5	5,870.9	546.6
LLOYDS TSB BANK 5.625 07/29/49	6,372.9	4,752.6	1,620.4
CITIGROUP INC 5 08/02/19	6,293.1	5,877.2	415.9
GAZ CAPITAL SA 6.605 02/13/18	6,280.2	4,228.0	2,052.2
HBOS PLC 4.375 10/30/19	6,209.1	6,006.0	203.1
ING BANK NV 3.5 09/16/20	6,172.2	5,768.4	403.8
SLM CORP 4.75 03/17/14	5,973.9	4,660.2	1,313.8
EXOR SPA 0 06/09/2011	5,951.4	5,469.0	482.4
VEOLIA ENVRNMT 5.375 05/28/18	5,945.9	5,851.2	94.7
CIE FIN FONCIER 0 03/01/36	5,906.3	4,611.8	1,294.5
AMER INTL GROUP 8 05/22/38	5,452.2	1,955.6	3,496.6
IBERDROLA FIN SA 5.625 05/09/18	5,447.9	5,303.2	144.7
MORGAN STANLEY 4.375 03/01/10	5,312.9	5,066.8	246.1
GEN ELEC CAP CRP 5.5 09/15/67	5,272.7	3,492.2	1,780.6
MORGAN STANLEY 0 04/13/16	5,151.5	4,098.7	1,052.8

BONDS	BOOK VALUE AS AT 31 DECEMBER 2008	PRESUMED VALUE BASED ON MARKET PERFORMANCE AS AT 31/12/08	UNAVAILABLE RESERVE GROSS OF RELATED TAX EFFECT
AGF 4.625 06/29/49	5,105.1	3,777.0	1,328.0
BANCA POP MILANO 0 06/29/15	4,934.3	4,020.7	913.6
RCI BANQUE 5.25 05/27/11	4,878.2	4,654.7	223.6
GOLDMAN SACHS 5.125 04/24/13	4,838.3	4,381.8	456.5
DUCAT 2006-1 A 10/11/19	4,781.7	4,597.3	184.4
JUMP 2-06 A 27/04/26	4,749.3	4,507.4	241.9
MONTE DEI PASCHI 0 06/30/15	4,725.0	4,344.3	380.8
MERRILL LYNCH 0 09/14/18	4,700.1	3,450.0	1,250.1
NYSE EURONEXT 5.375 06/30/15	4,573.5	4,559.2	14.3
BPU BANCA SCPA 0 10/30/18	4,551.7	3,418.8	1,132.9
TELIASONERA AB 4.75 03/07/17	4,514.7	4,370.8	143.9
AGRI 2002-1 B 14/12/15	4,493.9	3,400.5	1,093.4
DELPH 2002-I A2 25/04/92	4,483.6	1,787.3	2,696.3
DELPH 2001-II A2 28/11/31	4,481.4	4,360.0	121.4
SOCIETE GENERALE 6.999 12/29/49	4,461.0	3,109.6	1,351.4
ST GOBAIN 4.875 05/31/16	4,402.5	4,030.2	372.3
UNICREDITO ITALI 0 06/15/15	4,387.7	4,054.3	333.4
OLIVETTI FINANCE 7.75 01/24/33	4,382.2	3,771.3	610.9
MORGAN STANLEY 3.75 03/01/2013	4,356.8	3,888.9	467.9
BANCA MARCHE 0 10/09/13	4,303.7	3,928.6	375.1
ABERTIS INFRA 4.75 02/11/14	4,224.7	4,222.5	2.1
DEN DANSKE BANK 5.875 03/26/15	4,187.2	3,850.3	336.9
MORGAN STANLEY 4.375 10/12/2016	4,148.6	3,477.7	671.0
BOUYGUES 4.25 07/22/20	4,097.8	3,934.3	163.4
NATL AUSTRALIABK 3.875 06/04/15	4,089.5	4,063.8	25.7
AMER GENL FIN 3.25 01/16/13	4,028.4	1,790.0	2,238.5
HIT FINANCE BV 4.875 10/27/21	4,010.5	3,673.6	336.9
ATLAF 1 A 29/07/47	3,948.5	3,162.3	786.3
BANCO POPOLARE 0 11/09/10	3,944.9	3,832.1	112.9
CASINO GUICHARD 6.375 04/04/13	3,909.1	3,658.1	251.0
LLOYDS TSB BANK 4.385 05/29/49	3,898.6	2,852.0	1,046.7
NATL GRID GAS 5.125 05/14/13	3,887.6	3,870.0	17.6
NATEX BQUES POP 4.375 06/20/13	3,882.6	3,785.8	96.8
MERRILL LYNCH 4.625 09/14/18	3,764.9	3,223.2	541.7
CIT GROUP INC 5 05/13/14	3,764.1	3,085.6	678.5
GOLDMAN SACHS 4.75 01/28/14	3,711.1	3,370.2	340.9
COMMERZBANK AG 4.125 09/13/16	3,676.4	3,520.6	155.9
OMEGE GLOB-5X B 05/07/11	3,659.4	3,031.4	628.0
GROUPAMA SA 6.298 10/29/49	3,648.3	2,290.1	1,358.2
ANGLO AMERICAN 5.875 04/17/15	3,593.9	2,929.2	664.6
SGS 1 A 31/12/09	3,545.8	3,486.1	59.7
ZOO IV-X A1B 10/11/96	3,521.5	2,421.9	1,099.6
BANCA CARIGE 7.705 06/18/10	3,500.0	3,325.0	175.0
JPMORGAN CHASE 3.875 03/31/18	3,490.7	3,359.8	131.0
MONTE DEI PASCHI 4.875 05/31/16	3,458.1	3,300.1	158.0
DELPH 2003-I B 25/04/93	3,415.5	3,183.9	231.6
JP MORGAN CHASE 4.375 11/30/21	3,342.5	3,037.3	305.1
SCIP 2 B2 26/04/25	3,336.5	2,771.4	565.1

BONDS	BOOK VALUE AS AT 31 DECEMBER 2008	PRESUMED VALUE BASED ON MARKET PERFORMANCE AS AT 31/12/08	UNAVAILABLE RESERVE GROSS OF RELATED TAX EFFECT
BNP PARIBAS VI 5.868 01/29/49	3,275.0	2,811.2	463.9
VEOLIA ENVRNMT 6.125 11/25/33	3,208.5	3,074.4	134.1
OTE PLC 4.625 05/20/16	3,123.2	2,959.8	163.5
GOLDMAN SACHS GP 4.75 10/12/21	3,099.4	2,389.2	710.2
TITN 2006-2X E 23/01/16	3,097.3	2,080.6	1,016.6
DEPFA BANK PLC 0 04/14/25	3,089.5	475.7	2,613.8
BANCA POP BERGAM 8.364 12/29/49	3,031.3	2,393.4	637.8
PEMEX MASTER TR 5.5 02/24/25	3,027.5	2,160.3	867.2
CIMENTS FRANCAIS 4.75 04/04/17	3,008.7	2,602.4	406.3
EDISON SPA 0 07/19/11	2,997.5	2,849.1	148.4
ROYAL BK SCOTLND 7.0916 10/29/49	2,994.6	1,525.4	1,469.2
UBS PREFERRED 4.28 04/29/49	2,980.2	1,870.6	1,109.5
ALLIANZ FINANCE 6.5 01/13/25	2,979.4	2,824.0	155.4
EFG HELLAS FUND 4.565 11/29/49	2,924.6	1,200.0	1,724.6
GEN ELEC CAP CRP 0 08/15/36	2,886.6	1,582.7	1,303.9
KARTA 2005-1 B 15/07/12	2,830.8	2,390.3	440.6
OTE PLC 5 08/05/13	2,823.0	2,791.8	31.2
BCJAM 4 A2 23/07/50	2,809.0	2,230.5	578.5
SVENSKA HNDLSBKN 0 03/29/49	2,793.9	1,920.0	873.9
RBS CAP TRUST A 6.467 12/29/49	2,759.8	1,419.5	1,340.3
SIEMENS FINAN 5.25 09/14/66	2,711.7	2,240.2	471.5
GEN ELEC CAP CRP 4.625 09/15/66	2,514.0	1,570.4	943.6
CORDR 1 C 30/06/33	2,494.9	1,059.6	1,435.3
MUNICH RE 6.75 06/21/23	2,457.3	2,301.3	156.0
SANTANDER ISSUAN 0 03/23/17	2,347.1	2,055.7	291.5
COMMERZBANK CAP 5.012 03/29/49	2,326.2	957.3	1,368.9
REPSOL INTL FIN 4.625 10/08/14	2,319.5	2,266.4	53.1
BTRA 2006-I B 29/01/21	2,289.7	2,096.1	193.6
BANCO TOTTA SA 5.667 06/18/09	2,258.2	2,254.1	4.1
DMPL II A 20/05/36	2,228.6	2,060.5	168.1
BANCA POP MILANO 7.625 06/29/11	2,205.3	2,146.9	58.4
UBS AG JERSEY 7.152 12/29/49	2,201.3	1,548.6	652.7
DANSKE BANK 4.1 03/16/18	2,138.2	1,796.0	342.2
GRND 1 B 20/07/16	1,992.6	1,373.6	619.0
UBS CAPITAL SECS 8.836 04/29/49	1,988.0	1,293.3	694.7
MPS CAPITAL TRST 7.99 12/29/49	1,983.5	1,700.1	283.4
EMCAP 2007-1X A1 20/03/10	1,980.0	1,750.0	230.0
GRAN 2004-1 2B 20/03/44	1,971.9	560.0	1,411.9
IXIS CIB 4.375 07/24/18	1,955.6	1,857.4	98.2
MARSB 2004 C 25/11/11	1,920.0	1,900.0	20.0
DEUTSCHE BANK AG 0 09/20/16	1,898.7	1,485.6	413.1
GOLDMAN SACHS GP 0 02/04/2013	1,897.6	1,565.4	332.2
PBDOM 2006-1 C 26/11/52	1,849.6	1,452.6	397.0
BANCA AGRILEASIN 0 02/20/17	1,842.6	1,206.2	636.4
COFIROUTE 5 05/24/21	1,734.0	1,604.9	129.0
HARBM 4X A2E 11/10/19	1,725.8	1,271.6	454.2
BFTH 6 B 26/08/38	1,716.3	1,378.9	337.4

BONDS	BOOK VALUE AS AT 31 DECEMBER 2008	PRESUMED VALUE BASED ON MARKET PERFORMANCE AS AT 31/12/08	UNAVAILABLE RESERVE GROSS OF RELATED TAX EFFECT
SG CAP TRUST III 5.419 11/29/49	1,713.7	1,216.2	497.5
FIAT FIN & TRADE 6.625 02/15/13	1,479.6	1,374.5	105.1
AEGON GLOBAL 3.25 12/09/10	1,415.1	1,239.0	176.0
SCIP 2 A5 26/04/25	1,387.8	1,328.7	59.1
SMILS 05 A 20/01/15	1,339.1	1,311.3	27.8
HIPO HIPO-6 A 31/12/34	1,337.9	1,128.1	209.9
HSBC CAP FUNDING 5.3687 12/24/49	1,325.6	1,111.3	214.3
MORGAN ST DEAN W 5.75 04/01/09	1,167.7	1,146.3	21.4
SHAMR 2006-1X A1 20/10/09	990.0	900.0	90.0
BRITISH TEL PLC 6.5 07/07/15	989.6	943.2	46.4
HERME 6 B 18/05/35	973.7	944.2	29.4
LAMBD 2005-1X B2 15/11/29	890.4	681.3	209.1
MATCH 2002-1 A2 29/10/34	875.1	849.0	26.0
PTRMO 2006-1 D 31/12/21	871.1	675.3	195.8
PTRMO 2006-1 B 31/12/21	869.6	723.1	146.6
SMPER 2007-1 C 25/05/46	865.4	793.8	71.6
PTRMO 2006-1 C 31/12/21	862.0	686.9	175.1
VELAH 1 A2 24/10/27	824.7	753.0	71.7
OTE PLC 6 02/12/2015	786.8	754.8	32.0
BOUYGUES 6.125 07/03/15	746.1	721.8	24.3
BAT INTL FINANCE 5.375 06/29/17	736.2	697.3	38.9
DUTCH X A 02/10/79	709.8	679.9	29.9
JOHN DEERE BANK 6 06/23/11	698.5	697.0	1.4
GE CAP EUR FUND 6 01/15/19	696.8	674.9	21.9
QUARZO 2002-1 A 25/07/15	678.8	675.6	3.2
AGRI 2002-1 A 14/12/15	604.7	585.9	18.8
DAIMLER INTL FIN 6.125 09/08/15	596.3	553.6	42.7
INTLS 1 A3 30/12/15	576.1	563.4	12.8
HERME 7 A1 18/11/37	541.0	507.5	33.5
GIOTT 2 A 20/10/27	488.1	453.6	34.6
BAT INTL FINANCE 5.875 03/12/15	487.2	469.1	18.1
HBS 2003-1E A 18/09/35	444.3	436.9	7.4
FEBLU 1 A 30/10/18	423.3	415.1	8.2
UNICREDITO ITALI 5.75 09/26/17	385.2	365.6	19.6
PEMEX MASTER TR 6.375 08/05/16	301.2	246.2	55.0
VOLKSWAGEN LEAS 4.875 10/18/12	288.6	287.5	1.1
COMMERZBANK AG 5.625 11/29/17	283.5	264.5	19.0
DAIMLERCHRYSLER NA 4.375 03/21/13	280.9	266.1	14.8
BRITISH TEL PLC 5.25 06/23/14	280.8	272.0	8.8
HERME 5 A 18/10/1934	268.9	265.0	3.9
LOMBA 3 A2 30/10/15	250.4	249.9	0.5
ENEL (ENTNZENEL) 5.25 06/20/17	243.9	241.4	2.6
RMS 16X A2C 11/12/36	243.8	173.8	70.0
F-EPL 1 A 20/12/15	219.3	217.1	2.2
VENETO BANCA 6.411 12/29/49	32,500.0	21,125.0	11,375.0
ENEL SOC AZIONI 0 11/30/09	19,609.8	18,828.9	780.9
GOLDMAN SACHS GP 0 03/03/2010	14,847.3	13,764.0	1,083.3



BONDS	BOOK VALUE AS AT 31 DECEMBER 2008	PRESUMED VALUE BASED ON MARKET PERFORMANCE AS AT 31/12/08	UNAVAILABLE RESERVE GROSS OF RELATED TAX EFFECT
NATIXIS 8.65 03/29/49	10,000.0	6,836.0	3,164.0
ROYAL BK SCOTLND 0 03/04/20	9,558.9	9,196.5	362.4
POSLP 2007-2 A1 30/11/35	8,640.1	2,652.0	5,988.1
DEXIA CREDIOP 5 12/15/18	6,829.5	5,541.8	1,287.8
POSLP 2007-2 A2 30/11/35	5,184.1	3,656.4	1,527.7
CURZ HZ07-1 B 30/01/40	4,875.0	4,336.0	539.0
DUBAI HLDNG COMM 4.75 01/30/14	4,441.1	2,830.6	1,610.6
BANCA POP BARI 0 06/30/12	4,254.5	3,487.0	767.5
BANK OF NY LUX 0 12/30/99	22,868.9	11,977.1	10,891.8
<b>Total</b>	<b>1,556,564.4</b>	<b>1,339,349.8</b>	<b>217,214.6</b>

(figures in thousands of €)

MUTUAL INVESTMENT FUNDS	BOOK VALUE AS AT 31 DECEMBER 2008	PRESUMED VALUE BASED ON MARKET PERFORMANCE AS AT 31/12/08	UNAVAILABLE RESERVE GROSS OF RELATED TAX EFFECT
ALTO PACIFICO AZIONARIO	94,549.9	75,422.9	19,127.0
ALTO INTERNAZIONALE AZIONARI	82,643.1	66,361.3	16,281.8
ALTO BILANCIATO	79,993.6	77,627.9	2,365.7
ALTO AMERICA AZIONARIO	52,727.5	46,066.5	6,661.0
ALTO AZIONARIO	40,000.0	32,574.2	7,425.8
LEO CAPITAL GROWTH SPC	34,049.6	31,335.2	2,714.4
GENERALI YIELD ENHANCER	12,890.5	10,876.8	2,013.7
GENERALI DIRECTIONAL	7,758.9	6,933.3	825.6
QF FIDIA PRUDENTIA	112.0	85.0	27.0
<b>Total</b>	<b>404,725.1</b>	<b>347,283.0</b>	<b>57,442.1</b>

The total of the unavailable reserve, gross of the related tax effect, for Class C.II and Class C.III was € 363,637 thousand.

It should be noted that with regard to Class C assets the Company has no direct or indirect exposures with regard to US subprime mortgages, Iceland banks or to companies linked to B. Madoff. As regards exposures to the Lehman Brothers investment bank, after write-downs of € 2,944 thousand the Company holds bonds for a book value of € 1,170 thousand. These securities are included in segregated funds and have no significant impact on the profitability generated by other financial investments under the same management.

2.3.1 – Breakdown on the basis of long-term and short-term use of assets included under equities – Item C.III.1; stakes in mutual investment funds – Item C.III.2 and bonds and other fixed income securities – Item C.III.3 (Annex 8)

(figures in thousands of €)

	LONG-TERM USE		SHORT-TERM USE		TOTAL	
	Bal. sheet value	Current value	Bal. sheet value	Current value	Bal. sheet value	Current value
<b>Non-life business</b>						
1. Bonds and other fixed-income securities	2,521	3,000	-	-	2,521	3,000
<b>Life business</b>						
1. Equities	545,646	377,740	485,126	417,056	1,030,772	794,796
a) Equities	545,646	377,740	480,908	412,838	1,026,554	790,578
b) Unlisted shares	-	-	4,218	4,218	4,218	4,218
2. Stakes in mutual investment funds	2,140,108	2,220,973	1,818,183	1,771,276	3,958,291	3,992,249
3. Bonds and other fixed-income securities	7,974,552	7,989,439	5,139,389	4,993,917	13,113,941	12,983,356
a1) listed government securities	7,658,837	7,679,037	1,688,931	1,693,243	9,347,768	9,372,280
a2) other listed securities	309,527	303,674	3,266,110	3,154,793	3,575,637	3,458,467
b1) unlisted government securities	6,188	6,728	-	-	6,188	6,728
b2) other unlisted securities	-	-	143,883	115,404	143,883	115,404
c) convertible bonds	-	-	40,465	30,477	40,465	30,477
7. Other financial investments	-	-	3	3	3	3

Regarding bonds and other fixed-income securities – item C.III.3, the significant listed securities positions relate to Italian Government securities for € 8,007,157 thousand, European Investment Bank securities for € 287,631 thousand, Greek Government securities for € 247,364 thousand, French Government securities for € 223,693 thousand, Quarzo securities for € 153,567 thousand and Belgian Government securities for € 125,259 thousand. As for unlisted bonds, the main holdings include bonds issued by Veneto Banca for € 32,500 thousand, Enel for € 25,797 thousand, Bank of New York for € 22,869 thousand and Goldman Sachs for € 14,847 thousand. The issue and trading spreads on bonds and other fixed-income securities detailed in items C.II.2 and C.III.3 amounted to € 24,028 thousand (€ 15,129 thousand as at 31 December 2007).

Included in the bonds and other fixed-income securities under items C.II.2 and C.III.3, the following assets have subordination clauses, i.e. in the event of liquidation of the issuer, they will not be repaid until other creditors not subordinated to the same extent have been satisfied.

ISSUER	NOMINAL VALUE	CURRENCY	INTEREST RATE TYPE	MATURITY DATE	EARLY REDEMPTION
BANCA CARIGE SPA	3,500,000	EURO	Fixed	18-06-2010	not envisaged
BANCA POPOLARE MILANO	2,167,000	EURO	Fixed	29-06-2011	not envisaged
OMEGA CAPITAL INVESTMENTS PLC	4,000,000	EURO	Indexed	05-07-2011	not envisaged
MARS BV	2,000,000	EURO	Indexed	25-11-2011	not envisaged
UNICREDITO ITALIANO SPA	8,669,000	EURO	Fixed	28-02-2012	not envisaged
KARTA 1 PLC	3,000,000	EURO	Indexed	15-07-2012	not envisaged
HSBC HOLDINGS PLC	7,900,000	EURO	Fixed	20-12-2012	not envisaged
GENERALI (SCHWZ) HLDG formerly ALBULA VERWA	13,517,624	CHF	Fixed	24-12-2012	not envisaged
QUARZO CL1 SRL	11,500,000	EURO	Indexed	17-06-2013	not envisaged
NATIXIS SA	4,335,000	EURO	Fixed	20-06-2013	not envisaged
INTESA VITA SPA(formerly TIMAVO)	31,500,000	EURO	Indexed	19-12-2013	not envisaged
BNP PARIBAS (formerly BANQUE NTL DE PARIS)	8,669,000	EURO	Blended	23-01-2014	not envisaged
BAYERISCHE HYPO(EX BAYERISCHE VEREI	500,000	EURO	Fixed	05-02-2014	not envisaged
NORDEA BANK FINLAND PLC	4,335,000	EURO	Blended	26-03-2014	not envisaged
LANDESBANK BADEN - WUERTTEMBERG	6,502,000	EURO	Fixed	28-03-2014	not envisaged
LLOYDS BANKING GROUP PLC	6,502,000	EURO	Fixed	08-07-2014	not envisaged
DANSKE BANK A/S	4,330,000	EURO	Blended	26-03-2015	not envisaged
SKANDINAVISKA ENSKILDA BANKEN AB	2,601,000	EURO	Blended	28-05-2015	not envisaged
NATIONAL AUSTRALIA BANK LTD	4,330,000	EURO	Blended	04-06-2015	not envisaged
INTESA SANPAOLO (formerly BANCA INTESA)	8,669,000	EURO	Blended	09-06-2015	not envisaged
UNICREDITO ITALIANO SPA	4,500,000	EURO	Indexed	15-06-2015	not envisaged
BANCA POPOLARE MILANO	5,000,000	EURO	Indexed	29-06-2015	not envisaged
BANCA MONTE PASCHI SIENA (formerly MPS)	4,800,000	EURO	Indexed	30-06-2015	not envisaged
BFCM-BANQUE FED CREDIT MUTUEL	2,167,000	EURO	Fixed	30-09-2015	not envisaged
AGRISECURITIES SRL	5,000,000	EURO	Indexed	14-12-2015	not envisaged
LANDESBANK HESSEN-THURINGEN	1,734,000	EURO	Fixed	21-12-2015	not envisaged
LANDESBANK BADEN - WUERTTEMBERG	4,000,000	EURO	Fixed	30-12-2015	not envisaged
TITAN EUROPE 2006-2 PLC	4,000,000	EURO	Indexed	23-01-2016	not envisaged
UNICREDITO ITALIANO SPA	12,500,000	EURO	Fixed	01-02-2016	not envisaged
INTESA SANPAOLO (formerly BANCA INTESA)	17,500,000	EURO	Indexed	08-02-2016	not envisaged
HSBC BANK PLC (formerly MIDLAND BANK PLC)	3,468,000	EURO	Blended	18-03-2016	not envisaged
BANCA MONTE PASCHI SIENA (formerly MPS)	4,000,000	EURO	Fixed	31-05-2016	not envisaged
GERMAN RESIDENTIAL ASSET NOTE DISTR	2,500,000	EURO	Indexed	20-07-2016	not envisaged
COMMERZBANK AG	4,000,000	EURO	Blended	13-09-2016	not envisaged
DEUTSCHE BANK AG	2,000,000	EURO	Indexed	20-09-2016	not envisaged
BANK OF AMERICA CORP	14,000,000	EURO	Fixed	07-02-2017	not envisaged
BANCA AGRILEASING SPA	2,000,000	EURO	Indexed	20-02-2017	not envisaged
SANTANDER ISSUANCES	2,500,000	EURO	Indexed	23-03-2017	not envisaged
BARCLAYS BANK PLC	7,000,000	EURO	Indexed	30-05-2017	not envisaged
JPMORGAN CHASE BANK INC	15,000,000	EURO	Blended	31-05-2017	not envisaged

ISSUER	NOMINAL VALUE	CURRENCY	INTEREST RATE TYPE	MATURITY DATE	EARLY REDEMPTION
BNP PARIBAS (formerly BANQUE NTL DE PARIS)	7,800,000	EURO	Fixed	07-09-2017	not envisaged
UNICREDITO ITALIANO SPA	400,000	EURO	Fixed	26-09-2017	not envisaged
FORTIS BANK SA	500,000	EURO	Fixed	04-10-2017	not envisaged
BAYERISCHE LANDESBANK GIROZENTRALE	10,000,000	EURO	Fixed	23-10-2017	not envisaged
SANTANDER ISSUANCES	7,300,000	EURO	Blended	24-10-2017	not envisaged
COMMERZBANK AG	300,000	EURO	Blended	29-11-2017	not envisaged
BARCLAYS BANK PLC	7,300,000	EURO	Fixed	23-01-2018	not envisaged
CREDIT AGRICOLE SA (LONDON)	8,300,000	EURO	Fixed	01-02-2018	not envisaged
CAJA DE AHORROS Y MONT PIET MADRID	4,000,000	EURO	Indexed	01-03-2018	not envisaged
DANSKE BANK A/S	2,500,000	EURO	Blended	16-03-2018	not envisaged
JPMORGAN CHASE & CO(formerly CHASE MANHATTAN)	4,000,000	EURO	Blended	31-03-2018	not envisaged
INTESA SANPAOLO (formerly BANCA INTESA)	9,000,000	EURO	Fixed	08-05-2018	not envisaged
INTESA SANPAOLO (formerly BANCA INTESA)	9,000,000	EURO	Blended	28-05-2018	not envisaged
IXIS CORPORATE & INV BANK (formerly CDC)	2,167,000	EURO	Blended	24-07-2018	not envisaged
MERRILL LYNCH & CO INC	6,000,000	EURO	Indexed	14-09-2018	not envisaged
MERRILL LYNCH & CO INC	5,000,000	EURO	Fixed	14-09-2018	not envisaged
UBI-UNIONE DI BANCHE ITALIANE SCPA	5,000,000	EURO	Indexed	30-10-2018	not envisaged
LEHMAN BROTHERS HOLDINGS INC	5,000,000	EURO	Blended	14-03-2019	not envisaged
UNICREDITO ITALIANO SPA	10,000,000	EURO	Blended	22-09-2019	not envisaged
HBOS PLC	7,500,000	EURO	Blended	30-10-2019	not envisaged
INTESA SANPAOLO (formerly BANCA INTESA)	3,500,000	EURO	Blended	02-03-2020	not envisaged
ING BANK NV	7,500,000	EURO	Blended	16-09-2020	not envisaged
B-TRA	3,000,000	EURO	Indexed	29-01-2021	not envisaged
GOLDMAN SACHS GROUP INC	4,000,000	EURO	Fixed	12-10-2021	not envisaged
JPMORGAN CHASE BANK INC	4,000,000	EURO	Blended	30-11-2021	not envisaged
PATRIMONIO UNO CMBS SRL	1,000,000	EURO	Indexed	31-12-2021	not envisaged
PATRIMONIO UNO CMBS SRL	1,000,000	EURO	Indexed	31-12-2021	not envisaged
PATRIMONIO UNO CMBS SRL	1,000,000	EURO	Indexed	31-12-2021	not envisaged
MUENCHENER RUECKVER AG (MUNICH RE AG)	2,500,000	EURO	Blended	21-06-2023	not envisaged
ALLIANZ FINANCE II BV	3,000,000	EURO	Blended	13-01-2025	not envisaged
SOCIETA CARTOLARIZZAZIONE IMMOBILI	3,500,000	EURO	Indexed	26-04-2025	not envisaged
LAMBDA FINANCE BV	1,000,000	EURO	Indexed	15-11-2029	not envisaged
CITIGROUP INC (formerly TRAVELERS GROUP)	13,000,000	EURO	Blended	25-02-2030	not envisaged
HBOS PLC	14,000,000	EURO	Blended	18-03-2030	not envisaged
CORDUSIO RMBS 1 SRL	4,000,000	EURO	Indexed	30-06-2033	not envisaged
HOLLAND EURO-DEN MTG BACKED VI	1,000,000	EURO	Indexed	18-05-2035	not envisaged
GENERAL ELECTRIC CAPITAL CORP	10,000,000	EURO	Fixed	19-09-2035	not envisaged
RESIDENTIAL MORTGAGE SECURITIES	2,600,000	EURO	Indexed	11-12-2036	not envisaged
AMERICAN INTERNATIONAL GROUP	6,000,000	EURO	Blended	22-05-2038	not envisaged
BANKINTER FONDO DE TITULIZACION HIP	2,000,000	EURO	Indexed	26-08-2038	not envisaged
CURZON FUNDING LTD	5,000,000	EURO	Indexed	30-01-2040	not envisaged
GRANITE MORTGAGES 04-1 PLC	2,000,000	EURO	Indexed	20-03-2044	not envisaged
SEMPER FINANCE LTD	1,000,000	EURO	Indexed	25-05-2046	not envisaged
ATLANTE FINANCE SRL	7,500,000	EURO	Indexed	29-07-2047	not envisaged
BNP PARIBAS CAPITAL TRUST VI	3,500,000	EURO	Blended	16-01-2049	not envisaged

ISSUER	NOMINAL VALUE	CURRENCY	INTEREST RATE TYPE	MATURITY DATE	EARLY REDEMPTION
BANCA POPOLARE BERGAMO CAP TR	3,000,000	EURO	Blended	15-02-2049	not envisaged
ALLIANZ FINANCE BV	12,000,000	EURO	Blended	28-02-2049	not envisaged
GENERALI FINANCE BV	14,250,000	EURO	Blended	28-02-2049	not envisaged
NATIXIS SA	10,000,000	EURO	Step Up	28-03-2049	not envisaged
COMMERZBANK CAP FUND TRUST	3,000,000	EURO	Blended	29-03-2049	not envisaged
SVENSKA HANDELSBANKEN	3,000,000	EURO	Indexed	29-03-2049	not envisaged
CREDIT AGRICOLE SA	7,000,000	EURO	Blended	31-03-2049	not envisaged
UBS CAPITAL SECS LTD	2,000,000	EURO	Blended	29-04-2049	not envisaged
UBS PREFERRED FUNDING	4,000,000	EURO	Blended	29-04-2049	not envisaged
SOCIETE GENERALE SA	7,000,000	EURO	Blended	22-05-2049	not envisaged
LLOYDS TSB BANK PLC (formerly LLOYDS BANK)	5,000,000	EURO	Blended	29-05-2049	not envisaged
ASSUR GEN DE FRANCE	6,000,000	EURO	Blended	10-06-2049	not envisaged
INTESA SANPAOLO (formerly BANCA INTESA)	10,000,000	EURO	Blended	20-06-2049	not envisaged
BANCA POPOLARE MILANO	20,000,000	EURO	Blended	25-06-2049	not envisaged
MUENCHENER RUECKVER AG (MUNICH RE AG)	50,250,000	EURO	Blended	29-06-2049	not envisaged
AXA SA (formerly AXA-UAP)	12,000,000	EURO	Blended	29-07-2049	not envisaged
LLOYDS TSB BANK PLC (formerly LLOYDS BANK)	6,502,000	EURO	Blended	29-07-2049	not envisaged
ROYAL BANK OF SCOTLAND GROUP PLC	3,500,000	EURO	Blended	30-09-2049	not envisaged
GROUPAMA SA	4,500,000	EURO	Blended	29-10-2049	not envisaged
NATIXIS SA	10,000,000	EURO	Blended	29-10-2049	not envisaged
EFG HELLAS FUNDING LTD	4,000,000	EURO	Blended	02-11-2049	not envisaged
SG CAPITAL TRUST III	2,000,000	EURO	Blended	29-11-2049	not envisaged
BANCA CARIGE SPA	50,000,000	EURO	Blended	04-12-2049	not envisaged
HSBC CAPITAL FUNDING LP	1,500,000	EURO	Blended	24-12-2049	not envisaged
BARCLAYS BANK PLC	10,000,000	EURO	Blended	29-12-2049	not envisaged
MPS CAPITAL TRUST I	2,000,000	EURO	Blended	29-12-2049	not envisaged
SOCIETE GENERALE SA	5,000,000	EURO	Blended	29-12-2049	not envisaged
UBS AG JERSEY	2,500,000	EURO	Blended	29-12-2049	not envisaged
VENETO BANCA SCARL	32,500,000	EURO	Blended	29-12-2049	not envisaged
RBS CAPITAL TRUST A	3,000,000	EURO	Blended	30-12-2049	not envisaged
PB DOMICILE 2006-1 PLC	2,000,000	EURO	Indexed	26-11-2052	not envisaged
SIEMENS FINANCIERNGSMAT	3,000,000	EURO	Blended	14-09-2066	not envisaged
GENERAL ELECTRIC CAPITAL CORP	3,000,000	EURO	Blended	15-09-2066	not envisaged
GENERAL ELECTRIC CAPITAL CORP	6,000,000	EURO	Blended	15-09-2067	not envisaged
DELPHINUS 2003 - I BV	3,500,000	EURO	Indexed	25-04-2093	not envisaged
BANK OF NEW YORK (LUXEMBOURG) SA	23,000,000	EURO	Indexed	30-12-2099	not envisaged

In addition it should be noted that the financing includes the subordinated loan granted by *Intesa Vita*, which includes subordination clauses to the effect that if the issuer should be put into liquidation, settlement will be made only after all other creditors not subordinated in the same manner are reimbursed.

Outstanding loans as at 31 December 2008 amounted to € 1,537,533 thousand (€ 1,087,595 thousand as at 31 December 2007) and were composed of:

(figures in thousands of € and % values)

	December		Change	
	2008	2007	€	%
Secured loans	244	483	-239	-49.4
Loans against policies	1,534,160	1,080,351	453,809	42.0
Other loans	3,129	6,761	-3,632	-53.7
<b>Book value</b>	<b>1,537,533</b>	<b>1,087,595</b>	<b>449,938</b>	<b>41.4</b>

The increase in loans against policies was, amongst other things, due to the early closure of the San Giorgio II securitisation of the loans portfolio deriving from loans against policies granted to policyholders and the subsequent buy-back of loans previously ceded to the SPV.

The secured loans relate to medium/long term loans backed by secured guarantees issued to purchasers of our real estate.

There are no significant positions in relation to secured loans and other loans.

### 2.3.2 – Changes over the financial year in assets for long-term use included in items under 2.3.1 - (annex 9)

Changes in assets for long term use included under item C.III are listed in the table below:

(figures in thousands of €)

	EQUITIES	STAKES IN MUTUAL INVESTMENT FUNDS	BONDS AND OTHER FIXED INCOME SECURITIES
Opening balance	188,875	2,108,080	5,170,861
Increases during the financial year due to:	493,891	159,664	2,818,475
purchases	191,367	159,031	980,645
transfers from the short term portfolio	302,524	-	1,823,151
other changes	-	633	14,679
Decreases over the financial year due to:	137,120	127,636	12,263
Disposals or redemptions	95,730	127,636	416
write-downs	41,390	-	-
other changes	-	-	11,847
<b>Book value</b>	<b>545,646</b>	<b>2,140,108</b>	<b>7,977,073</b>
<b>Current value</b>	<b>377,740</b>	<b>2,220,973</b>	<b>7,992,439</b>

As regards changes in long-term assets included under item C.III:

- Long-term investments are recorded under class C.III per € 545,646 thousand (€ 188,875 thousand as at 31 December 2007). The increase in long term securities (and corresponding reduction in current assets) is attributable to a stronger strategic interest in certain investments, adapted to meet the company's medium/long term commitments. Sales transactions completed in compliance with guidelines of the Board of Directors framework resolution of 8 May 2007 have exceptional and extraordinary characteristics (with regard to the limited number of transactions) and are not classed as systematic purchase/sale transactions. These transactions, performed mostly in October, were executed to meet specific needs that do not form part of normal company management, and therefore have no recurrent characteristics, refer only to shares included in segregated funds, and were used to guarantee yield adequacy and stability for policyholders. Impairment of the long-term share portfolio totalled € 41,390 thousand.
- Fixed-income securities for long-term use are recorded under class C.III for € 7,977,073 thousand (€ 5,170,861 thousand as at 31 December 2007). Changes in long-term bonds refer mainly to acquisitions of € 980,645 thousand for government securities and € 1,823,151 thousand transferred from the short-term portfolio.

The increase in long-term bonds forms part of a plan to align the duration of assets with the duration of liability commitments and aims to reduce risk and stabilise the economic and financial performance of the Company's segregated funds. The securities transfer was performed in accordance with guidelines provided in ISVAP Ruling no. 893 G/1998 and those of the framework resolution on classification of securities portfolio, valuating securities transferred at the lower amount between the purchase cost and the realisation value as at the date of the transfer.

- Stakes in mutual investment funds for long-term use are recorded under class C.III for € 2,140,108 thousand (€ 2,108,080 thousand as at 31 December 2007). These disposals, which mainly involved stakes in bond investment funds classed as segregated funds, generated capital gains of € 5,516 thousand and were executed to guarantee an appropriate and stable rate of return for policyholders. However, these transactions can be considered exceptional and extraordinary given the amounts and small volume compared to total disposals from the portfolio.

2.3.2 a) – Changes over the financial year in other financial investments of the life insurance business – Item C.III. 1, 2, 3, 5 and 7

The breakdown based on long-term and short-term use of the securities portfolio recorded under class C.III is illustrated in annex 8, while changes during the year are shown in the table below.

(figures in thousands of €)

	EQUITIES	STAKES IN MUTUAL INVESTMENT FUNDS	BONDS AND OTHER FIXED INCOME SECURITIES	OTHER FINANCIAL INVESTMENTS
Opening balance	994,666	3,588,227	13,552,614	81,332
Increases during the financial year due to:	763,691	562,088	5,989,650	6,588,548
purchases	457,593	560,676	4,112,586	6,578,999
write-backs	-	495	23,113	84
transfers from the short term portfolio	302,524	-	1,823,151	-
other changes	3,573	917	30,800	9,465
Decreases over the financial year due to:	727,585	192,024	6,428,323	6,669,877
disposals	289,330	166,191	4,516,390	6,669,695
transfers from the short term portfolio	302,524	-	1,823,151	-
repayments	-	-	-	-
write-downs	130,737	25,832	74,539	7
other changes	4,994	-	14,243	175
Book value	1,030,772	3,958,291	13,113,941	3
Current value	794,796	3,992,249	12,983,356	3

Transfer from the short-term to the long-term portfolio concerns Italian government securities and listed Italian shares (with corresponding reduction in current assets) and is attributable to changes illustrated in the above points, i.e. to align the duration of assets and liabilities with a view to reducing financial risk and to a stronger strategic interest in certain investments, adapted amongst other things to satisfy medium/long term commitments of the company. The purchases and disposals of other financial investments relate to repurchase agreement transactions.

Write-downs are attributable to the negative performance of interest rates, credit spreads and the financial markets, and benefited from the lower capital losses on the securities portfolio of € 363,637 thousand, due to the effect of the decision to exercise the option offered by Legislative Decree 185/2008, converted to Law no. 2 of 28 January 2009 and enacted by ISVAP Regulation 28/2009. The above-mentioned regulation, as already mentioned, allows the valuation of short-term securities at the initial entry value in the half-year report as at 30 June 2008 or, for securities not included in the portfolio as at that date, according to their purchase cost.



### 2.3.3 – Changes over the financial year in loans - Item C.III.4 (annex 10)

(figures in thousands of €)

	LOANS
Opening balance	1,087,595
Increases during the financial year due to: payments	751,166
Decreases over the financial year due to: repayments	301,228
other changes	-
Book value	1,537,533

The increase in loans against policies was, amongst other things, due to the above-mentioned early closure of the San Giorgio II securitisation of the loans portfolio deriving from loans against policies granted to policyholders and the subsequent buy-back of loans previously ceded to the SPV.

### 2.4 – Deposits with ceding companies – Item C.IV

There were no reinsurance deposits with ceding companies.

#### 2.4.1 – Write-downs performed during the financial year for deposits with ceding companies.

No write-downs were performed during the financial year in relation to deposits with ceding companies.

### Section 3 – Investments for the benefit of life-assurance policyholders by whom the investment risk is borne and deriving from the management of pension funds – Item D

The class “D” assets as at 31 December 2008 totalled € 283,806 thousand (€ 284,717 thousand as at 31 December 2007), of which € 154,613 thousand concern Unit-linked contracts, € 109,494 thousand concern Index-linked contracts and € 19,699 thousand relate to the management of pension funds. The € 911 thousand decrease compared to 31 December 2007 is attributable to financial market performance and outgoing portfolio amounts.

It should be noted that with regard to Class D.I and D.II assets the Company has no direct or indirect exposure with regard to subprime mortgages, Iceland banks, to companies linked to B. Madoff or with the Lehman Brothers investment bank.

### 3.1 – Statement of assets relating to unit-linked and index-linked policies – Item D.I (annex 11)

(figures in thousands of €)

		CURRENT VALUE		PURCHASE COST	
		CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR
II.	Investments in group companies and other investee companies	25,316	25,617	25,329	26,594
III.	Stakes in mutual investment funds	107,087	147,695	121,614	146,763
IV.	Other financial investments	129,106	99,524	142,902	100,764
V.	Other assets	1,286	-757	1,286	-757
VI.	Cash	1,478	1,982	1,478	1,982
VIII.	Other liabilities	-166	-93	-166	-93
<b>Total</b>		<b>264,107</b>	<b>273,968</b>	<b>292,443</b>	<b>275,253</b>

The cash balances relate to current accounts held at *Intesa Sanpaolo* branches.

### 3.2 – Statement of assets deriving from the management of pension funds – Item D.II (annex 12)

(figures in thousands of €)

		CURRENT VALUE		PURCHASE COST	
		CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR
II.	Other financial investments:	17,161	9,750	19,686	10,091
	1. Equities	6,582	5,816	9,220	6,096
	2. Bonds and other fixed-income securities	9,524	3,934	9,361	3,995
	3. Stakes in mutual investment funds	1,055	-	1,105	-
III.	Other assets	676	76	676	76
IV.	Cash	1,941	948	1,940	948
	Other liabilities	-79	-24	-79	-24
<b>Total</b>		<b>19,699</b>	<b>10,750</b>	<b>22,223</b>	<b>11,091</b>

The cash balances relate to current accounts held at *Intesa Sanpaolo* branches.

### 3.3 – Transfers of investments from class C to class D

There were no transfers of investments from class C to class D.

#### Section 4 – Technical reserves ceded to reinsurers – Item D bis

Technical reserves ceded to reinsurers amounted to € 7,344,307 thousand (€ 7,399,039 thousand as at 31 December 2007), composed of:

(figures in thousands of € and % values)

	December		Change	
	2008	2007	€	%
I. NON-LIFE SEGMENTS				
1. Premiums reserve	-	-	-	-
II. LIFE SEGMENTS				
1. Actuarial reserves	7,305,679	7,350,075	-44,396	-0.6
2. Complementary insurance premium reserve	3,941	4,780	-839	-17.6
3. Reserve for amounts to be paid	13,888	10,940	2,948	27.0
4. Profit sharing and reversal reserve	-	-	-	-
5. Other technical reserves	20,798	33,244	-12,446	-37.4

With regard to actuarial reserves, these also include the reinsurers' amount of the extra reserve for financial risk (interest rate) of € 20,190 thousand, established in accordance with ISVAP Regulation 2/2008.

Other reserves ceded to reinsurers consisted in reserves for future expenses relating to segment I (life insurance).

#### Section 5 – Receivables – Item E

Receivables amounted to € 638,978 thousand (€ 669,554 thousand as at 31 December 2007), composed as follows:

(figures in thousands of € and % values)

	December		Change	
	2008	2007	€	%
I. Receivables from direct insurance transactions, due from:				
1. Policyholders				
a) premiums for the financial year	85,632	81,977	3,655	4.5
II. Receivables from direct insurance transactions, due from:				
1. Insurance and reinsurance companies	17	965	-948	-98.2
III. Other receivables	553,329	586,612	-33,283	-5.7
Book value	638,978	669,554	-30,576	-4.6

Receivables from insurance companies of € 17 thousand refer to the coinsurance relationship with the Parent Company.

### 5.1 – Write-downs performed during the financial year

There were no write-downs on receivables. Specifically, it should also be noted that receivables due from policyholders were not subject to write-down.

### 5.2 – Details of other receivables – Item E.III

Other receivables amounted to € 553,329 thousand (€ 586,612 thousand as at 31 December 2007), the main items regarding:

(figures in thousands of € and % values)

	December		Change	
	2008	2007	€	%
Income tax on ARs	286,568	284,335	2,233	0.8
Receivables due from parent company for tax consolidation	95,146	74,093	21,053	28.4
Prepaid tax	37,519	18,103	19,416	107.3
Receivables from subsidiaries	16,331	16,331	-	n/a
Receivables from tax authorities	5,329	9,420	-4,091	-43.4
Rent due from tenants and recovery of co-ownership charges	1,800	2,594	-794	-30.6
<b>Total</b>	<b>442,693</b>	<b>404,876</b>	<b>37,817</b>	<b>9.3</b>

Specifically:

- the tax on actuarial reserves, paid pursuant to art. 1 of Legislative Decree no. 209/2002, constitutes a tax credit to be used when settling withholding tax established under art. 6 of Law no. 482/1985, substitute tax as per art. 26-ter of Presidential Decree no. 600/1973 and, as from financial year 2008, income tax;
- the increase in receivables from subsidiaries are due to application of the consolidated tax regime and mainly concern the tax credit on mutual funds matured on income for the year, and the previously mentioned change in the composition of financial income with a greater proportion taxed at special rates;
- receivables from subsidiaries include the amount from Finagen as repayment of the share capital decrease;
- the increase in prepaid tax is mainly due to the deductible temporary differences arising from valuation of securities.

### Section 6 – Other assets – Item F

Other assets recorded under item F amounted to € 255,948 thousand (€ 115,712 thousand as at 31 December 2007).

Tangible assets and stocks amount to € 18,861 thousand (€ 18,402 thousand as at 31 December 2007), net of accumulated depreciation they are recorded in the balance sheet as € 1,746 thousand (€ 1,983 thousand as at 31 December 2007).

## 6.1 – Changes over the financial year in assets for long-term use included in class F.I.

(figures in thousands of € and % values)

	December		Change	
	2008	2007	€	%
Office furniture and machines and internal transport systems	931	1,032	-101	-9.8
Movable assets listed in public registers	24	24	-	1.0
Plant and equipment	23	51	-28	-55.9
Stock and other assets	769	876	-107	-12.2

Cash and cash equivalents totalled € 250,235 thousand (€ 106,745 thousand as at 31 December 2007), with € 217,419 thousand relating to current accounts and time deposits held with the *Intesa Sanpaolo* and € 912 thousand relating to current accounts held with *Banca Generali*.

516,175 own shares were classified under item F.III for a total value of € 2,986 thousand.

Other assets amounted to € 981 thousand (€ 1,146 thousand as at 31 December 2007) and consist exclusively in hedged swaps.

## Section 7 – Prepayments and accrued income – Item G

Prepayments and accrued income amounted to € 273,314 thousand (€ 273,027 thousand as at 31 December 2007) and consist of accrued interest of € 272,700 thousand, prepaid rent of € 96 thousand and other prepayments and accrued income of € 518 thousand.

There were no long-term accrued liabilities and deferred income.

## Balance Sheet - Liabilities

### Section 8 – Shareholders' Equity – Item A

Shareholders' Equity amounted to € 1,658,624 thousand (€ 1,931,702 thousand as at 31 December 2007).

#### 8.1 – Changes over the financial year involving components of Shareholders' Equity

(figures in thousands of €)

	BALANCE AS AT 31/12/2007	ALLOCATION OF PROFIT FY. 2007	CHANGES FY. 2008	BALANCE AS AT 31/12/2008
Share Capital	423,307	-	-	423,307
Share premium account	107,524	-	-	107,524
Revaluation reserves	304,826	-	27,942	332,768
Legal reserve	85,443	9	-	85,452
Reserve for own shares	5,838	-	-2,852	2,986
Unavailable reserve, Law 28/01/09	-	-	119,227	119,227
Other reserves	768,818	-199,730	-117,624	451,464
Profit (loss) brought forward	-	-	-	-
Profit for the period	235,946	-235,946	135,896	135,896
<b>TOTAL</b>	<b>1,931,702</b>	<b>-435,667</b>	<b>162,589</b>	<b>1,658,624</b>

#### 8.2 – Share capital – Item A.I

The fully paid-up share capital consists of 846,613,422 ordinary shares of € 0.50 each.

The revaluation reserves amounted to € 332,768 thousand.

#### 8.3 – Details of revaluation reserves – Item A.III

(figures in thousands of € and % values)

	December		Change	
	2008	2007	€	%
Reserve under Law 823 of 19/12/1973	10,293	10,293	-	-
Reserve under Law 216 of 07/06/1974	55	55	-	-
Reserve under Law 413 of 30/12/1991	207,096	207,096	-	-
Reserve under Law 266 of 23/12/2005	87,382	87,382	-	-
Reserve under Law 2 of 28/01/2009	27,942	-	27,942	n/a

These consisted of monetary revaluations on the Company's real estate resulting from application of the specific laws (Law 823/73, Law 216/74, Law 413/91, Law 266/05 and Law 2/09).

Due to the effect of revaluations, the value of real estate increased in 2008 (€ 27,942 thousand), net of related deferred taxes of € 2,545 thousand as envisaged in Italian Law no. 2 of 28 January 2009.

With regard to the tax profile, it should be mentioned that the company has not exercised the option – granted under art. 15, subsections 19 and 20 of the above-mentioned Legislative Decree 185/2008, converted to Law no. 2 of 28 January 2009 – to apply deductions for revaluation and give tax validity to the revaluation by payment of the related substitution tax.

Other reserves amounted to € 570,693 thousand (€ 768,818 thousand as at 31 December 2007).

#### 8.4 – Details of other reserves – Item A.VII

(figures in thousands of € and % values)

	December		Change	
	2008	2007	€	%
Dividend equalisation reserve	1,549	1,549	-	-
Asset adjustment reserve	4,760	4,760	-	-
Extraordinary Reserve	444,427	761,779	-317,352	-41.7
Unavailable reserve, Law 28/01/09	119,227	-	119,227	n/a
Reserve for extraordinary assignment of profits to employees (statutory reserve)	192	192	-	-
Merger reserve	643	643	-	-
Merger deficit	-105	-105	-	-

The extraordinary reserve is composed of deferred tax for € 42,488 thousand, corresponding to the realignment of tax amounts with balance sheet amounts for real estate during the financial year 2006 pursuant to law 266/2005, net of related substitute tax.

As the Company exercised the option provided by Legislative Decree 185/2008, converted to Law no. 2 of 28 January 2009, allowing the valuation of short-term securities at the initial entry value in the half-year report as at 30 June 2008 or, for securities not included in the portfolio as at that date, according to their purchase cost, an unavailable profit reserve has been established, net of the related tax effect, with regard to Life Business only, of € 255,055 thousand, corresponding to the difference between the value of financial investments recorded in application of the above provisions and the market value at year end. This reserve was established with 2008 profit for the year of € 135,828 thousand, and the remaining € 119,227 thousand by withdrawal from the extraordinary reserve formed from available Company profits from previous years.

#### Section 9 – Subordinated liabilities – Item B

There are no liabilities with subordination clauses in the Company's financial statements.

## Section 10 – Technical reserves – Item C.I in non-life insurance business and C.II in the life insurance business

Class “C” technical reserves amounted to € 21,398,757 thousand (€ 20,870,021 thousand as at 31 December 2007), of which € 21,275,455 thousand regarded direct business (€ 20,747,546 thousand as at 31 December 2007) and € 123,302 thousand regarded indirect business (€ 122,475 thousand as at 31 December 2007).

The actuarial reserves also include the extra reserve for financial risks (interest rates) of € 50,206 thousand, set up in accordance with Title V, Chapter II of ISVAP Regulation 21/2008.

The class D technical reserves amounted to € 281,993 thousand (€ 280,614 thousand as at 31 December 2007), of which € 262,295 thousand for Unit/Index-linked contracts and € 19,698 thousand for pension funds.

The total change in actuarial reserves and other technical reserves, net of outwards reinsurance, was recorded in the income statement as € 582,807 thousand (€ 354,567 thousand as at 31 December 2007).

Deposits received from reinsurers amounted to € 7,342,993 thousand (€ 7,396,771 thousand as at 31 December 2007) for reserves deposited by *Assicurazioni Generali*, excluding standard business insured and held by *Assicurazioni Generali* for € 1,314 thousand.

As at 31 December 2008, technical reserves for non-life insurance business were € 91,713 thousand (€ 59 thousand as at 31 December 2007).

### 10.1 – Changes over the financial year in components of the premium reserve – Item C.I.1 – and components of the claims reserve – Item C.I.2 of the non-life insurance business (annex 13)

(figures in thousands of € and % values)

	December		Change	
	2008	2007	€	%
Premiums reserve:				
Reserve for apportionment of premiums	54	53	1	n/a
Claims reserve	38	5	33	n/a
Book value	92	58	34	n/a

The reserve for apportionment of premiums as at 31 December 2008 amounted to € 54 thousand (€ 53 thousand as at 31 December 2007), whilst the claims reserve amounted to € 38 thousand (€ 5 thousand as at 31 December 2007).

In compliance with art. 37, subsection 4 of Legislative Decree 209/05, the reserve for apportionment of accident insurance premiums for the previous financial year consists of the amounts of premiums for such insurance applying to later periods. The reserves were calculated on the on an accruals basis.



The claims reserve comprises the total amount of known claims as at year-end and not yet paid either partly or in full. The reserve calculation considered the objective elements known at the time of the estimate, valued at their latest cost to take into account all predictable future charges.

### 10.2 – Changes over the financial year in components of the actuarial reserves – Item C.II.1 – and the profit sharing and reversal reserve – Item C.II.4 (annex 14).

Actuarial reserves amounted to € 21,276,475 thousand (€ 20,717,092 thousand as at 31 December 2007) and were broken down as follows:

(figures in thousands of € and % values)

	December		Change	
	2008	2007	€	%
Actuarial reserve for pure premiums	21,051,374	20,562,457	488,917	2.4
Premiums brought forward	172,896	153,732	19,164	12.5
Reserve for mortality risk	-	-	-	n/a
Supplementary reserves	52,205	903	51,302	n/a
Book value	21,276,475	20,717,092	559,383	2.7
Profit sharing and reversal reserve				

### 10.3 – Other technical reserves of the life insurance business – Item C.II.5 – by reserve and segment type

Other technical reserves amounted to € 76,142 thousand and were made up of reserves for future expenses of Class I, III and V insurance for € 75,169 thousand, € 970 thousand and € 3 thousand, respectively.

### Section 11 – Technical reserves where the investment risk is borne by the policyholder and reserves deriving from the management of pension funds – Item D

The class D technical reserves amounted to € 281,993 thousand (€ 280,614 thousand as at 31 December 2007), of which € 262,294 thousand for Unit/Index-linked contracts and € 19,699 thousand for pension funds.

### Section 12 – Provisions for risks and charges – Item E

Provisions for risks and charges amounted to € 44,000 thousand (€ 52,592 thousand as at 31 December 2007).

## 12.1 – Changes over the financial year in provisions for risks and charges (annex 15)

(figures in thousands of €)

	TAX PROVISIONS	OTHER PROVISIONS
Opening balance	19,209	33,383
Allocations for the financial year	10,097	1,970
Other increases	-	-
Uses for the financial year	13,919	6,740
Other decreases	-	-
Book value	15,387	28,613

Changes in the Tax Reserve are mainly due to valuation of the securities portfolio and the effects of amortisation performed for tax purposes only.

## 12.2 – Details of other allocations – Item E.3

Movements in other reserves for specific purposes relate exclusively to the provision for Future Liabilities. Withdrawals of € 6,740 thousand regard enforcement of the guarantee issued to the subsidiary *Finagen*, whereas provisions of € 1,970 thousand relate to an increase to guarantee cover for specific Company risks and commitments as at year-end.

## Section 13 – Payables and other liabilities – Item G

Payables and other liabilities amounted to € 518,068 thousand (€ 487,408 thousand as at 31 December 2007), composed as follows:

(figures in thousands of € and % values)

	December		Change	
	2008	2007	€	%
I Payables from direct insurance transactions, due to:				
3. Policyholders for deposits and premiums	41,243	46,070	-4,827	-10.5
II Reinsurance transactions, due to:				
1. Insurance and reinsurance companies	84,335	121,274	-36,939	-30.5
IV Payables to banks and credit institutions	96,000	96,000	-	-
VI Other loans and other financial payables	11,906	-	11,906	n/a
VII Staff severance indemnity	37,206	38,915	-1,709	-4.4
VIII Other payables				
1. Tax payable to policyholders	4	3	1	33.3
2. Other tax charges	79,956	65,186	14,770	22.7
3. Due to social security and pension authorities	7,010	6,328	682	10.8
4. Other payables	149,757	107,845	41,912	38.9
IX Other liabilities				
2. Commissions on collectable premiums	5,994	5,731	263	4.6
3. Other liabilities	4,657	56	4,601	n/a

Payables from reinsurance transactions amounted to € 84,335 thousand (€ 121,274 thousand as at 31 December 2007): of these € 84,038 thousand refer to the balance of the reinsurance account with *Assicurazioni Generali*, € 147 thousand to the balance of the reinsurance account with Swiss-RE and € 150 thousand to the balance of the reinsurance account with *La Venezia Assicurazioni*.

### 13.1 – Bond loans – Item G.III

The Company had no outstanding bond loans.

### 13.2 – Details of payables to banks and credit institutions – Item G.IV

Payables to banks amounted to € 96,000 thousand (€ 96,000 thousand as at 31 December 2007) and refer to a renewable 18-month loan from *Mediobanca* with interest at the Euribor +0.15 base point rate.

### 13.3 – Details of secured debts – Item G.V

The Company has no secured debts.

### 13.4 – Details of other loans and other financial payables – Item G.VI

The Company has no other financial payables.

### 13.5 – Changes over the financial year in staff severance indemnity – Item G.VII (annex 15)

The staff severance indemnity amounted to € 37,206 thousand (€ 38,915 thousand as at 31 December 2007). This amount was calculated on the basis of allocations and uses for the current financial year.

(figures in thousands of €)

STAFF SEVERANCE INDEMNITY	
Opening balance	38,915
Allocations for the financial year	13,665
Other increases	1,058
Uses for the financial year	15,466
Other decreases	966
Book value	37,206

### 13.6 – Details of other payables – Item G.VIII.4

Other payables amounted to € 236,726 thousand (€ 179,362 thousand as at 31 December 2007), of these € 149,757 thousand refer to sundry payables (€ 107,845 thousand as at 31 December 2007), the main components of which are:

(figures in thousands of € and % values)

	December		Change	
	2008	2007	€	%
Remittances in transit	63,011	475	62,536	n/a
Payables due to commissions accrued and not paid	19,197	22,232	-3,035	-13.7
Amounts due to suppliers	12,951	17,641	-4,690	-26.6
Substitution tax payables due to Fondo Scarlatti	2,632	-	2,632	n/a
Dividends payable to Shareholders	1,806	1,287	519	40.3
<b>Total</b>	<b>99,597</b>	<b>41,635</b>	<b>57,962</b>	<b>n/a</b>

Specifically:

- remittances in transit are represented by financial movements for the financial year which are included in bank statements issued in the first few days of the following year.
- substitute tax payables refer to the above-mentioned realised capital gains from the contribution of certain properties to the closed-end "Scarlatti" property investment fund.

### 13.7 – Details of other liabilities – Item G.IX.3

Other liabilities amount to € 4,657 thousand (€ 56 thousand as at 31 December 2007) and refer exclusively to hedged swaps.

## Section 14 – Accrued liabilities and deferred income - Item H

### 14.1 – Details of accrued liabilities and deferred income

Accrued liabilities and deferred income amount to € 30 thousand (€ 251 thousand as at 31 December 2007) and include deferred income of € 2 thousand from rents collected in advance and other accrued liabilities and deferred income of € 28 thousand.

There were no long-term accrued liabilities and deferred income.

## Section 15 – Assets and liabilities relating to group companies and other investee companies

The assets and liabilities relating to group companies and other investee companies are summarised in the statements below.

### 15.1 – Details of assets and liabilities relating to group companies and other investee companies – (annex 16)

(figures in thousands of €)

	PARENT COMPANIES	SUBSIDIARIES	ASSOCIATED COMPANIES	AFFILIATED COMPANIES	OTHER	TOTAL
<b>ASSETS</b>						
Equities	-	601,205	1,019,849	585	705,570	2,327,209
Bonds	-	-	25,414	-	187,987	213,401
Loans	-	31,500	-	1,453	-	32,953
Stakes in mutual investment funds	-	-	-	-	-	-
Bank deposits	-	-	-	-	-	-
Other financial investments	-	-	-	-	-	-
Deposits with ceding companies	-	-	-	-	-	-
Investments related to unit- and index-linked loans	-	-	-	-	25,316	25,316
Investments deriving from the management of pension funds	-	-	-	-	-	-
Receivables from direct insurance transactions	17	-	-	-	-	17
Receivables from reinsurance transactions	-	-	-	-	-	-
Other receivables	95,234	16,442	1,644	-	-	113,320
Bank deposits and postal current accounts	-	-	912	-	219,001	219,913
Other assets	-	-	-	-	-	-
<b>Total</b>	<b>95,251</b>	<b>649,147</b>	<b>1,047,819</b>	<b>2,038</b>	<b>1,137,874</b>	<b>2,932,129</b>
including subordinated assets		31,500				31,500
<b>LIABILITIES</b>						
Subordinated liabilities	-	-	-	-	-	-
Deposits from reinsurers	7,342,993	-	-	-	-	7,342,993
Payables from direct insurance transactions	-	-	-	-	-	-
Payables from direct reinsurance transactions	84,038	-	150	-	-	84,188
Payables to banks and credit institutions	-	-	-	-	96,000	96,000
Secured debts	-	-	-	-	-	-
Other loans and other financial payables	-	-	-	-	-	-
Other payables	201	-	5,090	-	-	5,291
Other liabilities	-	-	-	-	-	-
<b>Total</b>	<b>7,427,232</b>	<b>-</b>	<b>5,240</b>	<b>-</b>	<b>96,000</b>	<b>7,528,472</b>

## Section 16 – Receivables and payables

### 16.1 – Recoverability of receivables and payables

The breakdown of receivables recorded under items C and E, according to their recoverability, is as follows:

(figures in thousands of € and % values)

	RECOVERABLE WITHIN 12 MONTHS	RECOVERABLE WITHIN 1-5 YEARS	RECOVERABLE IN OVER 5 YEARS
<b>C. INVESTMENTS</b>	<b>322,865</b>	<b>2,385,857</b>	<b>12,191,627</b>
Investments in group companies and other investee companies	-	44,326	169,074
- Bonds issued by:	-	-	-
c) associated companies	-	13,034	12,380
d) affiliated companies	-	-	-
e) other companies	-	31,293	156,694
- Loans to:	-	32,953	-
b) subsidiaries	-	31,500	-
d) affiliated companies	-	1,453	-
Other financial investments	322,865	2,308,578	12,022,553
- Bonds and other fixed-income securities	-	-	-
a) listed	151,084	1,554,888	11,219,954
b) unlisted	29,162	20,947	99,963
c) convertible bonds	-	17,596	22,869
- Loans	142,619	715,147	679,767
a) secured loans	244	-	-
b) loans against policies	142,375	715,147	676,638
c) other loans	-	-	3,129
Deposits with ceding companies	-	-	-
<b>E - RECEIVABLES</b>	<b>396,767</b>	<b>177,425</b>	<b>64,786</b>
I. Receivables from direct insurance transactions, due from:			
1. Policyholders	85,632	-	-
II. Receivables from reinsurance transactions, due from:			
1. Reinsurance	17	-	-
III. Other receivables	311,118	177,425	64,786

In terms of the breakdown according to the recoverability of payables recorded under items F and G of Liabilities, the payables involving security deposits provided by tenants, recorded under other payables, are recoverable after the next financial year.

### Section 16-bis – Complementary pensions

In 2007 the Company established an individual insurance pension plan known as Alleata Previdenza, pursuant to art. 13, subsection 1 paragraphs a) and b) of Legislative Decree no. 252 of 5 December 2005.

The table below summarises the main characteristics:

(figures in thousands of €)

NAME	TYPE	TECHNICAL RESERVES AS AT 31/10/2008	HEDGED AS AT 31/10/2008
Alleata Garantita	Internal Segregated Insurance	56,975	58,799

(figures in thousands of €)

NAME	TYPE	TECHNICAL RESERVES AS AT 31/12/2008	HEDGED AS AT 31/12/2008
Alleata Bilanciata	Internal Insurance Fund	18,124	18,145
Alleata Azionaria	Internal Insurance Fund	22,637	22,647
Total		40,761	40,792

### Section 17 – Guarantees, commitments and other memorandum accounts

Guarantees, commitments and other memorandum accounts amounted to € 1,065,475 thousand (€ 290,464 thousand as at 31 December 2007).

#### 17.1 – Details of the guarantees issued, guarantees received and commitments – Items I, II, III and IV (annex 17)

(figures in thousands of € and % values)

	December		Change	
	2008	2007	€	%
I. Guarantees issued:				
a) guarantees and endorsements issued on behalf of parent companies, subsidiaries and associated companies	39,685	53,807	-14,122	-26.2
c) guarantees and endorsements issued on behalf of third parties	-	-	-	-
i) secured guarantees on behalf of third parties	243	517	-274	-53.0
Total	39,928	54,324	-14,396	-26.5
II. Guarantees received:				
b) from third parties	1,005	1,522	-517	-34.0
Total	1,005	1,522	-517	-34.0
III. Guarantees issued by third parties on behalf of the company				
b) from third parties	985	985	-	-
Total	985	985	-	-
IV. Commitments:				
a) commitments for purchases with obligation to resell	30	30	-	-
b) from third parties	-	-	-	-
c) other commitments	1,023,527	233,603	789,924	n/a
Total	1,023,557	233,633	789,924	n/a

### *17.2 – Movements in guarantees issued*

The reduction in guarantees issued on behalf of the subsidiary Finagen was essentially linked to progressive restriction on lines of credit and related risk assessments regarding this subsidiary's normal operations.

The change in commitments resulted from transactions in progress on derivatives at year-end.

### *17.3 – Details of assets and liabilities of pension funds managed on behalf of third parties – Item VI*

The Company has no assets or liabilities in this sector.

### *17.4 – Breakdown of commitments – Item IV – and other memorandum accounts – Item VIII*

The balances for commitments involve interest rate and exchange rate swap transactions and options on bonds with a nominal value of € 1,023,557 thousand. The related fair value was € -14,142 thousand for the options, against premiums collected of € 11,605 thousand, and € -1,973 thousand for the swaps.

Overall, impairment of € 5,306 thousand was recognised to the income statement, also in consideration of the valuation of underlying securities of the options.

In compliance with the Board of Directors' resolutions of 18 March 2003 and 10 November 2004, derivative transactions aimed to hedge investments against exchange, interest rate and market volatility risks. During the financial year no hedge effectiveness transactions were performed.

Transactions were performed on "Over The Counter" (OTC) markets. The contracts traded on these markets were entered into with financial institution counterparties of the highest standing and reliability.

During the financial year derivative investment management resulted in the following expenses and income:

- exchange rate and interest rate swaps: expenses of € 1,538 thousand and income of € 21,617 thousand;
- options on bonds: income of € 3,228 thousand.



# Income Statement

## Section 18 – Information on the non-life business technical account (I)

### 18.1 – Gross premiums written

Gross premiums written during the financial year for non-life insurance business amounted to € 54 thousand and refer exclusively to accident insurance.

### 18.2 – Summary statement on the non-life business technical account – Italian and foreign business – (annex 19)

(figures in thousands of €)

	GROSS PREMIUMS WRITTEN	GROSS EARNED PREMIUMS	GROSS CLAIMS INCURRED	OPERATING EXPENSES	REINSURANCE BALANCE
Direct insurance:					
Accident and health	54	54	71	2	
Total direct insurance	54	54	71	2	
Total Italian portfolio	54	54	71	2	
Grand total	54	54	71	2	

### 18.3 – Reasons for the transfer of portions of investment income from the non technical account and details of the applied calculation basis – Item I.2

The portion of investment income transferred from the non technical account amounted to € 2 thousand (€ 0.1 thousand in 2007). The related calculation was performed in accordance with ISVAP Regulation 22/2008 and art. 55 of Legislative Decree 173/97.

### 18.4 – Other technical income net of outwards reinsurance – Item I.3

Other technical income amounted to € 8 thousand.

### 18.5 – Result of settlement from the claims reserves at the start of the financial year

The claims reserve amounted to € 33 thousand and refers exclusively to accident insurance.

### 18.6 – Reversals and profit sharing – Item I.6

The Company recorded no reversals or profit sharing.

### 18.7 – Commissions and profit sharing received from reinsurers – Item I.7.f

There were no reinsurers' commissions.

### 18.8 – Other technical expenses net of outwards reinsurance

There were no technical expenses.

### 18.9 – Equalisation reserves

The Company did not establish equalisation reserves.

## Section 19 – Information on the life business technical account (II)

### 19.1 – Summary statement on life insurance business regarding premiums and the reinsurance balance – (annex 20)

The gross premiums written during the financial year in the life insurance business amounted to € 3,099,531 thousand (€ 2,905,057 thousand as at 31 December 2007), broken down as follows:

(figures in thousands of €)

	DIRECT BUSINESS	INDIRECT BUSINESS	TOTAL
Gross premiums:	3,091,938	7,593	3,099,531
a) 1. for individual policies	3,071,620	7,593	3,079,213
2. for collective policies	20,318	-	20,318
b) 1. regular premiums	2,553,234	7,593	2,560,827
2. single premiums	538,704	-	538,704
c) 1. for no-profit policies	3,018,308	7,593	3,025,901
2. for with-profit policies	-	-	-
3. for policies where the investment risk is borne by the policyholder and deriving from the management of pension funds	73,630	-	73,630
Reinsurance balance	173,341	-	173,341

## 19.2 – Details of income from investments – Item II.2 (annex 21)

Income from life business investments amounted to € 1,202,950 thousand (€ 1,278,639 thousand as at 31 December 2007) composed as follows:

(figures in thousands of € and % values)

	December		Change	
	2008	2007	€	%
<b>Income from equities</b>				
Dividends and other income from equities in group companies and investee companies	186,233	276,570	-90,337	n/a
Dividends and other income from equities in other companies	57,843	70,517	-12,674	-18.0
<b>Total</b>	<b>244,076</b>	<b>347,087</b>	<b>-103,011</b>	<b>-29.7</b>
<b>Income from investments in land and buildings</b>	<b>7,203</b>	<b>12,636</b>	<b>-5,433</b>	<b>-43.0</b>
<b>Income from other investments:</b>				
Income from bonds of group companies and investee companies	9,564	4,572	4,992	n/a
Interest on loans to group companies and investee companies	930	663	267	40.3
Income from stakes in mutual investment funds	111,327	84,892	26,435	31.1
Income of bonds and other fixed-income securities	619,714	586,450	33,264	5.7
Interest on loans	67,616	42,992	24,624	57.3
Income from other financial investments	4,034	3,258	776	23.8
<b>Total</b>	<b>813,185</b>	<b>722,827</b>	<b>90,358</b>	<b>12.5</b>
<b>Write-backs on investments in:</b>				
Bonds issued by Group companies and investee companies	365	-	365	n/a
Other equities	-	3,220	-3,220	n/a
Other bonds	23,113	2,775	20,338	n/a
Other financial investments	578	1,184	-606	-51.2
<b>Total</b>	<b>24,056</b>	<b>7,179</b>	<b>16,877</b>	<b>235.1</b>
<b>Earned profits on investments:</b>				
Earned profits on shares and investments in Group companies and investee companies	1	-	1	n/a
Earned profits on bonds issued by Group companies and investee companies	-	-	-	-
Profits on other equities	25,134	154,385	-129,251	-83.7
Profits on other bonds	62,428	10,001	52,427	n/a
Profits from other financial investments	26,867	24,647	2,220	9.0
<b>Total</b>	<b>114,430</b>	<b>189,033</b>	<b>-74,603</b>	<b>-39.5</b>
<b>Grand total</b>	<b>1,202,950</b>	<b>1,278,762</b>	<b>-75,812</b>	<b>-5.9</b>

- income from dividends of group companies of € 98,133 thousand (€ 167,795 thousand as at 31 December 2007), including € 77,835 thousand *Generali Properties* dividends, € 16,480 thousand *Fondi Alleanza* dividends, € 3,473 thousand *Alleanza Investments* dividends and € 345 thousand *A7* dividends. The decrease compared to 31 December 2007 is mainly due to the lower dividends of *Generali Properties*, *Alleanza Investments* and *Intesa Vita*;

- income from dividends of other investee companies amounting to € 88,100 thousand (€ 108,775 thousand as at 31 December 2007), including € 85,200 thousand *Intesa Sanpaolo* dividends and € 2,900 thousand *Generali Deutschland Holding* dividends. The decrease compared to 31 December 2007 is attributable to lower dividends distributed by *Intesa Sanpaolo*;
- income from dividends of other companies amounting to € 57,843 thousand (€ 70,517 thousand as at 31 December 2007);
- income from investments in land and buildings amounting to € 7,203 thousand (€ 12,636 thousand as at 31 December 2007);
- income from Group company bonds of € 9,564 thousand (€ 4,572 thousand as at 31 December 2007), of which € 6,385 thousand for bonds issued by the *Intesa Sanpaolo* Group, € 781 thousand for bonds issued by *Generali Finance*, € 541 thousand *Generali Holding* and € 1,857 thousand *Mediobanca*;
- income from other bonds amounted to € 619,714 thousand (€ 586,450 thousand as at 31 December 2007);
- Income from stakes in mutual investment funds amounts to € 107,385 thousand (€ 84,582 thousand as at 31 December 2007) from coupons on stakes held in Fondo Alleanza Obbligazionario and € 3,942 thousand (€ 310 thousand as at 31 December 2007) income from other mutual investment funds;
- income from other financial investments and loans amounting to € 72,580 thousand (€ 46,913 thousand as at 31 December 2007). The increase is mainly due to loan interest on matured policies, new policies and policies bought back after early closure of the San Giorgio II securitisation;
- write-backs of € 24,056 thousand (€ 7,179 thousand as at 31 December 2007);
- income from disposals amounted to € 114,430 thousand (€ 189,033 thousand as at 31 December 2007). The decrease compared to 2007 is due to reduced portfolio trading.

It should be mentioned that realised capital gains from the disposal of long-term securities, amounting to € 147,968 thousand (€ 98,452 in 2007), were recorded under extraordinary income.

Interest on loans to group companies refers to the subordinated loans issued to *Intesa Vita S.p.A.* and *A7 Srl*.

*19.3 – Unrealised income and capital gains on investments made on behalf of policyholders by whom the investment risk is borne and on investments deriving from the management of pension funds – Item II.3 (annex 22)*

The unrealised income and gains on investments made on behalf of policyholders by whom the investment risk is borne amounted to € 12,491 thousand (€ 9,723 thousand as at 31 December 2007), composed as follows:

(figures in thousands of € and % values)

	December		Change	
	2008	2007	€	%
<b>Income from:</b>				
Investments in group companies and other investee companies	1,321	135	1,186	n/a
Stakes in mutual investment funds	28	130	-102	-78.5
Other financial investments	3,949	4,457	-508	-11.4
Other assets	64	16	48	n/a
<b>Earned profits on investments:</b>				
Profit from investments in group companies and other investee companies	99	-	99	n/a
Earned profits from mutual investment funds	842	1,317	-475	-36.0
Profits from other financial investments	60	71	-11	-15.5
Unrealised capital gains	6,128	3,597	2,531	70.4
Grand total	12,491	9,723	2,769	28.5

Income on investments deriving from the management of pension funds amounts to € 2,191 thousand (€ 1,012 thousand as at 31 December 2007), mainly for earned profits on investments for € 405 thousand (€ 495 thousand as at 31 December 2007) and € 467 thousand from unrealised capital gains (€ 270 thousand as at 31 December 2007).

(figures in thousands of € and % values)

	December		Change	
	2008	2007	€	%
<b>Income from:</b>				
Other financial investments	682	238	444	n/a
Other assets	590	9	581	n/a
<b>Earned profits on investments:</b>				
Profits from other financial investments	405	495	-90	-18.2
Other income	47	-	47	n/a
Unrealised capital gains	467	270	197	73.0
Grand total	2,191	1,012	1,179	n/a

#### 19.4 – Other technical income net of outwards reinsurance – Item II.4

Other technical income, net of outwards reinsurance, amounted to € 2,833 thousand (€ 1,260 thousand as at 31 December 2007) composed as follows:

(figures in thousands of € and % values)

	December		Change	
	2008	2007	€	%
Reversals of commissions for cancellation of first annuity premiums	382	284	98	34.5
Cancellation of premiums ceded in reinsurance	-	-	-	n/a
Other technical items	2,451	976	1,475	n/a
<b>Total other technical income</b>	<b>2,833</b>	<b>1,260</b>	<b>1,573</b>	<b>124.8</b>

Other technical income essentially related to commissions from internal fund and pension fund management.

#### 19.5a – Claims incurred, net of outwards reinsurance

Net expenses from claims amounted to € 1,858,655 thousand (€ 1,867,786 thousand as at 31 December 2007), composed as follows:

(figures in thousands of € and % values)

	December		Change	
	2008	2007	€	%
<b>Amounts paid for direct business:</b>				
Claims	73,557	71,720	1,837	2.6
Maturities and annuities	1,768,674	1,597,092	171,582	10.7
Surrenders	902,321	1,042,052	-139,731	-13.4
Settlement costs	1,909	1,771	138	7.8
<b>Total direct business</b>	<b>2,746,461</b>	<b>2,712,635</b>	<b>33,826</b>	<b>1.2</b>
Total indirect business	9,761	8,694	1,067	12.3
Reinsurers' amounts	899,574	859,848	39,726	4.6
<b>Total amounts paid on claims previously withheld</b>	<b>1,856,648</b>	<b>1,861,481</b>	<b>-4,833</b>	<b>-0.3</b>
<b>Change in reserve for amounts to be paid</b>				
Direct business	4,667	9,532	-4,865	-51.0
Indirect business	289	10	279	n/a
Reinsurers' amounts	-2,949	-3,237	288	-8.9
<b>Total net expenses from claims</b>	<b>1,858,655</b>	<b>1,867,786</b>	<b>-9,131</b>	<b>-0.5</b>

Settlement costs regarded staff costs and to settlement-related depreciation of moveable assets.

### 19.5b – Result of settlement of amounts to be paid at the start of the financial year

The difference between the balance of the reserve for amounts to be paid at the beginning of the financial year and the amounts paid to the beneficiaries of policies during the financial year on claims made in previous financial years was immaterial.

### 19.7 – Operating expenses – Item II.8.

Operating expenses, net of commissions received from reinsurers, amounted to € 391,077 thousand (€ 368,378 thousand as at 31 December 2007), broken down as follows:

(figures in thousands of € and % values)

	December		Change	
	2008	2007	€	%
Commissions and other acquisition costs	373,694	357,258	16,436	4.6
Collection commissions	4,548	7,041	-2,493	-35.4
Other administration costs	86,270	85,752	518	0.6
Total direct business	464,512	450,051	14,461	3.2
Total indirect business	692	762	-70	-9.2
Commissions received from reinsurers	74,127	82,435	-8,308	-10.1
<b>Total</b>	<b>391,077</b>	<b>368,378</b>	<b>22,699</b>	<b>6.2</b>

Acquisition and collecting commissions also included social security contributions associated with commissions awarded to the employed sales force.

### 19.7 b – Commissions and profit sharing received from reinsurers – Item II.8.f

Commissions received from the reinsurer *Generali* amounted to € 74,127 thousand (€ 82,435 thousand as at 31 December 2007). The reduction is due to suspension of the reinsurance agreement with the *Parent Company Generali* regarding new traditional annual premium policies, which led to the recording of costs linked to new business acquisition as borne in full by *Alleanza*.

### 19.8 – Details of capital and financial charges – Item II.9 (annex 23)

Capital and financial charges amounted to € 674,847 thousand (€ 569,393 thousand as at 31 December 2007), composed as follows:

(figures in thousands of € and % values)

	December		Change	
	2008	2007	€	%
<b>Investment management expenses and other expenses</b>				
Equity-related expenses	1,256	2,373	-1,117	-47.1
Expenses for investments in land and buildings	3,625	6,777	-3,152	-46.5
Bond-related expenses	9,066	16,218	-7,152	-44.1
Expenses for other financial investments	1,528	805	723	89.8
Interest on deposits from reinsurers	263,270	282,446	-19,176	-6.8
<b>Total</b>	<b>278,745</b>	<b>308,619</b>	<b>-29,874</b>	<b>-9.7</b>
<b>Value adjustments to investments in:</b>				
Shares and investments in Group companies and investee companies	84,072	-	84,072	n/a
Bonds issued by Group companies and investee companies	3,902	5,326	-1,424	-26.7
Other equities	130,737	26,357	104,380	n/a
Other bonds	74,539	209,957	-135,418	-64.5
Other financial investments	31,138	2,971	28,167	n/a
<b>Total</b>	<b>324,388</b>	<b>244,611</b>	<b>79,777</b>	<b>32.6</b>
<b>Losses on disposal of investments</b>				
Losses on equities	48,736	2,464	46,272	n/a
Losses on bonds	22,711	11,545	11,166	96.7
Losses on other financial investments	267	2,154	-1,887	-87.6
<b>Total</b>	<b>71,714</b>	<b>16,163</b>	<b>55,551</b>	<b>n/a</b>
<b>Grand total</b>	<b>674,847</b>	<b>569,393</b>	<b>105,454</b>	<b>18.5</b>

- Interest on deposits from reinsurers of € 263,270 thousand (€ 282,446 thousand as at 31 December 2007) refers to income allocated by *Assicurazioni Generali* on portions of actuarial reserves deposited with our company;
- value adjustments to investments of € 324,388 thousand (€ 244,611 thousand as at 31 December 2007) attributable to the negative performance of interest rates, credit spreads and the financial markets, composed as follows:
  - value adjustments to investments in group companies of € 84,072 thousand regarding the investment in *Telco*;
  - value adjustments to other shareholdings of € 130,737 thousand (€ 26,357 thousand as at 31 December 2007);
  - mutual investment funds and other financial investments of € 31,138 thousand (€ 2,971 thousand as at 31 December 2007);
  - bonds amounting to € 78,441 thousand (€ 215,283 thousand as at 31 December 2007).

The company decided to exercise the option offered by Legislative Decree 185/2008, converted to Law no. 2 of 28 January 2009. The above-mentioned



regulation, as already mentioned, allows the valuation of short-term securities at the initial entry value in the half-year report as at 30 June 2008 or, for securities not included in the portfolio as at that date, according to their purchase cost. Therefore the value adjustments to investments benefited from the recording of lower capital losses on the securities portfolio of € 363,637 thousand;

- trading losses of € 71,714 thousand (€ 16,163 thousand as at 31 December 2007).

It should be mentioned that realised capital losses from the disposal of long-term securities, amounting to € 29,952 thousand (€ 42,583 thousand as at 31 December 2007), were recorded under extraordinary expense.

Expenses for investments in land and buildings include € 827 thousand for fees paid to *Generali Properties Asset Management* for the administration and management of the company-owned properties. Expenses relating to shares and bonds included € 5,576 thousand for fees paid to *Generali Investments Italy* for management of the securities portfolio and to Generali Business Solutions for administration of the securities portfolio.

Expenses incurred for financial investments were allocated proportionately on the basis of average outstanding balances of the financial asset categories over the financial year.

### 19.9 – Capital and financial charges and unrealised capital losses on investments made on behalf of policyholders by whom the investment risk is borne and on investments deriving from the management of pension funds – Item II.10 (annex 24)

The capital and financial charges and unrealised losses on investments on behalf of policyholders by whom the investment risk is borne amounted to € 45,553 thousand (€ 6,298 thousand as at 31 December 2007), broken down as follows:

(figures in thousands of € and % values)

	December		Change	
	2008	2007	€	%
<b>Operating expenses deriving from:</b>				
Investments in group companies and other investee companies	288	28	260	n/a
Stakes in mutual investment funds	-	2	-2	n/a
Other financial investments	1,319	888	431	48.5
Other assets	25	3	22	n/a
<b>Losses on disposal of investments</b>				
Losses on investments in group companies and other investee companies	3,089	-	3,089	n/a
Losses on mutual investment funds	4,682	282	4,400	n/a
Losses on other financial investments	1,761	213	1,548	n/a
<b>Unrealised capital losses</b>	<b>34,389</b>	<b>4,882</b>	<b>29,507</b>	<b>n/a</b>
<b>Grand total</b>	<b>45,553</b>	<b>6,298</b>	<b>39,255</b>	<b>n/a</b>

Operating expenses related mainly to management commissions on internal funds run by the Company and are offset under other technical income.

Investment charges deriving from the management of pension funds amounted to € 5,830 thousand (€ 977 thousand as at 31 December 2007), broken down as follows:

(figures in thousands of € and % values)

	December		Change	
	2008	2007	€	%
<i>Operating expenses deriving from:</i>				
Other financial investments	2	-	2	n/a
Other assets	818	152	666	n/a
<i>Losses on disposal of investments</i>				
Other financial investments	1,927	214	1,713	n/a
Other expenses	92	-	92	n/a
Unrealised capital losses	2,991	611	2,380	n/a
Grand total	5,830	977	4,853	n/a

#### *19.10 – Other technical expenses net of outwards reinsurance – Item II. 11*

Other technical expenses, net of outwards reinsurance, amounted to € 13,915 thousand (€ 9,407 thousand as at 31 December 2007) relating mainly to the cancellation of receivables from policyholders for first annuity payments issued in previous financial years.

#### *19.11 – Reasons for the transfer of portions of investment income to the non technical account and details of the bases for calculation – Item II.12*

This item includes the portion of profits from investments transferred to the non-technical account, as established by art. 55, Legislative Decree 173/97 and calculated according to criteria indicated in art. 23 of ISVAP Regulation 22/2008.

The portion of investment income transferred to the non-technical account amounted to € 7,579 thousand (€ 93,873 thousand in 2007).

## Section 20 – Changes in business technical items

### 20.1 – Non-life insurance

Within the Non-Life Insurance sector the only company business was in accident insurance. The breakdown of the related technical account is shown below.

#### 20.1.1. – Summary statement of the technical accounts by individual segment – Italian portfolio – (annex 25)

(figures in thousands of €)

	ACCIDENT
Direct business net of outwards reinsurance	
Premiums written	54
Change in share premium reserve	-
Expenses from claims	71
Change in other technical reserves	-
Balance of other technical items	8
Operating expenses	2
Technical balance of direct business	-11
Result of outward reinsurance	-
Net result of direct business	-
Change in equalisation reserves	-
Portion of investment income transferred to the non technical account	2
Result of technical account	-9

#### 20.1.2. – Summary statement of the technical account for all life segments – Italian portfolio – (annex 26)

(figures in thousands of €)

	DIRECT INSURANCE		INDIRECT INSURANCE		RETAINED RISKS
	DIRECT RISKS	TRANSFERRED RISKS	DIRECT RISKS	TRANSFERRED RISKS	
Premiums written	54				54
Change in premium reserve	-				-
Expenses from claims	71				71
Balance of other technical items	8				8
Operating expenses	2				2
Technical balance	-11				-11
Portion of investment income transferred from non-technical account	2				2
Result of technical account	-9				-9

## 20.2 – Life insurance

In relation to Life Insurance, the Company operates in segments I, III, V and VI. The results of the related technical account are shown in the statement below:

### 20.2.1. – Summary statement of the technical accounts by individual segment – Italian portfolio – (annex 27)

(figures in thousands of €)

	LIFE INSURANCE	INVESTMENT FUNDS	CAPITALISATION	PENSION FUNDS
<b>Gross direct business</b>				
Premiums written	2,924,664	60,165	93,645	13,464
Expenses from claims	2,535,495	30,584	184,683	366
Changes in actuarial and other reserves	604,367	-7,729	-82,073	9,965
Balance of other technical items	-12,494	1,141	-	271
Operating expenses	458,188	3,018	2,837	469
Income from investments net of portion transferred to non-technical account	510,641	-33,061	5,204	-3,639
<b>Gross result of direct business</b>	<b>-175,239</b>	<b>2,372</b>	<b>-6,598</b>	<b>-704</b>
Result of outward reinsurance	173,341	-	-	-
Net result of indirect business	842	-	-	-
<b>Result of technical account</b>	<b>-1,056</b>	<b>2,372</b>	<b>-6,598</b>	<b>-704</b>

The allocation to individual business segments of common expenses is performed by proportional allocation based on parameters (gross premiums written, number of policies managed, etc.) adapted to the various cost types.

It should be mentioned that net realised profit from long-term securities allocated to segregated funds (income from which is attributed to policyholders) is recorded under extraordinary income and expense.

### 20.2.2. – Summary statement of the technical account for all life segments – Italian portfolio – (annex 28)

(figures in thousands of €)

	DIRECT INSURANCE		INDIRECT INSURANCE		RETAINED RISKS
	DIRECT RISKS	TRANSFERRED RISKS	ASSUMED RISKS	RETROCEDED RISKS	
Premiums written	3,091,938	745,628	7,593	-	2,353,903
Expenses from claims	2,751,128	902,523	10,050	-	1,858,655
Changes in actuarial and other reserves	524,530	-57,681	597	-	582,808
Balance of other technical items	-11,082	-	-	-	-11,082
Operating expenses	464,512	74,127	692	-	391,077
Income from investments net of portion transferred to non-technical account	479,145	-	4,588	-	483,733
<b>Result of technical account</b>	<b>-180,169</b>	<b>-173,341</b>	<b>842</b>	<b>-</b>	<b>-5,986</b>

## 20.3 – Non-Life and Life insurance

### 20.3.1 – Summary statement of the technical accounts for all non-life and life insurance business – foreign portfolio – (annex 29)

The Company does not hold a foreign portfolio.

## Section 21 – Information regarding the non-technical account (III)

### 21.1 – Details of income from investments – Item III.3 (annex 21)

Investment income from non-life insurance business amounted to € 124 thousand (€ 123 thousand as at 31 December 2007) consisting of income on bonds and other fixed-income securities.

### 21.2 – Details of capital and financial charges – Item III.5 (annex 23)

Capital and financial charges on non-life insurance business amounted to € 32 thousand (€ 2 thousand as at 31 December 2007).

### 21.3 – Details of other income – Item III.7

Other income amounted to € 46,735 thousand (€ 25,780 thousand as at 31 December 2007), the main items regarding:

(figures in thousands of € and % values)

	December		Change	
	2008	2007	€	%
Interest on bank deposits	10,376	8,646	1,730	20.0
Positive exchange alignments	6,547	372	6,175	n/a
Expenses charged back to third parties	3,233	3,258	-25	-0.8
Interest income on receivables from reinsurance companies	6,627	6,408	219	3.4
Withdrawals from provisions for risks and other charges	6,740	5,628	1,112	19.8

The interest on bank deposits included € 7,393 thousand on current accounts and time deposits held with *Intesa Sanpaolo*, and € 45 thousand with *Banca Generali*.

The interest on receivables from reinsurance companies related almost entirely to operating balances on the 45% reinsurance agreement with parent company *Assicurazioni Generali*.

With regard to withdrawals from reserves for specific use, € 6,740 thousand of the provision for future liabilities due to enforcement of the guarantee granted to the subsidiary *Finagen*.

### 21.4 – Details of other charges – Item III.8

Other charges amounted to € 52,369 thousand (€ 73,406 thousand as at 31 December 2007), the main items regarding:

(figures in thousands of € and % values)

	December		Change	
	2008	2007	€	%
Interest expense on loans	4,936	3,880	1,056	n/a
Allocations to provisions for risks and other charges	1,970	1,000	970	n/a
Exchange differences	7,364	4,421	2,943	66.6
Amortisation of intangible assets	2,420	4,175	-1,755	-42.0
Bank charges	5,988	6,516	-528	-8.1
Administration charges and expenses on behalf of third parties	3,233	3,258	-25	-0.8
Interest expense on payables to reinsurance companies	2,449	3,831	-1,382	-36.1
Deductible VAT and other taxes	8,950	9,221	-271	-2.9
Adjustments to own shares	1,603	796	807	n/a
Other charges	12,925	23,695	-10,770	-45.5

Interest expense relates mainly to charges on the loan granted by Mediobanca. Sufficient provisions for risks and charges have been set aside to cover the Company's specific risks and commitments as at year-end.

The interest on payables to reinsurance companies related almost entirely to operating balances on the reinsurance agreement with parent company *Assicurazioni Generali*.

Other charges include € 6,740 thousand from enforcement of the guarantee granted to the subsidiary *Finagen*, counterbalanced by withdrawals from the provision for risks and charges of € 2,732 thousand with regard to discounts on early payments.

### 21.5 – Details of extraordinary income – Item III.10

Extraordinary income amounted to € 177,311 thousand (€ 125,753 thousand as at 31 December 2007).

The main items refer to € 129,290 thousand capital gains from the disposal of long-term investments regarding the above-mentioned disposal of part of the investment in *Intesa Sanpaolo*, € 5,516 thousand capital gains from the disposal of long-term mutual investment fund units, € 2,978 thousand capital gains from the above-mentioned disposal of *Generali Servizi Informatici*, € 9,356 thousand from the disposal of other long-term shares and € 7,790 thousand capital gains from the contribution of three properties to the closed-end "Scarlati" property investment fund. Capital gains from the disposal of long-term financial investments, as indicated in the section on the Balance Sheet, relate to transactions

with respect to Board of Directors' guidelines executed for specific needs that do not form part of normal business operations, and therefore have no recurrent characteristics. In addition, € 1,051 thousand was recorded for income from securitisations which proved lower than the 2007 figure, due to early closure of the San Giorgio II securitisation, and other extraordinary income regarding income not relating to normal business operations deriving from previous years for € 20,501 thousand, partially offset by € 15,500 thousand other extraordinary expense.

### *21.6 – Details of extraordinary expenses – Item III.11*

Other extraordinary expenses amounted to € 53,382 thousand (€ 79,853 thousand as at 31 December 2007).

Extraordinary income includes € 29,953 thousand capital gains from the disposal of long-term securities, details of which are given in the balance sheet. Realised losses on long-term securities were in any event for consideration alongside sales generating capital gains, as illustrated in the comment on extraordinary income. In addition, € 1,405 thousand were recorded as expense relating to securitisations and other extraordinary expense from expenses not related to normal business operations and amounts relating to previous years for € 15,500 thousand, offset by other extraordinary income of € 20,501 thousand.

### *21.7 – Income tax for the financial year and IRAP (regional business tax)*

Since the beginning of the financial year 2005, on the basis of Articles 117 to 129 of Presidential Decree no. 917/86, the company has adhered to the Italian national tax consolidation regime with the parent company *Assicurazioni Generali S.p.A.*

Income tax for the year (IRES and IRAP) include € 21,690 thousand income (€ 35,341 thousand expense as at 31 December 2007), including the effects of deferred tax, changes in which are detailed below.

Foreign tax paid of € 3,129 thousand was also recognised, and substitution tax on the contribution of properties to the closed-end "Scarlatti" reserved property investment fund of € 2,632 thousand. The overall tax recognised to the income statement therefore shows an income figure of € 15,929 thousand.

Overall income from taxes decreased, mainly due to the lower amount for financial income net of special tax rates.

#### *21.7.1 – Details of deferred/prepaid tax*

Deferred tax recorded with reference to all taxable temporary differences, prepaid tax recorded with reference to all deductible temporary differences, and related offsetting in the financial year, are summarised in the table below:

(figures in thousands of €)

	OPENING BALANCE			CHANGES FOR THE YEAR			CLOSING BALANCE		
	TEMPORARY DIFFERENCES	TAXES IRES	IRAP	TEMPORARY DIFFERENCES	TAXES IRES	IRAP	TEMPORARY DIFFERENCES	TAXES IRES	IRAP
<b>Differences resulting in liabilities for DEFERRED TAX</b>									
Capital gains instalments on real estate assets of an operational nature	-766	-211	-35	383	105	18	-383	-105	-18
Capital gains instalments on residential real estate	-30,425	-8,367	-	15,212	4,183	-	-15,213	-4,183	-
Capital gains instalments on long term securities	-624	-172	-	624	172	-	-	-	-
Positive difference from securities valuation	-19,479	-5,357	-	26	7	-	-19,453	-5,350	-
Previous deprec. for tax purposes Art. 109 sub. 4 TUIR (Consolidation Act on Income Tax)	-15,760	-4,334	-733	6,415	1,764	117	-9,345	-2,571	-616
Real estate revaluation	-	-	-	-7,905	-2,174	-371	-7,905	-2,174	-371
<b>Total</b>	<b>-67,054</b>	<b>-18,441</b>	<b>-768</b>	<b>14,755</b>	<b>4,057</b>	<b>-236</b>	<b>-52,299</b>	<b>-14,383</b>	<b>-1,005</b>
<b>Difference resulting in assets for PREPAID TAX</b>									
Negative difference from securities valuation	7,328	2,015	-	97,240	26,741	-	104,568	28,756	-
Agency costs	1,819	500	84	-844	-232	-39	975	268	45
Alloc. to provisions for risk fluctuations	33,383	9,180	-	-6,740	-1,854	-	26,643	7,326	-
Other	22,990	6,323	-	-18,911	-5,201	-	4,079	1,122	-
<b>Total</b>	<b>65,520</b>	<b>18,018</b>	<b>84</b>	<b>70,745</b>	<b>19,454</b>	<b>-39</b>	<b>136,265</b>	<b>37,472</b>	<b>45</b>

### NET "DEFERRED" – "PREPAID" TAX

(figures in thousands of €)

	IRES	IRAP	TOTAL
Balance "deferred" – "prepaid" tax as at 01/01/2008	-423	-684	-1,107
Movements in "deferred" – "prepaid" tax over financial year 2008	23,512	-276	23,236
Balance "deferred" – "prepaid" tax as at 31/12/2008	23,089	-960	22,129

### Statement of reconciliation between IRES ordinary rate and IRES effective rate

Ordinary rate applicable	27.5%
Dividends	-53.1%
Capital losses realised	27.5%
Capital gains realised	-19.1%
Other non-taxed income	-7.1%
<b>Effective rate</b>	<b>-24.3%</b>

Given its particular nature, IRAP was not considered and this table therefore refers exclusively to IRES.



## Section 22 - Notes to the Income Statement

Business relations with group companies and other investee companies described above are summarised in the statement below.

### 22.1 – Statement of relations with group companies and other investee companies – (annex 30)

(figures in thousands of €)

	PARENT COMPANIES	SUBSIDIARIES	ASSOCIATED COMPANIES	AFFILIATED COMPANIES	OTHER	TOTAL
<b>Income from investments</b>						
Income from land and buildings	-	47	-	-	-	47
Dividends and other income from equities	-	19,953	80,735	345	85,200	186,233
Bond income	-	-	1,322	-	8,242	9,564
Interest on loans	-	648	-	282	-	930
Income and gains on investments on behalf of policyholders by whom the investment risk is borne and from the management of pension funds	-	-	-	-	1,553	1,553
<b>Other income</b>						
Interest on receivables	6,627	-	-	-	-	6,627
Recovery of administrative expenses and charges	50	110	3,230	-	-	3,390
Other income and recoveries	-	-	143	-	7,399	7,542
Earned profits on investments	-	-	-	-	1	1
Extraordinary income	-	-	2,978	-	129,290	132,268
<b>GRAND TOTAL</b>	<b>6,677</b>	<b>20,758</b>	<b>88,408</b>	<b>627</b>	<b>231,685</b>	<b>348,155</b>
<b>Investment management charges and interest expense:</b>						
Expenses on investments	-	-	6,433	-	-	6,433
Interest on deposits from reinsurers	263,270	-	-	-	-	263,270
Interest on payables from reinsurance transactions	2,437	-	12	-	-	2,449
Interest on payables to banks and credit institutions	-	-	-	-	-	-
Administration charges and expenses on behalf of third parties	50	-	3,230	-	-	3,280
Other charges	-	-	-	-	-	-
Unrealised expenses and losses on investments on behalf of policyholders by whom the investment risk is borne and from the management of pension funds	-	-	-	-	524	524
Extraordinary expenses	-	-	-	-	-	-
<b>GRAND TOTAL</b>	<b>265,757</b>	<b>-</b>	<b>9,675</b>	<b>-</b>	<b>524</b>	<b>275,956</b>

## 22.2 – Summary statement of premiums written for direct business – (annex 31)

Premiums written for direct business amount to € 3,091,992 thousand (€ 2,896,834 thousand in 2007).

(figures in thousands of €)

	NON-LIFE INSURANCE BUSINESS		LIFE INSURANCE BUSINESS		TOTAL	
	ESTABLISHMENT	L.P.S.	ESTABLISHMENT	L.P.S.	ESTABLISHMENT	L.P.S.
Premiums written						
in Italy	54		3,091,938		3,091,992	
in other EU countries	-		-		-	
in other countries	-		-		-	
<b>Total</b>	<b>54</b>		<b>3,091,938</b>		<b>3,091,992</b>	

## 22.3 – Statement of costs for Staff, Directors and Auditors – (annex 32)

Costs relating to Staff, Directors and Auditors together with the number of employees, including Agency staff, calculated as an arithmetic mean of the number in the current and previous financial year, are presented in the tables below:

(figures in thousands of €)

		LIFE INSURANCE BUSINESS	TOTAL
<b>I. STAFF COSTS</b>			
Costs for employed staff:			
Italian portfolio:	Salaries	93,919	93,919
	Social security contributions	47,629	47,629
	Allocations to staff severance indemnity and similar obligations	14,717	14,717
	Other staff costs	12,550	12,550
<b>Total</b>		<b>168,815</b>	<b>168,815</b>
Costs for self-employed agents:			
Italian portfolio:		3,592	3,592
<b>Total</b>		<b>3,592</b>	<b>3,592</b>
<b>Total costs for work services:</b>		<b>172,407</b>	<b>172,407</b>
<b>II. ALLOCATION OF STAFF COSTS TO:</b>			
	Investment management expenses	162	162
	Expenses from claims	1,901	1,901
	Other acquisition costs	121,834	121,834
	Other administration costs	45,277	45,277
	Administration charges and expenses on behalf of third parties	3,233	3,233
<b>Total</b>		<b>172,407</b>	<b>172,407</b>

	NUMBER
<b>III. AVERAGE WORKFORCE IN THE FINANCIAL YEAR</b>	
Executives	21
Staff	1,132
Salaried workers	3
Other	2,580
<b>Total</b>	<b>3,736</b>

	NUMBER	FEES PAYABLE
<b>IV. DIRECTORS AND AUDITORS</b>		
Directors	14	1,582
Statutory Auditors	4	146

It should be mentioned that social security contributions also include contributions on commissions awarded to the employed sales force.

## Information on fees paid to Directors, Auditors and General Managers

In compliance with the provisions of Art. 78, CONSOB Resolution no. 11971 of 14 May 1999, the table below details the fees paid for any reason and in any form, also by subsidiaries, to the Directors, Auditors and General Managers for the period of office.

(A)	(B)	(C)	(D)	-1	-2	-3	-4
NAME AND SURNAME	OFFICE HELD	PERIOD OF OFFICE	OFFICE EXPIRY DATE	FEES FOR OFFICE (1)	NON-MONETARY BENEFITS	BONUSES AND OTHER INCENTIVES (2)	OTHER FEES
Amato Luigi Molinari	Chairman	01.01–06.05.2008	Approval of 2009 financial statements	€ 64,193.99			
	Executive Chairman	07.05–31.12.2008		€ 228,551.91			
Ugo Ruffolo	Managing Director and General Manager	01.01–07.05.2008		€ 242,005.57		€ 800,000.00 (3)	
		01.01–07.05.2008		€ 112,315.25		€ 4,200,000.00 (4)	
Antoine Bernheim	Vice Chairman	01.01–31.12.2008	Approval of 2009 financial statements	€ 100,000.00			
Giovanni Bazoli	Director	01.01–31.12.2008	Approval of 2009 financial statements	€ 50,000.00			
Giuseppe Buoro	Director	01.01–31.12.2008	Approval of 2009 financial statements	€ 50,000.00			
Maurizio de Tilla	Director	01.01–31.12.2008	Approval of 2009 financial statements	€ 50,000.00			
				€ 4,500.00 (5)			
Aldo Minucci	Director	01.01–31.12.2008	Approval of 2009 financial statements	€ 50,000.00 (7)			Intesa Vita Director: € 10,000.00 (7)
Alberto Pecci	Director	01.01–31.12.2008	Approval of 2009 financial statements	€ 50,000.00			
				€ 7,500.00 (6)			
Giovanni Perissinotto	Director	01.01–31.12.2008	Approval of 2009 financial statements	€ 50,000.00 (7)			
				€ 4,500.00 (5) (7)			
Giulio Ponzanelli	Director	01.01–31.12.2008	Approval of 2009 financial statements	€ 50,000.00			
				€ 7,500.00 (6)			
				€ 4,500.00 (5)			Finagen Director € 1,475.28
Vittorio Rispoli	Director	01.01–31.12.2008	Approval of 2009 financial statements	€ 50,000.00 (7)			
Fabio Alberto Roversi-Monaco	Director	01.01–31.12.2008	Approval of 2009 financial statements	€ 50,000.00			
Antonio Spallanzani	Director	01.01–31.12.2008	Approval of 2009 financial statements	€ 50,000.00			
				€ 7,500.00 (6)			

(A)	(B)	(C)	(D)	-1	-2	-3	-4
NAME AND SURNAME	OFFICE HELD	PERIOD OF OFFICE	OFFICE EXPIRY DATE	FEES FOR OFFICE (1)	NON-MONETARY BENEFITS	BONUSES AND OTHER INCENTIVES (2)	OTHER FEES
Gaetano Terrin	Chairman Board of Auditors	01.01 – 31.12. 2008	Approval of 2010 financial statements	€ 62,680.38			Fondi Alleanza Chairman Board of Auditors € 5,091.45 Finagen Standing Auditor € 2,257.20 Intesa Vita Chairman Board of Auditors € 61,974.00
Eugenio Pinto	Standing Auditor	01.01 – 31.12. 2008	Approval of 2010 financial statements	€ 41,786.46			
Graziano Gianmichele Visentin	Standing Auditor	01.01 – 24.04.2008	Approval of 2007 financial statements	€ 12,982.35			
Alessandro Gambi	Standing Auditor	24.04 - 31.12.2008	Approval of 2010 financial statements	€ 28,917.00			Agricola San Giorgio Standing Auditor € 5,500.00
Sandro Panizza	General Manager	01.01 – 31.12. 2008		€ 500,000.00		€ 400,000.00 (3)	Agricola San Giorgio Director € 1,350.00 Alleanza Investments Director € 3,175.66 Fondi Alleanza Chairman/Managing Director € 10,000.00 (8) Generali Investments Italy S.p.A. S.G.R. Director € 5,165.00 + € 258.00 attendance fee Intesa Vita Director € 10,000.00
Luigi Rizzuti	General Manager	01.01 – 31.12. 2008		€ 400,000.00		€ 320,000.00 (3)	Fondi Alleanza Director € 5,000.00 (8)

(1) Amounts indicated are based on the fees established for financial year 2008.

(2) Amounts indicated are based on cash sums established for financial year 2008.

(3) Performance-related bonus 2007.

(4) End-of-service gratuity

(5) Attendance fee as member of the Fees Committee

(6) Attendance fee as member of the Internal Audit Committee

(7) The fees are paid directly by the parent company Assicurazioni Generali S.p.A.

(8) Fees waived

## Stock options assigned to Directors and General Managers

### 2000-2003 Stock Option Plan

Implementing the proxy granted to it by the extraordinary Shareholders' Meeting (of 24 April 2001), in April and September 2001 the Board of Directors resolved to launch two three-year stock option plans, subsequently extended by one year, in favour of Executives and Directors of the Alleanza Group, respectively.

In terms of the plan for Executives, the Shareholders' Meeting granted the Board of Directors the right to increase the share capital by up to € 1,750,000.00, through the issue of a maximum of 3,500,000 ordinary shares with a nominal value of € 0.50 each.

For the plan regarding Directors, the above Shareholders' Meeting authorised the purchase of a maximum of 800,000 own shares.

Following achievement of the objectives set on a yearly basis by the Board of Directors, the two plans have resulted in the assignment of options referring to the years 2000, 2002 and 2003.

The options assigned in 2001 which became exercisable in 2004 can now no longer be exercised. Options assigned in April and June 2003 became exercisable in 2006 and can continue to be exercised until April and June 2010.

The two plans resulted in the assignment of options as illustrated in the tables below.

Table A)

STOCK OPTION PLAN FOR MANAGEMENT AND NON-MANAGEMENT STAFF OF THE ALLEANZA ASSICURAZIONI GROUP				
FINANCIAL YEAR OF REFERENCE	2000	2001	2002	2003
No. of options assigned	600,000	-	450,000	582,462
Exercise price	€ 14.202	-	€ 7.610	€ 8.620
Options exercisable as at 31/12/2008	-	-	265,431	286,165
Options expired	503,469	-	-	-
Options exercised	-	-	103,105	167,992

Table B)

STOCK OPTION PLAN FOR MANAGING DIRECTORS OF THE ALLEANZA ASSICURAZIONI GROUP				
FINANCIAL YEAR OF REFERENCE	2000	2001	2002	2003
No. of options assigned	190,000	-	90,000	90,000
Exercise price	€ 13.670	-	€ 7.610	€ 8.620
Options exercisable as at 31/12/2008	-	-	90,000	90,000
Options expired	190,000	-	-	-
Options exercised	-	-	-	-

### 2006-2008 Stock Grant Plan

Implementing the proxy granted to it by the Shareholders' Meeting (27 April 2006), the Board of Directors had the option to assign own shares (430,000) not used for the 2000-2003 stock option plan for Directors, and approved a three-year stock grant plan reserved for the Managing Director, General Managers and other executives of Alleanza Assicurazioni S.p.A.

Regarding 2006 and 2007, the Board of Directors verified achievement of the objectives upon which assignment of the shares for said year was based, and the first two annual assignments were carried out.

Regarding 2007, the Board of Directors, at its meeting of 14 March 2008, verified achievement of the objectives upon which assignment of shares for that year was based, and the second annual assignment was carried out with effect from 20 June 2008, as illustrated in the table below.

Name or category	Status	Date of Meeting resolution	Number of shares allocated	Assignment date	Number of shares allocated but not available	End of restriction on sale of shares
Alleanza Assicurazioni Executives		27/04/06	38,332	20/06/08	19,166	20/06/09
Ugo Ruffolo	Managing Director and General Manager	27/04/06	50,000	20/06/08	-	-
Sandro Panizza	General Manager	27/04/06	35,000	20/06/08	17,500	20/06/09
Luigi Rizzuti	General Manager	27/04/06	20,000	20/06/08	10,000	20/06/09

## Part C: Other Information

### 1. – Shareholders' Equity updated on the basis of the proposed allocation of profits

Shareholders' Equity for the Non-Life Business, updated on the basis of the proposed allocation of profits amounted to € 2,787 thousand, composed as follows:

(figures in thousands of €)

	BALANCE AS AT 31/12/2008	PROPOSED ALLOCATION OF PROFITS	CLOSING BALANCE
I - Subscribed share capital	2,582	-	2,582
II - Share premium reserve	-	-	-
III - Revaluation reserves	-	-	-
IV - Legal reserve	189	14	203
V - Statutory reserves	-	-	-
VI - Reserves for own shares and parent company shares	-	-	-
VII - Other reserves	2	-	2
VIII - Profit (loss) brought forward	-	-	-
IX - Profit (loss) for the period	68	-68	68
<b>Total Shareholders' Equity</b>	<b>2,841</b>	<b>-54</b>	<b>2,787</b>

There were no further changes to Shareholders' Equity after year end.

Shareholders' Equity for the Life Business, updated on the basis of the proposed allocation of profits amounted to € 1,394,509 thousand, composed as follows:

(figures in thousands of €)

	BALANCE AS AT 31/12/2008	PROPOSED ALLOCATION OF PROFITS	CLOSING BALANCE
I - Subscribed share capital	420,725	-	420,725
II - Share premium reserve	107,524	-	107,524
III - Revaluation reserves	332,768	-	332,768
IV - Legal reserve	85,263	-	85,263
V - Statutory reserves	192	-	192
VI - Reserves for own shares and parent company shares	2,986	-	2,986
VII - Other reserves	570,497	-261,274	309,223
VIII - Profit (loss) brought forward	-	-	-
IX - Profit (loss) for the period	135,828	-	135,828
<b>Total Shareholders' Equity</b>	<b>1,655,783</b>	<b>-261,274</b>	<b>1,394,509</b>



As the Company exercised the option provided by Legislative Decree 185/2008, converted to Law no. 2 of 28 January 2009, allowing the valuation of short-term securities at the initial entry value in the half-year report as at 30 June 2008 or, for securities not included in the portfolio as at that date, according to their purchase cost, an unavailable profit reserve has been established, net of the related tax effect, with regard to Life Business only, of € 255,055 thousand, corresponding to the difference between the value of financial investments recorded in application of the above provisions and the market value at year end. This reserve was established with 2008 profit for the year of € 135,828 thousand, and the remainder by withdrawal from the extraordinary reserve formed from available Company profits from previous years.

There were no further changes to Shareholders' Equity after year end.

## 2. – Solvency margins to be established and items comprising the margin

The solvency margin as at 31 December 2008 was calculated in compliance with the provisions of Chapter IV, Legislative Decree 209/2005 and ISVAP Regulation 19/2008. The provisions of ISVAP Regulation 28/2009 were also taken into account, as the company decided to exercise the option of valuating short-term investments at a value different to that recorded as at 31 December 2008.

The items making up the life segment solvency margin amounted to € 1,294,818 thousand (€ 1,485,005 thousand as at 31 December 2007).

The € 190,187 thousand decrease is mainly due to:

- the above-mentioned setting-up of an unavailable reserve for € 255,055 thousand, including € 159,520 thousand (20% of the lower value between the available margin and that required) used as the element representing the solvency margin, in application of ISVAP Regulation 28/2009;
- deduction of the book value of securities issued by entities declaring insolvency or subject to bankruptcy proceedings, in application of ISVAP Regulation 28/2009: this item refers to securities issued by Lehman Brothers, recorded to the balance sheet at the written-down figure of € 1,170 thousand;
- € 253,774 thousand use of the extraordinary reserve to pay the extraordinary dividend proposed in 2009 (note that elements constituting the solvency margin as at 31 December 2008 are already net of the proposed dividend for 2009);

- increase in revaluation reserves of € 27,942 thousand, due to the effect of application of the provisions of Legislative Decree no. 185 of 29 November 2008, converted with amendments to Law no. 2 of 28 January 2009;
- allocation of 2008 profits of € 135,828 thousand to the unavailable reserve, in application of the provisions of Legislative Decree no. 185 of 29 November 2008, converted with amendments to Law no. 2 of 28 January 2009.

The required solvency margin for the life segment (to be constituted) is € 797,600 thousand (€ 774,142 thousand as at 31 December 2007). The guarantee portion (one-third of the required margin) is € 265,867 thousand.

The surplus of items comprising the margin amounted to € 497,218 thousand (€ 710,863 thousand as at 31 December 2007), fully adequate to cover the guarantees issued (€ 39,685 thousand) as required under sector regulations. Compared to the amount of the solvency margin to be constituted net of guarantees issued and net of the proposed dividend, the surplus is therefore € 457,533 thousand (€ 657,057 thousand as at 31 December 2007).

For the Non-Life Segment, the minimum is € 2,200 thousand and the guarantee portion is € 2,200 thousand (one third of the margin and which cannot be less than € 2,200 thousand for the Accident Insurance Segment). The surplus amounts to € 587 thousand (€ 564 thousand as at 31 December 2007).

### 3. – Technical reserves to be covered at year-end and related hedging assets

In the non-life insurance business, the reserves to be covered for accident insurance amounted to € 92 thousand and the assets assigned to cover the technical reserves amounted to € 92 thousand.

In the non-life insurance business, the reserves to be covered for accident insurance amounted to € 21,275,363 thousand and the assets assigned to cover the technical reserves amounted to € 21,408,203 thousand, providing a surplus of € 132,837 thousand.

Class C reserves for indirect life insurance business amounted to € 123,304 thousand and related hedging assets totalled € 133,988 thousand, giving a surplus of € 10,684 thousand.

For 2008 the Company exercised the option envisaged in Legislative Decree 185/2008, converted to Law no. 2 of 28 January 2009 and enacted by ISVAP Regulation 28/2009. This regulation allows the valuation of short-term securities at the initial entry value in the half-year report as at 30 June 2008 or, for securities not included in the portfolio as at that date, according to their purchase cost. With regard to securities assigned to hedge the technical reserves

for direct and indirect life insurance business, following exercise of the aforementioned option, the assets benefited from a € 363,637 thousand decrease in portfolio losses.

The reduced losses, less the above-mentioned surplus due to hedging assets for Class C reserves for direct and indirect business of € 142,839 thousand, therefore amounted to € 220,798 thousand and the following free capital assets were identified:

- group investments such as *Intesa Vita* for a total of € 560,121 thousand (including € 224,048 thousand adequate hedging, recognisable to Class A.3.1.b. assets designated to cover reserves);
- liquidity of € 48,000 thousand, recognisable to Class D assets to cover reserves.

The technical reserves for class D.I for unit-linked and index-linked policies were € 262,294 thousand whilst the class D.II. reserves for pensions funds amounted to € 19,699 thousand: the hedging assets recognized in the balance sheet amounted to € 264,107 thousand and € 19,699 thousand, respectively.

## 4. – Cash flow statement

Investments and liquid assets increased by € 312,950 thousand as compared to the € 184,794 thousand increase as at 31 December 2007.

For further details, see the annexed table “Cash flow statement”.

## 5. – Information on relations with Group companies and other related parties

In addition to information already provided in the Director’s Report and expressed in annexes 16 and 30, a summary statement on financial and economic relations with group companies and other related parties is provided below.

(figures in thousands of €)

	PARENT COMPANY	ASSOCIATED, AFFILIATED, JOINTLY CONTROLLED COMPANIES AND OTHER RELATED PARTIES
<b>Assets</b>		
Investments	-	2,598,879
Receivables	95,251	18,086
Cash	-	219,913
<b>Total</b>	<b>95,251</b>	<b>2,836,878</b>
<b>Liabilities</b>		
Deposits from reinsurers	7,342,993	-
Payables	84,239	101,240
<b>Total</b>	<b>7,427,232</b>	<b>101,240</b>

	PARENT COMPANY	ASSOCIATED, AFFILIATED, JOINTLY CONTROLLED COMPANIES AND OTHER RELATED PARTIES
<b>Revenues</b>		
Net income from group financial holdings	-	186,233
Bond income	-	10,495
Other income	50	144,750
<b>Total</b>	<b>50</b>	<b>341,478</b>
<b>Expenses</b>		
Expenses for other financial instruments and real estate investments	-	6,433
Reinsurance balance	173,341	-
Other expenses	238	45,858
<b>Total</b>	<b>173,579</b>	<b>52,291</b>

## Insurance Business Portfolio

(figures in thousands of € and % values)

	CAPITAL			EXPOSURE			TECHNICAL RESERVES		
	2008	2007	Change %	2008	2007	Change %	2008	2007	Change %
INDIVIDUAL:									
Variable	49,262.6	48,338.8	1.9	28,192.4	27,724.5	1.7	21,070.3	20,614.3	2.2
Non-variable	1,420.1	1,347.8	5.4	1,398.1	1,325.1	5.5	22.0	22.7	-3.3
Unit-linked	154.3	159.8	-3.4	-	-	-	154.3	159.8	-3.4
Index-linked	108.0	110.1	-1.9	-	-	-	108.0	110.1	-1.9
Pension Funds	19.7	10.7	84.1	-	-	-	19.7	10.7	84.1
COLLECTIVE:	129.4	108.3	19.5	-0.5	-2.3	-78.2	129.9	110.6	17.5
Total	51,094.2	50,075.5	2.03	29,590.0	29,047.3	1.20	21,504.2	21,028.2	1.87

## Management and Coordination of Companies

The key figures for the parent company *Assicurazioni Generali S.p.A.* presented in the summary statement below were extracted from the financial statements as at 31 December 2007 which, together with the report by the Auditing Company, are available in the formats and methods required by law. Thus, these parent company figures are not included in audit tasks performed by the appointed independent Auditors.

(figures in thousands of €)

	2007 Financial Year
Total gross premiums	9,759.7
Gross premiums from direct business	7,502.5
<i>Increase in equivalent terms (a)</i>	4.9%
Gross premiums from indirect business	2,257.2
<i>Increase in equivalent terms (a)</i>	6.1%
Start up and expansion costs	1,402.1
<i>Impact on premiums</i>	15.8%
Gross premiums life segment	5,835.8
<i>Increase in equivalent terms (a)</i>	7.1%
Gross premiums from direct life insurance business	4,094.1
<i>Increase in equivalent terms (a)</i>	5.4%
Gross premiums from indirect life insurance business	1,741.7
<i>Increase in equivalent terms (a)</i>	11.2%
Life segment production and administration costs	615.2
<i>Impact on premiums</i>	11.0%
Gross premiums non-life segment	3,923.9
<i>Increase in equivalent terms (a)</i>	2.5%
Gross premiums from direct non-life insurance business	3,408.4
<i>Increase in equivalent terms (a)</i>	4.3%
Gross premiums from indirect non-life insurance business	515.5
<i>Increase in equivalent terms (a)</i>	-8.1%
Non-life segment production and administration costs	786.9
<i>Impact on premiums</i>	24.1%
<i>Non-life segment loss ratio</i>	70.2%
<i>Net non-life combined ratio</i>	94.3%
Result of current financial operations	3,133.1
Technical reserves	39,768.4
Investments	56,891.3
Shareholders' Equity	9,513.6
Net profit	1,401.1
Total dividend	1,269.0
<i>Increase</i>	32.4%

(a) with equal exchange rate

# Assets held as at 31 December 2008

Revalued according to Law no. 576 of 2/12/1975, Law no.72 of 19/3/1983, Law no. 413 of 30/12/1991, Law no. 266 of 23/12/2005 and Law no. 2 of 28/01/2009, indicated with their related revaluations.

No.	Town/City	Address	Reval. Law no. 576 of 02/12/1975	Reval. Law no. 72 of 19/03/1983	Reval. Law no. 413 of 30/12/1991	Reval. Law no. 266 of 23/12/2005	Reval. Law no. 2 of 28/01/2009	Book value as at 31/12/2008
1	Alba	Corso Fratelli Bandiera, 7	4,955.7	12,218.4	50,668.2	216,512.7	28,623.9	330,590.2
2	Ancona	Corso G. Garibaldi, 78	5,092.1	14,188.1	66,022.8	532,788.2	66,805.6	710,058.8
3	Aosta	Via Losanna,10	12,458.5	30,759.0	239,294.5	650,788.4	112,907.6	1,078,806.4
4	Arezzo	Via G Monaco, 80	5,005.5	12,319.8	52,638.0	119,663.9	45,049.3	397,539.2
5	Ascoli Piceno	Corso V. Emanuele, 17/c	3,712.0	9,094.5	39,415.7	201,954.1	25,382.9	299,334.8
6	Asti	Via Cavour, 136	3,506.9	8,591.8	32,478.6	209,507.3	24,505.9	289,711.5
7	Bari	Via Pasubio, 123/E	-	-	-	-	22,240.8	320,162.0
8	Bari	Piazza Umberto I, 49	10,516.5	26,844.8	270,285.6	267,481.3	83,735.6	803,807.8
9	Battipaglia	Via Mazzini, 8	5,371.1	13,265.0	36,951.8	303,832.2	48,367.2	439,276.2
10	Belluno	Via S. Andrea/P. Duomo, 14/a	5,705.4	13,978.2	56,829.6	274,227.7	37,532.7	427,518.1
11	Benevento	Via del Pomerio, 53	4,546.3	11,412.9	40,161.6	181,290.8	26,703.1	276,257.8
12	Biella	Via Addis Abeba, 3	-	10,543.4	26,438.1	139,116.8	25,563.4	226,035.6
13	Bolzano	Viale Trieste, 72	4,243.3	10,528.3	60,840.1	408,264.2	52,403.4	577,175.2
14	Borgomanero	Via Vittorio Veneto, 67	-	-	24,359.1	218,842.6	17,410.8	322,488.6
15	Brescia	Via S.M. Crocifissa Di Rosa, 71	5,338.0	13,078.0	78,889.6	227,717.2	41,619.2	384,825.7
16	Bressanone	Via Rio Bianco, 15	2,718.7	6,712.5	56,452.0	176,544.1	24,055.7	275,827.4
17	Brindisi	Via C. Battisti, 15	8,663.5	21,535.4	55,222.5	265,855.3	36,039.1	409,749.1
18	Busto Arsizio	Piazza Trento e Trieste, 4	6,926.8	17,141.8	74,899.5	256,163.2	52,973.4	517,858.4
19	Cagliari	Via Vitt. Emanuele Orlando, 3	2,512.7	6,165.7	57,090.4	293,506.9	37,027.1	418,652.1
20	Cagliari	Via S. Avendrace, 297	2,512.7	6,165.7	23,893.2	133,282.8	16,935.1	191,798.9
21	Carrara	Via Cavour, 11	2,869.2	7,029.7	24,355.9	202,644.6	19,272.5	269,283.5
22	Caserta	Via Roma, 51	6,294.7	15,433.8	64,569.0	231,715.2	40,086.2	374,290.0
23	Chieti	Viale Unità D'italia, 34	254,688.3	693,916.5	802,599.7	3,464,757.0	94,176.6	7,533,494.0
24	Conegliano	Via Papa Giovanni XXIII, 41	2,307.8	15,243.4	27,102.3	225,844.6	26,547.6	329,785.0
25	Corsico	Via Marco Polo, 14	-	30,905.6	22,724.1	249,579.4	38,253.2	408,646.3
26	Crema	V.le della Repubblica, 22/B	-	-	43,739.1	240,474.0	29,579.2	387,996.0
27	Cremona	Piazza Cadorna, 2	6,782.1	17,205.0	69,000.4	430,410.0	58,239.3	650,224.2
28	Cuneo	C.so Santorre Santarosa, 20	8,243.9	20,203.0	91,650.8	366,396.8	43,467.8	558,032.0
29	Ferrara	Viale Cavour, 51	4,323.5	10,880.5	92,639.7	475,630.5	119,912.8	719,070.8
30	Florence	Via O. da Pordenone, 6	-	-	-	-	41,998.5	585,244.0
31	Florence	Viale G. Amendola, 32	8,538.2	20,918.5	91,533.9	422,630.4	65,145.8	643,076.3
32	Foggia	Piazza C. Battisti, 27	2,296.6	5,626.6	50,516.3	321,451.9	41,662.8	448,371.3
33	Forlì	Viale G. Matteotti, 115	-	-	-	-	191,657.3	558,276.0
34	Genoa	Via E. Ravasco,10	-	-	-	-	144,499.4	14,343,246.0
35	Genoa	Via Domenico Fiasella, 6/A	8,409.3	21,335.3	74,809.3	494,138.5	85,186.4	793,545.6
36	Genoa	Via Federico Avio, 2	10,929.6	34,647.4	110,911.7	209,686.5	29,292.1	446,030.7
37	Ivrea	Corso M. D'Azeglio, 45	3,464.3	8,487.4	26,879.3	208,247.5	25,109.6	288,197.9
38	L'aquila	Corso Federico II, 69	4,652.0	11,397.4	64,051.1	352,701.3	59,702.5	506,608.4
39	Latina	Via A. Diaz, 10	3,544.9	9,400.1	52,996.1	282,321.0	46,713.6	424,534.4

No.	Town/City	Address	Reval. Law no. 576 of 02/12/1975	Reval. Law no. 72 of 19/03/1983	Reval. Law no. 413 of 30/12/1991	Reval. Law no. 266 of 23/12/2005	Reval. Law no. 2 of 28/01/2009	Book value as at 31/12/2008
40	Lecce	Via M. R. Imbriani, 36	-	-	-	-	145,311.1	421,016.0
41	Lecco	Corso Martiri della Libertà	4,284.3	10,962.8	79,268.9	230,778.8	40,274.6	460,121.0
42	Legnano	Via F. Cavallotti, 14	6,185.6	15,261.1	66,139.2	274,482.3	38,223.4	501,133.5
43	Livorno	Via Grande, 26	-	-	-	-	63,757.3	414,000.0
44	Locri	Via Marconi, 56	-	24,901.9	11,367.1	190,376.5	30,031.2	324,204.4
45	Lodi	Via Agnelli, 23	5,765.2	14,356.5	61,399.2	309,971.2	27,882.6	445,465.3
46	Lucca	Piazza Guidiccioni, 2	3,064.3	8,565.1	9,353.1	659,915.7	58,462.0	754,298.9
47	Mantova	Largo di Porta Pradella, 3	-	-	-	-	109,293.5	371,666.0
48	Mantova	Piazza Gramsci, 6/c	7,129.7	17,965.4	85,751.6	200,822.2	32,548.6	367,102.6
49	Matera	Via Nicola Sole, 2	8,015.7	19,863.1	57,961.8	340,466.0	150,064.5	598,160.1
50	Merano	Galleria delle Corse, 33	4,792.8	12,037.9	57,585.8	267,906.7	41,780.3	447,438.3
51	Messina	Via E. Lombardo Pellegrino, 27	3,991.0	11,470.4	45,519.6	342,055.7	41,310.0	457,816.1
52	Milan	Viale Romagna, 14	-	-	-	-	24,500.0	802,500.0
53	Milan	Via della Moscova, 58	508,389.8	2,156,441.3	6,155,118.2	28,950,849.1	7,001,651.2	50,324,172.8
54	Milan	Via Brera, 21	-	-	-	249,731.5	6,733,376.9	38,373,486.0
55	Milan	Viale Luigi Sturzo, 35	847,002.5	3,142,330.7	4,295,809.8	32,071,954.7	8,651,347.5	61,189,854.1
56	Milan	Via L. Canonica, 59	-	-	-	-	41,448.1	1,001,440.0
57	Milan	Via Cagliero, 3	-	-	-	-	15,921.8	681,450.0
58	Milan	Piazza Firenze, 6	-	-	-	-	23,464.8	522,400.0
59	Milan	Via Cenisio, 76/1	-	-	-	-	29,004.9	927,580.0
60	Milan	Via Cenisio, 76/4	-	-	-	-	1,828.0	196,390.0
61	Modena	Via Emilia Est, 297	3,529.5	8,512.8	9,916.2	232,057.8	29,342.2	294,483.2
62	Monza	Via F. Cavallotti, 13	6,520.3	24,700.5	113,822.9	464,513.9	50,550.8	826,410.3
63	Naples	Via Ponte di Tappia, 47	13,323.2	38,610.8	524,762.3	1,881,479.7	258,616.4	2,767,810.7
64	Oristano	Piazza Eleonora D'Arborea, 34	4,940.0	12,103.1	45,339.6	131,617.3	22,977.0	267,897.6
65	Padua	Via N. Tommaseo, 13	4,751.4	12,033.5	111,107.3	318,825.5	52,190.8	521,908.0
66	Padua	Via Pierpaolo Vergerio, 21	5,586.2	15,336.0	71,620.7	195,735.3	32,888.9	343,922.9
67	Palermo	Via M. Stabile, 250	8,892.7	24,400.5	74,652.1	416,276.3	59,008.0	679,832.5
68	Palermo	Via E. Restivo, 4	6,349.4	15,665.2	39,491.3	411,311.8	50,402.0	540,090.0
69	Parma	Viale Mentana, 92	-	-	-	-	234,020.9	566,352.0
70	Pavia	Corso Cairoli, 28	3,028.3	7,419.2	75,066.2	299,832.4	18,629.7	466,407.3
71	Piacenza	Via Romagnosi, 33	2,844.5	6,969.0	56,813.5	337,105.7	35,073.6	465,206.6
72	Pisa	Via Filippo Turati, 14	14,994.8	36,750.3	169,747.6	571,075.1	86,769.0	918,253.4
73	Pistoia	Galleria Nazionale, 12	5,498.3	13,470.9	94,043.0	237,619.4	37,150.7	437,735.4
74	Pordenone	Via Cossetti, 22/a	6,201.1	15,763.4	109,039.7	311,127.7	43,960.2	528,024.5
75	Potenza	Via Mazzini, 69	3,283.7	8,092.9	19,332.5	181,545.0	24,385.3	255,541.4
76	Prato	Via F. Tacca, 8	4,712.9	11,613.0	46,257.7	171,624.7	34,496.4	396,825.8
77	Ravenna	Via Carducci, 26	5,554.1	13,671.6	59,816.5	182,562.3	25,747.8	310,719.8
78	Reggio C.	Via Nino Bixio, 29	7,165.4	17,555.1	63,963.7	423,167.7	67,700.6	678,347.3
79	Reggio E.	Isolato S. Rocco, 7	4,986.6	12,261.9	55,900.7	332,690.5	56,368.8	480,535.2
80	Rome	Via Giovanni Botero, 7	1,517.4	3,692.5	47,736.4	116,016.4	15,940.2	193,692.3



No.	Town/City	Address	Reval. Law no. 576 of 02/12/1975	Reval. Law no. 72 of 19/03/1983	Reval. Law no. 413 of 30/12/1991	Reval. Law no. 266 of 23/12/2005	Reval. Law no. 2 of 28/01/2009	Book value as at 31/12/2008	
81	Rome	Via Giacomo de Conti, 5	11,257.8	27,822.1	143,853.5	452,214.7	65,747.9	733,009.6	
82	Rome	Via Otricoli, 21	-	-	284,655.0	-	612,511.8	8,454,341.0	
83	Rome	Viale Liegi, 26	-	-	-	-	2,138,302.4	16,438,271.0	
84	Rome	Via N. Marchese, 10	-	-	-	149,056.8	69,738.2	650,015.0	
85	Rovigo	Corso del Popolo, 104	5,939.3	14,724.0	47,454.9	249,194.9	32,774.4	368,262.9	
86	S. Donà di P.	Via Risorgimento, 7	4,772.3	11,852.8	24,265.5	145,247.6	18,081.3	244,642.2	
87	Sassari	Via P. Iolanda, 85	703.1	4,768.0	19,236.5	284,860.5	46,044.6	364,553.7	
88	Savona	Via Piave 1/5	8,569.5	21,098.9	47,623.2	390,161.1	50,327.8	554,035.3	
89	Schio	Piazza Almerigo da Schio, 15	3,052.8	7,481.0	48,563.7	119,498.8	10,634.3	198,486.7	
90	Sesto S.G.	Viale Gramsci, 23	14,203.2	34,890.3	167,198.6	619,417.1	85,239.4	998,506.3	
91	Sondrio	Piazza Bertacchi, 80	7,263.6	17,795.8	48,125.3	282,949.9	41,540.6	427,847.8	
92	Taranto	Corso Umberto I°, 69	-	-	-	-	36,636.3	520,848.0	
93	Teramo	Via Cirillo, 6	3,340.4	8,213.0	46,941.3	227,944.7	29,068.7	325,786.6	
94	Turin	Via G. Garibaldi, 59	4,208.0	24,714.2	131,428.4	591,846.1	106,604.7	938,761.7	
95	Turin	Corso Unione Sovietica, 115	10,665.3	26,334.4	123,298.8	274,081.0	39,823.4	501,463.5	
96	Trapani	Piazza Scarlatti, 2	2,093.7	5,245.7	58,914.2	74,568.8	13,527.5	170,232.4	
97	Treviglio	Via Cavour, 1	-	7,264.9	38,788.1	121,378.4	42,171.3	388,904.7	
98	Treviso	Piazza Pola, 13	-	-	-	-	68,477.5	972,353.0	
99	Udine	Viale della Vittoria, 2	-	-	-	-	50,483.2	363,792.0	
100	Verbania	Via Scaramuzza, 1	6,563.5	17,183.1	73,058.2	387,293.6	49,751.5	565,586.7	
101	Vercelli	Viale G. Garibaldi, 51	-	-	-	-	53,003.6	240,484.0	
102	Verona	Vicolo Cieco Pomodoro snc	-	-	-	-	10,381.9	87,418.7	
103	Verona	Via C. Cattaneo, 24	6,160.6	15,287.1	197,398.6	887,001.3	168,798.7	1,294,989.6	
104	Vicenza	Piazza Castello, 24	2,588.7	17,558.9	38,953.6	372,943.0	15,337.2	615,095.7	
105	Vigevano	Via Dante, 12	8,728.8	21,385.4	73,803.6	400,056.5	67,546.0	613,825.0	
Total revaluations and real estate revalued			2,033,541.4	7,183,571.5	17,380,174.8	90,591,178.6	30,486,640.8	247,518,630.6	
								including properties for company use	107,308,441.7
								including properties for third party use	139,708,112.9
								including work in progress and payments on account	502,076.0
								- Accumulated depreciation for real estate for company use	16,022,915.6
								- Accumulated depreciation for real estate for third party use	6,861.9

## Cash Flow Statement

(figures in thousands of €)

	December	
	2008	2007
<b>Sources</b>		
Profit for the period	135,897	235,946
Other changes in Shareholders' Equity	14,004	-12,509
Decrease in technical reserves	584,848	360,931
Decrease in provisions for specific purposes	-8,592	-22,249
Decrease in reinsurance deposits	-53,779	28,968
Increase (decrease) in staff severance indemnity	-1,708	-2,918
Increase (decrease) in receivables/payables and other assets/liabilities	65,022	19,008
<b>Total (A)</b>	<b>735,692</b>	<b>607,177</b>
<b>Commitments</b>		
Purchases of furniture and equipment	-236	-477
Distribution to Shareholders	422,978	422,860
<b>Total (B)</b>	<b>422,742</b>	<b>422,383</b>
Funds available (A - B)	312,950	184,794
<b>Increase (decrease) in investments and liquid assets</b>		
Land and buildings	-56,542	4,562
Fixed-income securities	-362,481	51,079
Equity investments	-166,740	-91,847
Stakes in mutual investment funds	370,064	124,826
Other investments and liquid assets including:	528,649	96,174
- cash	143,489	-150,284
- class "D" investments	-911	14,476
- loans	470,252	152,897
- other investments	-81,329	81,329
- own shares	-2,852	-2,244
<b>TOTAL C = (A-B)</b>	<b>312,950</b>	<b>184,794</b>

# Statement of Changes in Shareholders' Equity

(figures in thousands of €)

	BALANCE AS AT 31/12/2007	ALLOCATION OF PROFIT FY. 2007	CHANGES FY. 2008	BALANCE AS AT 31/12/2008
Share Capital	423,307	-	-	423,307
Legal reserve	85,443	9	-	85,452
Share premium account	107,524	-	-	107,524
Dividend equalisation reserve	1,549	-	-	1,549
Asset adjustment reserve	4,760	-	-	4,760
Extraordinary Reserve	761,781	-199,729	-117,624	444,427
Profit brought forward from previous years	-	-	-	-
Reserve under Law 823/73	10,293	-	-	10,293
Reserve under Law 216/74	55	-	-	55
Reserve under Law 413/91	207,096	-	-	207,096
Reserve under Law 266/05	87,382	-	-	87,382
Revaluation reserve, Law no.2 28-1-09	-	-	27,942	27,942
Unavailable reserve, Law no.2 28-1-09	-	-	119,227	119,227
Reserve for extraordinary assignment of profits to employees under Art. 2349 Italian civil code	192	-	-	192
Merger surplus reserve (EDICOM merger)	643	-	-	643
Merger deficit reserve (San Samuele merger)	-105	-	-	-105
Reserve for own shares	5,838	-	-2,852	2,986
Profit (loss) brought forward	-	-	-	-
Profit for the period	235,946	-235,946	135,896	135,896
<b>TOTAL</b>	<b>1,931,702</b>	<b>-435,667</b>	<b>162,589</b>	<b>1,658,624</b>

## Summary of Shareholders' Equity and Use

(figures in thousands of €)

NATURE/DESCRIPTION	AMOUNT	POSSIBLE USE (1)	AVAILABLE	SUMMARY OF USE IN THE LAST THREE FINANCIAL YEARS	
				LOSS COVER	OTHER
Capital	423,307				
Capital reserves					
Share premium account	107,524	A,B,C	107,524 2)		
Merger surplus reserve	643	A,B,C			
Merger deficit reserve	-105	A,B,C			
Profit reserves					
Profit reserve brought forward from previous financial years	-	A,B,C	-		
Legal reserve	85,452	A,B	791 3)		
Reserve for own shares	2,986	-	-		
Extraordinary Reserve	444,427	A,B,C	444,427		-477,249
Dividend equalisation reserve	1,549	A,B,C	1,549		
Asset adjustment reserve	4,760	A,B,C	4,760		
Reserves for Law 823/73, Law 216/74, Law 413/91, Law 266/05, Law 02/09	332,768	A,B,C	332,768		
Unavailable reserve Law 02/09	119,227		-		
Reserve for extraordinary assignment of profits to employees under Art. 2349 Italian civil code	192		192		
<b>Total</b>	<b>1,522,728</b>		<b>892,010</b>		<b>- -477,249</b>
Unavailable amount	630,718				
Remainder available for distribution	892,010				

- 1) Key: A = for capital increase; B = for loss coverage; C = for distribution to Shareholders
- 2) In accordance with Art. 2431 of the Italian civil code the full amount of this reserve may only be distributed if the legal reserve has reached the limits established by Article 2430 Italian civil code (20% of share capital)
- 3) Only the amount in excess of one fifth of the share capital is available

## Summary of Movements in Shareholders' Equity

(figures in thousands of €)

	SHARE CAPITAL	LEGAL RESERVE	RESERVE FOR PURCHASE OF OWN SHARES	EXTRA-ORDINARY RESERVE	PROFIT FOR THE PERIOD	OTHER RESERVES	TOTAL
Closing balance 2006 and opening balance 2007	423,208	85,435	8,082	1,039,565	155,340	419,496	2,131,125
- Increases	-	-	-	-	-	-	-
Retained profit 2006	-	-	-	-	-	-	-
from Extraordinary Reserve	-	-	-795	795	-	-	-
Issue of new shares	99	-	-	-	-	1,527	1,625
- Stock Grant assignment	-	-	-1,449	-	-	-	-1,449
- Distribution of profit from the previous year	-	-	-	-	-	-	-
Allocation of dividends (€ 0.1856 per share)	-	-	-	-	-155,332	-1,634	-156,966
Allocation of extraordinary dividends (€ 0.3144 per share)	-	-	-	-265,894	-	-	-265,894
for allocations required under the Articles of Association	-	-	-	-12,686	-	-	-12,686
to Extraordinary Reserve	-	-	-	-	-	-	-
to Legal Reserve	-	8	-	-	-8	-	-
other (profit/loss brought forward)	-	-	-	-	-	-	-
- Results for the year	-	-	-	-	235,946	-	235,946
Closing balance FY 2007	423,307	85,443	5,838	761,781	235,946	419,388	1,931,702
Closing balance 2007 and opening balance 2008	423,307	85,443	5,838	761,781	235,946	419,388	1,931,702
- Increases	-	-	-	-	-	-	-
Retained profit 2007	-	-	-	-	-	-	-
from Extraordinary Reserve	-	-	-1,603	-117,624	-	119,227	-
Revaluation reserve Law 02/09	-	-	-	-	-	27,942	27,942
- Stock Grant assignment	-	-	-1,249	-	-	-	-1,249
- Distribution of profit from the previous year	-	-	-	-	-	-	-
- Allocation of dividends (€ 0.2789 per share)	-	-	-	-	-235,937	-	-235,937
- Allocation of extraordinary dividends (€ 0.2211 per share)	-	-	-	-187,041	-	-	-187,041
for allocations required under the Articles of Association	-	-	-	-12,689	-	-	-12,689
to Extraordinary Reserve	-	-	-	-	-	-	-
to Legal Reserve	-	9	-	-	-9	-	-
other (profit/loss brought forward)	-	-	-	-	-	-	-
- Results for the year	-	-	-	-	135,896	-	135,896
Closing balance at year-end	423,307	85,452	2,986	444,427	135,896	566,557	1,658,624

## Information pursuant to art. 149-duodecies of the Consob Issuers Regulation

The following table, drafted according to art. 149-duodecies of the Consob Issuers Regulation, illustrates the fees due in financial year 2008 for auditing services and services other than auditing provided by the Auditing Company and its network organisations.

(in thousands of €)

	Service provider	Receiver	Fees due in financial year 2008	
Auditing	Reconta Ernst & Young S.p.A.	Alleanza Assicurazioni SpA		365
	Reconta Ernst & Young S.p.A.	Subsidiaries		274
Certification services	Reconta Ernst & Young S.p.A.	Alleanza Assicurazioni SpA	(1)	118
		Subsidiaries	(2)	388
Tax advisory services				-
Other services	Reconta Ernst & Young S.p.A.	Subsidiaries	(3)	57
<b>Total</b>				<b>1,202</b>

- (1) Fees for segregated funds, internal unit-linked funds, pension fund and reporting package for Assicurazioni Generali.
- (2) Fees for segregated funds, internal unit-linked funds, pension fund and reporting package for Assicurazioni Generali and fairness opinion on the disposal pursuant to art. 2501-sexies.
- (3) Fees for agreed ad hoc procedures

The fees include VAT where non-deductible for the company.

In addition, the auditing company charged a total of € 80 thousand for auditing services provided on the Cash Flow Statements for UCITS promoted by Fondi Alleanza SGR. In accordance with UCITS Regulations, these costs were charged in full to the UCITS.

Company Offices and Head Office
Report on Operations
Results for the Year
Statutory Financial Statements
<a href="#">Notes to the Accounts</a>
Report by the Board of Auditors
Report by the Auditing Company
Ordinary Shareholders' Meeting





110 years of Alleanza  
today, as yesterday,  
close to you in everyday life



The wine-grower (1970-2008)





# Board of Auditors' Report to the Shareholders' Meeting called to approve the Financial Statements as at 31 December 2008

Dear Shareholders,

In compliance with the provisions of Legislative Decree 58/1998 (the Consolidated Law on Finance), specifically the provisions of articles 149 and 153, in accordance with the code of conduct of the Italian Accounting Profession and taking into account guidelines provided in CONSOB Communication 6/4/2001, the Board would like to report on activities performed in 2008.

During the year the Board:

- held 8 meetings;
- attended the Shareholders' Meeting and 8 meetings of the Board of Directors, ensuring that resolutions carried and implemented complied with law and with the Articles of Association;
- requested and obtained information from Directors during Board of Directors' meetings, and from Company managers, on activities performed and on transactions of significant economic, financial and equity impact performed by the Company and its major subsidiaries, and confirms that these were not considered to be manifestly imprudent or risky, or likely to jeopardise the integrity of the Company's equity;
- liaised with the Boards of Auditors of Group companies and with the Board of the Parent Company to exchange information as appropriate;
- mutually shared information with the auditing company, Reconta Ernst & Young S.p.A., which did not report any events, circumstances or irregularities that would normally be brought to the attention of the Board;
- continued to assess and verify the adequacy of the administration and accounting system, together with its reliability in terms of correctly representing operations, by obtaining information from the Manager in charge of preparing the Company's financial reports and the managers of departments involved for the purpose of examining corporate documents and analysing the results of work performed by the Auditing Company;
- systematically monitored activities of the Internal Auditing Service by means of periodic meetings with the Internal Auditing Manager. The Chairman of the Board attended 5 meetings of the Internal Control Committee, during which the documents prepared by the Internal Auditing Service and the Internal Control Committee were discussed;
- the Chairman of the Board attended 3 meetings of the Remuneration Committee, ensuring that resolutions carried and implemented complied with law and the Articles of Association, and reporting any proposed resolutions to the Board;
- duly received the Quarterly Reports of the Company on complaints prepared by the Internal Auditing Manager in compliance with provisions of ISVAP Circular no. 518/D of 21 November 2003. These reports reported no particular problems or organisational shortcomings requiring comment here. The Board also verified that the Company had submitted both the reports and related comments of the Board to ISVAP;

- monitored the implementation of ISVAP Regulations of strategic significance to the company;
- continued to monitor changes in the organisation of the company and the Group;
- verified the observance of law and the Articles of Association with regard to the format and preparation of the Statutory Financial Statements.

The Balance Sheet and Income Statement were prepared in accordance with Legislative Decree 173/97, Legislative Decree 209/2005 and ISVAP Regulation no. 22 of 4 April 2008.

The Board acknowledges:

- that the Company exercised the option granted by ISVAP Regulation no. 28 of 17 February 2009 regarding the enactment of provisions on the valuation criteria for short-term current assets, as introduced by Legislative Decree no. 185 of 29 November 2008 containing urgent measures in support of households, labour, employment and enterprise. The above-mentioned regulation allows the valuation of short-term securities at the initial entry value in the Half-Year Report as at 30 June 2008 or, for securities not included in the portfolio as at that date, according to their purchase cost. Adoption of the criterion based on the market value as at 31 December 2008, rather than the related value recorded in the 2008 Half-Year Report, would have led to recognition to the 2008 Annual Report of higher losses on the securities portfolio of a total € 363.6 million. The positive impact on net profits (after reinsurance and tax) of the decision to exercise the above-mentioned option was € 176.4 million. As required by the law, an unavailable equity reserve will therefore be established for € 255.1 million, comprising profits (of € 135.8 million) and withdrawal from the Extraordinary Reserve of the remainder. Pursuant to art. 4, subsection 3 of the Regulation, at the time of approval of the draft 2008 Financial Statements, the Board of Directors also approved a separate report confirming the consistency of decisions made pursuant to subsection 1, complete with a cash flow forecast for 2009 prepared on a monthly basis, with the quantitative analysis of expected payments and collections and an illustration of values assumed from market performance of short-term securities on which the option was exercised. In particular, it should be mentioned that without application of the aforementioned Regulation no. 28, the Company would continue to record a surplus situation with regard to the required solvency margin.
- that, as illustrated in the Notes to the Accounts, the revaluation of real estate assets was performed in application of Italian Law no. 2 of 28 January 2009. The revaluation referred to the assets recorded in the financial statements as at 31 December 2007 not sold in 2008 and pertaining to the categories of instrumental and residential properties. A total revaluation of € 30.5 million emerged, which net of related deferred tax amounted to € 2.5 million, and was allocated to a special reserve. The book values for revalued properties, net of depreciation, are in any event not higher than the respective market values, based on a survey completed by indepen-

dent experts for the sector. The properties were revalued to their market value.

Furthermore, to the best of our knowledge, in preparing the Financial Statements the Board of Directors did not deviate from legal requirements pursuant to art. 2423, subsection 4 and art. 2423-bis, subsection 2 of the Italian Civil Code, and the valuation criteria illustrated in Part B of the Notes to the Accounts are in line with those adopted for preparation of the 2007 Financial Statements and comply with current law;

- verified that the Company issued adequate instructions to subsidiaries, pursuant to art. 114, subsection 2 and articles 184-187-quinquies of Legislative Decree 58/98, to promptly receive all information required to meet reporting obligations envisaged by law and in particular with obligations regarding market abuse;
- the Company has adopted the national tax consolidation system of the parent company, *Assicurazioni Generali S.p.A.*, and has arranged the issue of related reports;
- acknowledges that in 2008 many intra-group transactions were performed with regard to the provision of services, in addition to normal transactions of a financial and commercial nature, considered by the Board of Directors to be in the interests of the Company. Said intra-group operations, settled at market prices, were carried out through reinsurance and coinsurance relationships with the parent company *Assicurazioni Generali* and with other Group companies for the administration and management of securities and real estate assets, IT services and guarantees. Personnel loans settled at cost were also made. The above-mentioned operations enabled the rationalisation of operational functions and the improvement of services. No transactions with related parties represented by individuals were carried out. No atypical transactions with respect to the company's normal operations were carried out;
- acknowledges that the economic effects of related party transactions led to income totalling € 341.5 million and total expense of € 225.9 million, pursuant to CONSOB Communication no. 6064293 of 28 July 2006, illustrated in Part C of the Notes to the Accounts;
- also verified that, in compliance with the provisions of ISVAP Circular no. 176 of 27 April 1992 on the monitoring of assets used to hedge technical reserves, the assets were fully available and without constraints and encumbrances, and verified the Company's observance of admission requirements and investment limits imposed by law;
- acknowledges that the Company has fulfilled its obligations as envisaged in Legislative Decree 231/2007 and provisions of the Bank of Italy and the Financial Intelligence Unit on anti money-laundering, particularly with regard to personnel training and updates;
- acknowledges that the Company has fulfilled its obligations with regard to privacy, pursuant to the provisions of Legislative Decree 196/2003 on personal data treatment. The Company has also continued to implement obliga-

tions imposed by the aforementioned Decree on personal data treatment owners, particularly with regard to personnel training and updates;

- verified that, with regard to the provisions of article 5 of ISVAP Ruling no. 893 of 18 June 1998 on the classification and valuation of securities portfolios, the allocation of securities to the long-term investment portfolio as at 31 December 2008 and transactions performed on such securities complied with the guidelines established by specific resolution of the Company's Board of Directors;
- verified that derivative transactions, performed by the Company in 2008 and detailed in the Notes to the Accounts, complied with instructions issued by the Board of Directors, and that the Company regularly issued periodic reports to ISVAP;
- acknowledges that the Company has adopted the organisational and management model for the prevention of offences envisaged by Legislative Decree no. 231 of 8 June 2001 on the administrative liability of companies for offences committed by its employees and collaborators, and through the specially established Supervisory Panel, has performed inspection of the processes and procedures in order to assess the continued existence of requirements for the prevention of offences pursuant to the aforementioned Decree. The Board received information through both the Chairman of the Board of Auditors and by participation in meetings of the Internal Control Committee;
- in October 1999 the Company adopted the Corporate Governance Code issued by Borsa Italiana S.p.A., and has also prepared the annual report on the corporate governance system;
- in compliance with the provisions of the Corporate Governance Code adopted by the Company, the Board verified the correct application of verification criteria and procedures adopted by the Board of Directors at the meetings of 24 April and 30 October 2007 to assess the independence of certain members of the Board;
- the Board of Auditors verified the independence requirements envisaged by art. 148, subsection 3, paragraph c) of the Consolidated Law on Finance and the correct application of verification criteria and procedures adopted by the Board to assess the independence of its own members pursuant to paragraph 3.C.5. of the Corporate Governance Code;
- with regard to paragraphs 5, 6, 7 and 8 of the aforementioned CONSOB Communication of 6 April 2001, the Board reports that:
  - no report was submitted pursuant to article 2408 of the Italian Civil Code;
  - no other observations were submitted;
  - during 2008 no additional assignments were conferred upon the Auditing Company. It should be specified that on 19 February 2009 the Board of Directors resolved on an integration to the Reporting Package following regulatory amendments – for a total of € 40 thousand, and a consulting assignment to perform reviews as part of the testing preliminary to release

of the declaration of the Manager in charge of preparing the Company's financial reports – for a total of € 40.5 thousand;

- no assignments were conferred upon members of the Auditing Company network;
- during the year the Board issued the following opinions:
  - in favour of recognition of an end-of-service gratuity to Ugo Ruffolo on his resignation from office;
  - in favour of review of remuneration to the Chairman following the assignment of executive powers;
  - in favour of the 2008 Compliance Plan;
  - in favour of releasing 50% of shares assigned during the year to the Managing Director, under the terms of the 2006-2008 Stock Grant Plan, subject to a one-year unavailability;
  - in favour of the payment of a meeting attendance fee to members of the Supervisory Panel.

In the course of its supervisory duties, as described above, no significant facts emerged that would require a report to the supervisory authorities or worthy of comment in this Report.

Given the above, the Board considers that the 2008 Statutory Financial Statements, as presented by the Board of Directors, may be approved by you, and hereby expresses opinion in favour of the allocation of profits for the year as proposed by the Board of Directors.

With regard to the Consolidated Financial Statements of the Alleanza Group, the Board acknowledges that these were prepared in accordance with IAS/IFRS issued by the IASB and approved by the European Union as envisaged in EC Regulation no. 1606 of 19 July 2002 and in Legislative Decrees 38/2005 and 209/2005.

The Financial Statements and related Notes were prepared in accordance with formats required under ISVAP Regulation no. 7 of 13 July 2007.

The Board has ascertained:

- the adequacy of the Parent Company organisation with regard to information flows and consolidation procedures;
- the correspondence of adopted accounting standards with current legal provisions.

Lastly, we would like to bring your attention to significant events subsequent to year-end, information on which is provided in the Report on Operations.

Milan, 26 March 2009

AUDITORS  
(Gaetano Terrin)  
(Eugenio Pinto)  
(Alessandro Gambi)

## Annex to the Alleanza Assicurazioni S.p.A. Board of Auditors' Report pursuant to art. 153, Legislative Decree 58/98

(List of offices held with companies pursuant to Book V, Chapters V, VI and VII of the Italian Civil Code as at the date of issue of the Report (art. 144-quinquiesdecies, Consob Regulation 11971/99)

### GAETANO TERRIN (Chairman of the Board of Auditors)

No.	Company name	Office held	Expiry date
1	Alleanza Assicurazioni S.p.A.	Chairman Board of Auditors	Financial Statements 31/12/2010
2	Intesa Vita S.p.A.	Chairman Board of Auditors	Financial Statements 31/12/2008
3	Cementizillo S.p.A.	Chairman Board of Auditors	Financial Statements 31/12/2008
4	New Energy Development Holding S.p.A.	Chairman Board of Auditors	Financial Statements 31/12/2009
5	Assicurazioni Generali S.p.A.	Standing Auditor	Financial Statements 31/12/2010
6	Danieli S.p.A. – Officine Meccaniche Danieli & C.	Standing Auditor	Financial Statements 30/06/2009
7	Teuco Guzzini S.r.L.	Standing Auditor	Financial Statements 31/12/2010
8	Fratelli Guzzini S.p.A.	Standing Auditor	Financial Statements 31/12/2010
9	Marco Polo Holding S.r.l.	Standing Auditor	Financial Statements 31/12/2010
10	Private Equità Partners S.p.A.	Standing Auditor	Financial Statements 31/12/2010
11	Generali Immobiliare Italia SGR p.A.	Standing Auditor	Financial Statements 31/12/2008
12	Calcestruzzi Zillo S.p.A.	Standing Auditor	Financial Statements 31/12/2008

Number of offices held in issuers - 3

Total number of offices held - 12

### ALESSANDRO GAMBI (Standing Auditor)

No.	Company name	Office held	Expiry date
1	BG Società Gestione del Risparmio S.p.A.	Chairman Board of Auditors	Financial Statements 31/12/2010
2	Previnet Servizi per la Previdenza S.p.A.	Chairman Board of Auditors	Financial Statements 31/12/2008
3	Alleanza Assicurazioni S.p.A.	Standing Auditor	Financial Statements 31/12/2010
4	Simgenia S.p.A.	Standing Auditor	Financial Statements 31/12/2010
5	BG Fiduciaria SIM S.p.A.	Standing Auditor	Financial Statements 31/12/2010
6	Generali Factoring S.p.A.	Standing Auditor	Financial Statements 31/12/2010
7	D.A.S. Difesa Automobilistica	Standing Auditor	Financial Statements 31/12/2009
8	Società Agricola Genagricola S.p.A.	Standing Auditor	Financial Statements 31/12/2008
9	Società Agricola San Giorgio S.p.A.	Standing Auditor	Financial Statements 31/12/2008
10	Società Agricola Casaletto S.r.l.	Standing Auditor	Financial Statements 31/12/2008
11	Società Agricola Il Pino S.r.l.	Standing Auditor	Financial Statements 31/12/2010
12	INF Società Agricola S.p.A.	Standing Auditor	Financial Statements 31/12/2009
13	Immobiliare XXVI S.r.l.	Standing Auditor	Financial Statements 31/12/2009
14	Protos S.p.A.	Standing Auditor	Financial Statements 31/12/2008
15	Risparmio Assicurazioni S.p.A. (in liquidation)	Liquidator	until dismissal or completion of liquidation proceedings

Number of offices held in issuers - 1

Total number of offices held - 15

## EUGENIO PINTO (Standing Auditor)

No	Company name	Office held	Expiry date
1	Alleanza Assicurazioni S.p.A.	Standing Auditor	Financial Statements 31/12/2010
2	Bulgari S.p.A.	Chairman Board of Auditors	Financial Statements 30/04/2011
3	Gemina S.p.A.	Director	Financial Statements 30/04/2010
4	Ansaldo STS S.p.A.	Director	Financial Statements 30/04/2011
5	Sofid S.p.A.	Chairman Board of Auditors	Financial Statements 30/04/2009
6	Stogit S.p.A.	Chairman Board of Auditors	Financial Statements 30/04/2010
7	Anas S.p.A.	Director	Financial Statements 30/04/2009

Number of offices held in issuers - 4

Total number of offices held - 7



Company Offices and Head Office
Report on Operations
Results for the Year
Statutory Financial Statements
Notes to the Accounts
Report by the Board of Auditors
Report by the Auditing Company
Ordinary Shareholders' Meeting





110 years of Alleanza  
today, as yesterday,  
close to you in everyday life

The chef (1960-2008)



**Independent Auditors' Report**  
**pursuant to article 156 of Legislative Decree n. 58 of February 24, 1998,**  
**and article 102 of Legislative Decree n. 209 of September 7, 2005**  
(Translation from the original Italian text)

To the Shareholders of  
Alleanza Assicurazioni S.p.A.

1. We have audited the financial statements of Alleanza Assicurazioni S.p.A. as of and for the year ended December 31, 2008. The preparation of these financial statements in compliance with the Italian (\*) regulations governing financial statements is the responsibility of Alleanza Assicurazioni S.p.A.'s management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. Our audit was made in accordance with auditing standards and procedures recommended by CONSOB (the Italian Stock Exchange Regulatory Agency) (\*). In accordance with such standards and procedures, we planned and performed our audit to obtain the information necessary to determine whether the financial statements are materially misstated or if such financial statements, taken as a whole, may be relied upon. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, as well as assessing the appropriateness and correct application of the accounting principles and the reasonableness of the estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

In accordance with article 102 of Legislative Decree n. 209/2005 and article 24 of ISVAP (the Italian Insurance Regulator) (\*) Regulation n. 22/2008, in carrying out our audit activities we were assisted by an actuary auditor, who expressed his opinion on the sufficiency of the technical provisions included in the liabilities of the balance sheet in the reports which are herewith attached.

For our opinion on the financial statements of the prior year, which are presented for comparative purposes as required by the law, reference should be made to our report dated April 2, 2008.

3. In our opinion, the financial statements of Alleanza Assicurazioni S.p.A. comply with the Italian (\*) regulations governing financial statements; accordingly, they present clearly and give a true and fair view of the financial position of Alleanza Assicurazioni S.p.A. as of December 31, 2008, and the results of its operations for the year then ended.

4. We draw attention to the Notes to the Accounts and the Report on operations disclosing information about the adoption and the related effects of the following Italian accounting regulations:
- the Company elected to apply the option allowed by article 4, comma 1, of ISVAP Regulation n. 28 of February 17, 2009, pursuant to Law Decree of November 29, 2008, n. 185 converted with modifications by the Law n. 2 of January 28, 2009, for the valuation of certain securities accounted as short term securities;
  - the voluntary revaluation of the carrying amount of real estate as permitted by the Law Decree of November 29, 2008, n. 185 converted with modifications by the Law n. 2 of January 28, 2009.

Furthermore, the Report of operations and the Notes to the Accounts provide information about the management's decision for the execution of the merger through incorporation of Alleanza Assicurazioni S.p.A. and Toro Assicurazioni S.p.A. into Assicurazioni Generali S.p.A. after the demerger of their insurance businesses into a new company wholly owned by Assicurazioni Generali S.p.A.. Such transactions are subject to the approvals of Regulators.

5. The management of Alleanza Assicurazioni S.p.A. is responsible for the preparation of the Report on operations in accordance with the applicable laws and regulations. Our responsibility is to express an opinion on the consistency of the Report on operations with the financial statements as required by art. 156 paragraph 4-bis, letter d) of the Legislative Decree 58/1998. For this purpose, we have performed the procedures required under Auditing Standard n. 001 issued by the Italian Accounting Profession (CNDCEC) and recommended by CONSOB. In our opinion the Report on operations is consistent with the financial statements of Alleanza Assicurazioni S.p.A. as of December 31, 2008.

Milan, April 1, 2009

Reconta Ernst & Young S.p.A.  
signed by: Paolo Ancona, partner

(\*) Words added in translation from original Italian text

*Gianluca Ottaviani*  
*Michele Folli*  
*Marco Posarelli*  
*Silvia Benucci*

ACTUARY'S REPORT

pursuant to articles 102 and 103 of Legislative Decree n. 209 of September 7, 2005:  
"Codice delle assicurazioni private".

(Translation from the original Italian text)

Messrs.  
RECONTA ERNST & YOUNG S.p.A.

Subject: "Alleanza Assicurazioni S.p.A."  
- Financial Statements for the year ended 31 December 2008 -

1. In complying with the engagement assigned to me, I have applied actuarial auditing standards to the items relating to technical reserves - life insurance recorded in the liabilities of the balance sheet of the financial statements of Alleanza Assicurazioni Società per Azioni S.p.A. for the year ended 31 December 2008.
2. In my opinion, the technical reserves - life insurance, taken as a whole, are sufficient in conformity with current legislation and regulations and with correct actuarial procedures, in accordance with the principles stated in Art. 26, paragraph 1, of the ISVAP pronouncement n. 22 dated April 4, 2008.

Milan, 26 March 2009

Signed by: Gianluca Ottaviani  
(Actuary)

*Gianluca Ottaviani*  
*Michele Folli*  
*Marco Posarelli*  
*Silvia Benucci*

ACTUARY'S REPORT

pursuant to articles 102 and 103 of Legislative Decree n. 209 of September 7, 2005:  
"Codice delle assicurazioni private".

(Translation from the original Italian text)

Messrs.  
RECONTA ERNST & YOUNG S.p.A.

Subject: "Alleanza Assicurazioni S.p.A."  
- Financial Statements for the year ended 31 December 2008 -

1. In complying with the engagement assigned to me, I have applied actuarial auditing standards to the items relating to technical reserves - property and casualty insurance, recorded in the liabilities of the balance sheet of the financial statements of Alleanza Assicurazioni Società per Azioni S.p.A. for the year ended 31 December 2008.
2. In my opinion, the technical reserves - property and casualty insurance, taken as a whole, are sufficient in conformity with current legislation and regulations and with correct actuarial procedures, in accordance with the principles stated in Art. 26, paragraph 1, of the ISVAP pronouncement n. 22 dated April 4, 2008.

Milan, 26 March 2009

Signed by: Gianluca Ottaviani  
(Actuary)



110 years of Alleanza  
today, as yesterday,  
close to you in everyday life

The lute-maker (1950-2008)





# Ordinary Shareholders' Meeting

## Ordinary Shareholders' Meeting of 22 April 2009

Chairman: Amato Luigi MOLINARI

Secretary: Nicola RIVANI FAROLFI

Shareholders in attendance 258, in person or by proxy representing a total of 443,942,396 shares, equal to 52.44% of share capital.

### AGENDA

1. The Directors' Report and Board of Auditors' Report for 2008; presentation of the Financial Statements and related resolutions
2. Review of the number of members of the Board of Directors

## RESOLUTIONS

### POINT 1 ON THE AGENDA

The Shareholders' Meeting resolved:

- to approve the Financial Statements for 2008 and to allocate profit for the year of € 135,896,646 as follows:
  - € 13,428 to the Legal Reserves for the Non-Life Segment;
  - € 135,828,861 to the unavailable reserve, Italian Law no. 2 of 28 January 2009
- to withdraw the sum of € 261,274,817 from the Extraordinary Reserve for allocation as follows:
  - € 7,500,000 for distribution pursuant to art. 39 of the Articles of Association;
  - € 253,829,174 (extraordinary dividend of € 0.30 per share) to the 846,097,247 ordinary shares, net of 516,175 own shares for the stock option plan.

The total dividend per share of € 0.30 will be paid through the authorised intermediaries from 21 May 2009.

### POINT 2 ON THE AGENDA

The Shareholders' Meeting has established the number of members of the Board of Directors as twelve.









[www.alleanza.it](http://www.alleanza.it)

ALLEANZA ASSICURAZIONI

Viale Luigi Sturzo, 35 - 20154 Milan - tel. + 39 02 62.96.1 fax +39 02 65.37.18

Capital (fully paid in) Euro 423.306.711.00

Fiscal code and Milan Companies Register 01834870154 - VAT registration number 01312950155

Subject to management and coordination of Assicurazioni Generali S.p.A.

Company entered in the Register of Italian Insurance and Reinsurance Companies under no. 1.00002

A member of the Generali Group entered in the Register of insurance groups.