UnipolSai Assicurazioni

Consolidated Interim Financial Report at June 30th 2015

UnipolSai
ASSICURAZIONI

UnipolSai Assicurazioni S.p.A.

Registered Offices at Via Stalingrado 45, Bologna - Share capital €1,996,129,451.62 fully paid-up
Tax Code and Bologna Register of Companies No. 00818570012 - R.E.A. No. 511469
Authorised insurance company pursuant to Art. 65, Royal Decree no. 966 of 29 April 1923, converted to Law no. 473 of 17 April 1925. Entered in Section I of the Insurance and Reinsurance Companies List at No. 1.00006 and a member of the Unipol Insurance Group, entered in the Register of Insurance Groups - No. 046.
Company subject to management and coordination by Unipol Gruppo Finanziario S.p.A.

www.unipolsai.com - www.unipolsai.it

Consolidated Half-Yearly Financial Report at 30 June 2015

Bologna, 6 August 2015

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Company bodies

Board of Directors		
Chairman	Fabio Cerchiai (*)	
Vice Chairman	Pierluigi Stefanini (*)	
Chief Executive Officer	Carlo Cimbri (*)	
Directors	Francesco Berardini	Massimo Masotti
	Milva Carletti	Maria Rosaria Maugeri
	Paolo Cattabiani	Maria Lillà Montagnani
	Lorenzo Cottignoli	Nicla Picchi (*)
	Ernesto Dalle Rive	Giuseppe Recchi
	Cristina De Benetti	Barbara Tadolini
	Ethel Frasinetti	Francesco Vella (*)
	Giorgio Ghiglieno	Mario Zucchelli
Secretary of the Board of Directors	Roberto Giay	

(*) Members of the Executive Committee

Board of Statutory Auditors	
Chairman	Paolo Fumagalli
Statutory Auditors	Giuseppe Angiolini
	Silvia Bocci
Alternate Auditors	Domenico Livio Trombone
	Luciana Ravicini
	Donatella Busso

Independent auditors	PricewaterhouseCoopers S.p.A.

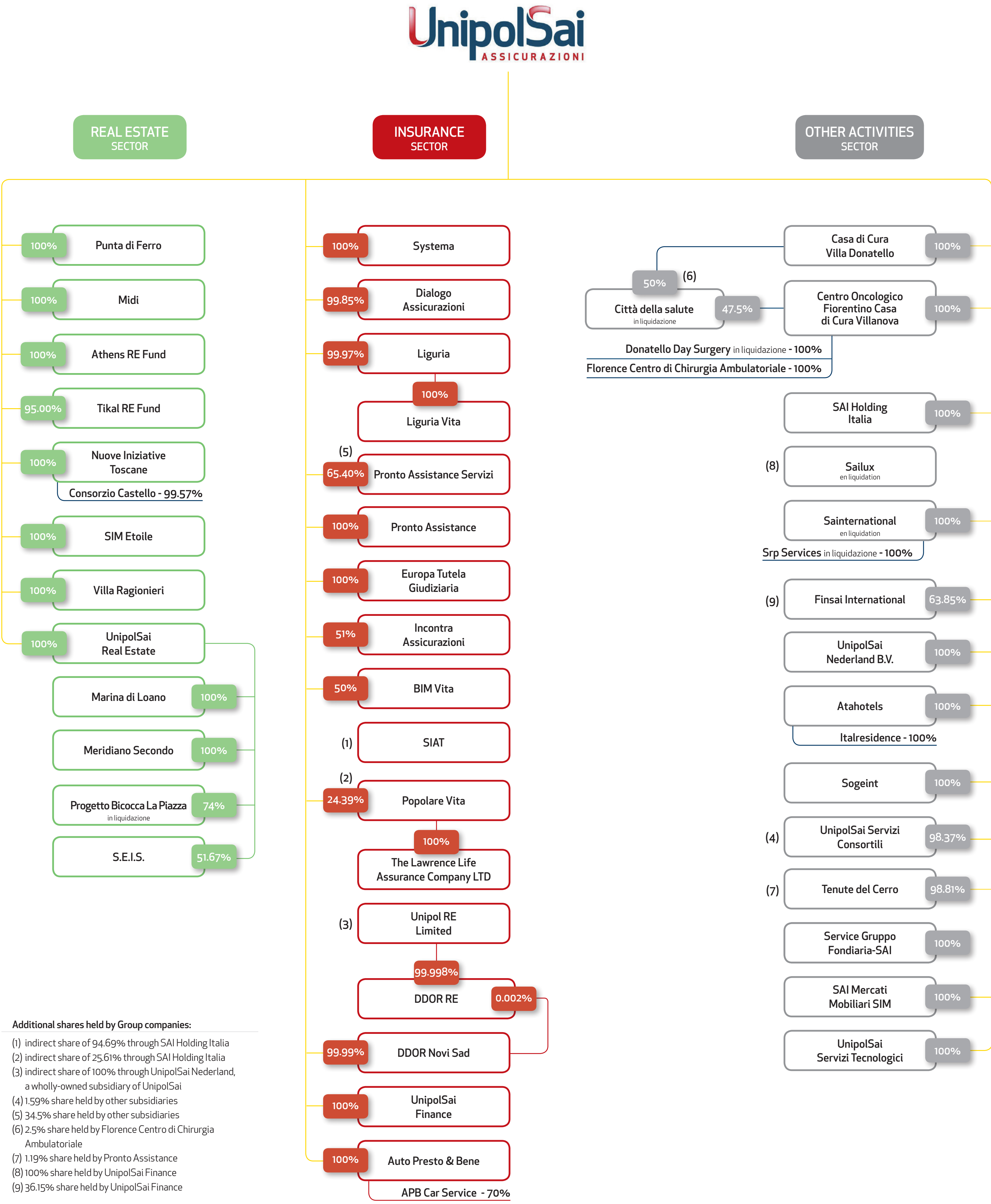
Manager in charge of financial reporting	Maurizio Castellina

Interim Management Report

Consolidation Scope chart at 30 June 2015

(direct holding out of total share capital)

For more details see the relevant appendix to the Notes "Consolidation Scope"



Additional shares held by Group companies:

(1) indirect share of 94.69% through SAI Holding Italia
(2) indirect share of 25.61% through SAI Holding Italia
(3) indirect share of 100% through UnipolSai Nederland, a wholly-owned subsidiary of UnipolSai
(4) 1.59% share held by other subsidiaries
(5) 34.5% share held by other subsidiaries
(6) 2.5% share held by Florence Centro di Chirurgia Ambulatoriale
(7) 1.19% share held by Pronto Assistance
(8) 100% share held by UnipolSai Finance
(9) 36.15% share held by UnipolSai Finance

Macroeconomic background and market performance

Macroeconomic background

The first six months of 2015 have seen some crisis hotspots within a scenario of uneven economic growth: contested negotiations between Greece and its creditors, with the risk of the Mediterranean country leaving the European Monetary Union; the sharp fall of the Chinese Stock Exchange; the recession in Brazil and the widespread geo-political tensions (Libya, Syria, Ukraine, Yemen, etc.). In the United States, the GDP showed, in the first quarter, a 0.2% contraction due to extreme climate conditions, some labour disputes and a stronger dollar. However, the second six months may experience a sustained pace of economic growth thanks to an upturn in domestic demand. In particular, an increase in consumer spending, tied to an improvement in the labour market (5.3% unemployment rate in June) and to the first significant increases in wages, is expected. Within this framework, the Federal Reserve, while maintaining interest rates close to zero, has suggested that the cycle for rising interest rates could start by the end of 2015, provided that there will be further improvement in the labour market and a "reasonable confidence" that inflation will reach again the 2% objective in the medium term.
In Europe, the first quarter registered a 0.4% economic growth on a quarterly basis (+1% trend). This trend appears to be linked more to the internal demand (especially to consumer spending) than to exports: the slow-down in international trade more than offset the effect of the Euro depreciation. A significant contribution in support of the economic cycle has come from the expansionary monetary policy implemented by the European Central Bank. However, inflation (+0.2% in June) continues to remain dangerously around zero.
Italy has shown a return to a positive growth of the GDP (a +0.3% economic increase in the first quarter of 2015) thanks, primarily, to solid internal demand. The employment rate seemed to have fluctuated without any precise direction during the first few months of 2015, while waiting for the steps taken by the Government to provide more stability with respect to these fluctuations. At the end of May, the public deficit-GDP ratio reached a peak standing at 135.1% with a three point increase compared with the end of 2014; in absolute terms, in May, public liabilities amounted to €2,218bn, a €83bn growth in the first five months of the year.
Oil prices, also thanks to the expected nuclear program agreement with Iran, started to decline again in the first week of May. In general, the fragility of the global economic growth is leading to a widespread drop in prices for most raw materials.

Financial markets

During the first six months of 2015, the money market interest rates showed an increase in the slope of the curve which resulted from a decrease in the maturities of less than three years and an increase in long-term nodes. A similar phenomenon has characterised the German government rates, while the Italian rates have shown an increase with almost all maturities. Consequently the spread showed an increase on most of the curve nodes, with a partial exception in the tranche from fifteen years and up.
In the second quarter of 2015, the European Stock Exchanges were affected by the worsening of the Greek crisis which led to a decline in the excellent results achieved in the first quarter of the year. The Eurostoxx 50 index, representative of the Eurozone securities with the highest level of capitalisation, registered, in the period in question, a 7.4% decline (+8.8% in the six months period). The German Dax trend was also negative with -8.5% (+11.6% since the beginning of the year), while the Italian Stock Exchange contained its losses with a -3.0% (+18.1% for the six month period). Finally, the Madrid Ibex lost, in the same period of time, 6.5% (+4.8% since the beginning of 2015).
In the United States, Standard & Poor's 500 index, representative of the main listed companies, showed, in the second quarter, a 0.2% decline (+0.2% since the beginning of the year), whereas in Japan, the Nikkei showed a 5.4% positive performance (+16.0% in the six month period). Lastly, in relation to the emerging market indices, the most representative index, the Morgan Stanley Emerging Markets lost 0.2% (+4.3% since the beginning of the year) in the second quarter of the year.

The Itraxx Senior Financial index, representing the average spread of financial sector companies with a high credit rating, rose by 10.8 basis points, from 66.2 to 77.0 at the end of the second quarter (in the six month period, an increase by 9.6 basis points from 67.4 to 77.0 was registered). This marginal decline is primarily due to an increase in risk aversion following the intensifying of the Greek crisis.

Insurance

The data available on the Italian insurance market showed a further contraction in the Non-Life premiums (-1.8% in the first quarter) associated with a strong increase in the new Life business (+20.8% in May).
The main Non-Life business, the MV TPL, showed a significant decline (-6.7% in the first quarter). This decline is primarily attributable to reduced tariffs applied to customers. The significant competitive tension means that the improvement in the loss ratio translates in lower costs to be borne by the customers: according to IVASS data, the average cost of an MV TPL policy, in the first quarter, was down by 7.8% compared with the previous year. In the first six months of 2015, vehicle registrations rose by 15.6%, compared with the same period of 2014. The renewal of the vehicle fleet is benefiting the Vehicle Hulls class which is no longer contracting and it actually did show a modest growth in the first three month of 2015 (+0.6%).
All remaining Non-MV Non-Life business showed a rebound in premiums (+2.5% in the first quarter). Among the most important segments, to be noted is the development of the Goods in Transit class (+6.3%) which reflects, most probably, an improvement in the overall Italian economy. Also positive was the trend of Credit insurance (+6.5%) which is affected by the strong pressure of the demand concerning especially the coverage of trade receivables. In the second quarter, the expected rebound in production should benefit the Non-Life business. In the first five months of 2015, the new Life business for individuals showed a 20.8% increase, the result of a 20.0% growth recorded by Italian companies and 25.9% in cross border operations. However, it should be noted that in the month of May, the increase reached only 1.9%, a sign of a slow-down in the development rate. This provides a framework where the development seems to have been transferred to the financial advisers (+82.4% since the beginning of the year, +39.3% in May). The other distribution networks appear to have definitely slowed down. From the perspective of products trend, the class I products showed also a decline (-3.4% in the first five months) with a contextual increase in unit linked policies (+128.9%) and a decisive growth in the class V (+33.7%).

Banking sector

In May, the volume of loans to non-financial companies was still contracting by 0.6% compared with the end of 2014. Conversely, direct loans to families showed a 0.5% growth. Overall, the loans granted by the Italian banking system were down by €4bn since the beginning of the year. The securities portfolio showed also a decline (-3.2%). Direct premiums from residents were down by 0.6% due to a continuing decrease in bond volume (-8.6%) whereas deposits showed a modest increase (+0.5%). Funding from overseas was also up (+9.1% compared with December 2014).
These numbers reflect the difficulties of a still fragile recovery. On the other hand, credit risk remains still at a high level: in May the ratio between doubtful loans and loans was 4.55%, not very far from the 4.60% of December 2014. As regards families, some positive signs seem to have emerged in terms of increased credit demand for home purchases, supported by less negative expectation about developments in the real estate market.
In May, the interest rate applied to new loans to non-financial companies has declined compared with the end of 2014: -31 cents for loans below €1m, -54 cents for those above. This trend shows the effect of the quantitative easing introduced by the European Central Bank. The remuneration on new deposits, with a pre-set term for families and companies, showed a marginal decline.
The decline in the net interest income should be more than offset by the increase in income from services and trading of securities. Overall, profits related to the banking system are showing a growth trend due to fewer receivable adjustments and containment in operating expenses.

Pension fund market

At the end of March 2015, the total number of members of the supplementary pension schemes was more than six million seven hundred and sixty thousand people, thus registering a 3.4% increase compared with December 2014. This change is entirely due to occupational pension funds which have gained about 142,000 members (+7.3%) for a total of 2.1 million at the end of the quarter. This increase is due to the launch of the mechanism for automatic participation in Prevedi, the fund reserved for the building industry: in the first quarter of 2015, net of the outflows, Prevedi added 143,000 members, thus reaching 182,000 out of the total population of 480,000 workers. The participants in open funds were up by 1.7% whereas a stronger trend was registered in the subscription of the "new" Personal Pension Funds (+2.6%).
In positive ground were also the managed volumes: at the end of the first quarter of 2015, the amount of funds assigned to services exceeded €135bn, a 3.5% increase compared with December 2014.
In the first three months of 2015, the average returns, net of operating expenses and taxes, were positive for all types of pensions and their respective segments. Occupational and open pension funds earned, on average, 4.3% and 5.7% respectively, while the results of "new" Class III Personal Pension Funds were 8.8% on average. In the same period, post-employment benefits saw a 0.3% revaluation, net of taxes.

Real Estate market

In the first quarter of 2015, according to Tax Authorities data, the number of real estate transactions showed a 3.4% decline compared with the same period of 2014 (-3.3% in the residential segment and -5.8% in the non-residential segment). However, the comparison with the first three months of the previous year is affected by a more favourable tax regime, effective since the beginning of 2014, which contributed to an increase in the number of purchases and sales in that period. The Tax Authorities have reconstructed data in order to take into account such discontinuity: the change in residential sales is +0.8% (-2.6% for non-residential properties).
The demand for mortgages showed a significant increase (+84.5% in the month of May compared with the same month of 2014). During the first quarter of 2015, according to an Assofin-Crif-Prometeia survey, purchase mortgages registered an increase (+4.7%) while the "other mortgages" peaked at +129.1%. This trend is the result of a boom in subrogations (+710.7% in the first quarter of 2015), which are again convenient thanks to the low levels of interest rates applied to new transactions.
The unit prices showed, in the first six months of the year, another downward trend: -1.3% for homes, -1.8% for offices and -1.2% for commercial real estate.
The economic survey on the Italian housing market, carried out by the Bank of Italy on a sample of real estate agents and regarding the status of the housing market, reported, for the second quarter of 2015, an improvement in the expectations: the real estate agencies that expected a worsening in the general context, were down from 31.5% in the fourth quarter of 2014 to 16.4% in the first quarter of 2015.

Highlights

Amounts in €m	30/6/2015	30/6/2014	31/12/2014
Non-Life direct insurance premiums	3,772	4,437	8,424
% variation	*-15.0*		
Life direct insurance premiums	3,512	4,471	7,584
% variation	*-21.5*		
of which Life investment products	*24*	*23*	*50*
% variation	*4.2*		
Direct insurance premiums	7,284	8,907	16,008
% variation	*-18.2*		
Annual Premium Equivalent (APE) Life business - Group share	289	359	643
% variation	*-19.7*		
Net gains on financial instruments *(*)*	1,308	1,039	1,784
% variation	*25.9*		
Consolidated profit (loss)	455	357	783
% variation	*27.4*		
Balance on the statement of comprehensive income	58	950	1,487
Investments and cash and cash equivalents	62,476	62,017	62,878
% variation	*-0.6*		
Technical provisions	55,996	54,991	56,228
% variation	*-0.4*		
Financial liabilities	3,506	4,104	3,813
% variation	*-8.0*		
Shareholders' Equity attributable to the owners of the Parent	5,863	5,766	6,295
% variation	*-6.9*		
Group solvency margin (Solvency I ratio)	174%	162%	163%
No. Staff	10,444	11,659	10,271

(*) excluding net gains and losses on financial instruments at fair value through profit or loss for which investment risk is borne by customers (index- and unit-linked) and arising from pension fund management

Alternative performance indicators[1]

	Business	30/06/2015	30/06/2014	31/12/2014
Loss ratio - direct business (including OTI ratio)	non-life	68.5%	67.7%	68.1%
Expense ratio (calculated on written premiums) - direct business	non-life	27.5%	26.3%	27.3%
Combined ratio - direct business (including OTI ratio)	non-life	96.0%	94.0%	95.3%
Loss ratio - net of reinsurance	non-life	70.1%	68.6%	68.6%
Expense ratio (calculated on premiums earned) - net of reins.	non-life	27.8%	25.6%	26.0%
Combined ratio - net of reinsurance (*)	non-life	97.8%	94.2%	94.6%
Premium retention ratio	non-life	93.4%	94.8%	95.0%
Premium retention ratio	life	99.9%	99.8%	99.8%
Premium retention ratio	total	96.5%	97.3%	97.3%
Group pro-rata APE (amounts in €m)	life	289	359	643
Expense ratio - direct business	life	4.5%	4.2%	4.2%
Expense ratio - direct and indirect business	life	4.5%	4.2%	4.2%
Expense ratio - net of reinsurance	life	4.5%	4.1%	4.2%

(*) with expense ratio calculated on premiums earned

[1] Alternative performance indicators are not defined by accounting rules; rather, they are calculated based on economic-financial procedures used in the sector.
Loss ratio: primary indicator of the cost-effectiveness of operations of an insurance company in the Non-Life sector. This is the ratio of the cost of claims for the period to earned premiums.
OTI (Other Technical Items) ratio: ratio of the sum of the balance of other technical charges/income and the change in other technical provisions to net earned premiums.
Expense Ratio: percentage indicator of the ratio of operating expenses to premiums written.
Combined ratio: indicator that measures the balance of Non-Life technical management, represented by the sum of the loss ratio and the expense ratio.
APE – Annual Premium Equivalent: the new Life business expressed in APE is a measurement of the volume of business relating to new policies and corresponds to the sum of periodic premiums of new products and one tenth of single premiums. This indicator is used to assess the business along with the in force value and the Life new business value of the Group.
Pemium retention ratio is the ratio of premiums retained (total direct and indirect premiums net of premiums ceded) to total premiums.

Management Report

Operating performance

The reorganisation and streamlining process within the Unipol Group continued in the current period aimed at streamlining operations and achieving cost synergies as outlined in the Industrial Plan 2013-2015. In particular, the Group is fully engaged in completing the integration and reorganisation of the sales networks, unification of the IT system and completion of the logistic set-up. By the end of the year and upon prior authorisation from the competent authorities, additional corporate rationalisation activities are being planned in order to streamline and make the Group structure even more efficient.

During the month of June 2015, the process for the conversion of the UnipolSai savings shares into ordinary shares was completed. This operation, by streamlining the structure of the share capital of the company, in addition to reducing corporate obligations, facilitates the liquidity and the interest of our stock on the stock market while contributing to the improvement in the qualitative composition of the regulatory capital.

From a business perspective, in the first six months of 2015, the UnipolSai Group had a positive operating performance in terms of the income statement and financial position, due, in particular, to the finalisation of some financial transactions that were initiated in the last few months of 2014, the financial effects of which were recognised in the first quarter of 2015, as well as to the substantial stability of the financial markets despite the intensifying, at the end of June, of the tensions regarding the Greek debt. Within the insurance segment, the claims trend still appeared to be favourable although during the period in question, an increase in claims resulting from natural disasters was recorded while competitive pressure on MV TPL tariffs continued.

More specifically, in the **Non-Life segment**, premiums declined in the first six months of 2015, as expected also for the entire period, being adversely impacted by the transfer of the business unit comprising agencies of the former Milano to Allianz, along with the portfolio outstanding at the end of 2014.
Premium volumes also continue to be affected by a steady competitive trend reflected in the gradual decline of the average premiums, in particular in the MV TPL business. Within this scenario, the UnipolSai Non-Life direct premiums stood at €3,772m (-15.0% compared with the same figures of the first six months of 2014). Based on management assessments, the overall decline in the Non-Life direct premiums, estimated by excluding the effects resulting from the aforementioned transfer of the portfolio (hereinafter "*estimated operating figure*") stood at approximately -6.2%. Premiums in the motor vehicle TPL business stood at €1,926m, down by 20.1% compared with the first six months of 2014 (*estimated operating figure* -9.1%). A decline was also recorded in the Land Vehicle Hulls business with premiums totalling €313m, -13.3% (*estimated operating figure* -3.1%). The Non-MV segment, affected by a still weak macroeconomic scenario, although recovering slightly, showed more resilience with premiums amounting to €1,533m, down by 7.9% (*estimated operating figure* -2.9%).
During the first six months, UnipolSai intensified its sales activities aiming at relaunching its product lines, such as the development of new network and customer relationship models, and the launch, in February, of the new UnipolSai advertising campaign aimed at consolidating its success in the sale of policies with zero-interest monthly payments, in synergy with the Unipol Group's banking segment. UnipolSai aims to offer additional services within the health segment thanks to the network of private health facilities partnered with Unisalute, and to expand its business proposal with the offering of other insurance policies at zero-interest monthly payments, covering family's needs.

With regard to Non-Life claims, in the MV TPL class the technical indicators remain positive thanks to the constant control of average costs and to the stability achieved after the decline of the last few years in the provisions for previous year claims as well as claim frequency. The Non-MV classes were impacted by

significant damages caused by an exceptionally severe weather event (wind storm) which hit Tuscany in early March.
In this context, the UnipolSai Group recorded, at 30 June 2015, a loss ratio for direct business (including the balance of other technical items) of 68.5% versus 67.7% at 30 June 2014, with the increase to be attributed mainly to said weather event.
The direct business expense ratio, despite the drop in operating costs expressed in absolute values, was 27.5% due to the impact of the decline in premiums and the shift of the sales mix toward a type of premiums that was characterised by high commissions in addition to the greater impact of variable commissions directly related to technical upgrades.
Overall, the Group's combined ratio (direct business) stood, at the end of the first quarter of 2015, at 96.0% versus 94.0% at 30 June 2014.

Within the **Life segment**, the context of the market characterised by low interest rates continues to make attractive the offering of traditional insurance products with returns related to segregated funds. During the first six months, a significant amount of premiums, equal to €3,512m, is recorded although with a 21.5% decline when compared with the strong performance of the first six months of the previous year (+32%). In particular, the production of the Popolare Vita Group seems to be contracting due to a different scheduling of the sales campaigns. In fact, with €1,597m, it registered a 35.4% drop when measured against a 55% growth registered in the first six months of 2014. UnipolSai collected premiums for a total of €1,799m (-5.6%) aiming, with the launch during the six month period of the new product list, at a higher quality production and contained financial risks also in compliance with Solvency II. The other insurance company, Bim Vita, with premiums totalling €101m, recorded a 32.1% growth in premiums compared with the first six months of 2014.
As a result of the above, the volume of new business in terms of pro-quota APE stood, in the first six months of 2015, at €289m (€359m at 30/06/2014), of which €199m was contributed by the traditional companies and €89m by the bancassurance companies.

As regards the **management of financial investments** related to the insurance segment, the Group's securities portfolio, characterised by a significant presence of Italian government securities, maintained a substantial increase in value, due to anti-deflation activities carried out by ECB with the launch of Quantitative Easing, despite the tensions about the Greek debt that emerged in the last part of the six month period. In order to preserve the risk/return profile of the assets and consistency between assets and liabilities towards the insured, the portfolio profitability showed, over the period considered, a significant return, equal to about 6.3% of the invested assets. The harvesting policy adopted by the Group, following activities aimed at an increased diversification profile of financial assets, contributed to the achievement of these results. In addition, in the first part of the period, some sales transactions for the forward sale of some securities maturing in 2014 were finalised, thus allowing for the acquisition of significant gains (€206m), which were considered non-repeatable during the period. In the first six months of the year, simplification activities of the portfolio continued, with the reduction of Level 2 and 3 structured bonds for a total of €514m.

Within the **real estate area**, still affected by the difficult situation of the real estate market, operations remained focused on the recovery and optimisation of some properties in the portfolio, among which, worthy of mention for their relevance, are the Torri Velasca and Galfa sites in Milan which are necessary in order to seek opportunities for value enhancement or income generation. Renovation activities will be self-financed through some planned property sales which, in the first six months of 2015, concerned mostly the Porta Nuova area in Milan.
The results from the accounting real estate segment, which includes only real estate companies and their subsidiaries, were affected, at 30 June 2015, by write-downs of approximately €69m (pre-tax), pertaining to some assets, pending value enhancement in the medium term.

As regards the results of the **other sectors** where the Group operated during the first six months of 2015, activities for cost streamlining and commercial development continued, thus allowing the achievement of increasingly better results as shown by the first substantially break-even results obtained by Atahotels.

UnipolSai ended the first six months of 2015 with a consolidated profit of €455m, a substantial growth compared with the €357m of the first six months of 2014, due mainly to the concentration in these first few months, as previously described, of the majority of the gains from the sale of securities expected for the entire period.
The estimated consolidated solvency position at 30 June 2015 showed a ratio between available capital and required capital of approximately 1.74 times, an improvement when compared with the final figures at 31 December 2014. Bearing in mind the Convertible Loan issued by UnipolSai, with mandatory conversion into UnipolSai ordinary shares by 31 December 2015, the estimated solvency ratio rises to 1.76.

The Condensed Consolidated half-yearly Financial Statements of UnipolSai Assicurazioni SpA are subject to a limited audit by the independent auditors PricewaterhouseCoopers SpA (PwC), the company tasked also with performing the legally-required audit of the Consolidated Financial Statements for the 2013/2021 period.

Information on significant events during the first six months

Mandatory conversion of Class A and Class B savings shares into ordinary UnipolSai shares

On 26 January 2015, the UnipolSai Extraordinary Shareholders' Meeting, and on 27 January 2015 the Special Shareholders' Meetings of UnipolSai Shareholders of Class A and Class B savings shares, approved, each to the extent of their area of competence, the mandatory conversion ("Conversion") of Class A savings shares ("Class A Savings Shares") and Class B savings shares ("Class B Savings Shares") into ordinary UnipolSai shares, in accordance with the following conversion ratio:

- 100 ordinary shares, with normal dividend rights, for each Class A Savings Share, without equalisation payment;
- 1 ordinary share, with normal dividend rights, for each Class B Savings Share, without equalisation payment.

On 27 March 2015, the period for exercising the right of withdrawal, which was effectively exercised for no. 67 Class A Savings Shares for a value of €15,294.22 and for no. 5,490 Class B Savings Shares, for a value of €12,286.62, ended.
The shares subject to withdrawal were entirely purchased by the shareholders of the UnipolSai participating in the rights issue and right of pre-emption offer, to be settled on 29 May 2015.
In implementing the aforementioned shareholders' meeting resolutions and after the ex-dividend (22/06/2015) and payment (24/06/2015) dates of the dividend related to the 2014 period, on 29 June 2015, all of the 1,276,836 Class A Savings Shares and all of the outstanding 377,193,155 Class B Savings Shares were converted respectively into 127,683,600 and 377,193,155 ordinary shares, with the same characteristics as the outstanding ordinary shares.

Following the conversion, the share capital of UnipolSai amounted to €1,996,129,451.62 divided into 2,780,508,781 ordinary shares, all with no nominal value.

Porta Nuova Project

With reference to the investment in the real estate project to develop the area called "Porta Nuova" (the "Project"), in the first quarter of 2015 all of the shares related to the real estate funds in which the UnipolSai Group had invested through related companies and other subsidiaries subject to the Luxembourg law, were sold to Qatar Holding ("QIA").
On 27 February 2015, Hines Sgr, a closed type of speculative real estate investment mutual funds management company (the "Funds"), which owns the areas and relevant properties forming the Project, announced that the institutional investor QIA would purchase 100% of the shares of the Funds that it did not already own and that in June 2013, QIA had already subscribed newly issued shares of the Garibaldi and Isola Funds for an amount equal to about 40% of them. The closing of the transaction, subject to the approval of some banks financing the Funds which was later obtained, was concluded on 25 March 2015.
Following the afore described sale, the seller companies used the first portion of the sales price to repay part of the loans received from the participants in the initiative. As of the date of this report, the UnipolSai Group received partial repayment for a total of €125m of the loans granted in the form of Profit Participating Bonds. It is anticipated that the income generated from the sale will allow for the return of the total investment of the Group and, eventually, a capital gain, the quantification of which has not been determined to date pending the assessments and analyses on the possible risks associated with the guarantees issued by the purchaser. The outstanding receivables are expected in three further tranches, in October 2016, July 2023 and March 2025.

Agreements for the acquisition of the “Una” hotel business

On 22 May 2015, UnipolSai Assicurazioni, the subsidiaries Atahotels and UnipolSai Investmenti SGR (the latter on behalf of Investment Fund Immobiliare Athens R.E. Fund) signed with Una Spa (“Una”) some agreements regarding the acquisition, through two different transactions, of respectively:
(i) the business unit concerning the hotel management of Una;
(ii) the related hotel real estate portfolio.

The acquisition of the business unit involves a payment of €27.6m, while the price for the acquisition of the real estate portfolio totals €259m.

These transactions will be executed, among other things, after obtaining approval by the competent authorities and after completing the Una debt restructuring procedures.

From the merger between Atahotels and Una, a national leader in the Italian hotel sector will be created, with more than 50 facilities (both business and leisure), about 8,600 rooms and with an aggregate turnover of more than €170m.
The new subject will be able, also with the help of a partner, to seek opportunities for optimisation and development, while increasing its own competitiveness in a strategic sector of the Italian economy, like the tourism sector.

Issue of catastrophe bonds tied to the risk of “Italian earthquakes”

UnipolSai has successfully held the role of Sponsor for the issuance of catastrophe bonds tied to the risk of “Italian earthquakes”. The bond “Azzurro 1” was issued on 17 June 2015 by the Special Reinsurance Vehicle Ltd Azzurro 1 - subject to Irish laws - in the amount of €200m, a coupon at 2.15% on an annual basis and a final maturity at 31 December 2018. The bond replaces, to all effects, a reinsurance treaty and protects the company starting from damages claims in an amount above €500m until a maximum limit of €700m. For claims below €500m, and above €700m, the traditional reinsurance coverage applies. In fact the structure of the transaction is such that the coverage is activated through the “indemnity trigger per event”, a mechanism that reflects the functioning of the traditional reinsurance treaties.

This represents the first transaction that transfers the Italian earthquake risk to the capital market. Its launch has been successful, given the high impact of diversification that it involves and has gained participation from all of the main investors in the sector.

Main corporate operations

Projects for the mergers by incorporation into UnipolSai of companies under its control
On 30 June 2015, the following projects for merger by incorporation into UnipolSai, were filed with the offices of UnipolSai:
- Liguria - Società di Assicurazioni and Liguria Vita;
- Europa Tutela Giudiziaria, SAI Holding Italia, Systema Compagnia di Assicurazioni, UnipolSai Real Estate and UnipolSai Servizi Tecnologici,

approved by the Shareholders’ Meeting of UnipolSai on 7 May 2015, as well as by the corporate bodies of the merging companies. Details on these merger projects are available on the website of the Company (www.unipolsai.com) in the section *governance/merger with subsidiaries projects*.
The registration of the merger projects in the appropriate Register of Companies is subject to authorisation by IVASS, pursuant to Art. 201 of Legislative Decree no. 209 of 7 September 2005.

Transfer of the insurance business of Dialogo Assicurazioni to Linear Assicurazioni

On 29 June 2015, implementing the Shareholders' Meeting resolutions approved on 24 June 2015 by Dialogo Assicurazioni and Linear Assicurazioni, an agreement for the transfer of the insurance business was signed between Dialogo and Linear, the finalisation of which requires the issuing of the necessary authorisation by IVASS, pursuant to the provisions of Art. 198 of Legislative Decree no. 209/2005 and Art. 14 et seq. of the ISVAP Regulation 14/2008.
The transfer was approved, within its area of competence, also by the Board of Directors of UnipolSai at the Shareholders' Meeting of 17 June 2015.

Transfer of the insurance business of Linear Life to UnipolSai

On 29 June 2015, implementing the Shareholders' Meeting resolutions approved by UnipolSai and Linear Life respectively on 17 and 24 June 2015, an agreement for the transfer of the business was executed between UnipolSai and Linear Life, the finalisation of which requires the issuing of the necessary authorisation by IVASS, pursuant to the provisions of Art. 198 of Legislative Decree no. 209/2005 and Art. 14 et seq. of the ISVAP Regulation 14/2008.

The above transactions were approved within the scope of the corporate streamlining project of the Unipol Group with the objective of simplifying business management and the administrative, equity and financial organisation of the companies that are part of the Group as well as of removing all duplications in structures and areas of competence.

UnipolSai Investimenti SGR

On 28 January 2015, the transfer, authorised by the Bank of Italy with Measure dated 2 December 2014, of a 20% interest of the share capital of UnipolSai Investimenti SGR (100% held by UnipolSai) to Immobiliare Grande Distribuzione – Società di Investimento Immobiliare Quotata SpA ("IGD") was finalised. This transaction was envisaged by the investment agreement signed on 7 August 2014 by UnipolSai and IGD covering a planned partnership to achieve common business objectives.
In addition, on 17 June 2015, fulfilling the request by the Bank of Italy aimed at making the set-up of the Unipol Banking Group compliant with the new regulations applicable to banking groups pursuant to Circular no. 285 issued by the Bank of Italy on 17 December 2013, after obtaining the authorisations required by law, UnipolSai transferred to the parent company Unipol a share equal to 51% of the share capital of UnipolSai Investimenti SGR.

Establishment by the Parent company Unipol of the tax regime for the group taxation of income (so called "tax consolidation") for the three year period of 2015-2017, in its capacity as consolidating company

Starting from 2015 and for the three year period 2015-2017, a single tax consolidation was established with the consolidating Unipol and all the companies belonging to the Unipol Group in their capacity as consolidated companies, thus discontinuing the current tax consolidation pertaining to the holding company Finsoe, which, at the conclusion of the conversion of the preference shares of Unipol into ordinary shares, had reduced its shareholding in the ordinary share capital of Unipol to under 50%, as well as the other two independent tax consolidations pertaining to UnipolSai and Arca Vita.

Salient aspects of business operations

The UnipolSai Group ended the first six months of 2015 with the **consolidated profit of €455m** (€357m at 30/06/2014) to which the Insurance sector contributed €519m (€381m at 30/06/2014), of which €337m relating to Non-Life business (€301m at 30/06/2014) and €183m to Life business (€81m at 30/06/2014).
The results of the other sectors in which the Group carries out business are as follows:

- the Real estate sector recorded a negative result of €59m (-€23m at 30/06/2014), affected by write-downs for €69m (€21m at 30/06/2014);
- the Other Businesses sector recorded a negative result of €5m (-€1m at 30/06/2014).

The important factors that marked the performance of the Group included the following:

- **direct insurance premiums**, gross of ceded premiums, totalled €7,284m (€8,907m at 30/06/2014, -18.2%, *estimated operating figure -14.2%*). Non-Life direct premiums amounted to €3,772m (€4,437m at 30/06/2014, -15%, *estimated operating figure -6.2%*) whereas Life direct premiums amounted to €3,512m (€4,471m at 30/06/2014, -21.5%), of which €24m was related to Life investment products (€23m at 30/06/2014).

- **premiums earned**, net of reinsurance transfers, amounted to €7,012m (€8,790m at 30/06/2014), of which €3,529m in the Non-Life business (€4,350m at 30/06/2014) and €3,484m in the Life business (€4,440m at 30/06/2014);

- **net charges relating to claims**, net of reinsurance, amounted to €6,309m (€7,684m at 30/06/2014), of which €2,396m from Non-Life business (€2,932m at 30/06/2014) and €3,913m from Life business (€4,752m at 30/06/2014), including €135m in net gains on financial assets and liabilities at fair value (€272m at 30/06/2014);

- **loss ratio** of direct Non-Life business was 68.5%, (67.7% at 30/06/2014);

- **operating expenses** amounted to €1,210m (€1,375m at 30/06/2014). In the Non-Life business, operating expenses amounted to €1,009m (€1,139m at 30/06/2014), €178m in the Life business (€203m at 30/06/2014), €21m in the Other Business sector (€38m at 30/06/2014) and €14m in the Real Estate sector (€7m at 30/06/2014);

- the **combined ratio** of direct Non-Life business was 96.0%, (94.0% at 30/06/2014);

- **net gains on investments and financial income** from financial assets and liabilities (excluding net gains on financial assets and liabilities at fair value relating to Life business) amounted to €1,308m (€1,039m at 30/06/2014);

- **pre-tax Profit (Loss)** amounted to €645m (€560m at 30/06/2014);

- **taxation** represented, for the period, a net expense of €190m (€202m at 30/06/2014) with a tax rate of 29.5% (36.1% at 30/06/2014);

- net of the €17m profit attributable to non-controlling interests, the **profit attributable to the owners of the Parent** at 30 June 2015 **was a positive €438m** (€333m at 30/06/2014);

- the **Comprehensive Income Statement** result was a profit of €58m (positive by €950m at 30/06/2014), due to the increase in the reserve for gains or losses on available-for-sale financial assets;

- investments and cash and cash equivalents amounted to €62,476m (€62,878m at 31/12/2014), after having reclassified €61m under assets held for disposal, pursuant to IFRS 5;

- technical provisions and financial liabilities amounted to €59,502m (€60,041m at 31/12/2014), after reclassifying, pursuant to IFRS 5, under liabilities held for disposal €47m of Non-Life technical provisions;

- following application of IFRS 5, €67m (€24m at 31/12/2014) were reclassified under Total non-current assets or assets of a disposal group, of which €44m related to the insurance company Dialogo Assicurazioni, currently in the process of being transferred to Linear Assicurazioni, and €23m of properties (€9m at 31/12/2014) and under the Liabilities associated with disposal groups €52m (€3m at 31/12/2014) also related to Dialogo Assicurazioni.

Following is a summary of the Consolidated Income Statement at 30 June 2015, divided by business segment: insurance (Non-Life and Life), other businesses and real estate, compared with the figures at 30 June 2014.

Sintesi conto economico consolidato gestionale per settori

Valori in Milioni di Euro	RAMI DANNI			RAMI VITA			SETTORE ASSICURATIVO			SETTORE ALTRE ATTIVITA'			SETTORE IMMOBILIARE (*)			Elisioni intersettoriali			TOTALE CONSOLIDATO		
	giu-15	giu-14	*var.%*	giu-15	giu-14	*var.%*	giu-15	giu-14	*var.%*	giu-15	giu-14	*var.%*	giu-15	giu-14	*var.%*	giu-15	giu-14	*var.%*	giu-15	giu-14	*var.%*
Premi netti	3.529	4.350	*-18,9*	3.484	4.440	*-21,5*	7.012	8.790	*-20,2*										7.012	8.790	*-20,2*
Commissioni nette										0	5	*n.s.*				0	-6	*n.s.*	0	-1	*n.s.*
Proventi/oneri finanziari (escl. att/pass designate a fair value)	488	346	*41,3*	885	686	*29,1*	1.374	1.032	*33,2*	0	33	*n.s.*	-50	-16	*n.s.*	-16	-10	*-55,4*	1.308	1.039	*25,9*
Interessi netti	*172*	*202*		*531*	*540*		*703*	*742*		*1*	*30*		*-1*	*-1*					*703*	*770*	
Altri proventi e oneri	*40*	*31*		*35*	*-11*		*76*	*19*			*1*		*20*	*19*		*-16*	*-10*		*80*	*30*	
Utili e perdite realizzate	*243*	*153*		*270*	*150*		*513*	*304*			*8*		*-1*						*512*	*311*	
Utili e perdite da valutazione	*33*	*-40*		*49*	*7*		*81*	*-33*			*-5*		*-68*	*-34*					*13*	*-72*	
Oneri netti relativi ai sinistri	-2.396	-2.932	*-18,3*	-3.913	-4.752	*-17,7*	-6.309	-7.684	*-17,9*										-6.309	-7.684	*-17,9*
Spese di gestione	-1.009	-1.139	*-11,4*	-178	-203	*-12,4*	-1.187	-1.343	*-11,6*	-21	-38	*-45,1*	-14	-7	*91,9*	12	13	*-8,6*	-1.210	-1.375	*-12,0*
Provvigioni e altre spese di acquisizione	*-808*	*-913*	*-11,5*	*-100*	*-128*	*-21,7*	*-908*	*-1.041*	*-12,8*										*-908*	*-1.041*	*-12,8*
Altre spese	*-201*	*-226*	*-11,2*	*-78*	*-75*	*3,5*	*-279*	*-301*	*-7,5*	*-21*	*-38*	*-45,1*	*-14*	*-7*	*91,9*	*12*	*13*	*-7,0*	*-302*	*-334*	*-9,6*
Altri proventi/oneri	-130	-171	*23,8*	-28	-43	*35,2*	-158	-213	*26,1*	14	7	*112,4*	-17	-7	*n.s.*	4	3	*22,4*	-156	-210	*25,5*
Utile (perdita) ante imposte	482	453	*6,3*	251	129	*94,1*	733	583	*25,7*	-6	8	*n.s.*	-81	-30	*-173,7*	0	0	*n.s.*	645	560	*15,2*
Imposte	-145	-153	*-4,8*	-68	-49	*39,9*	-214	-201	*6,0*	1	-7	*n.s.*	22	7	*n.s.*				-190	-202	*-5,8*
Utile (perdita) attività operative cessate										0	-1	*n.s.*							0	-1	*n.s.*
Utile (perdita) consolidato	337	301	*11,9*	183	81	*126,9*	519	381	*36,2*	-5	-1	*n.s.*	-59	-23	*-155,5*	0	0	*n.s.*	455	357	*27,4*
Utile (perdita) di Gruppo																			*438*	*333*	
Utile (perdita) di terzi																			*17*	*25*	

(*) il Settore Immobiliare include solo le società immobiliari controllate da UnipolSai

Insurance Sector

The Group's insurance business closed the period with a total **net profit of €519m** (€381m at 30/06/2014), of which €337m relating to the Non-Life sector (€301m at 30/06/2014) and €183m relating to the Life sector (€81m at 30/06/2014).

Total premiums (direct and indirect premiums and investment products) at 30 June 2015 amounted to €7,311m (€8,933m at 30/06/2014). Life premiums amounted to €3,513m (€4,472m at 30/06/2014) and Non-Life premiums totalled €3,799m (€4,460m at 30/06/2014).

All Non-Life premiums of Group insurance companies are classified under insurance premiums, as they meet the requirements of IFRS 4 (presence of significant insurance risk).
As regards Life premiums, investment products at 30 June 2015 worth €24m related to Class III (Unit- and Index-Linked policies) and Class VI (pension funds).

Consolidated premiums

Amounts in €m	30/6/2015	*% comp.*	30/6/2014	*% comp.*	*% var.*
Non-Life direct premiums	3,772		4,437		-15.0
Non-Life indirect premiums	26		24		9.4
Total Non-Life premiums	3,799	52.0	4,460	49.9	-14.8
Life direct premiums	3,487		4,447		-21.6
Life indirect premiums	1		1		-26.2
Total Life business premium income	3,488	47.7	4,449	49.8	-21.6
Total Life investment products	24	0.3	23	0.3	4.2
Total Life business premium income	3,513	48.0	4,472	50.1	-21.5
Overall total	7,311	100.0	8,933	100.0	-18.2

Direct premiums amounted to €7,284m (€8,907m at 30/06/2014), of which Non-Life premiums totalled €3,772m and Life premiums €3,512m.

Direct premium income

Amounts in €m	30/6/2015	*% comp.*	30/6/2014	*% comp.*	*% var.*
Non-Life direct premiums	3,772	51.8	4,437	49.8	-15.0
Life direct premiums	3,512	48.2	4,471	50.2	-21.5
Total direct premium income	7,284	100.0	8,907	100.0	-18.2

Premiums in the second quarter of 2015 alone amounted to €3,542m (€4,805m in the second quarter of 2014).

With regard to Non-Life claims, in the MV TPL class, the technical indicators remained positive due to constant average cost control and to provisions for previous year claims as well as claim frequency, both showing improvements after the declines recorded in recent years. The Non-MV classes were impacted by significant material damages caused by an exceptionally severe weather event (wind storm) which hit Tuscany in early March.
The **loss ratio** for Non-Life direct business alone, including the OTI ratio, stood at 68.5% (67.7% at 30/06/2014). The deterioration is mostly due to the weather event cited above.

The number of claims reported, without considering the MV TPL class, fell by 3.1%.

Number of claims reported (excluding MVTPL)			
	30/6/2015	30/6/2014	% var.
Land Vehicle Hulls (class 3)	144,589	170,295	-15.1
Accident (class 1)	72,547	74,726	-2.9
Health (class 2)	255,209	227,479	12.2
Fire and Other damage to property (classes 8 and 9)	155,014	163,538	-5.2
General TPL (class 13)	52,826	61,695	-14.4
Other classes	172,001	182,040	-5.5
Total	852,186	879,773	-3.1

As regards the MV TPL class, where the Card agreement is applied[2], in the first six months of 2015, cases relating to "fault" claims (Non-Card, Debtor Card or Natural Card) reported totalled 327,956, down 15.5% (388,221 at 30/06/2014). This difference was influenced by the exit of the policies transferred to Allianz from the portfolio, which took place gradually in 2014 from July onwards: the estimated operating difference is around -5.0%.

Claims reported that present at least Debtor Card amounted to 191,867, down 17.3% compared to the same period of the previous year (estimated operating difference -6.4%).

Handler Card claims reported totalled 235,212 (including 56,736 Natural Card claims, namely claims between policyholders at the same company), down by 17.1% (estimated operating difference -5.3%). The settlement rate for the first half of 2015 was 67.1% as compared to 67.5% recorded in the same period of the previous year.

The weight of cases to which the Card agreement may be applied (both Handler Card and Debtor Card claims) out of total cases (Non-Card + Handler Card + Debtor Card) at June 2015 came to 84.3% (84.8% at June 2014).

The direct business **expense ratio**, despite the drop in operating costs expressed in absolute values, was 27.5% due to the impact of the decline in premiums and the shift of the sales mix toward a type of premium that is characterised by higher commissions in addition to the greater impact of variable commissions directly related to technical upgrades.
The **combined ratio**, based on direct business, was 96.0% at 30 June 2015 (94.0% at 30/06/2014).

As regards the Life segment, the expense ratio remained substantially stable at 4.5%, compared to the first half of 2014.

[2] Card - Convenzione tra Assicuratori per il Risarcimento Diretto - Agreement between Insurers for Direct Compensation: MV TPL claims may be classified as one of three cases of claims managed:

- Non-Card claims: claims governed by the ordinary regime, to which CARD is not applied;
- Debtor Card claims: claims governed by CARD where "our" policyholder is fully or partially liable, which are settled by the counterparty's insurance companies, to which "our" insurance company must pay a flat rate pay-out ("Debtor Flat Rate");
- Handler Card claims: claims governed by CARD where "our" policyholder is fully or partially not liable, which are settled by "our" insurance company, to which the counterparty's insurance companies must pay a flat rate pay-out ("Handler Flat Rate").

However, it must be noted that this classification is a simplified representation because, in reality, each individual claim may contain damages included in each of the three above-indicated cases.

Non-Life business performance

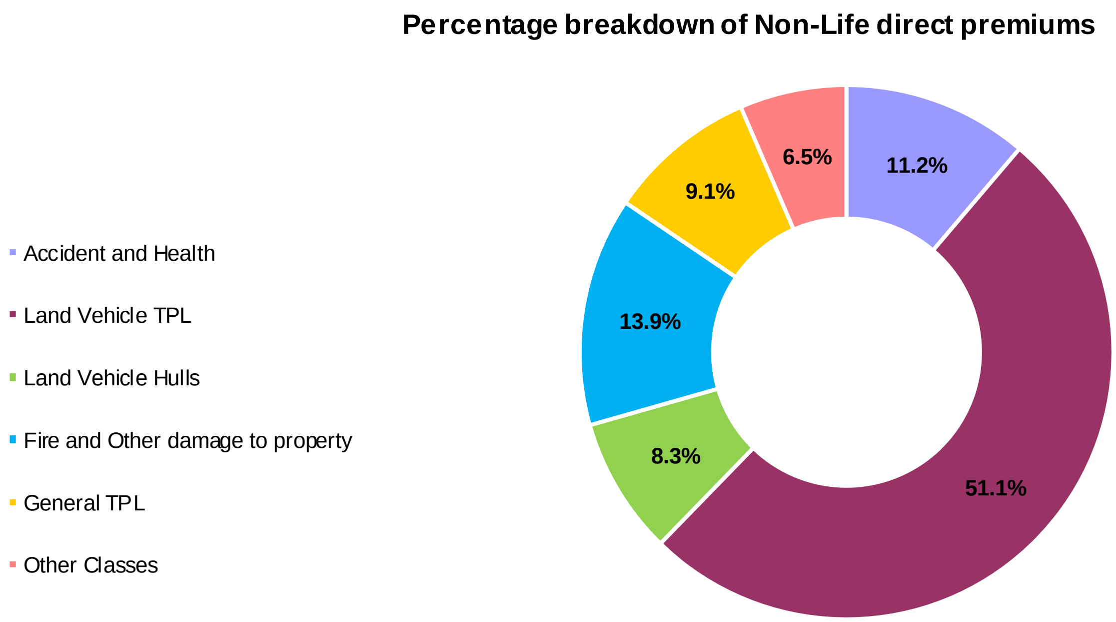
Total Non-Life premiums (direct and indirect) at 30 June 2015 amounted to €3,799m (€4,460m at 30/06/2014).

Direct business premiums alone amounted to €3,772m (€4,437m at 30/06/2014). Indirect business premiums amounted to €26m (€24m at 30/06/2014).

The breakdown of direct business relating to the main classes compared with 30 June 2014 is illustrated in the following table:

Non-Life business direct premium income

Amounts in €m	30/6/2015	*% comp.*	30/6/2014	*% comp.*	*% var.*
Land, sea, lake and river motor vehicles TPL (classes 10 and 12)	1,926		2,410		*-20.1*
Land Vehicle Hulls (class 3)	313		361		*-13.3*
Total premiums - Motor vehicles	2,240	*59.4*	2,772	*62.5*	*-19.2*
Accident and Health (classes 1 and 2)	423		480		*-11.7*
Fire and Other damage to property (classes 8 and 9)	523		569		*-8.1*
General TPL (class 13)	342		347		*-1.6*
Other classes	245		269		*-9.0*
Total premiums - Non-Motor vehicles	1,533	*40.6*	1,665	*37.5*	*-7.9*
Total Non-Life direct premiums	3,772	*100.0*	4,437	*100.0*	*-15.0*



Premiums declined in the first half of 2015, feeling the full effects of the transfer of the business unit comprised by agencies of the former Milano Assicurazioni to Allianz, and the related transfer of the portfolio outstanding at the end of 2014.
Premium volumes also continued to be affected by a steady competitive trend reflected in the gradual fall of the average premium, particularly in the MV TPL class. In this scenario, the consolidated Non-Life direct premiums of UnipolSai totalled €3,772m (-15.0% compared to the figures for the first half of 2014, *estimated operating figure -6.2%*). Premiums in the MV TPL business stood at €1,926m, down by 20.1% compared to the

first half of 2014 (*estimated operating figure -9.1%).* A decline was also recorded in the Land Vehicle Hulls business with premiums totalling €313m, -13.3% (*estimated operating figure -3.1%*). The Non-MV segment, affected by a still weak macroeconomic scenario, despite a slight recovery, showed more resilience with premiums amounting to €1,533m, down by 7.9% (*estimated operating figure -2.9%*).
During the half-year, UnipolSai intensified its sales activities aiming at relaunching its product lines, such as the development of new network and customer relationship models as well as the launch, in February, of the new UnipolSai advertising campaign aiming at consolidating the positive performance in the sale of policies with zero-interest monthly payments, in synergy with the Unipol Group's banking business. UnipolSai aims to offer additional services within the health segment thanks to the network of private health facilities partnered with Unisalute, and to expand its business proposal with the offering of other insurance policies at zero-interest monthly payments, covering family's needs.

Performance of the main Group companies in the first half of 2015 is summarised in the following table:

Amounts in €m	Premiums written	Variation	Investments	Gross Technical Provisions
NON-LIFE INSURANCE SECTOR				
UNIPOLSAI ASSICURAZIONI SpA	3,603	-15.1%	17,948	15,559
DDOR NOVI SAD ADO	37	-6.6%	38	70
INCONTRA ASSICURAZIONI SpA	35	-4.8%	124	140
LIGURIA ASS.NI SpA	59	-24.8%	349	348
PRONTO ASSISTANCE SpA	31	-23.2%	18	1
SIAT SpA	57	-11.3%	116	292

Direct premiums relating to UnipolSai alone, the Group's main company, stood at €3,583m (€4,211m at 30/06/2014, -14.9%, *estimated operating figure -5.6%*), of which €2,174m in the MV classes (€2,689m at 30/06/2014, -19.2%, *estimated operating figure 7.9%*) and €1,409m in the Non-MV classes (€1,522m at 30/06/2014, -7.4%, *estimated operating figure -1.9%*).

In the MV classes, premiums in the MV TPL class amounted to €1,869m (€2,338m at 30/06/2014, -20.0%, *estimated operating figure -8.7%*) and to €305m in the Land Vehicle Hulls class (€352m at 30/06/2014, -13.3%, *estimated operating figure -2.7%*).

The MV segment recorded a sharp decrease in premiums, especially in the MV TPL class, due to three main factors: the fall in the average premium (due to manoeuvres that were necessary in a particularly intense competitive arena), the transfer of the business unit to Allianz, and the fall in the number of contracts in the portfolio in the first quarter, which stopped in the second quarter. The drop in premiums of the Land Vehicle Hulls class, although not as sharp as that of the MV TPL class, was a direct consequence of the current trend for mandatory coverage, also conditioned by a reduction in expenditure for non-mandatory insurance and the ageing of the vehicle fleet on the road.

The market continued to be highly competitive, especially in the southern regions, and this led to the need to provide the agency network with new and additional instruments, enabling it to make the offer more competitive both in terms of new customers and renewals, particularly in the second quarter.

In 2015, we have continued to make considerable investments to support our range of products and services, in particular the communications campaign on leading national media, the Interest-Free Loan and the installation of Unibox and Smart Car black boxes, a segment in which the Company has confirmed its position as market leader.

In the area of claims, the declining trend in the frequency of MV TPL claims continued, which reflected on a further decrease in the number of claims and the related cost.

The decrease in premiums in Non-MV classes regarded both businesses and individuals. The economic situation had a decisive impact, as well as the effect of the transfer of the business unit to Allianz, estimated to have been around 5.5 percentage points.

DDOR Novi Sad at 30 June 2015 substantially broke even, against a loss of €2m recorded in the first half of the previous year, even though gross premiums were slightly down, due to the continuing recession in the macroeconomic scenario of the Serbian insurance market. As regards the core business line, premiums in the MV TPL class recorded a significant rise (of 36.5%), mostly due to the increase in tariffs, implemented from the second half of last year, and to the growth of market share.

Dialogo Assicurazioni, which places insurance products of the MV and Protection of Assets and Individuals businesses through the telephone channel and the Internet, recorded direct premiums issued of €9m in the first six months of 2015, marking a decrease of 18% compared to the same period of the previous year. The technical result showed an overall improvement, albeit still a loss, mainly due to the performance of the MV TPL class. In the first half of 2015, the company substantially broke even, compared to a loss of €2m recorded in the first half of 2014.

Liguria Società di Assicurazioni closed the period to 30 June 2015 with a net profit of around €1m, down compared to the figure recorded for the first half of 2014 (€6m). Total premiums amounted to €59m, down compared to the first half of last year (€79m, -25%). More specifically, the MV TPL class recorded a decrease of 28% and Land Vehicle Hulls a fall of 26%, while Other Non-Life classes recorded a drop of 19%. As regards technical performance, an improvement was recorded in the trend of claims for the year of the MV TPL class, with claims down by 17%, while the combined ratio before reinsurance deteriorated, recording a figure of 103% against 97% at 30 June 2014, due both to the fall in premiums issued, and to the prudent approach taken as regards reserves in some Non-MV classes, in particular General TPL and Bonds.

SIAT recorded a profit of around €2m for the period in question (€3m at 30/06/2014), with total premiums at €57m (€64m in the first half of 2014). Total new premiums in the first half of 2015 recorded a decline, both as regards business acquired through brokers, and those subscribed indirectly. More specifically, as regards the latter, as they mostly relate to transfers from Group companies, they suffered from the sale of the assets of the former Milano Assicurazioni to third parties. More specifically, the direct premiums of the Sea, lake and river vessels class recorded a decrease that was mainly attributable to the continuing difficult market situation, characterised by a downtrend of premium rates. The time misalignment relating to certain policies with terms of over one year (18 months), whose renewal is envisaged in the second half of this year, also contributed to this decrease.

Life business performance

Total Life premiums (direct and indirect premiums) amounted to €3,513m (€4,472m at 30/06/2014, -21.6%). Direct premiums, which comprise almost all premiums, break down as follows:

Life business direct premium income

Amounts in €m	30/6/2015	% comp.	30/6/2014	% comp.	% var.
Premiums					
I - Whole and term Life insurance	1,995	57.2	2,883	64.8	-30.8
III - Unit-linked/index-linked policies	903	25.9	1,125	25.3	-19.7
IV - Health	1	0.0	1	0.0	12.3
V - Capitalisation insurance	371	10.7	233	5.2	59.1
VI - Pension funds	217	6.2	206	4.6	5.3
Total Life business premium income	3,487	100.0	4,447	100.0	-21.6
Investment products					
III - Unit-linked/index-linked policies	2	9.8	4	16.2	-37.0
VI - Pension funds	22	90.2	20	83.8	12.2
Total Life investment products	24	100.0	23	100.0	4.2
Total premium income					
I - Whole and term Life insurance	1,995	56.8	2,883	64.5	-30.8
III - Unit-linked/index-linked policies	906	25.8	1,129	25.2	-19.8
IV - Health	1	0.0	1	0.0	12.3
V - Capitalisation insurance	371	10.6	233	5.2	59.1
VI - Pension funds	239	6.8	225	5.0	5.9
Total Life business direct premium income	3,512	100.0	4,471	100.0	-21.5

Performance of the main Group companies in the first half of 2015 is summarised in the following table:

Amounts in €m	Premiums written	Variation	Investments	Gross Technical Provisions
LIFE INSURANCE SECTOR				
UNIPOLSAI ASSICURAZIONI SpA	1,800	-5.6%	31,423	27,805
BIM VITA SpA	101	32.1%	804	724
POPOLARE VITA SpA	1,191	-33.9%	8,249	7,819
THE LAWRENCE LIFE ASS. CO Ltd	406	-39.5%	2,758	3,089

Direct premiums relating to UnipolSai alone, stood at €1,799m (€1,906m at 30/06/2014, -5.6%), of which €1,207m in class I (€1,452m at 30/06/2014, -16.9%), down with respect to the same period of the previous year. This result reflected the transfer of several agencies of the former Milano Assicurazioni to Allianz, and the reinvestment, in May and June 2014, of a significant portion of maturing policies.
The increase of class V to €353m (€227m at 30/06/2014, +55.5%) is due to an additional payment on an important contract with the Sicily Region Employee Pension Fund, amounting to €130m.
As in previous years, the traditional class I and V policies had a predominant impact on the total premiums of the individuals segment (99.0%), once again showing the preference of customers for products offering financial protection such as the revaluable products.

Popolare Vita recorded a profit of €35m for the period (€52m at 30/06/2014), of which €7m came from the valuation of the subsidiary The Lawrence Life. Gross premiums recorded amounted to €1,191m (€1,800m at 30/06/2014). The volume of total investments (Non-Life and Life sectors) reached the amount of €8,253m, of which €77m referred to the value of the interest in The Lawrence Life.

Pension Funds

The UnipolSai Group, through its Holding Company, retained its leading position in the supplementary pension market, despite a difficult competitive context.

At 30 June 2015, through UnipolSai, it managed a total of 20 Occupational Pension Fund mandates (12 of which for accounts "with guaranteed capital and/or minimum return") and resources of €3,830m (of which €2,744m with guaranteed capital). At 31 December 2014, Occupational Pension Fund mandates totalled 21 (13 of which for accounts "with guaranteed capital and/or minimum return") and resources of €3,719m (of which €2,671m with guaranteed capital).

As regards Open Pension Funds, the UnipolSai Group manages eight open pension funds (Unipol Insieme, Unipol Previdenza, Conto Previdenza, Fondiaria Previdente, Fondo Pensione Aperto Sai, Fondo Pensione Aperto UnipolSai, Fondo Pensione Aperto Popolare Vita and Fondo Pensione Aperto BIM Vita).
At 30 June 2015, the above open funds recorded a total of 45,108 members, and total assets of €756m.
At 31 December 2014, there were 8 Open Pension Funds, with total assets of €802m and a total of 45,157 members.

Reinsurance

Indirect business

Indirect Non-Life and Life **premiums** totalled €27m at 30 June 2015 (€25m at 30/06/2014), €26m of which referred to premiums from Non-Life business (€24m at 30/06/2014) and €1m to the Life business (€1m at 30/06/2014).

Indirect business					
Amounts in €m	30/6/2015	*% comp.*	30/6/2014	*% comp.*	*% var.*
Non-Life premiums	26	*96.5*	24	*95.0*	*9.4*
Life premiums	1	*3.5*	1	*5.0*	*-26.2*
Total indirect premiums	27	*100.0*	25	*100.0*	*7.6*

Reinsurance ceded

Group **premiums ceded** totalled €255m (€238m at 30/06/2014), €250m of which from Non-Life premiums ceded (€230m at 30/06/2014) and €5m from Life premiums ceded (€8m at 30/06/2014).

Premiums ceded					
Amounts in €m	30/6/2015	*% comp.*	30/6/2014	*% comp.*	*% var.*
Non-Life premiums	250	*98.2*	230	*96.5*	*8.8*
Retention ratio - Non-Life business (%)	*93.4%*		*94.8%*		
Life premiums	5	*1.8*	8	*3.5*	*-43.4*
Retention ratio - Life business (%)	*99.9%*		*99.8%*		
Total premiums ceded	255	*100.0*	238	*100.0*	*7.0*
Overall retention ratio (%)	*96.5%*		*97.3%*		

The retention ratio is the ratio of premiums retained (total direct and indirect premiums net of premiums ceded) to total direct and indirect premiums. Investment products are not included in calculating this ratio.

UnipolSai Group reinsurance policy

As regards the risks underwritten in the Non-Life classes, from 2013 renewals, the reinsurance strategy of the new Group started to focus on developing synergies and economies of scale by acquiring standard insurance coverage for all Group companies. This process was further developed in 2014, and at the time of 2015 renewals, has obtained not only an increase in overall capacities, but also a reasonable cost saving.

The following Group cover was negotiated and acquired:
- excess of loss treaties for the protection of MV TPL, General TPL, Fire (by risk and by event), Theft, Accident and Transport portfolios;
- stop loss treaty for the Hail class;
- proportional treaties for Technological risk and Bonds portfolios (the retention of which is then protected by a “risk attaching” excess of loss), Aviation portfolios (Accident, Aircraft and TPL, the retention of which is protected by a “loss attaching” excess of loss), Assistance, Legal Expenses, “D & O” TPL and “multi-risk” policies underwritten in the Hail class.

As regards the Life business, 2015 renewals entailed assigning Group covers to two proportional treaties (individual and collective groups) in excess of the risk premium, protecting retention with a non-proportional cover by event, which regarded the Life and/or Accident classes. At the moment, the Unipol Assicurazioni Division and the Fondiaria-SAI Divisions continue to have separate cover, solely for the specific, and quantitatively modest guarantees, LTC (long term care) and Weighted Risks (survival).

In order to minimise the counterparty risk, reinsurance continued to be fragmented and placed with leading professional reinsurers rated very sound financially by the main rating agencies, in order to provide a comprehensive and competitive service.

Real Estate Sector

Work continues on the enhancement of the Group's real estate assets. Of the most important operations in this regard, we draw attention to the start-up of activities to renovate and enhance the property located in Milan, via Fara 41 "Torre Galfa", which has been totally vacant since 2001, and the redevelopment of the Torre Velasca property in Milan, the aim of this operation is to modernise the building, for both residential and office use. It should also be noted that work has begun, and will be concluded in 2017, on the redevelopment of the property in Milan, via Pantano 26/Corso di Porta Romana 19, which will partially be used for residential purposes and partially as management offices.

With regard to the real estate project to develop the area known as "Porta Nuova", located in Milan, please refer to the section entitled Management Report/Information on significant events during the first six months.

As regards the area in Milan in via Melchiorre Gioia at the corner of via Don Sturzo, owned by the Group, located in an urban redevelopment zone known as "Porta Nuova Garibaldi", preliminary design activities are underway for the construction of a new multi-storey building for its own use, the works for which should start before the end of the following year.

During the half-year, the process to dispose of a portion of the portfolio continued, by means of several transactions, which regarded, in particular, individual properties located throughout the country.

The key financial data for the Real Estate sector is summarised below:

	Income Statement - Real Estate Sector			
	Amounts in €m	30/6/2015	30/6/2014	*% var.*
1.3	Gains (losses) on financial instruments at fair value through profit or loss	-1	0	*n.s.*
1.5	Gains on other financial instruments and investment property	33	38	*-12.1*
1.6	Other revenue	11	11	*-1.3*
	Total revenue and income	43	48	*-11.2*
2.3	Losses on investments in subsidiaries, associates and interests in joint ventures	-5	-2	*n.s.*
2.4	Losses on other financial instruments and investment property	-77	-51	*50.0*
2.5	Operating expenses	-14	-7	*91.9*
2.6	Other costs	-28	-18	*59.6*
2	Total costs and expenses	-124	-78	*59.4*
	Pre-tax profit (loss) for the period	-81	-30	*n.s.*

The pre-tax result at 30 June 2015 was a loss of €81m (-€30m at 30/06/2014): this loss reflected write-downs of €69m relating to several properties (€21m at 30/06/2014) due to more updated disposal estimates over a medium-term time horizon.

Investments and cash and cash equivalents of the Real Estate sector (including instrumental properties for own use) totalled €1,770m at 30 June 2015 (€1,858m at 31/12/2014), consisting mainly of Investment property amounting to €1,562m (€1,640m at 31/12/2014).
Financial liabilities amounted to €163m at 30 June 2015 (€164m at 31/12/2014).

Other Businesses Sector

Commercial development activities of the diversified companies continued in the second quarter of 2015. These activities, along with redevelopment actions implemented in previous years and still in progress, achieved results which, in some cases mark a decisive improvement on the previous year, despite continued weakness in the market environment.

In the hotels segment, Atahotels substantially broke even, with a significantly improved result in comparison with the same period of 2014 (-€8m).
This positive result was mostly due to a significant improvement in business operations, which saw an increase in revenues of around €6m, driven, among other things, by the performance of operations in the Milan area, involved in the 2015 Milan Expo, and a substantial improvement in operating costs compared to the first half of 2014, due to the full impact of rationalisation activities.

During the half year, the subsidiaries Atahotels SpA and UnipolSai Investimenti SGR SpA signed agreements with UNA SpA regarding the acquisition, through two separate operations, respectively, of UNA's business unit for hotel management activities, and the relative portfolio of real estate held for hotel development. The acquisition of the business unit envisages a fee of €28m, while the price for the acquisition of the real estate portfolio is €259m. For further details of this operation, please refer to the Management Report section.

As regards the Florentine hub of medical clinics, Centro Oncologico Fiorentino reported a €4m loss, which is an improvement on the -€5m recorded at 30 June 2014. The limitation of negative results related to medical clinics is due to measures set in place over the past few years by the Unipol Group both to cut costs and to develop the commercial side of the business. More specifically, as regards the Centro Oncologico Fiorentino, the loss is due to an imbalanced cost/revenue structure, which cannot be rectified in the short term.

As regards agricultural activities, Tenute del Cerro recorded a loss of €1m (a loss of €1m at 30/06/2014). This result reflects the commercial costs incurred to launch promotional campaigns to increase awareness of the Tenute del Cerro brand and its wines, which is expected to obtain positive returns during the second half of this year and in future years. The first signs of recovery have been shown by a 12% rise in sales and a 14% improvement of the industrial margin.

The key income statement figures regarding the Other Businesses sector are provided below:

	Income Statement - Other Business			
	Amounts in €m	30/6/2015	30/6/2014	*% var.*
1.2	Commission income		9	*n.s.*
1.5	Gains on other financial instruments and investment property	1	42	*-96.9*
1.6	Other revenue	113	154	*-26.2*
	Total revenues and Income	115	205	*-44.1*
2.2	Commission expense	0	-4	*n.s.*
2.4	Losses on other financial instruments and investment property	-1	-9	*-90.9*
2.5	Operating expenses	-21	-38	*-45.1*
2.6	Other costs	-99	-147	*-32.6*
2	Total costs and expenses	-121	-198	*-39.0*
	Pre-tax profit (loss) for the period	-6	8	*n.s.*

At 30 June 2015, Investments and cash and cash equivalents of Other Businesses sector (including properties for own use of €125m) totalled €415m (€481m at 31/12/2014).

Financial Liabilities amounted to €43m (€94m at 31/12/2014).

Asset and financial management

Investments and cash and cash equivalents

Operations in the first half of 2015

In the first half of 2015, the investment policies implemented in the finance area pursued, in terms of medium/long-term investments, the general criteria of prudence and of preserving asset quality in accordance with the Guidelines defined in the Investment Policy. The objectives were achieved through:

- activities carried out in compliance with the instructions defined during the meetings of the Group's Investments Committee, by Financial Investments Committees, based on the analyses conducted by the competent departments;
- transactions geared towards reaching profitability targets consistent with the asset return profile and with the trend in liabilities over the long-term.

The guideline for the development of investment activities was maintaining a high standard of portfolio quality through a process for the selection of issuers based on the criteria of issuer diversification and strength, placing particular attention on the liquidity profile.

The bond segment was the main focus of operations, mainly affecting Italian government bonds.
In the first half of 2015, the exposure in government bonds fell by around €1.2bn. During the period, the net balance of Government bonds was positive on the Life segment (€228m), whereas it was negative on the Non-Life sector, where the decrease amounted to €1,436m.
Purchases on the Life portfolio involved mainly fixed rate securities, and were useful to meet the ALM requirements of the Segregated Funds, continuing the rationalisation of the maturity dates of liabilities with covering assets. This activity, carried out on the basis of the contractual commitments and the goals of the Business Plan, was also implemented by using zero coupon type government bonds, primarily BTP (Long-Term Treasury Bond) strips, which allow the protection of minimum guaranteed returns and of the coupon reinvestment risk in a deflationary macroeconomic scenario marked by low interest rates. Risk hedges were set in place for the Life portfolio to hedge the risk of a rise in interest rates, through derivative contracts focused on specific ALM requirements of several Segregated Funds.
Assets in Government bonds on the Non-Life segment was characterised by a sharp reduction in exposure in absolute value and by a remodulation of the due dates in the portfolio. Sales involved fixed rate securities with due dates in the area of 10 years or longer; repurchases focused on the very short-term portion (treasury bills and CTZ) or on variable rate securities (treasury credit certificates), index-linked to inflation. Operations in derivatives were also undertaken for the Non-Life portfolio to mitigate the risk of a rise in interest rates.
The non-government component of bond securities saw an increase in overall exposure of €1,370m in the first half of the year: around 60% of the increased exposure regarded financial issuers, for new premiums/subscriptions, while the remaining 40% regarded industrial issuers.
Asset portfolio simplification activities continued during the half year, with an overall reduction of €514m in level 2 and 3 structured bonds.

	30/06/2015			31/12/2014			variation	
Amounts in €m	Carrying amount	Market value	Implied +/-	Carrying amount	Market value	Implied +/-	Carrying amount	Market value
Structured securities - Level 1	4,405	4,481	76	3,313	3,481	168	1,092	1,000
Structured securities - Level 2	1,307	1,265	-42	1,384	1,346	-38	-77	-81
Structured securities - Level 3	454	410	-44	891	854	-37	-437	-444
Total structured securities	6,166	6,155	-11	5,589	5,681	92	577	474

In January 2015, the “Willow” structured security was sold for a total of around €438m and a capital gain of over €9m.

Share exposure increased during the half year by €423m; transactions were broken down based on individual shares and ETF (Exchange Traded Funds), representing share indexes. More specifically, exposure rose by €245m in the Life segment, while the increase in the Non-Life segment was €178m. To partially hedge this increase, put options on the Eurostoxx 50 index were purchased to maintain the value of the portfolio. The portfolio contained bonds with a good scope for future profits and a high profit flow: almost all equity instruments belong to the main European share indexes.
During the second quarter, the investment in SORIN SpA was disposed of as retained no longer strategic: the countervalue of this operation was €61m, and it generated capital gains of €34m.

Exposure to alternative funds, a category that includes Private Equity Funds and Hedge Funds, was stable at €375m.

Currency operations were conducted exclusively to hedge the currency risk of outstanding equity and bond positions.

The overall Group insurance portfolio duration stood at 5.55 years (3.16 years in the Non-Life segment and 6.73 years in the Life segment), up compared to the end of 2014 (5.22 years, of which 3.16 years in the Non-Life segment and 6.12 in the Life segment). The fixed rate and floating rate components of the bond portfolio remained stood at 78.8% and 21.2% respectively. The government component accounted for approximately 75.3% of the bond portfolio whilst the corporate component accounted for the remaining 24.7%, split into 18.1% financial and 6.6% industrial credit. Italian government bonds accounted for 69.4% of the total bond portfolio.

A total of 91% of the bond portfolio is invested in with a rating higher than BBB-: 2.8% of the total was between AAA and AA-, whilst 4.7% was rated A. The exposure to securities with a BBB rating was 83.5%.

At 30 June 2015, Group **Investments and cash and cash equivalents** totalled €62,476m (€62,878m at 31/12/2014), with the following breakdown by business segment:

Investments and cash and cash equivalents - Breakdown by business segment					
Amounts in €m	30/06/2015	% comp.	31/12/2014	% comp.	% var.
Insurance	60,480	96.8	60,844	96.8	-0.6
Other Businesses	415	0.7	481	0.8	-13.7
Real Estate	1,770	2.8	1,858	3.0	-4.8
Intersegment eliminations	-188	-0.3	-304	-0.5	-38.4
Total investments and cash and cash equivalents (*)	62,476	100.0	62,878	100.0	-0.6

(*) including properties for own use

The breakdown by investment category is as follows:

Investments and cash and cash equivalents					
Amounts in €m	30/6/2015	% comp.	31/12/2014	% comp.	% var.
Property (*)	3,791	6.1	3,896	6.2	-2.7
Investments in subsidiaries, associates and interests in joint ventures	530	0.8	608	1.0	-12.9
Held-to-maturity investments	1,434	2.3	1,420	2.3	1.0
Loans and receivables	5,196	8.3	5,169	8.2	0.5
Debt securities	4,411	7.1	4,215	6.7	4.6
Deposits with ceding companies	29	0.0	31	0.0	-7.3
Other loans and receivables	757	1.2	924	1.5	-18.0
Available-for-sale financial assets	41,258	66.0	42,114	67.0	-2.0
Financial assets at fair value through profit or loss	9,238	14.8	8,986	14.3	2.8
held for trading	505	0.8	348	0.6	45.4
at fair value through profit or loss	8,733	14.0	8,639	13.7	1.1
Cash and cash equivalents	1,030	1.6	684	1.1	50.5
Total investments and cash and cash equivalents	62,476	100.0	62,878	100.0	-0.6

(*) including properties for own use

In accordance with IFRS 5, Real Estate amounting to €23m (€9m at 31/12/2014), Loans and receivables amounting to €1m (zero at 31/12/2014), Held-for-sale financial assets amounting to €35m (€14m at 31/12/2014 and Cash and cash equivalents amounting to €2m (€1m at 31/12/2014), were reclassified under Assets held for disposal.

Net gains on investments and financial income

The breakdown of net gains (losses) on investments and financial income is shown in the table below:

Net investment income

Amounts in €m	30/6/2015	*% comp.*	30/6/2014	*% comp.*	*% var.*
Investment property	-45	*-3.3*	-41	*-3.7*	*9.7*
Gains/losses on investments in subsidiaries and associates and interests in joint ventures	4	*0.3*	-7	*-0.6*	*n.s.*
Net gains on held-to-maturity investments	28	*2.1*	37	*3.4*	*-22.8*
Net gains on loans and receivables	99	*7.3*	51	*4.7*	*93.6*
Net gains on available-for-sale financial assets	1,032	*76.0*	1,169	*107.2*	*-11.7*
Net gains on held-for-trading financial assets and at fair value through profit or loss (*)	238	*17.5*	-122	*-11.2*	*n.s.*
Balance on cash and cash equivalents	1	*0.1*	3	*0.3*	*-66.8*
Total net gains on financial assets, cash and cash equivalents	1,358	*100.0*	1,091	*100.0*	*24.5*
Net losses on held-for-trading financial liabilities and at fair value through profit or loss (*)	1		13		
Net losses on other financial liabilities	-50		-65		
Total net losses on financial liabilities	-50		-52		*-4.2*
Total net gains (*)	1,308		1,039		*25.9*
Net gains on financial assets at fair value (**)	155		293		
Net losses on financial liabilities at fair value (**)	-20		-21		
Total net gains on financial instruments at fair value (**)	135		272		*-50.4*
Total net gains on investments and net financial income	1,443		1,311		*10.1*

(*) excluding net gains and losses on financial instruments at fair value through profit or loss for which investment risk is borne by customers (index- and unit-linked) and arising from pension fund management.
(**) net gains and losses on financial instruments at fair value through profit or loss with investment risk borne by customers (index- and unit-linked) and arising from pension fund management.

At 30 June 2015, the following write-downs were booked to the income statement: write-downs of Real estate investments of €51m (€56m at 30/06/2014) and write-downs due to impairment on financial instruments classified in the Available-for-sale asset category of €2m (€8m at 30/06/2014).

The increase in net financial income (+25.9%), as already mentioned, was affected by gains from non-recurring disposals at those levels in the remaining portion of 2015.

Shareholders' equity

Shareholders' equity, excluding non-controlling interests, breaks down as follows:

Amounts in €m	30/6/2015	31/12/2014	*variation in amount*
Share capital	1,996	1,996	*0*
Other equity instruments	101	110	*-9*
Capital reserves	248	248	*0*
Income-related and other equity reserves	2,334	2,063	*272*
(Treasury shares)	-50	-50	*0*
Reserve for foreign currency translation differences	4	4	*0*
Gains/losses on available-for-sale financial assets	801	1,169	*-369*
Other gains and losses recognised directly in equity	-9	15	*-25*
Profit (loss) for the year	438	740	*-302*
Total shareholders' equity attributable to the owners of the Parent	5,863	6,295	*-432*

Movements in shareholders' equity recognised during the year with respect to 31 December 2014 are set out in the attached statement of changes in shareholders' equity.
The main changes in the year were as follows:

- a decrease due to the distribution of dividends amounting to €483m (including €9m in manufactured dividends);
- a decrease as a result of the fall in the reserve for gains and losses on available-for-sale financial assets, net of both the related tax liabilities and the part attributable to the policyholders and charged to insurance liabilities for €369m;
- an increase of €438m for Group profit of the period.

Shareholders' Equity attributable to non-controlling interests amounted to €325m (€340m at 31/12/2014). The profit for the period attributable to non-controlling interests amounted to €17m, in addition, dividends of €28m were paid to non-controlling interests.

Treasury shares and shares of the holding company

At 30 June 2015, UnipolSai held a total of 53,549,685 ordinary treasury shares, of which 725,620 directly and 52,824,065 indirectly through the subsidiaries UnipolSai Finance (38,454,775), UnipolSai Nederland (9,443,258), SAI Holding (3,225,720), Sainternational (1,254,300), Pronto Assistance (344,312) e Popolare Vita (101,700).

At 30 June 2015, UnipolSai held a total of 3,175,902 ordinary shares issued by the holding company Unipol Gruppo Finanziario SpA.
On 1 July 2015, following the assignment of shares to the Executives of the Unipol Group in accordance with the Share-based agreements for the period 2010-2012, the ordinary shares issued by the holding company and held by UnipolSai amounted to 3,108,860.

The UnipolSai Group held no shares issued by the indirect holding company Finsoe SpA at the end of the half year.

Technical provisions and financial liabilities

At 30 June 2015, Technical provisions amounted to €55,996m (€56,228m at 31/12/2014) and Financial liabilities totalled €3,506m (€3,813m at 31/12/2014).

Technical provisions and financial liabilities

Amounts in €m	30/6/2015	% comp.	31/12/2014	% comp.	% var.
Non-Life technical provisions	16,398	29.3	16,866	30.0	-2.8
Life technical provisions	39,598	70.7	39,362	70.0	0.6
Total technical provisions	55,996	100.0	56,228	100.0	-0.4
Financial liabilities at fair value	1,104	31.5	1,365	35.8	-19.1
Investment contracts - insurance companies	800	22.8	785	20.6	1.9
Other	304	8.7	580	15.2	-47.5
Other financial liabilities	2,402	68.5	2,447	64.2	-1.9
Subordinated liabilities	2,007	57.2	2,034	53.3	-1.3
Other	395	11.3	414	10.8	-4.6
Total financial liabilities	3,506	100.0	3,813	100.0	-8.0
Total	59,502		60,041		-0.9

Technical reserves amounting to €47m (zero at 31/12/2014) were reclassified, in accordance with IFRS 5 under Liabilities held for disposal.

UnipolSai Group Debt

For a correct representation of the accounts under examination, information is provided below of financial debt only, which is the total amount of the financial liabilities not strictly associated with normal business operations. Therefore liabilities constituting operating debt, i.e. liabilities directly or indirectly associated with assets, are excluded.

The situation is summarised in the following table, which shows a reduction in debt of about €31m.

Group debt (excluding Net Interbank funding)

Amounts in €m	30/06/2015	31/12/2014	var. in amount
Subordinated liabilities	2,007	2,034	-27
Due to banks and other borrowings	121	125	-4
Total debt	2,128	2,158	-31

The change in Subordinated liabilities related to the interest accrued during the period, while the reduction of Payables to banks and other borrowings related to the extinguishment of the mortgage loan disbursed to the subsidiary SRP Services following the sale of the property on which the mortgage had been granted.

Payables to banks and other lenders, totalling €121m, include €111m (unchanged compared to 31/12/2014) referring to the loan stipulated by the Closed Real Estate Fund Tikal R.E. with Mediobanca as Agent Bank. The loan, originally for €119m, was granted for the purchase of property and improvements. Since 2008, the

Fund has made use of interest rate derivatives in implementation of a policy hedging the potential risk of an increase in interest rates on the loan taken out.

Transactions with related parties

No transactions "of major relevance" with related parties took place in the first half of 2015 and neither did any transactions that, according to Art. 2427, paragraph 2 of the Civil Code, had any significant effect on UnipolSai's financial position and results of operations.

The "Procedure for the performance of related party transactions" is published on UnipolSai's website (www.unipolsai.com) in the Corporate Governance section.

As regards the disclosure required by IAS 24, please refer to paragraph 4.5 - Transactions with related parties in the Notes to the financial statements.

The main transactions "of minor relevance" carried out during the first half of 2015, already mentioned in the Management report, are listed below.

- transfer of 51% of UnipolSai Investimenti SGR by UnipolSai to the holding company, Unipol;
- transfer project of the insurance company Dialogo Assicurazioni to Linear Assicurazioni;
- purchase project of the insurance company Linear Life by UnipolSai;
- deposit of the proposal for the merger by incorporation into UnipolSai of its subsidiaries (Liguria - Società di Assicurazioni and Liguria Vita, Europa Tutela Giudiziaria, Sai Holding Italia, Systema Compagnia di Assicurazioni, UnipolSai Real estate and UnipolSai Servizi Tecnologici).

Significant events after the reporting period and business outlook

Significant events after the reporting period

No events of any particular significance took place after the end of the first half.

Business outlook

In July, the positive outcome of negotiations on Greek debt reduced the volatility of the spread of Italian government securities, even though new causes for uncertainty then arose in the financial markets, including the downturns recorded by the Chinese stock markets. The objective of financial operations continues to be to achieve consistency between assets and liabilities and to maintain a high standard of portfolio quality through criteria of diversification of the issuers that maintain particular focus on their strength and liquidity.

As far as the performance of the businesses in which the Group operates is concerned, there are no significant events to report; numerous marketing commercial initiatives continue, with a view to operating successfully in a very competitive market arena.

The Group is continuing to integrate some business management IT systems and to undertake activities focused on corporate simplification, already identified, as outlined in the strategies defined in the Business Plan.

Bologna, 6 August 2015

The Board of Directors

Condensed Consolidated Half-Yearly Financial Statements at 30/06/2015

Consolidated Financial Statements:

- *Statement of Financial Position*
- *Income Statement and Comprehensive Income Statement*
- *Statement of changes in shareholders' equity*
- *Statement of cash flows*

Consolidated Statement of Financial Position - Assets

	Amounts in €m	30/6/2015	31/12/2014
1	INTANGIBLE ASSETS	768.3	804.8
1.1	Goodwill	306.7	306.7
1.2	Other intangible assets	461.6	498.1
2	PROPERTY, PLANT AND EQUIPMENT	1,177.0	1,196.4
2.1	Property	1,072.5	1,072.0
2.2	Other tangible assets	104.5	124.4
3	TECHNICAL PROVISIONS - REINSURERS' SHARE	954.7	960.2
4	INVESTMENTS	60,374.3	61,122.0
4.1	Investment property	2,718.7	2,824.2
4.2	Investments in subsidiaries, associates and interests in joint ventures	529.7	608.4
4.3	Held-to-maturity investments	1,433.9	1,420.0
4.4	Loans and receivables	5,196.5	5,169.5
4.5	Available-for-sale financial assets	41,257.6	42,113.7
4.6	Financial assets at fair value through profit or loss	9,238.0	8,986.2
5	SUNDRY RECEIVABLES	2,739.9	3,395.1
5.1	Receivables relating to direct insurance business	1,199.7	1,630.8
5.2	Receivables relating to reinsurance business	61.6	89.8
5.3	Other receivables	1,478.6	1,674.6
6	OTHER ASSETS	1,037.8	813.9
6.1	Non-current assets or assets of a disposal group held for sale	66.6	23.6
6.2	Deferred acquisition costs	81.6	75.5
6.3	Deferred tax assets	305.3	221.8
6.4	Current tax assets	48.6	97.5
6.5	Other assets	535.6	395.6
7	CASH AND CASH EQUIVALENTS	1,029.7	684.0
	TOTAL ASSETS	68,081.7	68,976.5

Consolidated Statement of Financial Position - Shareholders' Equity and Liabilities

	Amounts in €m	30/6/2015	31/12/2014
1	SHAREHOLDERS' EQUITY	6,188.0	6,634.9
1.1	attributable to the owners of the Parent	5,863.2	6,295.2
1.1.1	Share capital	1,996.1	1,996.1
1.1.2	Other equity instruments	101.4	110.1
1.1.3	Capital reserves	247.8	247.8
1.1.4	Income-related and other equity reserves	2,334.5	2,062.8
1.1.5	(Treasury shares)	-49.5	-49.5
1.1.6	Reserve for foreign currency translation differences	3.8	3.8
1.1.7	Gains or losses on available-for-sale financial assets	800.6	1,169.3
1.1.8	Other gains or losses recognised directly in equity	-9.4	15.2
1.1.9	Profit (loss) for the year attributable to the owners of the Parent	437.9	739.5
1.2	attributable to non-controlling interests	324.8	339.7
1.2.1	Share capital and reserves attributable to non-controlling interests	277.0	261.5
1.2.2	Gains or losses recognised directly in equity	30.6	34.4
1.2.3	Profit (loss) for the year attributable to non-controlling interests	17.2	43.8
2	PROVISIONS	546.0	619.9
3	TECHNICAL PROVISIONS	55,996.1	56,228.5
4	FINANCIAL LIABILITIES	3,505.9	3,812.7
4.1	Financial liabilities at fair value through profit or loss	1,104.3	1,365.4
4.2	Other financial liabilities	2,401.5	2,447.3
5	PAYABLES	895.5	818.9
5.1	Payables arising from direct insurance business	144.3	143.7
5.2	Payables arising from reinsurance business	34.6	40.9
5.3	Other payables	716.7	634.4
6	OTHER LIABILITIES	950.3	861.6
6.1	Liabilities associated with disposal groups	52.2	2.6
6.2	Deferred tax liabilities	51.4	86.3
6.3	Current tax liabilities	16.2	15.7
6.4	Other liabilities	830.5	757.0
	TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES	68,081.7	68,976.5

Consolidated Income Statement

	Amounts in €m	30/6/2015	30/6/2014
1.1	Net premiums	7,012.2	8,790.4
1.1.1	*Gross premiums earned*	*7,242.4*	*9,005.9*
1.1.2	*Earned premiums ceded to reinsurers*	*-230.2*	*-215.5*
1.2	Commission income	4.5	7.7
1.3	Gains and losses on financial instruments at fair value through profit or loss	373.6	162.8
1.4	Gains on investments in subsidiaries, associates and interests in joint ventures	11.2	2.4
1.5	Gains on other financial instruments and investment property	1,345.0	1,473.4
1.5.1	*Interest income*	*747.1*	*794.4*
1.5.2	*Other income*	*92.7*	*113.7*
1.5.3	*Realised gains*	*473.8*	*496.7*
1.5.4	*Unrealised gains*	*31.3*	*68.5*
1.6	Other revenue	222.5	203.1
1	TOTAL REVENUE AND INCOME	8,968.9	10,639.7
2.1	Net charges relating to claims	-6,443.8	-7,955.6
2.1.1	*Amounts paid and changes in technical provisions*	*-6,558.0*	*-8,044.5*
2.1.2	*Reinsurers' share*	*114.2*	*88.9*
2.2	Commission expense	-4.1	-8.7
2.3	Losses on investments in subsidiaries, associates and interests in joint ventures	-7.3	-9.3
2.4	Losses on other financial instruments and investment property	-279.2	-318.0
2.4.1	*Interest expense*	*-47.5*	*-28.5*
2.4.2	*Other charges*	*-20.6*	*-61.3*
2.4.3	*Realised losses*	*-82.5*	*-133.8*
2.4.4	*Unrealised losses*	*-128.6*	*-94.3*
2.5	Operating expenses	-1,210.2	-1,374.9
2.5.1	*Commissions and other acquisition costs*	*-908.1*	*-1,040.9*
2.5.2	*Investment management expenses*	*-54.9*	*-43.5*
2.5.3	*Other administrative expenses*	*-247.1*	*-290.6*
2.6	Other costs	-378.9	-412.9
2	TOTAL COSTS AND EXPENSES	-8,323.5	-10,079.2
	PRE-TAX PROFIT (LOSS) FOR THE YEAR	645.5	560.5
3	Income tax	-190.4	-202.1
	PROFIT (LOSS) FOR THE YEAR AFTER TAXES	455.0	358.4
4	PROFIT (LOSS) FROM DISCONTINUED OPERATIONS	0.0	-1.1
	CONSOLIDATED PROFIT (LOSS)	455.0	357.3
	of which attributable to the owners of the Parent	437.9	332.7
	of which attributable to non-controlling interests	17.2	24.5

Comprehensive Income Statement

Amounts in €m	30/6/2015	30/6/2014
CONSOLIDATED PROFIT (LOSS)	455.0	357.3
Other income items net of taxes not reclassified to profit or loss	10.1	0.0
Change in the shareholders' equity of the investees	3.8	4.5
Change in the revaluation reserve for intangible assets	0.0	0.0
Change in the revaluation reserve for property, plant and equipment	0.0	0.0
Gains and losses on non-current assets or disposal groups held for sale	0.0	0.0
Actuarial gains and losses and adjustments relating to defined benefit plans	6.3	-3.3
Other items	0.0	-1.2
Other income items net of taxes reclassified to profit or loss	-407.3	592.9
Change in the reserve for foreign currency translation differences	0.0	-4.0
Gains or losses on available-for-sale financial assets	-372.6	569.6
Gains or losses on cash flow hedges	-34.7	27.3
Gains or losses on hedges of a net investment in foreign operations	0.0	0.0
Change in the shareholders' equity of the investees	0.0	0.0
Gains and losses on non-current assets or disposal groups held for sale	0.0	0.0
Other items	0.0	0.0
TOTAL OTHER COMPREHENSIVE INCOME (EXPENSE)	-397.2	592.9
TOTAL CONSOLIDATED COMPREHENSIVE INCOME (EXPENSE)	57.9	950.1
of which attributable to the owners of the Parent	*44.5*	*933.9*
of which attributable to non-controlling interests	*13.3*	*16.3*

The changes in the Comprehensive Income Statement referring to the first half 2014 do not include the amounts allocated at 1 January 2014 arising from the merger (€132m).

Statement of Changes in Shareholders' Equity

	Amounts in €m	Balance at 31/12/2013	Changes to closing balances	Amounts allocated	Adjustments from reclassification to profit or loss	Transfers	Changes in investments	Balance at 30/6/2014
Equity attributable to the owners of the Parent	Share capital	1,194.6	0.0	801.6		0.0		1,996.1
	Other equity instruments	0.0	0.0	0.0		0.0		0.0
	Capital reserves	198.9	0.0	48.9		0.0		247.8
	Income-related and other equity reserves	115.6	0.0	2,427.4		-376.3	0.0	2,166.6
	(Treasury shares)	-0.1	0.0	-49.4		0.0		-49.5
	Profit (loss) for the period	288.4	0.0	222.9		-178.5		332.7
	Other comprehensive income (expense)	527.9	0.0	477.8	66.2	0.0	0.0	1,071.9
	Total attributable to the owners of the Parent	2,325.2	0.0	3,929.1	66.2	-554.9	0.0	5,765.6
Equity attributable to non-controlling interests	Share capital and reserves attributable to non-controlling interests	521.0	0.0	-261.5		0.0	0.0	259.5
	Profit (loss) for the period	97.2	0.0	4.7		-77.3		24.5
	Other comprehensive income (expense)	122.9	0.0	-69.7	-13.4	0.0	0.0	39.7
	Total attributable to non-controlling interests	741.0	0.0	-326.6	-13.4	-77.3	0.0	323.7
Total		3,066.2	0.0	3,602.5	52.8	-632.2	0.0	6,089.3

	Amounts in €m	Balance at 31/12/2014	Changes to closing balances	Amounts allocated	Adjustments from reclassification to profit or loss	Transfers	Changes in investments	Balance at 30/6/2015
Equity attributable to the owners of the Parent	Share capital	1,996.1	0.0	0.0		0.0		1,996.1
	Other equity instruments	110.1	0.0	0.0		-8.6		101.4
	Capital reserves	247.8	0.0	0.0		0.0		247.8
	Income-related and other equity reserves	2,062.8	0.0	271.6		0.0	0.0	2,334.5
	(Treasury shares)	-49.5	0.0	0.0		0.0		-49.5
	Profit (loss) for the period	739.5	0.0	172.6		-474.3		437.9
	Other comprehensive income (expense)	1,188.4	0.0	-122.2	-271.2	0.0	0.0	795.0
	Total attributable to the owners of the Parent	6,295.2	0.0	322.1	-271.2	-482.9	0.0	5,863.2
Equity attributable to non-controlling interests	Share capital and reserves attributable to non-controlling interests	261.5	0.0	15.6		0.0	0.0	277.0
	Profit (loss) for the period	43.8	0.0	1.6		-28.3		17.2
	Other comprehensive income (expense)	34.4	0.0	3.9	-7.8	0.0	0.0	30.6
	Total attributable to non-controlling interests	339.7	0.0	21.1	-7.8	-28.3	0.0	324.8
Total		6,634.9	0.0	343.2	-279.0	-511.1	0.0	6,188.0

STATEMENT OF CASH FLOWS (indirect method)

Amounts in €m	30/06/2015	30/06/2014
Pre-tax profit (loss) for the period	645.5	560.5
Change in non-monetary items	446.8	1,096.0
Change in Non-Life premium provision	20.5	-126.4
Change in claims provision and other Non-Life technical provisions	-448.2	-217.8
Change in mathematical provisions and other Life technical provisions	907.5	1,667.7
Change in deferred acquisition costs	-6.1	-1.8
Change in provisions	-73.8	41.9
Non-monetary gains and losses on financial instruments, investment property and investments	-269.7	-508.9
Other changes	316.6	241.4
Change in receivables and payables generated by operating activities	214.2	549.5
Change in receivables and payables relating to direct insurance and reinsurance	376.4	416.5
Change in other receivables and payables	-162.1	133.1
Paid taxes	-68.4	-294.0
Net cash flows generated by/used for monetary items from investing and financing activities	-266.8	95.8
Liabilities from financial contracts issued by insurance companies	6.2	-13.6
Payables to bank and interbank customers	0.0	88.4
Loans and receivables from banks and interbank customers	0.0	12.5
Other financial instruments at fair value through profit or loss	-273.0	8.5
TOTAL NET CASH FLOW FROM OPERATING ACTIVITIES	971.3	2,007.8
Net cash flow generated by/used for investment property	-5.2	-0.9
Net cash flow generated by/used for investments in subsidiaries, associates and interests in joint ventures	83.6	-36.8
Net cash flow generated by/used for loans and receivables	-222.9	449.3
Net cash flow generated by/used for held-to-maturity investments	-3.3	377.5
Net cash flow generated by/used for available-for-sale financial assets	-106.1	-2,279.7
Net cash flow generated by/used for property, plant and equipment and intangible assets	-27.4	-23.7
Other net cash flows generated by/used for investing activities	175.1	0.0
TOTAL NET CASH FLOW GENERATED BY/USED FOR INVESTING ACTIVITIES	-106.2	-1,514.2
Net cash flow generated by/used for equity instruments attributable to the owners of the Parent	0.0	172.7
Net cash flow generated by/used for treasury shares		0.0
Dividends distributed attributable to the owners of the Parent	-482.9	-564.5
Net cash flow generated by/used for share capital and reserves attributable to non-controlling interests	-28.3	-77.3
Net cash flow generated by/used for subordinated liabilities and equity-related instruments	0.0	14.4
Net cash flow generated by/used for other financial liabilities	-7.3	-457.9
TOTAL NET CASH FLOW GENERATED BY/USED FOR FINANCING ACTIVITIES	-518.4	-912.7
Effect of exchange rate gains/losses on cash and cash equivalents	0.2	-0.3
CASH AND CASH EQUIVALENTS AT 1 JANUARY (*)	684.9	1,651.7
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	346.9	-419.4
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD (**)	1,031.8	1,232.4

(*) Cash and cash equivalents at 1 January 2014 correspond to the cash and cash equivalents at 31 December 2013 increased by €1,029.8m due to the merger. They also include the cash and cash equivalents of non-current assets or assets of a disposal group held for sale (€23.4m). Cash and cash equivalents at the end of the year include the cash and cash equivalents of non-current assets or assets of a disposal group held for sale (€0.9m at 01/01/2015).

(**) Cash and cash equivalents at the end of the year include the cash and cash equivalents of non-current assets or assets of a disposal group held for sale (€2.1m at 30/06/2015, €78.2m at 30/06/2014).

Notes to the Financial Statements

NOTES TO THE FINANCIAL STATEMENTS

1. Basis of presentation

The condensed consolidated half-yearly financial statements of the UnipolSai Group at 30 June 2015 are drawn up in application of IAS 34 and in compliance with the provisions of Art. 154-*ter* of Italian Legislative Decree 58/1998 (Consolidated Law on Finance) and with ISVAP Regulation no. 7 of 13 July 2007. They do not comprise all the information required for the annual financial statements and must be read together with the Consolidated Financial Statements at 31 December 2014.

The condensed consolidated half-yearly financial statements are made up of:

– statement of financial position;
– income statement and comprehensive income statement;
– statement of changes in shareholders' equity;
– statement of cash flows;
– notes to the financial statements;
– tables appended to the notes to the financial statements.

The layout conforms to the provisions of ISVAP Regulation no. 7 of 13 July 2007, Part III as amended, relating to the layout of the Consolidated Financial Statements of insurance and reinsurance companies that must adopt IFRS.
The comprehensive income statement was prepared applying the amendments to paragraph 82A of IAS 1, introduced by Regulation (EU) no. 475 of 5 June 2012.

The information requested in Consob Communication DEM/6064293 of 28 July 2006 is also provided.

The consolidation principles and classification and measurement criteria, as well as the consolidation principles applied when drafting the condensed consolidated half-yearly financial statements at 30 June 2015, are consistent with those used for the Consolidated Financial Statements at 31 December 2014, to which reference is expressly made herein and which are to be considered an integral part of these Notes.

While drawing up the condensed consolidated half-yearly financial statements at 30 June 2015, by reason of the fact that it is an interim report, the Management had to make a greater use of evaluations, estimates and assumptions that affect the application of the accounting standards and the amounts related to assets and liabilities, as well as costs and revenue recognised in the accounts. However, it should be noted that, as these are estimates, not necessarily the final results will be the same as amounts disclosed herein. These estimates and assumptions are reviewed on a regular basis. Any changes resulting from the review of the accounting estimates are recognised in the period in which such review is performed and in the related future periods.

New accounting standards

Amendments to IFRS 3, IFRS 13 and IAS 40 - 2011-2013 Annual Improvement Cycle

In December 2014, the Regulation (EU) 1361/2014 was approved in which amendments approved by IASB on the following accounting standards were endorsed:

- IFRS 3 "Business Combinations" The amendments aimed at clarifying the exclusion from the standard scope of all types of joint arrangements.
- IFRS 13 "Fair value measurement criteria" IFRS 13, paragraph 52, envisages restrictions on fair value measurement based on net value to financial assets and liabilities within the scope of IAS 39 (or IFRS 9).

This amendment clarifies that the above-mentioned measurement is also referred to agreements, within the scope of IAS 39 (or IFRS 9), which do not meet the definition of financial assets and liabilities outlined by IAS 32 “Financial Instruments: Presentation”.

- IAS 40 “Investment property”. The amendment clarifies the interrelationship of IFRS 3 and IAS 40. The amendments to the accounting standard also outline the cases in which the interest in a property owned by a lessor through an operating lease can be classified by the entity as investment property.

Entities should apply amendments to IFRS 3, IFRS 13 and IAS 40 as from 1 January 2015.

IFRIC 21 - Levies

The IFRIC 21 interpretation was published on 20 May 2013. It was issued to identify the method and time of recognition and accounting of levies (other than income tax) imposed by a government entity for which the entity does not receive specific goods or services. The interpretation deals with both tax liabilities falling within the field of application of IAS 37 and tax liabilities whose timing and amounts are certain.
The interpretation, endorsed with Regulation (EU) no. 634/2014 and published in the Official Journal L175 of 14 June 2014, applies to financial years beginning on or after 17 June 2014 (therefore, with reference to the UnipolSai Group as from the 2015 accounting period).

The application of the above-mentioned accounting standard had no relevant impact on the interim financial statements at 30 June 2015.

New accounting standards which have still not entered into force

Amendments to IAS 19 - Defined benefit plans: employee contributions

Regulation 2015/29, approved by the Commission on 17 December 2014, was published in the Official Journal of the European Union in January 2015. This Regulation endorsed amendments made on 21 November 2013 by IASB to IAS 19 “Employee contributions”. The amendments introduced to IAS 19 allow companies to present the contributions made by employees or third parties to defined benefit plans to reduce the service cost of the year in which the contributions are paid. The right is allowed for contributions that are independent from the number of years of service, so they are related to the services the employee has rendered in the year the contributions are paid. Amendments apply mandatorily on the first accounting period beginning on or after 1 February 2015 (therefore, with reference to the UnipolSai Group as from the 2016 accounting period).

The presentation currency is the euro and all the amounts shown in the notes to the financial statements are disclosed in €m, except when specifically indicated, rounded to one decimal place; therefore the sum of the individual amounts is not always identical to the total.

The condensed consolidated half-yearly financial statements at 30 June 2015 are subject to a limited audit by the company PricewaterhouseCoopers SpA, charged to audit the accounts for the years 2013 to 2021.

Consolidation scope

Changes in the consolidation scope compared with 31 December 2014 and other transactions

Changes in the consolidation scope:
- on 8 January 2015, following the conclusion of the liquidation procedure, the subsidiary Atavalue Srl in liquidazione, was cancelled from the Register of Companies;
- on 15 January 2015, following the conclusion of the liquidation procedure, the associate Soaimpianti Srl in liquidazione, was cancelled from the Register of Companies;
- on 28 January 2015, UnipolSai Assicurazioni sold 20% of the subsidiary UnipolSai Investimenti SGR SpA to IGD SIIQ SpA for a total price of €4.2m. On 17 June 2015, the Company then sold 51% of its investment to Unipol for a total price of €10.7m;
- on 18 June 2015, following the conclusion of the liquidation procedure, the subsidiary Saint George Capital Management S.A. in liquidazione was cancelled.

The following transactions, that did not alter the scope of consolidation, are also worth noting:
- on 8 May 2015, the subsidiary Città della Salute Scrl was placed in liquidation;
- on 15 May 2015, the subsidiary Gruppo Fondiaria-SAI Servizi changed its name into UnipolSai Servizi Consortili;
- on 28 May 2015, the subsidiary SRP Services SA was placed in liquidation;
- on 24 June 2015, UnipolSai Finance increased its investment in the associate Assicoop Bologna SpA through the purchase of 9.79% of the company’s share capital from the associate Pegaso Finanziaria SpA at a price of €1.9m. The percentage of investment now held by UnipolSai Finance is 50%.

Segment information

The scope of segment reporting is based on the major types of business in which the Group operates:
- Non-Life;
- Life;
- Real estate;
- Other assets;

No segment reporting based on geographical areas was produced since the Group operates mainly on a national level and there appears to be no significant difference in the risks and benefits, according to the type of business activity carried out, that can be correlated with the economic situation in the individual regions.

The layout of segment reporting conforms to the provisions of ISVAP Regulation no. 7/2007.

UnipolSai ASSICURAZIONI

2. Notes to the statement of financial position

Comments and further information on the items in the statement of financial position and the changes that took place compared to balances at 31 December of the previous year are given below (the numbering of the notes relates to the mandatory layout for the preparation of the statement of financial position).

In application of IFRS 5, assets and liabilities held for disposal are shown respectively under items 6.1 in Assets and 6.1 under Liabilities.

ASSETS

1. Intangible assets

Amounts in €m	30/06/2015	31/12/2014	*variation in amount*
Goodwill	306.7	306.7	*0.0*
resulting from business combinations	306.7	306.7	*0.0*
Other intangible assets	461.6	498.1	*-36.5*
portfolios acquired as a result of business combinations	338.8	381.0	*-42.2*
software and user licences	111.6	104.4	*7.3*
other intangible assets	11.2	12.7	*-1.5*
Total intangible assets	768.3	804.8	*-36.5*

The item **Goodwill**, equal to €306.7m, is related, in the amount of €177.0m, to the Non-Life sector and in the amount of €129.7m to the Life sector. It is made up of goodwill generated following the integration transaction of Unipol Assicurazioni, Milano Assicurazioni, Premafin Finanziaria into Fondiaria-SAI (now UnipolSai).

During this half year, no trigger events incurred, other than those already taken into consideration at 31 December 2014, which indicate that goodwill might be impaired. Therefore, the Company deemed unnecessary to repeat the impairment testing at 30 June 2015.

In relation to the item **Portfolios acquired as a result of business combinations**, the decrease with respect to 31 December 2014, amounting to €42.2m, is due to amortisation for the year of values of the Non-Life portfolios acquired (€25.3m) and the Life portfolios (€16.9m). This item resulted from the aforesaid integration transaction of Unipol Assicurazioni, Milano Assicurazioni, Premafin Finanziaria into Fondiaria-SAI (now UnipolSai).

2. Property, plant and equipment

At 30 June 2015, the item Property, plant and equipment, less the related accumulated depreciation, amounted to €1,177.0m (€1,196.4m at 31/12/2014) and it is composed of:

- property for own use amounting to €1,072.5m (€1,072.0m at 31/12/2014);
- other tangible assets amounting to €104.5m (€124.4m at 31/12/2014).

3. Technical provisions - Reinsurers' share

The balance of the item is equal to €954.7m (€960.2m at 31/12/2014).

4. Investments

Amounts in €m	30/6/2015	% comp.	31/12/2014	% comp.	% var.
Investment property	2,718.7	4.5	2,824.2	4.6	-3.7
ventures	529.7	0.9	608.4	1.0	-12.9
Financial assets (excluding those at fair value through profit or loss)	48,393.3	80.2	49,050.7	80.3	-1.3
Held-to-maturity investments	1,433.9	2.4	1,420.0	2.3	1.0
Loans and receivables	5,196.5	8.6	5,169.5	8.5	0.5
Available-for-sale financial assets	41,257.6	68.3	42,113.7	68.9	-2.0
Held-for-trading financial assets	505.4	0.8	347.5	0.6	45.4
Financial assets at fair value through profit or loss	8,732.7	14.5	8,638.7	14.1	1.1
Total Investments	60,374.3	100.0	61,122.0	100.0	-1.2

The decrease in item Investments in subsidiaries, associates and interests in joint ventures is primarily due to the partial repayment of Profit Participating Bonds, issued by the associates Garibaldi and Isola.

Details of Financial assets (excluding those at fair value through profit or loss) by investment type:

Amounts in €m	30/6/2015	% comp.	31/12/2014	% comp.	% var.
Held-to-maturity investments	1,433.9	3.0	1,420.0	2.9	1.0
Listed debt securities	1,106.7		1,107.5		-0.1
Unlisted debt securities	327.2		312.4		4.7
Loans and receivables	5,196.5	10.7	5,169.5	10.5	0.5
Unlisted debt securities	4,410.8		4,215.0		4.6
Deposits with ceding companies	28.6		30.9		-7.3
Other loans and receivables	757.0		923.6		-18.0
Other financial investments	0.1		0.0		0.0
Available-for-sale financial assets	41,257.6	85.3	42,113.7	85.9	-2.0
Equity instruments at cost	40.3		40.2		0.3
Listed equity instruments at fair value	951.5		780.8		21.9
Unlisted equity instruments at fair value	274.8		283.0		-2.9
Listed debt securities	37,952.8		38,815.6		-2.2
Unlisted debt securities	640.6		1,133.5		-43.5
UCITS units	1,397.6		1,060.5		31.8
Held-for-trading financial assets	505.4	1.0	347.5	0.7	45.4
Listed equity instruments at fair value	13.8		12.5		10.7
Listed debt securities	114.5		122.5		-6.5
Unlisted debt securities	54.7		62.1		-11.8
UCITS units	42.9		45.6		-5.9
Derivatives	279.4		104.8		166.5
Total financial assets	48,393.3	100.0	49,050.7	100.0	-1.3

Details of Financial assets at fair value through profit or loss by investment type:

Amounts in €m	30/6/2015	% comp.	31/12/2014	% comp.	% var.
Financial assets at fair value through profit or loss	8,732.7	100.0	8,638.7	100.0	1.1
Listed equity instruments at fair value	167.8	1.9	158.3	1.8	6.0
Listed debt securities	3,890.2	44.5	3,635.6	42.1	7.0
Unlisted debt securities	965.7	11.1	1,640.5	19.0	-41.1
UCITS units	3,396.0	38.9	3,051.9	35.3	11.3
Derivatives	9.1	0.1	18.3	0.2	-50.0
Other financial assets	303.8	3.5	134.1	1.6	126.5

The information required by paragraphs 12 and 12A of IFRS 7 is contained in the appendix "Details of reclassified financial assets and their effects on the income statement and comprehensive income statement".

5. Sundry receivables

Amounts in €m	30/6/2015	% comp.	31/12/2014	% comp.	% var.
Receivables relating to direct insurance business	1,199.7	43.8	1,630.8	48.0	-26.4
Receivables relating to reinsurance business	61.6	2.2	89.8	2.6	-31.4
Other receivables	1,478.6	54.0	1,674.6	49.3	-11.7
Total sundry receivables	2,739.9	100.0	3,395.1	100.0	-19.3

The item Other receivables includes €612.8m related to tax receivables (€532.7m at 31/12/2014), and €167.8m related to trade receivables (€153.4m at 31/12/2014).

6. Other assets

Amounts in €m	30/6/2015	% comp.	31/12/2014	% comp.	% var.
Non-current assets or assets of a disposal group held for sale	66.6	6.4	23.6	2.9	182.3
Deferred acquisition costs	81.6	7.9	75.5	9.3	8.1
Deferred tax assets	305.3	29.4	221.8	27.2	37.7
Current tax assets	48.6	4.7	97.5	12.0	-50.2
Other assets	535.6	51.6	395.6	48.6	35.4
Total other assets	1,037.8	100.0	813.9	100.0	27.5

The item Non-current assets or assets of a disposal group held for sale is made up, in the amount of €43.8m, of assets of the company Dialogo Assicurazioni and, in the amount of €22.8m, of held-for-sale properties, for which the related preliminary contracts have already been signed.
For details of these assets and liabilities, please refer to section Other Information, paragraph 4.4 of these Notes to the Financial Statements.

The item "Other assets" includes, inter alia, deferred commission expense, prepayments and accrued income.

7. Cash and cash equivalents

At 30 June 2015, Cash and cash equivalents amounted to €1,029.7m (€684.0m at 31/12/2014).

UnipolSai ASSICURAZIONI

LIABILITIES

1. Shareholders' equity

1.1. Shareholders' Equity attributable to the owners of the Parent

Shareholders' Equity, excluding non-controlling interests, is composed as follows:

1.1. Shareholders' Equity attributable to the owners of the Parent			
Amounts in €m	30/6/2015	31/12/2014	*variation in amount*
Share capital	1,996.1	1,996.1	*0.0*
Other equity instruments	101.4	110.1	*-8.6*
Capital reserves	247.8	247.8	*0.0*
Income-related and other equity reserves	2,334.5	2,062.8	*271.6*
(Treasury shares)	-49.5	-49.5	*0.0*
Reserve for foreign currency translation differences	3.8	3.8	*0.0*
Gains/losses on available-for-sale financial assets	800.6	1,169.3	*-368.7*
Other gains and losses recognised directly in equity	-9.4	15.2	*-24.7*
Profit (loss) for the year	437.9	739.5	*-301.7*
Total shareholders' equity attributable to the owners of the Parent	5,863.2	6,295.2	*-432.0*

At 30 June 2015, UnipolSai's share capital was €1,996.1m, fully paid-up and was made up of 2,780,508,781 ordinary shares (at 31/12/2014 the share capital was composed of 2,654,102,017 shares, of which 2,275,632,026 were ordinary shares and 1,276,836 were Class "A" savings shares and 377,193,155 Class "B" savings shares).
As already illustrated in the Management Report, on 29 June 2015, Class "A" and Class "B" savings shares were converted into ordinary shares based on the conversion ratio of 100 ordinary shares out of each Class "A" savings share and the conversion ratio of 1 ordinary share out of each Class "B" savings share.

Movements in shareholders' equity recognised during the year with respect to 31 December 2014 are set out in the attached statement of changes in shareholders' equity.
The main changes in the year were as follows:
- a decrease related to the distribution of dividends equal to €482.9m (including €8.6m of manufactured dividend);
- a decrease as a result of the decrease in the reserve for gains and losses on available-for-sale financial assets, net of both the related tax liabilities and the part attributable to the policyholders and charged to insurance liabilities for €368.7m;
- increase of €437.9m for Group profit of the period.

Shareholders' Equity attributable to non-controlling interests amounted to €324.8m (€339.7m at 31/12/2014). The profit for the period attributable to non-controlling interests amounted to €17.2m; additionally, dividends of €28.3m were paid to non-controlling interests.

2. Provisions

The item "Provisions" totalled €546.0m at 30 June 2015 (€619.9m at 31/12/2014) and mainly consisted of provisions for litigation, various disputes, charges relating to the sales network, provisions for salary policies and employee leaving incentives.

Ongoing disputes and contingent liabilities

Relations with the Tax Authorities

UnipolSai - former Unipol Assicurazioni

As a result of the transfer of the former Aurora business unit to the former Unipol Assicurazioni, in 2014 the former Unipol Assicurazioni was served an assessment notice for the 2009 tax period similar to the one that arrived in 2013 for the 2008 tax period (and those Unipol Gruppo Finanziario received for the 2005-2007 periods). In the same year 2014, the Ipec requests for the years 2008 and 2009 were presented, offsetting the charges with the previous tax losses available, and at the same the assessment notice was contested by appealing to the provincial tax commission of Bologna. Amounts deemed sufficient for facing the risks consequent to development of the litigation have been allocated to the financial statements.

UnipolSai - former Fondiaria-SAI

The competent Regional Tax Authority of Piedmont is performing an investigation on the years 2009 to 2012 with regard to fees paid to Mr. Salvatore Ligresti for consultancy assignments, to fees paid to some directors, including the chairman Jonella Ligresti and the Chief Executive Officer Fausto Marchionni, and to some sponsorship costs. The in-depth investigations originated from the report of the Regional Tax Authority of Tuscany that had already carried out similar research for the previous years, of the report that the *ad acta* Commissioner prepared as part of his assigned responsibility from IVASS, and from the Board of Statutory Auditors Reports pursuant to Art. 2408 of the Italian Civil Code. Bearing in mind similar cases already settled by the Company for the tax periods from 2004 to 2008, as well as the settlement of the issue related to the 2009 period during the first half of 2015, through the submission of the Ipec form, the residual allocation to a risk provisions set aside in previous years, was deemed sufficient to meet the risks pertaining to the years still potentially subject to criticism.

Furthermore, in connection with an assessment notice regarding IRPEG and ILOR for the year 1991 concerning the merged Fondiaria Assicurazioni, still pending at the Supreme Cassation Court as a result of the appeal filed by the Company, the potential liability in case of unfavourable outcome is entirely covered by the special provision.

Atahotels

In May 2014 the Company was served a report on findings bearing objections on the amount of some lease instalments considered excessive and on the failure to charge back certain advertising costs. The objections were raised for IRES, IRAP and VAT reasons, and covered a time span ranging from 2009 to 2013. In face of these objections and following a thorough discussion with the offices of the Regional Tax Authority of Lombardy, the Company has already settled the year 2009. The Company and the consolidating entity UnipolSai allocated risk provisions deemed sufficient to meet the additional costs that may arise from these disputes in their financial statements.

AP&B

In 2012, the Company was notified a report on findings claiming insufficiency of charges made to the Group company for services rendered in 2009 relating to IRES, IRAP and VAT. After presenting briefs and on the basis of comparisons with the competent Provincial Tax Authority of Turin, the Company settled the dispute with renouncement of the IRES and IRAP objections and containing the area of the VAT charge. The case in point contested occurs in the years 2010, 2011 and 2012 as well, and for this reason the Company and the consolidating entity UnipolSai allocated risk provisions deemed sufficient to meet any potential costs.

Proceedings in progress with the Antitrust Authority

On 26 March 2105, upon conclusion of the Investigation I/744 started with Order of 14 November 2012, the Antitrust Authority (AGCM) sanctioned UnipolSai and Assicurazioni Generali for alleged violations of Art. 2 of Law 287/1990 and/or Art. 101 of the Treaty on the Functioning of the European Union, in the assumption of coordination between said insurance companies aimed at limiting the competition between said parties in participation in tenders called by certain Local Public Transport Companies regarding MV TPL insurance coverage services for vehicles that are used to provide said transportation service. UnipolSai, deeming that it acted in full compliance with legality and correctness, retained its lawyers for the protection of its rights. The pecuniary penalty charged to UnipolSai amounted to €16.9m, for which adequate provisions have been destined to cover the liability. The Company challenged the decision before the Regional Administrative Court of Lazio which fixed the hearing for discussion on next 2 December 2015.

Consob sanction proceedings

By means of communications dated 19 April 2013, Consob commenced two separate penalty proceedings against Fondiaria-SAI and Milano Assicurazioni for charges relating to their respective 2010 Consolidated financial statements.
Pursuant to Art. 187-*septies*, paragraph 1 of the Consolidated Law on Finance, Consob notified Ms. Jonella Ligresti and Mr. Emanuele Erbetta, for the offices held in Fondiaria-SAI at the time of the events, of the violation set forth in Art. 187-*ter*, paragraph 1, of the Consolidated Law on Finance. Fondiaria-SAI is also charged with this violation as a party bearing joint and several liability; Fondiaria-SAI is also charged with the offence set forth in Art. 187-*quinquies*, paragraph 1, letter a), of the Consolidated Law on Finance for the aforementioned violation of Art. 187-*ter*, paragraph 1 of the Consolidated Law on Finance by Ms. Jonella Ligresti and Mr. Emanuele Erbetta, acting in the above mentioned capacities.

Consob also made the same charge against Milano Assicurazioni. In this regard, pursuant to Art. 187-*septies*, paragraph 1 of the Consolidated Law on Finance, the Commission charged Mr. Emanuele Erbetta, for the role he held in the subsidiary at the time of the events, with the violation established in Art. 187-*ter*, paragraph 1, of the Consolidated Law on Finance. Milano Assicurazioni is also charged with this violation as a party bearing joint and several liability; Milano Assicurazioni is also charged with the offence set forth in Art. 187-*quinquies*, paragraph 1, letter a), of the Consolidated Law on Finance for the aforementioned violation of Art. 187-*ter*, paragraph 1 of the Consolidated Law on Finance by Mr. Emanuele Erbetta, acting in the above mentioned capacity.

Fondiaria-SAI and Milano Assicurazioni (now UnipolSai), assisted by their lawyers, presented their conclusions, asking that the administrative penalties set out in Art. 187-*ter*, Art. 187-*quinquies* and Art. 187-*septies* of the Consolidated Law on Finance not be imposed on the companies. On 20 March 2014 the Consob issued a resolution whereby, not deeming that the parties' defences deserved to be accepted, it ordered:

- Jonella Ligresti to pay €250,000 and to be disqualified from office for four months;
- Emanuele Erbetta to pay €400,000 and to be disqualified from office for eight months;
- UnipolSai to pay €650,000.

UnipolSai provided for the payment of the aforesaid fines, and also filed a recourse against Mrs. Ligresti and Mr. Erbetta. The latter provided for the full payment of the penalty charged to him. In any case, UnipolSai duly challenged the decision before the Court of Appeal of Bologna, which rejected the appeal on 6 March 2015. The Company, assisted by its lawyers, will challenge the decision before the Supreme Cassation Court.

IVASS assessments

On 2 July 2014, IVASS sent to UnipolSai the order of sanctions at the end of the proceeding started in 2012 against Unipol Assicurazioni on the matter of the measurement of the claims provisions of the MV and Boats TPL classes. The imposed penalty amounted to €27,500. Since UnipolSai does not deem the conclusions of the Institute to be acceptable in any way, it appealed against this decision before the Regional Administrative Court (TAR).

Writs of summons by shareholders of La Fondiaria Assicurazioni (Tender offer legal cases)

From 2003 onwards, a number of La Fondiaria Assicurazioni ("Fondiaria") shareholders have initiated a series of legal proceedings claiming, albeit on different legal grounds and justifications, compensation for damages allegedly suffered due to failure to launch the takeover bid on Fondiaria shares by SAI Società Assicuratrice Industriale SpA ("SAI") in 2002.
On the whole, 16 proceedings were brought against the Company. At 30 June 2015, 6 proceedings were still pending, including a proceeding before the Milan Court of Appeal and 5 proceedings before the Supreme Cassation Court.

With regard to the contents of the judgments, it should be emphasised that:

- all the judgments (except those pronounced by the Court of Florence in favour of the defendant companies, and the one pronounced in August 2013 by the Court of Milan which confirmed legal time-barring of the proceedings) have, with different reasons as to why, accepted the plaintiff claims and ordered the defendants to pay significant amounts by way of compensation for damages. All decisions issued by the Milan Court of Appeal accepted the appeals proposed by the defendant companies;
- in the three judgments filed in August 2012, and in the one filed in September 2013, the Supreme Cassation Court upheld the appeals, reversed the second instance ruling and adjourned the cases to the Milan Court of Appeal in order for it to re-examine the merits of them and also provide for the costs of the legitimacy judgment.

The four Supreme Cassation Court judgments pronounced in 2012 and 2013 indicate a different legal stance adopted by the Supreme Cassation Court with respect to the positions of the defendant companies, which even now are constantly agreed by Appeals Court case law. In fact, the four Supreme Cassation Court judgments confirmed the legal principle that, in the event of violation of mandatory takeover bid regulations by those who - after acquisitions - become holders of more than 30% of the share capital, it is the responsibility of the shareholders which should be the target of the takeover bid to claim the right to compensation for damages if they can demonstrate potential loss of earnings. Therefore, as confirmation of the complexity of the issue in question, it should be noted that in 2013, after the aforementioned Supreme Cassation Court judgments of 2012, the Florence Court of Appeal rejected the appeals brought by a number of Fondiaria-SAI shareholders against the first instance judgment in favour of the defendants and the Milan Court of Appeal accepted the appeal brought by Premafin, rejecting the opposing party claims.
Special provisions were provided with respect of the above-mentioned legal disputes. The amounts were deemed as adequate.

Bankruptcy of Im.Co. SpA in liquidazione and Sinergia Holding di Partecipazioni SpA in liquidazione

In 2015, the agreement with Visconti Srl, in charge of the arrangements with creditors of Im.Co. and Sinergia, was fully implemented.
It should be noted that, on 17 November 2014, the Court of Milan approved the bankruptcy agreement regarding Im.Co that had been put forward by Visconti. The main effects of the relevant decree included transfer of the real estate complex in Milan at Via De Castillia to UnipolSai, and the real estate complex in Parma, Località San Pancrazio Parmense, to UnipolSai Real Estate. For further details, reference is made to descriptions in the Financial Statements at 31 December 2014.

As a result of the closure of the Bankruptcy proceeding of Im.Co, stated by the Court of Milan on 5 February 2015, all challenge proceedings recognised in liabilities in due time, were declared interrupted by the Judge. Pending sentences before the Supreme Cassation Court (Gen. Criminal Records Reg. 3291/13 and Gen. Criminal Records Reg. 1686/14) - following the endorsement of the composition with creditors and the acquisition of the property by Visconti - were subject to discontinuation that will be declared by the Supreme Cassation Court.
On 5 December 2014 the bankruptcy agreement regarding Sinergia was also approved.

Dispute with the Municipality of Milan

UnipolSai is involved in a dispute with the Municipality of Milan relating to a commitment for the transfer of areas at pre-established prices, entered into by the absorbed company Premafin and for which Im.Co. issued declarations of indemnity in favour of Premafin.

For further details, reference is made to the Management Report of the 2014 Consolidated Financial Statements.

Based on the endorsement of the agreement with creditors of Im.Co, as well as provisions set out in the agreements signed with Visconti, negotiations with the Municipality of Milan and Visconti were started in order to reach an amicable settlement of the dispute. A final settlement is expected during the year.

Corporate liability action against certain former directors and statutory auditors decided by the Shareholders' Meetings of Fondiaria-SAI and Milano Assicurazioni

With reference to the liability action against certain former Directors and Statutory Auditors decided by the Shareholders' Meetings of Fondiaria-SAI and Milano Assicurazioni, reference is made to the information given in the Notes to the Financial Statements at 31 December 2014, in view of the fact that no new events occurred during the first half of 2015. It should be recalled that the first hearing before the Court of Milan is scheduled on 6 October 2015.

Castello Area

On 6 March 2013, the Court of Florence acquitted Fondiaria-SAI on all counts (because the fact does not exist) in the criminal proceedings concerning the urbanisation of the Castello area (Florence).
In this regard, it should be noted that the Company was accused, in the criminal proceedings launched in 2008 by the Public Prosecutor's Office of Florence, of the crime of corruption, which involved other defendants that included some representatives of Fondiaria-SAI, certain professionals and some public administrators.
Fondiaria-SAI was accused of unlawful administration set forth in Art. 5 and Art. 25 of Legislative Decree 231/2001 in relation to the offence set out in Art. 319 and Art. 321 of the criminal code, which punishes the crime of corruption by a public official.
The Court also arranged for the release from seizure and return of the Castello area which had been subject to a precautionary seizure order in November 2008. The Public Prosecutor's Office filed an appeal against the ruling before the Florence Court of Appeal. The next hearing for discussion, initially fixed on 16 April 2015, was postponed on 27 October 2015.

Other ongoing criminal proceedings

With reference to facts attributable to the previous management of Fondiaria-SAI and Milano Assicurazioni, compensation applications have been submitted to the civil court by two parties (the "Civil Cases") and the criminal court in proceedings Gen. Criminal Records Reg. 21713/13 and Gen. Criminal Records Reg. 24630/2013 (the "Criminal Cases") by various investors who had acquired shares of Fondiaria-SAI, Milano Assicurazioni and Premafin as well as by various "entities representing widespread interests". At the reporting date of this Interim report, a total number of 2,263 subjects had been admitted as parties.

In the Civil Proceedings, the plaintiffs summarily stated that they had purchased and subscribed Fondiaria-SAI shares as they were prompted by the information in the information prospectuses published by Fondiaria-SAI on 24 June 2011 and 12 July 2012 in relation to the increases in share capital under option resolved by the company on 14 May 2011, 22 June 2011 and 19 March 2012 respectively. UnipolSai (former Fondiaria-SAI) appeared at both Civil Proceedings and disputed the plaintiffs' claims. The Civil Proceedings are at the preliminary phase.
The following Criminal Cases are currently pending:

(a) Criminal Case (Gen. Criminal Records Reg. 21713/13) pending before the Court of Turin against defendants Salvatore Ligresti, Jonella Ligresti, Antonio Talarico, Fausto Marchionni, Emanuele Erbetta, Ambrogio Virgilio and Riccardo Ottaviani, accused of the offences of false corporate communications (Art. 2622 of the Civil Code) and market manipulation (Art. 185 of the Consolidated Law on Finance) owing to the alleged falsification of the "claims provision" item recorded in the 2010 financial statements of Fondiaria-SAI.
A total number of 2,263 subjects were admitted as parties in these proceedings to demand compensation for damages caused by the offences. The civil claimants filed summons requests of the civilly liable party UnipolSai (former Fondiaria-SAI).
With its decree of 26 May 2014 the Court of Turin upheld the requests put forward by the civil claimants and ordered the summons of UnipolSai for the hearing of 18 July 2014.
UnipolSai received 2,263 summons and appeared before the Court as civilly liable at the hearing of 18 July 2014.
A preliminary and summary analysis of the records shows that the parties appearing as civil claimants lodged compensation applications, in many cases without quantifying the alleged damages, whereby they affirmed, in brief: (i) in some cases that they were "investors in securities of Fondiaria -SAI" and "Milano Assicurazioni" and "injured parties" in the Criminal Cases; (ii) in other cases, that they had acquired Fondiaria-SAI and Milano Assicurazioni shares because they were "induced" by the allegedly "misleading" Fondiaria-SAI 2010 financial statements; (iii) that they were entitled to compensation for damages.
It is worth noting that, during the hearing held on 12 June 2015, the Public Prosecutor's Office changed both charges. In particular: at charge 1) the amount was modified of the alleged "sub-reservation" of item "Claims provision" recorded in the 2010 financial statements of Fondiaria-SAI; at charge 2) the manipulation was added on Milano Assicurazioni shares, with reference to the alteration of economic-financial results disclosed in the 2010 Consolidated Financial Statements of Milano Assicurazioni.
At the hearing held on 17 July 2015, the position of Mr. Emanuele Erbetta was removed following the acceptance of the plea bargaining request of 3 years of imprisonment and €200k of fine, not payable based on the *ne bis in idem* principle with the Consob fine charged to the same person, which became irrevocable due to the waive of the appeal before the Supreme Cassation Court against the appeal judgment of the Court of Appeal of Turin. The Court will decide on the plea bargaining request at the hearing scheduled on 23 February 2016.
At the hearing of 24 July 2015, the Court rejected, with order, the statement of lack of territorial jurisdiction raised by the defence of Jonella Ligresti following the change of charges. The Court then rejected the acquittal request, as per Art. 129 of the Italian Code of Criminal Procedure, lodged by the defence of Ambrogio Virgilio, based on the amended law on the offences of false corporate communications introduced by Law no. 69 of 27 May 2015, as the assumptions were deemed as groundless.
The trial was postponed to the hearing of 22 September 2015 for the discussion of the preliminary phase.
Further hearings were scheduled up to February 2016.

(b) The criminal proceeding Gen. Criminal Records Reg. no. 14442/14 (former Gen. Criminal Records Reg. no. 24630/13), with the defendants Gioacchino Paolo Ligresti, Pier Giorgio Bedogni and Fulvio

Gismondi accused of false corporate communications (Art. 2622 of the Civil Code), market manipulation (Art. 185 of the Consolidated Law on Finance) and, for Fulvio Gismondi only, false official statement in certificates (Art. 481 of the Italian Criminal Code), as well as with UnipolSai as allegedly liable pursuant to Art. 25-sexies of Legislative Decree no. 231/2001 of unlawful administration in relation to the stock market manipulation offence against the former Company senior managers, is still pending before the Court of Milan, Preliminary Investigations Judge Office. The trial was moved from the Public Prosecutor's Office in Milan to the Court of Milan following the declaration of lack of territorial jurisdiction of 18 March 2014 made by the Court of Turin, Preliminary Investigations Judge Office.

With order of 14 May 2015, the Preliminary Investigations Judge Office authorised the civil parties summoned by the civilly liable party UnipolSai, which appeared before the Court at the hearing of 1 July 2015.

At the hearing of 13 July 2015, Gioacchino Paolo Ligresti, Pier Giorgio Bedogni and Fulvio Gismondi asked to proceed with summary procedure. The Judge of Preliminary Hearings accepted the above procedure and therefore excluded the civilly liable UnipolSai, pursuant to Art. 87, paragraph 3, of the Italian Code of Criminal Procedure.

The position of defendants under the summary procedure was removed from the preliminary hearing, which goes on against the Company accused to be the administrative liable party pursuant to Legislative Decree 231/2001. In the trial under the summary procedure the Company is still a civil claimant against the defendants. Despite the formal separation, the trials continue to be treated at the same hearings. At the hearing held on 22 July 2015, Public Prosecutor's indictment was performed, which concluded both the preliminary hearing and the summary procedure. The Deputy Prosecutor asked the acquittal of defendants Gioacchino Paolo Ligresti, Pier Giorgio Bedogni e Fulvio Gismondi from the crimes for which they are accused based on the non-existence of the criminal action and the acquittal of the administrative liable party UnipolSai as regards the alleged unlawful administration crime charged at item 4).

The trial was adjourned to the hearings on 22 and 24 September, and 13 and 15 October 2015, for discussion with the other parties.

It is reminded that in the criminal proceedings in question, during the investigation phase, by means of Decree dated 10 August 2013, the Preliminary Investigations Judge ordered a preventive seizure, targeted at the confiscation of assets of up to a value of €251,600,000, against Salvatore, Jonella, Gioacchino Paolo and Giulia Maria Ligresti, Antonio Talarico, Emanuele Erbetta, Fausto Marchionni, and against the Company in relation to the accusation set out in Art. 25-*sexies* of Legislative Decree 231/2001 ex Art. 19 and Art. 53 of the Legislative Decree 231/2001. On 12 September 2013, the Company filed a review request against said provision at the Court of Turin, deeming the precautionary initiative to be groundless and unjust, in particular charging that a Company profit could be identified equal to the change in the value of the security as a result of the stock market manipulation contested. The Court of review of Turin issued an order on 1 October 2013 accepting the request for review because of the very aspect claimed by the Company's defence team. The Public Prosecutor lodged an appeal before the Supreme Cassation Court against that measure on 10 October 2013. The Supreme Cassation Court, Fifth Criminal Division, rejected the appeal on 3 April 2014.

(c) Criminal Case (Gen. Criminal Records Reg. 24630/2013) pending before the Court of Turin, Judge of Preliminary Hearings Office, against Benito Giovanni Marino, Marco Spadacini and Antonio D'Ambrosio, judged with summary procedure, ended with an acquittal sentence in favour of the defendants on 10 November 2014.

The Public Prosecutor lodged an appeal against the sentence.

(d) The Criminal Case (Gen. Criminal Records Reg. 48356/2013) pending while preparing the writs for trial before the Court of Milan, First Criminal Section, against Salvatore Ligresti, Giancarlo De Filippo and Niccolò Lucchini, charged with the offences set forth in Art. 110 of the Criminal Code and Art. 185 of the Consolidated Law on Finance, as part of which UnipolSai was summoned and appeared before the court as civilly liable for the actions of the defendants. At the hearing of 28 April 2015, the Court lifted its reservation previously cast and accepted the exclusion request filed by the defence of UnipolSai, thus removing the Company from the trial as liable party. The decision of the Court upheld the defence arguments according to which the alleged acts charged to Salvatore Ligresti were not performed while exercising his managerial duties in the former Premafin Finanziaria SpA. Therefore, the Company is not liable as regards any damage to be paid to shareholders.

Taking into account the status of the proceedings described above and the knowledge acquired by the Company thus far, also on the basis of legal opinions and information obtained, it is not currently necessary to recognise provisions for risks and charges in relation to any requirement to pay compensation that could arise for UnipolSai in the hypothetical case that it were found guilty in the Civil and Criminal Cases.
In fact, on the basis of international accounting standards (IAS 37), a provision should be recognised for an obligation if "*it is probable (i.e. the event is more likely than not to occur) that an outflow of resources embodying economic benefits will be required to settle the obligation*" and, furthermore, if "*a reliable estimate can be made of the amount of the obligation*".
In the case in question, these conditions are not met, in that, because of multiple reasons and assessments, including legal ones, currently:
(i) risk that UnipolSai will be ordered to pay the damages claimed by the counterparties, both in the Civil and Criminal Cases, is not deemed "probable";
(ii) it is not possible to estimate with "sufficient reliability" the extent of the damage that UnipolSai may be ordered to pay to investors in case of adverse outcome of the Civil and Criminal Cases.

3. Technical provisions

Amounts in €m	30/6/2015	*% comp.*	31/12/2014	*% comp.*	*% var.*
Non-Life premium provisions	2,916.8	*17.8*	2,878.3	*17.1*	
Non-Life claims provisions	13,472.9	*82.2*	13,978.8	*82.9*	
Other Non-Life technical provisions	8.8	*0.1*	9.0	*0.1*	
Total Non-Life provisions	16,398.4	*100.0*	16,866.1	*100.0*	*-2.8*
Life mathematical provisions	29,001.3	*73.2*	28,556.3	*72.5*	
Provisions for amounts payable (Life business)	680.3	*1.7*	379.6	*1.0*	
Technical provisions where the investment risk is borne by policyholders and arising from pension fund management	7,921.8	*20.0*	7,854.4	*20.0*	
Other Life technical provisions	1,994.3	*5.0*	2,572.1	*6.5*	
Total Life provisions	39,597.7	*100.0*	39,362.4	*100.0*	*0.6*
Total technical provisions	55,996.1		56,228.5		*-0.4*

4. Financial liabilities

Financial liabilities amounted to €3,505.9m (€3,812.7m at 31/12/2014).

4.1 Financial liabilities at fair value through profit or loss

The item, which amounted to €1,104.3m (€1,365.4m at 31/12/2014), is broken down as follows:
- Held-for-trading financial liabilities totalled €292.7m (€579.9m at 31/12/2014).
- Financial liabilities designated at fair value through profit or loss totalled €811.7m (€785.5m at 31/12/2014).

4.2 Other financial liabilities

Amounts in €m	30/6/2015	*% comp.*	31/12/2014	*% comp.*	*% var.*
Subordinated liabilities	2,006.8	*83.6*	2,033.7	*83.1*	*-1.3*
Deposits received from reinsurers	270.8	*11.3*	284.1	*11.6*	*-4.7*
Other loans obtained	119.6	*5.0*	129.4	*5.3*	*-7.5*
Sundry financial liabilities	4.3	*0.2*	0.2	*0.0*	*n.s.*
Total other financial liabilities	2,401.5	*100.0*	2,447.3	*100.0*	*-1.9*

Details of Subordinated liabilities are shown in the table below:

Issuer	Nominal amount outstanding	Subordination level	Year of maturity	Call	Rate	L/NL
UnipolSai	€300.0m	tier II	2021	every 3 months	3M Euribor + 250 b.p.	L
UnipolSai	€261.7m	tier II	2023	every 3 months	3M Euribor + 250 b.p.	L
UnipolSai	€400.0m	tier I restricted	2023	every 6 months	6M Euribor + 251.5 b.p. (****)	NL
UnipolSai	€100.0m	tier II	2025	every 6 months from 30/12/2015	6M Euribor + 251.5 b.p. (*) (****)	NL
UnipolSai	€150.0m	tier II	2026	every 6 months from 14/07/2016	6M Euribor + 251.5 b.p. (*) (****)	NL
UnipolSai	€50.0m	tier II	2026	every 6 months from 14/07/2016	6M Euribor + 251.5 b.p. (*) (****)	NL
UnipolSai	€750.0m	tier I restricted	in perpetuity	every 3 months from 18/06/2024	fixed rate 5.75% (**)	L
UnipolSai	€134.0m	tier I restricted	2015 (***)		fixed rate 6.971%	NL

(*) loans hedged by IRS with maturity equal to the call date (these instruments transform the rate from floating to fixed).

(**) from June 2024 floating rate of 3M Euribor + 518 b.p.

(***) bondholders have the option of converting the bonds at any time in the period from 24 April 2014 to 22 December 2015

(****) including additional Mediobanca spreads

With reference to the convertible bond loan, issued by UnipolSai on 24 April 2014, with nominal value of €134m and maturity term in December 2015, it is worth noting that, pursuant to IAS 32.15, the item Other financial liabilities includes the only component, totalling €5.3m, which can be classified as financial liability at 30 June 2015.

The item Other loans obtained, equal to €119.6m (€129.4m at 31/12/2014), is primarily composed of €111.6m (amount unchanged compared with 31/12/2014) and is related to a loan entered by the Closed-End Real Estate Fund Tikal R.E. with Mediobanca acting as Agent Bank. The loan, originally for €119.0m, was granted for the purchase of property and improvements. The cost of the loan is at the 6M Euribor rate plus a credit spread of 90 basis points. Since 2008, the Fund has made use of interest rate derivatives in implementation of a policy hedging the potential risk of an increase in interest rates on the loan taken out.

5. Payables

Amounts in €m	30/6/2015	% comp.	31/12/2014	% comp.	% var.
Payables arising from direct insurance business	144.3	16.1	143.7	17.5	0.4
Payables arising from reinsurance business	34.6	3.9	40.9	5.0	-15.3
Other payables	716.7	80.0	634.4	77.5	13.0
Policyholders' tax due	149.5	16.7	172.8	21.1	-13.5
Sundry tax payables	57.1	6.4	94.3	11.5	-39.4
Trade payables	199.4	22.3	171.8	21.0	16.1
Post-employment benefits	69.2	7.7	77.0	9.4	-10.2
Social security charges payable	33.3	3.7	33.8	4.1	-1.5
Sundry payables	208.2	23.3	84.7	10.3	145.8
Total payables	895.5	100.0	818.9	100.0	9.4

6. Other liabilities

Amounts in €m	30/6/2015	% comp.	31/12/2014	% comp.	% var.
Current tax liabilities	16.2	1.7	15.7	1.8	2.8
Deferred tax liabilities	51.4	5.4	86.3	10.0	-40.4
Liabilities associated with disposal groups	52.2	5.5	2.6	0.3	n.s.
Commissions on premiums under collection	90.2	9.5	109.4	12.7	-17.5
Deferred commission income	0.7	0.1	0.8	0.1	-12.9
Accrued expense and deferred income	13.4	1.4	0.8	0.1	n.s.
Other liabilities	726.1	76.4	646.0	75.0	12.4
Total other liabilities	950.3	100.0	861.6	100.0	10.3

Liabilities associated with disposal groups consisted of the liabilities of the insurance company of Dialogo Assicurazioni.
For details please refer to paragraph 4.4 of these Notes to the Financial Statements.

3. Notes to the Income Statement

Comments and further information on the items in the income statement and the variations that took place compared with 30 June 2014 are given below (the numbering of the notes relates to the mandatory layout for the preparation of the income statement).

REVENUE

1.1 Net premiums

Amounts in €m	30/6/2015	30/6/2014	*% var.*
Non-Life earned premiums	3,754.2	4,557.3	*-17.6*
Non-Life written premiums	3,798.5	4,460.5	*-14.8*
Changes in Non-Life premium provision	-44.3	96.9	*n.s.*
Life written premiums	3,488.2	4,448.6	*-21.6*
Non-Life and Life gross earned premiums	7,242.4	9,005.9	*-19.6*
Non-Life earned premiums ceded to reinsurers	-225.6	-207.3	*8.8*
Non-Life premiums ceded to reinsurers	-250.4	-230.2	*8.8*
Changes in Non-Life premium provision - reinsurers' share	24.8	22.9	*8.5*
Life premiums ceded to reinsurers	-4.7	-8.3	*-43.4*
Non-Life and Life earned premiums ceded to reinsurers	-230.2	-215.5	*6.8*
Total net premiums	7,012.2	8,790.4	*-20.2*

1.2 Commission income

Amounts in €m	30/6/2015	30/6/2014	*% var.*
Commission income from banking business	0.0	5.2	*-100.0*
Commission income from investment contracts	0.1	0.4	*-75.2*
Other commission income	4.4	2.2	*100.8*
Total commission income	4.5	7.7	*-42.1*

1.3 Gains and losses on financial instruments at fair value through profit or loss

Amounts in €m	30/6/2015	30/6/2014	*% var.*
from held-for trading financial assets	238.1	-121.9	
from held-for trading financial liabilities	0.6	12.7	
from financial assets/liabilities at fair value through profit or loss	134.9	272.0	
Total net income/expenses	373.6	162.8	*129.5*

1.4 Gains on investments in subsidiaries, associates and interests in joint ventures

These amounted to €11.2m (€2.4m at 30/06/2014): this item includes the capital gain from the disposal of 51% share capital of the associate UnipolSai Investimenti SGR to the Parent Unipol Gruppo Finanziario and the derecognition of the residual investment reclassified by effect of the loss of control and measured at fair value under investments in associates.

1.5 Gains on other financial instruments and investment property

Amounts in €m	30/6/2015	30/6/2014	*% var.*
Interest	747.1	794.4	*-6.0*
on held-to-maturity investments	28.3	34.7	
on loans and receivables	87.6	110.4	
on available-for-sale financial assets	628.5	645.1	
on sundry receivables	1.4	0.8	
on cash and cash equivalents	1.2	3.5	
Other income	92.7	113.7	*-18.5*
from investment property	46.2	59.9	
from available-for-sale financial assets	46.5	53.8	
Realised gains	473.8	496.7	*-4.6*
on investment property	1.0	5.8	
on held-to-maturity investments	0.0	2.7	
on loans and receivables	10.6	36.2	
on available-for-sale financial assets	462.2	451.9	
Unrealised gains and reversals of impairment losses	31.3	68.5	*-54.3*
on available-for-sale financial assets	31.3	68.4	
on other financial assets and liabilities	0.0	0.1	
Total item 1.5	1,345.0	1,473.4	*-8.7*

1.6 Other revenue

Amounts in €m	30/6/2015	30/6/2014	*% var.*
Sundry technical income	53.4	44.5	*20.1*
Exchange rate differences	4.2	3.2	*32.0*
Extraordinary gains	10.5	20.7	*-49.1*
Other income	154.3	134.7	*14.5*
Total other revenue	222.5	203.1	*9.5*

COSTS

2.1 Net charges relating to claims

Amounts in €m	30/6/2015	30/6/2014	*% var.*
Net charges relating to claims - direct and indirect business	6,558.0	8,044.5	*-18.5*
Non-Life business	2,509.7	3,012.7	*-16.7*
Non-Life amounts paid	3,046.6	3,332.3	
changes in Non-Life claims provision	-470.7	-254.2	
changes in Non-Life recoveries	-66.8	-66.0	
changes in other Non-Life technical provisions	0.6	0.7	
Life business	4,048.3	5,031.8	*-19.5*
Life amounts paid	3,053.3	3,488.2	
changes in Life amounts payable	299.0	144.3	
changes in mathematical provisions	458.7	1,165.5	
changes in other Life technical provisions	157.3	91.5	
changes in provisions where the investment risk is borne by policyholders and arising from pension fund management	80.0	142.2	
Charges relating to claims - reinsurers' share	-114.2	-88.9	*28.4*
Non-Life business	-113.5	-80.7	*40.7*
Non-Life amounts paid	-131.8	-118.2	
changes in Non-Life claims provision	17.9	35.2	
changes in Non-Life recoveries	0.4	2.3	
Life business	-0.6	-8.2	*-92.5*
Life amounts paid	-10.1	-14.7	
changes in Life amounts payable	0.9	1.2	
changes in mathematical provisions	8.5	5.3	
Total net charges relating to claims	6,443.8	7,955.6	*-19.0*

2.2 Commission expense

Amounts in €m	30/6/2015	30/6/2014	*% var.*
Commission expense from banking business	0.0	4.3	*-100.0*
Commission expense from investment contracts	0.1	0.4	*-69.5*
Other commission expense	4.0	3.9	*0.6*
Total commission expense	4.1	8.7	*-52.6*

2.3 Charges on investments in subsidiaries, associates and interests in joint ventures

These totalled €7.3m (€9.3m at 30/06/2014).

2.4 Charges on other financial instruments and investment property

Amounts in €m	30/6/2015	30/6/2014	*% var.*
Interest:	47.5	28.5	*66.4*
on other financial liabilities	47.0	27.3	
on payables	0.4	1.2	
Other charges:	20.6	61.3	*-66.4*
from investment property	16.3	20.8	
from available-for-sale financial assets	3.1	3.0	
from cash and cash equivalents	0.1	0.3	
from other financial liabilities	1.1	37.2	
from sundry payables	0.0	0.0	
Realised losses:	82.5	133.8	*-38.3*
on investment property	0.1	4.2	
on held-to-maturity investments	0.0	0.7	
on loans and receivables	0.0	89.8	
on available-for-sale financial assets	82.4	39.0	
Unrealised losses and impairment losses:	128.6	94.3	*36.3*
on investment property	75.5	81.4	
on loans and receivables	0.0	5.2	
on available-for-sale financial assets	51.0	7.8	
on other financial liabilities	2.1	0.0	
Total item 2.4	279.2	318.0	*-12.2*

Losses on investment property are due to depreciation pertaining to the period and amounting to €24.0m (€25.8m at 30/06/2014), as well as impairment losses amounting to €51.5m (€55.6m at 30/06/2014).

2.5 Operating expenses

Operating expenses are broken down by sectors as follows:

Amounts in €m	30/6/2015	30/6/2014	*% var.*
Insurance sector	1,187.0	1,342.6	*-11.6*
Other Businesses Sector	20.7	37.8	*-45.1*
Real Estate Sector	14.3	7.4	*91.9*
Intersegment eliminations	-11.8	-12.9	*-8.6*
Total operating expenses	1,210.2	1,374.9	*-12.0*

Below are details of Operating expenses in the Insurance sector:

	NON-LIFE		*% var.*	LIFE		*% var.*	TOTAL		*% var.*
Amounts in €m	Jun-15	Jun-14		Jun-15	Jun-14		Jun-15	Jun-14	
Acquisition commissions	601.0	681.5	*-11.8*	75.3	104.2	*-27.7*	676.3	785.7	*-13.9*
Other acquisition costs	197.3	195.0	*1.2*	20.0	21.1	*-5.0*	217.3	216.0	*0.6*
Changes in deferred acquisition costs	-7.2	-1.8	*n.s.*	1.1	-0.8	*n.s.*	-6.1	-2.6	*131.6*
Collection commissions	83.8	95.1	*-11.9*	4.6	4.7	*-2.4*	88.4	99.8	*-11.5*
Profit sharing and other commissions from reinsurers	-66.7	-56.5	*18.2*	-1.0	-1.4	*-29.4*	-67.7	-57.8	*17.0*
Investment management expenses	29.7	24.5	*21.3*	21.4	19.0	*12.6*	51.1	43.5	*17.5*
Other administrative expenses	171.2	201.6	*-15.1*	56.6	56.4	*0.4*	227.8	258.0	*-11.7*
Total operating expenses	1,009.0	1,139.4	*-11.4*	178.0	203.1	*-12.4*	1,187.0	1,342.6	*-11.6*

2.6 Other costs

Amounts in €m	30/6/2015	30/6/2014	*% var.*
Other technical charges	139.4	107.6	*29.5*
Impairment losses on receivables	3.5	14.8	*-76.4*
Other charges	236.0	290.4	*-18.7*
Total other costs	378.9	412.9	*-8.2*

3. Income tax

Against pre-tax profit of €645.5m, taxes pertaining to the year of €190.4m were recorded, corresponding to a tax rate of 29.5% (36.1% at 30/06/2014).

4. Other Information

4.1 Hedge Accounting

Fair value hedging concerns bonds linked to European inflation, for which the actual interest rate risk was hedged through Inflation Swap IRS.

Fair value hedges

UnipolSai Assicurazioni: as regards hedging through Interest Rate Swap, it is worth noting that, during the first half of 2015, all contracts in place at 31 December 2014 were terminated and new IRS contracts were entered to hedge bonds classified under Available-for-sale assets.
As regards the closed positions, the economic effects pertaining to the period came to a negative €15.6m, as regards capital losses incurred on hedge instruments and a positive €15.1m, as regards fair value change of underlying assets, classified under Available-for-sale assets, with a net economic effect which came to a negative €0.5m.
With reference to the new positions, the fair value change related to the hedged risk of bonds came to a negative €48.8m, while the fair value change of IRS amounted to a positive €54.9m, with a positive net economic effect of €6.1m, including the tax effect of €2.1m.
At 30 June 2015 hedging was effective since the ratios between the respective variations in fair value were still within the range 80%-125%.

UnipolSai Assicurazioni: as regards hedging through Bond Forwards, it is worth noting that, during the first half of 2015, all contracts in place were terminated with a total capital gain of €221.8m, also including the effects of the disposal of bonds hedged and classified under Available-for-sale assets.

Cash flow hedges

UnipolSai Assicurazioni - cash flow hedges on hybrid perpetual loans through IRSs for a notional value of €300m: the cumulative positive effect on Shareholders' Equity in the Hedging reserve for gains or losses on cash flow hedges was €15.1m (€9.9m net of tax).

UnipolSai Assicurazioni - cash flow hedges on bond securities recorded in the Available-for-sale asset portfolio through the sale of IRSs for a notional value of €1,304.3m.
The cumulative negative effect on Shareholders' Equity in the Hedging reserve for gains or losses on cash flow hedges was -€26.6m (-€17.4m net of tax).

Tikal - cash flow hedges on debt exposures to banks through IRSs for a notional €55m: at 30 June 2015 the cumulative positive effect on Shareholders' Equity in the Hedging reserve for gains or losses on cash flow hedges was €2.3m.

4.2 Earnings (loss) per share

Basic

	30/6/2015	30/6/2014
Profit/loss allocated to ordinary shares (€m)	437.9	292.4
Weighted average of ordinary shares outstanding during the year (no./m)	2,223.5	2,264.3
Basic earnings (loss) per share (€ per share)	0.20	0.13

Diluted

	30/6/2015	30/6/2014
Profit/loss allocated to ordinary shares (€m)	437.9	292.4
Weighted average of ordinary shares outstanding during the year (no./m)	2,223.5	2,264.3
Diluted earnings (loss) per share (€ per share)	0.20	0.13

4.3 Dividends

In view of the profit for the year made by the company at 31 December 2014 (as shown in the financial statements drawn up in accordance with Italian GAAP), the Shareholders' Meeting of UnipolSai SpA held on 17 June 2015, resolved the distribution of dividends totalling €483.5m, €8.3m of which to Class "A" Savings Shares, €77.1m to Class "B" Savings Shares and €398.1m to Ordinary Shares, corresponding to €6.5 per Class "A" Savings Share, €0.20438 per Class "B" Savings Share and €0.17500 per Ordinary Share.

The Shareholders' Meeting also set the dividend payment date for 24 June 2015 (ex-dividend date 2 June 2015 and record date 23 June 2015).

In compliance with the conditions set forth in the Convertible Loan regulations, €8.6m were also paid to holders of the bonds not yet converted as a Manufactured Dividend.

4.4 Non-current assets or assets of a disposal group held for sale

Reclassifications made in application of IFRS 5 concern assets (€43.8m) and liabilities (€52.2m), less intercompany transactions, related to the company Dialogo Assicurazioni SpA (direct 99.85% subsidiary) and a certain properties for which the relative preliminary sales contracts have already been signed for €22.8m.

The tables below show the details of the reclassified assets and liabilities.

Non-current assets or disposal groups classified as held for sale

Amounts in €m

		Dialogo Assicurazioni		*Real Estate*		*other reclass. IFRS 5*		Total reclass. IFRS 5	
		30/6/2015	31/12/2014	30/6/2015	31/12/2014	30/6/2015	31/12/2014	30/6/2015	31/12/2014
1	INTANGIBLE ASSETS	-	-	-	-	-	0.0	-	0.0
1.1	Goodwill	-	-	-	-	-	-	-	-
1.2	Other intangible assets	-	-	-	-	-	0.0	-	0.0
2	PROPERTY, PLANT AND EQUIPMENT	-	-	17.7	-	-	-	17.7	-
2.1	Property	-	-	17.7	-	-	-	17.7	-
2.2	Other tangible assets	-	-	-	-	-	-	-	-
3	TECHNICAL PROVISIONS - REINSURERS' SHARE	-	-	-	-	-	-	-	-
4	INVESTMENTS	36.3	-	5.1	8.5	-	13.7	41.3	22.2
4.1	Investment property	-	-	5.1	8.5	-	-	5.1	8.5
4.2	Investments in subsidiaries, associates and joint ventures	-	-	-	-	-	-	-	-
4.3	Investments held to maturity	-	-	-	-	-	-	-	-
4.4	Loans and receiv ables	1.0	-	-	-	-	-	1.0	-
4.5	AFS financial assets	35.2	-	-	-	-	13.7	35.2	13.7
4.6	Financial assets at fair v alue through profit or loss	-	-	-	-	-	-	-	-
5	OTHER RECEIVABLES	3.0	-	-	-	-	-	3.0	-
5.1	Receiv ables from direct insurance operations	0.9	-	-	-	-	-	0.9	-
5.2	Receiv ables from reinsurance operations	-	-	-	-	-	-	-	-
5.3	Other receiv ables	2.0	-	-	-	-	-	2.0	-
6	OTHER ASSETS	2.5	-	-	-	-	0.5	2.5	0.5
6.2	Deferred acquisition costs	-	-	-	-	-	-	-	-
6.3	Deferred tax assets	2.3	-	-	-	-	0.0	2.3	0.0
6.4	Current tax assets	0.1	-	-	-	-	0.2	0.1	0.2
6.5	Other assets	0.0	-	-	-	-	0.3	0.0	0.3
7	CASH AND CASH EQUIVALENTS	2.1	-	-	-	-	0.9	2.1	0.9
NON-CURRENT ASSETS OR DISPOSAL GROUPS		43.8	-	22.8	8.5	-	15.1	66.6	23.6

Liabilities of a disposal group held for sale

Amounts in €m

		Dialogo Assicurazioni		*Real Estate*		*other reclass. IFRS 5*		Total reclass. IFRS 5	
		30/6/2015	31/12/2014	30/6/2015	31/12/2014	30/6/2015	31/12/2014	30/6/2015	31/12/2014
2	PROVISIONS	0.1	-	-	-	-	-	0.1	-
3	TECHNICAL PROVISIONS	47.2	-	-	-	-	-	47.2	-
4	FINANCIAL LIABILITIES	-	-	-	-	-	-	-	-
4.1	Financial liabilities at fair v alue through profit or loss	-	-	-	-	-	-	-	-
4.2	Other financial liabilities	-	-	-	-	-	-	-	-
5	PAYABLES	3.0	-	-	-	-	2.2	3.0	2.2
5.1	Payables from direct insurance operations	0.2	-	-	-	-	-	0.2	-
5.2	Payables from reinsurance operations	-	-	-	-	-	-	-	-
5.3	Other payables	2.8	-	-	-	-	2.2	2.8	2.2
6	OTHER LIABILITIES	1.9	-	-	-	-	0.4	1.9	0.4
6.2	Deferred tax liabilities	-	-	-	-	-	0.2	-	0.2
6.3	Current tax liabilities	-	-	-	-	-	0.2	-	0.2
6.4	Other liabilities	1.9	-	-	-	-	-	1.9	-
LIABILITIES OF A DISPOSAL GROUP		52.2	-	-	-	-	2.6	52.2	2.6

Technical Reserves, equal to €47.2m, primarily relate to Non-Life claims provisions.

4.5 Transactions with related parties

Since the start of 2014, most service contracts have been centralised into UnipolSai.

Since 6 January 2014, the service contracts previously entered into by Unipol Gruppo Finanziario were transferred to UnipolSai.

UnipolSai Assicurazioni provided services relating to the following areas:
- Governance (services supporting internal control, risk management and compliance);
- Anti-money laundering and Anti-terrorism;
- Finance;
- Communications and Media relation;
- Assessment of Investments;
- Human Resources and Organisation (external selection, training, development, remuneration policies and systems, personnel management, Trade Union relations and disputes, welfare of employees, safety, organisation, personnel administration);
- Claims Settlement;
- Insurance (distribution regulations and insurance processes, tariffs and auto portfolio management, reinsurance, marketing, economic contractual management of the network);
- Life (procedures, applications and regulatory, products, settlements and bancassurance);
- Legal (corporate affairs, Group legal, anti-fraud, legal insurance advice, privacy, general legal and disputes, corporate legal, complaints and specialist assistance to customers, management of equity investments, institutional relations);
- IT services;
- Administrative (accounting, tax, administrative and financial statements services, insurance and economic management control, purchases and general services);
- Real estate (logistics, asset and investment management and banking portfolio).

Unisalute, a Unipol Gruppo Finanziario subsidiary, provides the following services for the other companies in the Group:
- Managing addressing services, providing medical advice and assistance by telephone, making bookings, managing and settling claims relating to specific guarantees/products on behalf of UnipolSai and Linear;
- Support services for employee training and learning on behalf of Unipol, UnipolSai, Linear and Linear Life;
- Policyholder record updating services and administrative services associated with the payment of health policy claims.

SIAT performs the following services in favour of UnipolSai:
- Technical assistance in the negotiation and stipulation of transport contracts;
- Portfolio services for agreements in the transport sector;
- Administrative support in the relationships with insurance counterparties.

Europa Tutela Giudiziaria performs the following services in favour of a number of Group companies:
- Investigation, management and settlement of claims relating to the Legal Expenses portfolio;
- Technical and commercial support for Legal Expenses business contracts.

Systema provides Incontra Assicurazioni with services of an administrative nature associated with bancassurance activities (monitoring of processes, customer services and claims support).

Auto Presto & Bene performs car repair services in favour of a number of Group companies.

UnipolRe Limited renders administrative and accounting services related to inwards and outwards reinsurance, in favour of UnipolSai Assicurazioni.

During the first half of 2015, UnipolSai Real Estate, with reference to the Real Estate Property Portfolio, owned or leased by the Group, continued its activity of service provider in the following areas:
- Project Management;
- Property Management;
- Facility Management;
- Procurement;
- IT services.

In the first half of 2015, the UnipolSAI Servizi Consortili consortium continued to manage only certain supply and service agreements:
- Lease services of areas;
- Logistics and organisational services related to real estate properties.

None of the above transactions are atypical or unusual.

Fees are based mainly on external costs incurred, for example for products and services acquired from suppliers, and on the costs arising from the activities of the companies themselves, i.e. generated by their own staff, and taking account of:
– the performance objectives that provision of the service to the Company must achieve;
– the strategic investments to be implemented in order to ensure the agreed levels of service.

The following elements are specifically taken into consideration:
– personnel costs;
– operating costs (logistics, etc.);
– general costs (IT, consultancy, etc.).

The amounts for financing activities are calculated by applying a fee on managed volumes. The services provided by Unisalute, Europa Tutela Giudiziaria, Auto Presto & Bene and UnipolRe involve fixed prices.

Unipol Gruppo Finanziario, UnipolSai and Unipol Banca second staff to the Group companies in order to optimise synergies within the Group.

Financial and commercial transactions between Unipol Banca, its subsidiaries, and other Group companies, were the usual types of transaction carried out by a complex group and related to services, deposit accounts or corporate financing and finance lease agreements. Agreements were also entered into for the sale and/or management of banking, financial and insurance products and services and for the provision of auxiliary banking services in general. The financial effects of these transactions were governed by the market terms applied to major customers.

As regards the main transactions “of minor relevance” carried out during 2015, reference is made to the interim Management Report.

The following table shows transactions with related parties (holding companies, associates and affiliates) carried out during the first half of 2015, as laid down in IAS 24 and in Consob Communication DEM/6064293/2006.

Transactions with subsidiaries have not been recognised since in drawing up the Consolidated Financial Statements transactions among Group companies consolidated using the line-by-line method have been eliminated as part of the normal consolidation process.

Information on transactions with related parties

Amounts in €m	Holding company	Indirect holding company	Associates	Affiliates	Total	*inc. % (1)*	*inc. % (2)*
Loans and receivables	267.8	0.0	60.9	0.0	328.7	0.5	34.0
Sundry receivables	0.1	0.0	45.1	12.4	57.6	0.1	6.0
Other assets	0.1	0.1	52.2	0.0	52.4	0.1	5.4
Cash and cash equivalents	0.0	0.0	291.7	0.0	291.7	0.4	30.2
TOTAL ASSETS	268.0	0.1	449.9	12.4	730.4	1.1	75.5
Technical provisions	0.0	0.0	0.0	1.5	1.5	0.0	0.2
Other financial liabilities	0.0	0.0	7.1	0.0	7.1	0.0	0.7
Sundry payables	100.8	0.1	6.7	16.9	124.5	0.2	12.9
Other liabilities	0.1	0.0	0.0	0.0	0.1	0.0	0.0
TOTAL LIABILITIES	100.9	0.1	13.8	18.4	133.1	0.2	13.8
Net premiums	0.0	0.0	0.0	-77.9	-77.9	-17.1	-8.1
Commission income	0.0	0.0	3.4	0.0	3.4	0.7	0.3
Gains on other financial instruments and investment property	2.0	0.0	1.0	0.0	3.0	0.7	0.3
Other revenue	2.3	0.0	2.0	5.5	9.9	2.2	1.0
TOTAL REVENUE AND INCOME	4.3	0.0	6.4	-72.4	-61.7	-13.6	-6.4
Net charges relating to claims	0.0	0.0	0.0	-20.8	-20.8	-4.6	-2.1
Losses on other financial instruments and investment property	0.0	0.0	1.8	0.0	1.8	0.4	0.2
Operating expenses	0.2	0.1	96.2	-3.9	92.6	20.4	9.6
Other costs	10.3	0.9	1.5	0.3	12.9	2.8	1.3
TOTAL COSTS AND EXPENSES	10.5	1.0	99.5	-24.4	86.5	19.0	8.9

(1) Percentage based on total assets in the consolidated statement of financial position recognised under Shareholders' Equity, and based on the net consolidated profit/(loss) for the year for income statement items.
(2) The percentage on total net cash flow from operating activities mentioned in the statement of cash flows.

Loans and receivables due from the holding company relate to two loan agreements between the former Unipol Assicurazioni and the holding company Unipol Gruppo Finanziario executed during 2009 after Unipol Assicurazioni's takeover of the role of issuer for the UGF 7% and UGF 5.66% subordinated bond loans issued by UGF.
Loans and receivables from associates comprise €41.6m of bonds issued by Unipol Banca and subscribed by UnipolSai, €10.3m of interest-free loans disbursed by UnipolSai Real Estate (to Borsetto Srl., €8.3m, and to Pentadomus SpA, €1.8m) and €9.0m of time deposits held by Punta di Ferro at Unipol Banca.

The item Sundry receivables from associates included €20.5m in receivables from Finitalia for premiums it had collected for the service concerning the split payment of policies, €18.7m in receivables due from insurance

brokerage agencies for commissions and €2.9m in receivables for coinsurance contracts of UnipolSai with associates.
The item Sundry receivables from affiliates mainly included receivables for seconded staff and services supplied by UnipolSai.

Cash and cash equivalents included the balances of current accounts opened by Group companies at the associate Unipol Banca.

The item Other financial liabilities due to associates referred to bank deposits at Unipol Banca.

The item Sundry payables to the Parent include the payable to Unipol Gruppo Finanziario as tax consolidating company.

The items Net premiums and Net charges for claims regard the reinsurance business of UnipolSai Assicurazioni at Unipol Gruppo Finanziario subsidiaries.

Commission income refers to the bank relations between the Group companies and the associate Unipol Banca.

Gains on other financial instruments and investment property include:
- as for relations with the Parent, the interest income on loans granted by UnipolSai Assicurazioni to Unipol Gruppo Finanziario and rentals of real estate properties;
- as for relations with associates, the interest income on bank deposits held by the Group companies at Unipol Banca;
- as for relations with the affiliates, rents paid to UnipolSai Real Estate by the affiliates Unisalute and Linear.

The item Other Revenue due from the Parent and from the affiliates mainly included income for staff secondment; other revenue due from associates relate to relations of the Group companies with Unipol Banca and Finitalia for banking services and policy premium instalments.

Operating expenses due to associates included costs on commissions paid to insurance brokerage agencies (€53.6m), bank relations operating costs (€20.7m) and costs paid to Finitalia for instalments of policies issued by the Group companies (€18.9m).

The item Other costs primarily relates to staff secondment.

Put and call option on Unipol Banca shares

At 30 June 2015, UnipolSai had a put option with the Parent Unipol for 246,726,761 shares of Unipol Banca owned by the latter (equal to 27.49% of the investee's share capital), expiring on 6 January 2019, at a price not lower than €332m.
In view of the above, UnipolSai granted Unipol a corresponding call option on the same number of shares and at the same price, but providing Unipol with the possibility of exercising the option at any moment up to 6 January 2019.

4.6 Fair value measurements – IFRS 13

As regards the fair value measurement criteria and criteria to determine the fair value hierarchy, reference is made to the Consolidated Financial Statements of the UnipolSai Group at 31 December 2014, in the Notes, chapter 2 - Main accounting standards.

Fair value measurement on a recurring basis

The table below shows a comparison between the assets and liabilities measured at fair value at 30 June 2015 and 31 December 2014, broken down based on fair value hierarchy level.

Assets and liabilities at fair value on a recurring and non-recurring basis: breakdown by fair value level	Level 1		Level 2		Level 3		Total	
Amounts in €m	30/06/2015	31/12/2014	30/06/2015	31/12/2014	30/06/2015	31/12/2014	30/06/2015	31/12/2014
Assets and liabilities at fair value on a recurring basis								
Available-for-sale financial assets	39,859.3	40,236.2	574.7	620.9	823.6	1,256.6	41,257.6	42,113.7
Financial assets at fair value through profit or loss:								
- held for trading	185.3	137.7	249.3	110.2	70.7	99.6	505.4	347.5
- at fair value through profit or loss	7,457.3	6,923.6	169.3	158.7	1,106.1	1,556.4	8,732.7	8,638.7
Investment property	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Property, plant and equipment	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Intangible assets	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Total assets at fair value on a recurring basis	*47,501.9*	*47,297.5*	*993.3*	*889.9*	*2,000.4*	*2,912.5*	*50,495.6*	*51,099.9*
Financial liabilities at fair value through profit or loss:								
- held for trading	29.9	52.7	248.3	525.0	14.4	2.2	292.7	579.9
- at fair value through profit or loss	0.0	0.0	0.0	0.0	811.7	785.5	811.7	785.5
Total liabilities at fair value on a recurring basis	*29.9*	*52.7*	*248.3*	*525.0*	*826.1*	*787.7*	*1,104.3*	*1,365.4*
Assets and liabilities at fair value on a non-recurring basis								
Non-current assets or assets of a disposal group held for sale	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Liabilities associated with disposal groups	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

The amount of financial instruments classified in Level 3 at 30 June 2015 stood at €2,000.4m.

Details of changes in Level 3 financial assets and liabilities in the same period are shown below.

Details of changes in level 3 assets and liabilities measured at fair value on a recurring basis								
	Available-for-sale financial assets	Financial assets at fair value through profit or loss		Investment property	Property, plant and equipment	Intangible assets	Financial liabilities at fair value through profit or loss	
Amounts in €m		held for trading	at fair value through profit or loss				held for trading	at fair value through profit or loss
Opening balance	1,256.6	99.6	1,556.4	0.0	0.0	0.0	2.2	785.5
Acquisitions/Issues	66.7	2.2	0.0	0.0	0.0	0.0	0.0	0.0
Sales/Repurchases	-466.3	-0.1	-178.9	0.0	0.0	0.0	0.0	0.0
Repayments	-12.5	0.0	-247.4	0.0	0.0	0.0	0.0	0.0
Gains or losses recognised through profit or loss	0.0	-0.1	-25.8	0.0	0.0	0.0	12.2	0.0
- of which unrealised gains/losses	0.0	-0.1	-25.8	0.0	0.0	0.0	12.2	0.0
Gains or losses recognised in the comprehensive income statement	-14.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Transfers to level 3	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Transfers to other levels	-12.4	-30.9	0.0	0.0	0.0	0.0	0.0	0.0
Other changes	5.6	0.0	1.7	0.0	0.0	0.0	0.0	26.2
Closing balance	823.6	70.7	1,106.1	0.0	0.0	0.0	14.4	811.7

The transfers from Level 1 to Level 2 which occurred during the reference period were insignificant.

Analysis and stress testing of non-observable parameters (level 3)

The table below shows, for level 3 financial assets and liabilities measured at fair value, the effects of the change in the non-observable parameters used in the fair value measurement.

With reference to “assets measured at fair value on a recurring basis” and belonging to Level 3, the stress test of non-observable parameters is performed with reference to financial instruments valued on a Mark to Model basis and on which the measurement is carried out through one or more non-observable parameters.

The portion of securities subject to analysis has a market value of €18.9m at 30 June 2015.

The non-observable parameters subject to a shock are benchmark spread curves constructed to assess bonds of issuers for which the prices of the bonds issued or CDS curves are unavailable.

The following table shows the results of the shocks:

Amounts in €m	Curve Spread			
Fair Value				
Shock	+10 bps	-10 bps	+50 bps	-50 bps
Fair Value delta	-0.09	0.09	-0.42	0.44
Fair Value delta %	-0.45%	0.46%	-2.22%	2.32%

Fair value measurement on a non-recurring basis

IFRS 13 governs the fair value measurement and the associated disclosure also for assets and liabilities not measured at fair value on a recurring basis.
For these assets and liabilities, fair value is calculated only for the purposes of information requirements for the market. Furthermore, since these assets and liabilities are not typically traded, their fair value is largely based on the use of internal parameters that cannot be directly observed in the market, with the sole exception of listed securities classified as Held-to-maturity investments.

Assets and liabilities not measured at fair value: breakdown by fair value level

	Carrying amount		Fair value							
			Level 1		Level 2		Level 3		Total	
Amounts in €m	30/06/2015	31/12/2014	30/06/2015	31/12/2014	30/06/2015	31/12/2014	30/06/2015	31/12/2014	30/06/2015	31/12/2014
Assets										
Held-to-maturity investments	1,433.9	1,420.0	1,236.5	1,258.0	330.2	324.1	0.0	0.0	1,566.7	1,582.1
Loans and receivables	5,196.5	5,169.5	1.8	2.9	4,018.8	3,866.7	991.4	1,471.4	5,011.9	5,341.1
Investments in subsidiaries, associates and interests in joint ventures	529.7	608.4	0.0	0.0	0.0	0.0	529.7	608.4	529.7	608.4
Investment property	2,718.7	2,824.2	0.0	0.0	0.0	0.0	2,758.5	2,903.5	2,758.5	2,903.5
Property, plant and equipment	1,177.0	1,196.4	0.0	0.0	0.0	0.0	1,326.7	1,306.2	1,326.7	1,306.2
Total assets	11,055.8	11,218.5	1,238.3	1,260.9	4,348.9	4,190.8	5,606.3	6,289.5	11,193.4	11,741.2
Liabilities										
Other financial liabilities	2,401.5	2,447.3	1,287.9	1,290.4	0.0	0.0	1,078.1	1,081.9	2,366.0	2,372.3

4.7 Information on personnel

	30/6/2015	31/12/2014	*Var.*
Total number of UnipolSai Group employees	10,444	10,271	*173*
of which on a fixed-term contract	*910*	*381*	*529*
Full Time Equivalent - FTE	9,978	9,838	*140*

The foreign company employees (1,417) include 573 insurance agents.

The increase in the Group employees compared to 31/12/2014 (+173) is primarily due to:
- decrease of 341 employees in UnipolSai, who adhered to the Solidarity Fund and the call for retirement;
- increase of 496 seasonal staff in the Atahotels hotel chain.

Access to the Solidarity Fund for the insurance sector - Trade union agreement of 29 December 2014

Due to the refusal by 321 employees with the required requirements to enter the Fund and therefore the non-fulfilment of the targets set out in the Merger Agreement dated 18 December 2013 [1], UnipolSai implemented the provisions set out in the Trade Union Agreement of 29 December 2014 that envisaged in particular:
- the extension to 15 February 2015, of the terms to participate in the Company's pre-retirement plans for staff meeting the pension requirements at 31 December 2014, or to 30 June 2015, and of the participation to the Solidarity Fund for personnel who will meet the pension requirements within the time span between 1 July 2015 and 31 December 2019;
- the activation of legal proceedings to reduce the number of staff if, on 18 February 2015, the Company acknowledged that the personnel meeting the requirements for pre-pension or pension within 30 June 2015 was unwilling to participate in the pre-retirement plans.

On 23 February 2015, the Company informed the Trade Union that there were still 53 employees in excess who did not take part in the pre-retirement plan expired on 15 February 2015.

Therefore, on 4 March 2015, the Company started the collective workforce downsizing for a total of 53 persons, pursuant and by the effects of provisions set out by Law 223 of 1991 since it was acknowledged that this surplus could not be managed through a mutually-agreed termination of the employment contracts.
Upon request of Trade Unions, starting from 11 March 2015, the joint evaluation envisaged by the above-mentioned law was developed at the Company. With reference to selection criteria, Trade Unions asked that, in order to mitigate any social impact of the procedure, the leaving workforce had to be selected not according criteria set out by law, but according to the meeting of requirements to gain the right for pre-retirement or pension within 30 June 2015.
The negotiation within the Company continued until 16 April 2015 when, with the purpose to limit the consequences at social level resulting from the implementation of the above-mentioned reorganization and restructuring process, the Parties agreed to outline and conclude the procedure as per Art. 4 and Art. 24 of Law no. 223 of 1991 with an agreement signed at the same date with Trade Unions FISAC/CGIL, FIBA/CISL and UILCA/UIL, with the following terms and conditions.
In order to mitigate the social impact of the procedure as per Art. 4 and Art. 24 of Law no. 223 of 1991, the Parties agreed to identify the surplus workforce - regardless of the work site, position within the Company and professional profile - within the non-managerial staff of any level working at UnipolSai already meeting, or in any case who will meet, by 30 June 2015, the pre-retirement or pension requirements, although being in right of continuing work. Those who would have a pension lower than €1,500 net per month, over 13 monthly payments, were to be excluded, as well as were excluded disabled people mandatorily employed pursuant to

[1] For further information on the Merger Trade Union Agreement dated 18 December 2013, and the Supplementary Trade Union Agreement of 29 December 2014, reference is made to the 2014 Consolidated Financial Statements, paragraph 5.8 of the Notes.

law and those meeting the pension requirements, but having less than 35 years of contributions at 30 June 2015.
With a notice dated 15 May 2015, the Ministry of Labour and Social Policy rejected the requests of Trade Unions FNA and SNFIA - that did not sign the previous agreements of 29 December 2014 and 16 April 2015 - to continue negotiations with the Parties at the Ministry.
Therefore, on 26 May 2015, UnipolSai performed the workforce downsizing which, according to criteria set out by the Parties, involved 25 employees instead of 53, for which the procedure was initially opened.

Share-based compensation plans

The UnipolSai Group pays additional benefits to the Chief Executive Officer and senior executives under closed share-based compensation plans by which Unipol Ordinary shares are granted if specific targets are achieved (performance shares).

The compensation plan based on financial instruments for the period 2010-2012 ended on 31 December 2012. The first tranche, amounting to 68,122 shares, was paid to those entitled on 1 July 2014 and the second tranche, amounting to 67,042 shares, was paid on 1 July 2015. A third and last tranche is scheduled on 1 July 2016.

A compensation plan, based on financial instruments (performance share type), is also in place for the 2013 to 2015 period. The Unipol shares will be granted over more than one year, starting from 2016.

4.8 Non-recurring significant transactions and events

During the first half of 2015, no significant non-recurring events or transactions occurred.

4.9 Atypical and/or unusual positions or transactions

There were no atypical and/or unusual transactions that, because of their significance, importance, nature of the counterparties involved in the transaction, transfer pricing procedures, or occurrence close to the end of the period, could give rise to doubts relating to: the accuracy and completeness of the information in this report, a conflict of interest, the safeguarding of the company’s assets or the protection of non-controlling shareholders.

4.10 Risk Report

The purpose of the Risk Report is to provide additional supporting information to allow stakeholders to make an assessment of the Group's equity and financial situation in the perspective of a Risk Management that operates in accordance with the general principles contained in ISVAP Regulation no. 20/2008 and in the Solvency II Regulation (endorsed in Italy through the Legislative Decree 74/2015), due to enter into force from 1 January 2016 onwards.

During this half year, the Group continued the preparation activities for the coming into force of the new solvency regime. In particular, with reference to the pre-application phase, the activities were continued for the implementation of the Partial Internal Model directed, *inter alia*, to calculation of the minimum solvency capital requirement.

As regards the Internal control and risk management system adopted by the Company, as well as monitoring procedures (company internal committees) and capital allocation policies, reference is expressly made to paragraph 5.14 of the Notes to the 2014 Financial Statements.

As regards the financial risks at 30 June 2015, the level of sensitivity of the Unipol Group's portfolios of financial assets to the main market risk factors is shown below. Sensitivity is calculated as a variation in the market value of the assets following a:

- parallel change in the interest rate curve of +10 bps;
- -20% change in the share prices;
- +10 bps change in the credit spread;

30/06/2015	Insurance Business		Real Estate and Other Businesses		Total	
Amounts in €m	Impact on Income Statement	Impact on Statement of financial position	Impact on Income Statement	Impact on Statement of financial position	Impact on Income Statement	Impact on Statement of financial position
UnipolSai Group						
Interest rate sensitivity (+10 bps)	11.43	-235.04	0.00	-0.03	11.43	-235.07
Credit spread sensitivity (+10 bps)	-1.75	-260.54	0.00	-0.03	-1.75	-260.57
Equity sensitivity (-20%)	-35.98	-471.75	0.00	-10.57	-35.98	-482.32

The values include the hedging derivatives, including tax effects.

Information relating to exposure to sovereign debt securities referred to in Consob Communication DEM/11070007 of 5 August 2011

Amounts in €m	Balance at 30 June 2015		
	Nominal value	Carrying amount	Market value
Italy	**31,416.5**	**31,700.0**	**31,938.2**
Available-for-sale financial assets	27,316.1	27,892.2	27,892.2
Financial assets at fair value through profit or loss	213.3	53.8	53.8
Held-to-maturity investmentss	922.3	917.6	1,039.7
Loans and receivables	2,964.9	2,836.4	2,952.5
Spain	**1,309.5**	**1,135.4**	**1,132.7**
Available-for-sale financial assets	1,203.7	1,045.9	1,045.9
Held-to-maturity investmentss	56.0	57.0	61.2
Loans and receivables	49.8	32.6	25.7
Germany	**237.5**	**252.5**	**252.5**
Available-for-sale financial assets	57.5	66.7	66.7
Held-to-maturity investmentss	180.0	185.8	185.8
Portugal	**172.0**	**183.1**	**189.5**
Available-for-sale financial assets	119.0	131.0	131.0
Held-to-maturity investmentss	53.0	52.1	58.4
Canada	**70.8**	**76.2**	**76.2**
Available-for-sale financial assets	70.8	76.2	76.2
Ireland	**67.5**	**75.4**	**75.4**
Available-for-sale financial assets	67.5	75.4	75.4
France	**61.8**	**64.6**	**65.3**
Available-for-sale financial assets	11.8	13.8	13.8
Held-to-maturity investmentss	50.0	50.8	51.5
Belgium	**56.5**	**58.0**	**59.4**
Available-for-sale financial assets	31.5	32.7	32.7
Held-to-maturity investmentss	25.0	25.3	26.7
New Zealand	**39.3**	**41.4**	**41.4**
Available-for-sale financial assets	39.3	41.4	41.4
Serbia	**4.0**	**39.3**	**39.3**
Available-for-sale financial assets	0.9	0.9	0.9
Financial assets at fair value through profit or loss	2.9	2.9	2.9
Held-to-maturity investmentss	0.1	32.8	32.8
Loans and receivables	0.0	2.8	2.8
Poland	**29.2**	**31.1**	**31.1**
Available-for-sale financial assets	29.2	31.1	31.1
Latvia	**20.0**	**22.5**	**22.5**
Available-for-sale financial assets	20.0	22.5	22.5
Slovenia	**14.5**	**16.1**	**16.1**
Available-for-sale financial assets	14.5	16.1	16.1
Bulgaria	**10.0**	**9.7**	**9.7**
Available-for-sale financial assets	10.0	9.7	9.7
Other Countries (*)	**36.3**	**40.3**	**40.3**
Available-for-sale financial assets	36.3	40.3	40.3
TOTAL	**33,545.2**	**33,745.7**	**33,989.7**

(*) Austria, Finland, Netherlands, Czech Republic, Slovakia, Sweden, Switzerland, Hungary and USA

The table shows details of Sovereign exposures (i.e. bonds issued by central and local governments and by government organisations and loans granted to them) held by the UnipolSai Group at 30 June 2015.

At 30 June 2015, the carrying amount of the sovereign exposures represented by debt securities totalled €33,745.7m (€35,863.8m at 31/12/2014), 94% being accounted for by securities issued by the Italian State (95% at 31/12/2014).

Bologna, 6 August 2015

The Board of Directors

Tables appended to the Notes to the Financial Statements

Consolidation scope

Name	Country of registered office	Registered office	Country of operations (5)	Operating office	Method (1)	Business activity (2)	% Direct holding	% Indirect holding	% Total participating interest (3)	% Votes available at Ordinary General Meetings (4)	% Consolidation
UnipolSai Assicurazioni Spa	086 Italy	Bologna			G	1					100.00%
Pronto Assistance Spa	086 Italy	Turin			G	1	100.00%		100.00%		100.00%
Siat-Società Italiana Assicurazioni e Riassicurazioni - per Azioni	086 Italy	Genoa			G	1		94.69% Sai Holding Italia Spa	94.69%		100.00%
Bim Vita Spa	086 Italy	Turin			G	1	50.00%		50.00%		100.00%
Finsai International Sa	092 Luxembourg	Luxembourg			G	11	63.85%		100.00%		100.00%
								36.15% UnipolSai Finance SpA			
Tenute del Cerro Spa - Società Agricola	086 Italy	Bologna			G	11	98.81%		100.00%		100.00%
								1.19% Pronto Assistance Spa			
Sainternational Sa en Liquidation	092 Luxembourg	Luxembourg			G	11	100.00%		100.00%		100.00%
Sai Holding Italia Spa	086 Italy	Turin			G	11	100.00%		100.00%		100.00%
Sailux Sa en Liquidation	092 Luxembourg	Luxembourg			G	11		100.00% UnipolSai Finance SpA	100.00%		100.00%
Sim Etoile Sas	029 France	Paris			G	10	100.00%		100.00%		100.00%
Srp Services Sa in Liquidazione	071 Switzerland	Lugano (CH)			G	11		100.00% Sainternational Sa en Liquidation	100.00%		100.00%
Consorzio Castello	086 Italy	Florence			G	10		99.57% Nuove Iniziative Toscane - Società a Responsabilità Limitata	99.57%		100.00%
Dialogo Assicurazioni Spa	086 Italy	Milan			G	1	99.85%		99.85%		100.00%
Europa Tutela Giudiziaria - Compagnia di Assicurazioni Spa	086 Italy	Milan			G	1	100.00%		100.00%		100.00%
UnipolSai Nederland Bv	050 Netherlands	Amsterdam (NL)			G	11	100.00%		100.00%		100.00%
Service Gruppo Fondiaria - Sai Srl	086 Italy	Florence			G	11	100.00%		100.00%		100.00%
Nuove Iniziative Toscane - Società a Responsabilità Limitata	086 Italy	Florence			G	10	100.00%		100.00%		100.00%
Systema Compagnia di Assicurazioni Spa	086 Italy	Milan			G	1	100.00%		100.00%		100.00%
UnipolRe Limited	040 Irlanda	Dublin (Ireland)			G	5		100.00% UnipolSai Nederland Bv	100.00%		100.00%
The Lawrence Life Assurance Company Ltd	040 Irlanda	Dublin (Ireland)			G	2		100.00% Popolare Vita Spa	50.00%		100.00%
UnipolSai Servizi Consortili Società Consortile a Responsabilità Limitata	086 Italy	Bologna			G	11	98.37%		99.93%		100.00%
								0.90% Pronto Assistance Spa			
								0.11% Siat-Società Italiana Assicurazioni e Riassicurazioni - per Azioni			
								0.02% Bim Vita Spa			
								0.20% Dialogo Assicurazioni Spa			
								0.02% Europa Tutela Giudiziaria - Compagnia di Assicurazioni Spa			
								0.18% Systema Compagnia di Assicurazioni Spa			
								0.02% UnipolRe Limited			
								0.02% Pronto Assistance Servizi Scarl			
								0.02% Sai Mercati Mobiliari - Società di Intermediazione Mobiliare Spa			
								0.02% Liguria - Società di Assicurazioni - Spa			
								0.02% Liguria Vita Spa			
								0.02% Incontra Assicurazioni Spa			
								0.02% Auto Presto & Bene Spa			
								0.02% UnipolSai Real Estate Srl			
Villa Ragionieri Srl	086 Italy	Florence			G	10	100.00%		100.00%		100.00%
Meridiano Secondo Srl	086 Italy	Turin			G	10		100.00% UnipolSai Real Estate Srl	100.00%		100.00%
Casa di Cura Villa Donatello - Spa	086 Italy	Florence			G	11	100.00%		100.00%		100.00%
Centro Oncologico Fiorentino Casa di Cura Villanova Srl	086 Italy	Sesto Fiorentino (FI)			G	11	100.00%		100.00%		100.00%
Apb Car Service Srl	086 Italy	Turin			G	11		70.00% Auto Presto & Bene Spa	70.00%		100.00%
Marina di Loano Spa	086 Italy	Milan			G	10		100.00% UnipolSai Real Estate Srl	100.00%		100.00%
Progetto Bicocca la Piazza Srl in Liquidazione	086 Italy	Milan			G	10		74.00% UnipolSai Real Estate Srl	74.00%		100.00%

Consolidation scope

Name	Country of registered office	Registered office	Country of operations (5)	Operating office	Method (1)	Business activity (2)	% Direct holding	% Indirect holding	% Total participating interest (3)	% Votes available at Ordinary General Meetings (4)	% Consolidation
Pronto Assistance Servizi Scarl	086 Italy	Turin			G	11	65.40%		99.79%		100.00%
								7.70% Pronto Assistance Spa			
								24.00% Dialogo Assicurazioni Spa			
								0.35% Systema Compagnia di Assicurazioni Spa			
								0.10% UnipolSai Servizi Consortili Società Consortile a Responsabilità Limitata			
								2.20% Liguria - Società di Assicurazioni - Spa			
								0.15% Incontra Assicurazioni Spa			
Sai Mercati Mobiliari - Società di Intermediazione Mobiliare Spa	086 Italy	Milan			G	11	100.00%		100.00%		100.00%
Sogeint Società a Responsabilità Limitata	086 Italy	Milan			G	11	100.00%		100.00%		100.00%
Tikal R.E. Fund	086 Italy				G	10	95.00%		95.00%		100.00%
Florence Centro di Chirurgia Ambulatoriale Srl	086 Italy	Florence			G	11		100.00% Centro Oncologico Fiorentino Casa di Cura Villanova Srl	100.00%		100.00%
Liguria - Società di Assicurazioni - Spa	086 Italy	Milan			G	1	99.97%		99.97%		100.00%
Liguria Vita Spa	086 Italy	Milan			G	1		100.00% Liguria - Società di Assicurazioni - Spa	99.97%		100.00%
Incontra Assicurazioni Spa	086 Italy	Milan			G	1	51.00%		51.00%		100.00%
Popolare Vita Spa	086 Italy	Verona			G	1	24.39%		50.00%		100.00%
								25.61% Sai Holding Italia Spa			
Società Edilizia Immobiliare Sarda - S.E.I.S. Società per Azioni	086 Italy	Milan			G	10		51.67% UnipolSai Real Estate Srl	51.67%		100.00%
Ddor Novi Sad	289 Serbia	Novi Sad (Serbia)			G	3	99.99%		99.99%		100.00%
Auto Presto & Bene Spa	086 Italy	Turin			G	11	100.00%		100.00%		100.00%
UnipolSai Real Estate Srl	086 Italy	Bologna			G	10	100.00%		100.00%		100.00%
Atahotels - Compagnia Italiana Aziende Turistiche Alberghiere Spa	086 Italy	Milan			G	11	100.00%		100.00%		100.00%
Athens R.E. Fund	086 Italy				G	10	100.00%		100.00%		100.00%
Donatello Day Surgery Srl in Liquidazione	086 Italy	Florence			G	11		100.00% Centro Oncologico Fiorentino Casa di Cura Villanova Srl	100.00%		100.00%
Città della Salute Scrl in liquidazione	086 Italy	Florence			G	11		50.00% Casa di Cura Villa Donatello - Spa	100.00%		100.00%
								47.50% Centro Oncologico Fiorentino Casa di Cura Villanova Srl			
								2.50% Florence Centro di Chirurgia Ambulatoriale Srl			
Ddor Re	289 Serbia	Novi Sad (Serbia)			G	6		100.00% UnipolRe Limited	100.00%		100.00%
								0.00% Ddor Novi Sad			
Italresidence Srl	086 Italy	Pieve Emanuele (MI)			G	11		100.00% Atahotels - Compagnia Italiana Aziende Turistiche Alberghiere Spa	100.00%		100.00%
UnipolSai Servizi Tecnologici Spa	086 Italy	Bologna			G	11	100.00%		100.00%		100.00%
UnipolSai Finance SpA	086 Italy	Bologna			G	9	100.00%		100.00%		100.00%
Midi Srl	086 Italy	Bologna			G	10	100.00%		100.00%		100.00%
Punta di Ferro srl	086 Italy	Bologna			G	10	100.00%		100.00%		100.00%

(1) Consolidation method: G=on a line-by-line basis; P=proportional=P; U=on a line-by-line basis as per unitary management

(2) 1=Italian insurers; 2=EU insurers; 3=non-EU insurers; 4=insurance holdings; 4.1=mixed financial holding companies; 5=EU reinsurers; 6=non-EU reinsurers; 7=banks; 8=asset management companies; 9=other holdings; 10=real estate companies; 11=other

(3) the product of investment relations concerning all companies which, positioned in an investment chain, may be between the company responsible for the consolidated financial statements and the company in question. If the latter is a direct investee of multiple subsidiaries, add together the individual products first

(4) total % availability of votes at ordinary general meetings if different from the direct or indirect investment

(5) this disclosure is required only if the country of operations is different from the country of the registered office

Consolidation scope: interests in entities with material non-controlling interests

					Summary income and financial position data							
Name	% non-controlling interests	% Votes available at Ordinary General Meetings to non-controlling interests	Consolidated profit (loss) attributable to non-controlling interests	Shareholders' Equity attributable to non-controlling interests	Total assets	Investments	Technical provisions	Financial liabilities	Shareholders' equity	Profit (loss) for the period	Dividends distributed to non-controlling interests	Gross premiums written
Popolare Vita Spa	50.00%	50.00%	17.8	261.5	8,426.0	8,252.7	7,819.7	36.9	523.1	35.5	28.1	1,190.7
The Lawrence Life Assurance Company Ltd	50.00%	0.00%	0.0	0.0	3,206.3	2,758.3	3,089.5	1.9	77.1	6.6	0.0	406.4

Details of unconsolidated investments

Name	Country of registered office		Registered office	Country of operations (5)	Operating office	Business activity (1)	Type (2)	% Direct holding	% Indirect holding		% Total participating interest (3)	% Votes available at Ordinary General Meetings (4)	Carrying amount (€m)
UnipolSai Investimenti Sgr Spa	086	Italy	Turin			8	b	29.00%			29.00%		6.2
Fin.Priv. Srl	086	Italy	Milan			11	b	28.57%			28.57%		36.4
Sofigea Società Finanziaria per Gestioni Assicurative Srl in Liquidazione	086	Italy	Rome			11	b	35.32%			35.32%		0.0
Uci - Ufficio Centrale Italiano	086	Italy	Milan			11	b	37.76%			38.14%		0.3
									0.09%	Siat-Società Italiana Assicurazioni e Riassicurazioni - per Azioni			
									0.00%	Dialogo Assicurazioni Spa			
									0.00%	Systema Compagnia di Assicurazioni Spa			
									0.30%	Liguria - Società di Assicurazioni - Spa			
									0.00%	Incontra Assicurazioni Spa			
Funivie del Piccolo San Bernardo Spa	086	Italy	La Thuile (AO)			11	b		23.55%	UnipolSai Real Estate Srl	23.55%		2.3
Borsetto Srl	086	Italy	Turin			10	b		44.93%	UnipolSai Real Estate Srl	44.93%		0.9
Garibaldi Sca	092	Luxemburg	Luxemburg			11	b	32.00%			32.00%		6.1
Metropolis Spa - in Liquidazione	086	Italy	Milan			10	b		29.71%	UnipolSai Real Estate Srl	29.71%		
Servizi Immobiliari Martinelli Spa	086	Italy	Cinisello Balsamo (MI)			10	b		20.00%	UnipolSai Real Estate Srl	20.00%		0.2
A7 Srl in Liquidazione	086	Italy	Milan			10	b		20.00%	UnipolSai Real Estate Srl	20.00%		0.1
Penta Domus Spa	086	Italy	Turin			10	b		24.66%	UnipolSai Real Estate Srl	24.66%		1.1
Sviluppo Centro Est Srl in Liquidazione	086	Italy	Rome			10	b		40.00%	UnipolSai Real Estate Srl	40.00%		
Ddor Auto - Limited Liability Company	289	Serbia	Novi Sad (Serbia)			3	a		100.00%	Ddor Novi Sad	99.99%		0.0
Ddor Garant	289	Serbia	Belgrade (Serbia)			11	b		32.46%	Ddor Novi Sad	40.00%		0.5
									7.54%	Ddor Re			
Consulenza Aziendale per l'Informatica Scai Società per Azioni	086	Italy	Turin			11	b	30.07%			30.07%		1.5
Butterfly Am Sàrl	092	Luxemburg	Luxemburg			11	b		28.57%	UnipolSai Real Estate Srl	28.57%		3.1
Valore Immobiliare Srl in Liquidazione	086	Italy	Trieste			10	b	50.00%			50.00%		0.4
Hotel Terme di Saint Vincent - Srl	086	Italy	La Thuile (AO)			11	a		100.00%	Atahotels - Compagnia Italiana Aziende Turistiche Alberghiere Spa	100.00%		0.1
Ital H&R Srl	086	Italy	Pieve Emanuele (MI)			11	a		100.00%	Italresidence Srl	100.00%		0.0
Tour Executive Srl in Liquidazione	086	Italy	Milan			11	a		100.00%	Atahotels - Compagnia Italiana Aziende Turistiche Alberghiere Spa	100.00%		
Isola Sca	092	Luxemburg	Luxemburg			11	b	29.56%			29.56%		2.6
Assicoop Imola Spa	086	Italy	Imola (BO)			11	b		47.33%	UnipolSai Finance SpA	47.33%		2.9
Assicoop Firenze - Spa	086	Italy	Florence			11	b		44.00%	UnipolSai Finance SpA	44.00%		0.8
Pegaso Finanziaria Spa	086	Italy	Bologna			9	b		45.00%	UnipolSai Finance SpA	45.00%		5.6
Fondazione Unipolis	086	Italy	Bologna			11	a	100.00%			100.00%		0.3
Assicoop Grosseto Società per Azioni	086	Italy	Grosseto			11	b		50.00%	UnipolSai Finance SpA	50.00%		0.8
CONO Roma - Società a Responsabilità Limitata in Liquidazione	086	Italy	Rome			11	b		50.00%	UnipolSai Finance SpA	50.00%		
Unipol Banca Spa	086	Italy	Bologna			7	b	42.25%			42.25%		435.2
Euresa Holding SA en Liquidation	092	Luxemburg	Luxemburg			4	b	25.00%			25.00%		0.1
Assicoop Bologna Spa	086	Italy	Bologna			11	b		50.00%	UnipolSai Finance SpA	50.00%		4.5
Hotel Villaggio Città del Mare Spa in Liquidazione	086	Italy	Terrasini (PA)			11	b	49.00%			49.00%		
Assicoop Modena & Ferrara Spa	086	Italy	Modena			11	b		43.75%	UnipolSai Finance SpA	43.75%		5.8
Assicoop Romagna Futura Srl	086	Italy	Ravenna			11	b		50.00%	UnipolSai Finance SpA	50.00%		5.5
Assicoop Emilia Nord Srl	086	Italy	Parma			11	b		50.00%	UnipolSai Finance SpA	50.00%		5.7
Assicoop Siena Spa	086	Italy	Siena			11	b		49.00%	UnipolSai Finance SpA	49.00%		0.5
ZIS Fiera 2	086	Italy	Bologna			11	b		31.72%	Midi Srl	31.72%		0.3

(1) 1=Italian insurers; 2=EU insurers; 3=non-EU insurers; 4=insurance holdings; 4.1=mixed financial holding companies; 5=EU reinsurers; 6=non-EU reinsurers; 7=banks; 8=asset management companies; 9=other holdings; 10=real estate companies; 11=other

(2) a=subsidiaries (IFRS10); b= associates (IAS28); c=joint ventures (IFRS11). Please mark with an asterisk (*) any companies classified as held for sale pursuant to IFRS 5 and add the key below the statement

(3) the product of investment relations concerning all companies which, positioned in an investment chain, may be between the company responsible for the consolidated financial statements and the company in question. If the latter is a direct investee of multiple subsidiaries, add together the individual products first.

(4) total % availability of votes at ordinary general meetings if different from the direct or indirect investment

(5) this disclosure is required only if the country of operations is different from the country of the registered office

Statement of financial position by business segment

	Amounts in €m	Non-Life business		Life business		Other businesses		Real estate		Intersegment eliminations		Total	
		30/6/2015	31/12/2014	30/6/2015	31/12/2014	30/6/2015	31/12/2014	30/6/2015	31/12/2014	30/6/2015	31/12/2014	30/6/2015	31/12/2014
1	INTANGIBLE ASSETS	462.3	478.9	296.9	314.6	8.7	10.7	0.4	0.6			768.3	804.8
2	PROPERTY, PLANT AND EQUIPMENT	612.2	649.4	6.0	6.0	148.2	162.8	410.6	378.2			1,177.0	1,196.4
3	TECHNICAL PROVISIONS - REINSURERS' SHARE	863.5	856.3	91.2	103.9							954.7	960.2
4	INVESTMENTS	16,384.6	17,099.6	42,711.1	42,662.2	211.8	282.0	1,254.4	1,382.6	-187.6	-304.5	60,374.3	61,122.0
4.1	Investment property	1,500.2	1,492.7	10.3	10.4	45.0	45.0	1,163.2	1,276.1			2,718.7	2,824.2
4.2	Investments in subsidiaries, associates and interests in joint ventures	361.3	353.9	160.4	241.3	0.1	0.2	8.0	13.1			529.7	608.4
4.3	Held-to-maturity investments	653.5	639.5	780.4	780.5							1,433.9	1,420.0
4.4	Loans and receivables	1,991.1	2,073.5	3,188.1	3,128.3	166.3	236.1	38.6	36.1	-187.6	-304.5	5,196.5	5,169.5
4.5	Available-for-sale financial assets	11,620.7	12,409.4	29,591.8	29,646.2	0.4	0.8	44.6	57.4			41,257.6	42,113.7
4.6	Financial assets at fair value through profit or loss	257.8	130.6	8,980.2	8,855.5							9,238.0	8,986.2
5	SUNDRY RECEIVABLES	2,242.3	2,744.0	479.8	681.6	88.4	74.7	54.8	36.6	-125.3	-141.9	2,739.9	3,395.1
6	OTHER ASSETS	966.1	698.6	95.4	189.9	34.4	37.4	41.3	24.5	-99.4	-136.5	1,037.8	813.9
6.1	Deferred acquisition costs	34.4	27.2	47.2	48.3							81.6	75.5
6.2	Other assets	931.6	671.4	48.3	141.6	34.4	37.4	41.3	24.5	-99.4	-136.5	956.2	738.4
7	CASH AND CASH EQUIVALENTS	228.4	180.8	606.4	319.2	78.1	73.0	116.7	111.1			1,029.7	684.0
	TOTAL ASSETS	21,759.4	22,707.7	44,286.7	44,277.4	569.6	640.6	1,878.3	1,933.7	-412.3	-582.9	68,081.7	68,976.5
1	SHAREHOLDERS' EQUITY											6,188.0	6,634.9
2	PROVISIONS	481.5	556.2	29.3	24.0	17.1	17.3	18.0	22.4			546.0	619.9
3	TECHNICAL PROVISIONS	16,398.4	16,866.1	39,597.7	39,362.4							55,996.1	56,228.5
4	FINANCIAL LIABILITIES	1,599.2	1,819.3	1,806.7	1,956.2	43.2	93.5	162.9	164.0	-106.1	-220.3	3,505.9	3,812.7
4.1	Financial liabilities at fair value through profit or loss	64.1	184.2	1,037.7	1,177.9			2.6	3.3			1,104.3	1,365.4
4.2	Other financial liabilities	1,535.1	1,635.1	769.1	778.3	43.2	93.5	160.3	160.7	-106.1	-220.3	2,401.5	2,447.3
5	PAYABLES	805.2	752.9	148.0	153.9	96.1	78.9	52.3	55.4	-206.1	-222.2	895.5	818.9
6	OTHER LIABILITIES	682.9	721.5	329.5	256.7	22.0	22.1	15.9	1.7	-100.1	-140.4	950.3	861.6
	TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES											68,081.7	68,976.5

Income statement by business segment

	Amounts in €m	Non-Life business		Life business		Other businesses		Real estate		Intersegment eliminations		Total	
		30/6/2015	30/6/2014	30/6/2015	30/6/2014	30/6/2015	30/6/2014	30/6/2015	30/6/2014	30/6/2015	30/6/2014	30/6/2015	30/6/2014
1.1	Net premiums	3,528.6	4,350.1	3,483.6	4,440.3							7,012.2	8,790.4
1.1.1	*Gross premiums earned*	*3,754.2*	*4,557.3*	*3,488.2*	*4,448.6*							*7,242.4*	*9,005.9*
1.1.2	*Earned premiums ceded to reinsurers*	*-225.6*	*-207.3*	*-4.7*	*-8.3*							*-230.2*	*-215.5*
1.2	Commission income	3.4	2.4	1.1	2.0		9.3				-6.0	4.5	7.7
1.3	Gains and losses on financial instruments at fair value through profit or loss	206.6	-15.7	167.8	178.4		0.2	-0.8	-0.1			373.6	162.8
1.4	Gains on investments in subsidiaries, associates and interests in joint ventures	3.5	2.4	7.8		0.0						11.2	2.4
1.5	Gains on other financial instruments and investment property	435.4	540.1	895.6	885.7	1.3	41.9	33.1	37.6	-20.5	-31.9	1,345.0	1,473.4
1.6	Other revenue	116.8	112.2	32.6	21.9	113.5	153.8	10.5	10.7	-50.9	-95.6	222.5	203.1
	TOTAL REVENUE AND INCOME	4,294.3	4,991.5	4,588.5	5,528.4	114.8	205.2	42.8	48.2	-71.4	-133.5	8,968.9	10,639.7
2.1	Net charges relating to claims	-2,396.2	-2,932.0	-4,047.7	-5,023.5							-6,443.8	-7,955.6
2.1.1	*Amounts paid and changes in technical provisions*	*-2,509.7*	*-3,012.7*	*-4,048.3*	*-5,031.8*							*-6,558.0*	*-8,044.5*
2.1.2	*Reinsurers' share*	*113.5*	*80.7*	*0.6*	*8.2*							*114.2*	*88.9*
2.2	Commission expense	-3.3	-2.6	-0.8	-1.8	0.0	-4.3	0.0				-4.1	-8.7
2.3	Losses on investments in subsidiaries, associates and interests in joint ventures	-0.2	-7.4	-1.9		0.0	-0.1	-5.1	-1.8			-7.3	-9.3
2.4	Losses on other financial instruments and investment property	-156.9	-173.6	-49.1	-106.3	-0.8	-8.5	-76.9	-51.3	4.5	21.6	-279.2	-318.0
2.5	Operating expenses	-1,009.0	-1,139.4	-178.0	-203.1	-20.7	-37.8	-14.3	-7.4	11.8	12.9	-1,210.2	-1,374.9
2.6	Other costs	-246.8	-282.9	-60.1	-64.4	-99.0	-147.0	-27.9	-17.5	55.1	99.0	-378.9	-412.9
2	TOTAL COSTS AND EXPENSES	-3,812.4	-4,538.0	-4,337.6	-5,399.1	-120.6	-197.7	-124.3	-78.0	71.4	133.5	-8,323.5	-10,079.2
	PRE-TAX PROFIT (LOSS) FOR THE YEAR	481.9	453.5	250.9	129.3	-5.8	7.5	-81.5	-29.8			645.5	560.5

Details of property, plant and equipment and intangible assets

Amounts in €m	At cost	At restated or fair value	Total carrying amount
Investment property	2,718.7		2,718.7
Other property	1,072.5		1,072.5
Other tangible assets	104.5		104.5
Other intangible assets	461.6		461.6

Details of financial assets

	Held-to-maturity investments		Loans and receivables		Available-for-sale financial assets		Financial assets at fair value through profit or loss				Total carrying amount	
							Held-for-trading financial assets		Financial assets at fair value through profit or loss			
Amounts in €m	30/6/2015	31/12/2014	30/6/2015	31/12/2014	30/6/2015	31/12/2014	30/6/2015	31/12/2014	30/6/2015	31/12/2014	30/6/2015	31/12/2014
Equity instruments and derivatives at cost					40.3	40.2					40.3	40.2
Equity instruments at fair value					1,226.3	1,063.9	13.8	12.5	167.8	158.3	1,407.9	1,234.6
of which listed securities					*951.5*	*780.8*	*13.8*	*12.5*	*167.8*	*158.3*	*1,133.1*	*951.6*
Debt securities	1,433.9	1,420.0	4,410.8	4,215.0	38,593.4	39,949.1	169.2	184.6	4,855.9	5,276.1	49,463.3	51,044.8
of which listed securities	*1,106.7*	*1,107.5*	*0.0*	*0.0*	*37,952.8*	*38,815.6*	*114.5*	*122.5*	*3,890.2*	*3,635.6*	*43,064.2*	*43,681.3*
UCITS units					1,397.6	1,060.5	42.9	45.6	3,396.0	3,051.9	4,836.5	4,158.1
Loans and receivables from bank customers			0.0	0.0							0.0	0.0
Interbank loans and receivables			0.0	0.0							0.0	0.0
Deposits with ceding companies			28.6	30.9							28.6	30.9
Financial receivables on insurance contracts									162.6	56.4	162.6	56.4
Other loans and receivables			757.0	923.6							757.0	923.6
Non-hedging derivatives							278.0	96.6	9.1	18.3	287.1	114.9
Hedging derivatives							1.4	8.2			1.4	8.2
Other financial investments			0.1	0.0					141.2	77.7	141.3	77.7
Total	1,433.9	1,420.0	5,196.5	5,169.5	41,257.6	42,113.7	505.4	347.5	8,732.7	8,638.7	57,126.0	57,689.4

Details of assets and liabilities relating to insurance contracts where the investment risk is borne by policyholders and arising from pension fund management

	Benefits linked to investment funds and market indices		Benefits linked to pension fund management		Total	
Amounts in €m	30/6/2015	31/12/2014	30/6/2015	31/12/2014	30/6/2015	31/12/2014
Recognised assets	5,151.4	5,166.8	3,569.8	3,471.9	8,721.2	8,638.7
Intragroup assets *	0.0	0.0	0.0	0.0	0.0	0.0
Total assets	5,151.4	5,166.8	3,569.8	3,471.9	8,721.2	8,638.7
Recognised financial liabilities	249.8	253.2	546.9	526.9	796.7	780.0
Recognised technical provisions	4,898.9	4,909.4	3,022.9	2,945.0	7,921.8	7,854.4
Intragroup liabilities *	0.0	0.0	0.0	0.0	0.0	0.0
Total liabilities	5,148.7	5,162.5	3,569.8	3,471.9	8,718.5	8,634.4

* Assets and liabilities netted on consolidation

Details of technical provisions – reinsurers’ share

	Total carrying amount	
Amounts in €m	30/6/2015	31/12/2014
Non-Life provisions	863.5	856.3
Life provisions	91.2	103.9
Technical provisions where the investment risk is borne by policyholders and provisions arising from pension fund management	0.0	0.0
Mathematical provisions and other technical provisions	91.2	103.9
Total technical provisions - reinsurers' share	954.7	960.2

Details of technical provisions

	Total carrying amount	
Amounts in €m	30/6/2015	31/12/2014
Non-Life provisions	16,398.4	16,866.1
Premium provision	2,916.8	2,878.3
Claims provision	13,472.9	13,978.8
Other technical provisions	8.8	9.0
including provisions allocated as a result of the liability adequacy test	*0.0*	*0.0*
Life provisions	39,597.7	39,362.4
Provision for amounts payable	680.3	379.6
Mathematical provisions	29,001.3	28,556.3
Technical provisions where the investment risk is borne by policyholders and provisions arising from pension fund management	7,921.8	7,854.4
Other technical provisions	1,994.3	2,572.1
including provisions allocated as a result of the liability adequacy test	*0.0*	*0.0*
including deferred liabilities to policyholders	*1,884.3*	*2,458.2*
Total technical provisions	55,996.1	56,228.5

Details of financial liabilities

	Financial liabilities at fair value through profit or loss				Other financial liabilities		Total carrying amount	
	Held-for-trading financial liabilities		Financial liabilities at fair value through profit or loss					
Amounts in €m	30/6/2015	31/12/2014	30/6/2015	31/12/2014	30/6/2015	31/12/2014	30/6/2015	31/12/2014
Equity instruments								
Subordinated liabilities					2,006.8	2,033.7	2,006.8	2,033.7
Liabilities from financial contracts issued by insurance companies			800.2	785.5	0.0	0.0	800.2	785.5
Arising from contracts where the investment risk is borne by policyholders			*252.5*	*257.4*			*252.5*	*257.4*
Arising from pension fund management			*547.7*	*528.1*			*547.7*	*528.1*
Arising from other contracts					*0.0*	*0.0*	*0.0*	*0.0*
Deposits received from reinsurers					270.8	284.1	270.8	284.1
Financial items payable on insurance contracts					0.0	0.0	0.0	0.0
Debt securities issued					0.0	0.0	0.0	0.0
Payables to bank customers					0.0	0.0	0.0	0.0
Interbank payables					0.0	0.0	0.0	0.0
Other loans obtained					119.6	129.4	119.6	129.4
Non-hedging derivatives	92.7	101.1	11.5				104.2	101.1
Hedging derivatives	200.0	478.8		0.0			200.0	478.8
Sundry financial liabilities	0.0	0.0		0.0	4.3	0.2	4.3	0.2
Total	292.7	579.9	811.7	785.5	2,401.5	2,447.3	3,505.9	3,812.7

Details of technical insurance items

	Amounts in €m	30/6/2015	30/6/2014
Non-Life business			
NET PREMIUMS		3,528.6	4,350.1
a	Written premiums	3,548.1	4,230.3
b	Change in premium provision	-19.5	119.8
NET CHARGES RELATING TO CLAIMS		-2,396.2	-2,932.0
a	Amounts paid	-2,914.8	-3,214.1
b	Change in claims provision	452.8	219.0
c	Change in recoveries	66.5	63.7
d	Change in other technical provisions	-0.6	-0.7
Life business			
NET PREMIUMS		3,483.6	4,440.3
NET CHARGES RELATING TO CLAIMS		-4,047.7	-5,023.5
a	Amounts paid	-3,043.2	-3,473.5
b	Change in provision for amounts payable	-299.9	-145.5
c	Change in mathematical provisions	-467.2	-1,170.8
d	Change in technical provisions where the investment risk is borne by policyholders and arising from pension fund management	-80.0	-142.2
e	Change in other technical provisions	-157.3	-91.5

Investment income and charges

	Amounts in €m	Interest	Other income	Other charges	Realised gains	Realised losses	Total realised gains and losses	Unrealised gains		Unrealised losses		Total unrealised gains and losses	Total gains and losses	Total gains and losses
								Unrealised capital gains	Write-backs	Unrealised capital losses	Impairment		30/6/2015	30/6/2014
Balance on investments		795.8	198.0	-62.7	739.0	-133.4	1,536.7	286.1	0.0	-253.0	-58.8	-25.7	1,511.0	1,381.3
a	Arising from investment property		46.2	-16.3	1.0	-0.1	30.8			-24.0	-51.5	-75.5	-44.7	-40.7
b	Arising from investments in subsidiaries, associates and interests in joint ventures		6.3	-2.1	4.9		9.1				-5.2	-5.2	4.0	-6.9
c	Arising from held-to-maturity investments	28.3			0.0	0.0	28.3						28.3	36.7
d	Arising from loans and receivables	87.6			10.6	0.0	98.2		0.0		0.0	0.0	98.2	51.7
e	Arising from available-for-sale financial assets	628.5	46.5	-3.1	462.2	-82.4	1,051.8	31.3		-48.8	-2.1	-19.7	1,032.1	1,169.5
f	Arising from held-for-trading financial assets	3.3	8.5	-4.7	164.1	-47.0	124.2	148.0		-34.0		113.9	238.1	-121.9
g	Arising from financial assets at fair value through profit or loss	48.1	90.4	-36.5	96.2	-3.9	194.2	106.8		-146.2		-39.3	154.9	293.1
Balance on sundry receivables		1.4	0.0	0.0			1.4						1.4	0.8
Balance on cash and cash equivalents		1.2	0.0	-0.1			1.1						1.1	3.2
Balance on financial liabilities		-47.0	0.0	-1.1	0.0	-0.8	-49.0	1.4		-22.1		-20.7	-69.6	-72.9
a	Arising from held-for-trading financial liabilities				0.0	-0.8	-0.8	1.4		0.0		1.4	0.6	12.7
b	Arising from financial liabilities at fair value through profit or loss						0.0			-20.0		-20.0	-20.0	-21.1
c	Arising from other financial liabilities	-47.0		-1.1	0.0		-48.1			-2.1		-2.1	-50.2	-64.5
Balance on payables		-0.4		0.0			-0.4						-0.4	-1.2
Total		750.9	198.0	-64.0	739.1	-134.2	1,489.8	287.5	0.0	-275.1	-58.8	-46.4	1,443.4	1,311.3

Details of insurance business expenses

	Amounts in €m	Non-Life business		Life business	
		30/6/2015	30/6/2014	30/6/2015	30/6/2014
Gross commissions and other acquisition costs net of commissions and profit-sharing from reinsurers		-808.1	-913.3	-100.1	-127.8
Investment management expenses		-29.7	-24.5	-21.4	-19.0
Other administrative expenses		-171.2	-201.6	-56.6	-56.4
Total		-1,009.0	-1,139.4	-178.0	-203.1

Details of the consolidated comprehensive income statement

	Amounts allocated		Adjustments from reclassification to profit or loss		Other changes		Total changes		Income tax		Balance	
Amounts in €m	30/6/2015	30/6/2014	30/6/2015	30/6/2014	30/6/2015	30/6/2014	30/6/2015	30/6/2014	30/6/2015	30/6/2014	30/6/2015	31/12/2014
Other income items not reclassified to profit or loss	10.1	-29.0	0.0	0.0	0.0	0.0	10.1	-29.0	-3.1	3.3	-4.0	-14.2
Reserve deriving from changes in the shareholders' equity of the investees	3.8	-17.0	0.0	0.0	0.0	0.0	3.8	-17.0	0.0	0.0	10.7	6.9
Revaluation reserve for intangible assets	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Revaluation reserve for property, plant and equipment	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Gains and losses on non-current assets or disposal groups held for sale	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Actuarial gains and losses and adjustments relating to defined benefit plans	6.3	-10.9	0.0	0.0	0.0	0.0	6.3	-10.9	-3.1	3.3	-14.8	-21.0
Other items	0.0	-1.2	0.0	0.0	0.0	0.0	0.0	-1.2	0.0	0.0	0.0	0.0
Other income items reclassified to profit or loss	-128.3	437.1	-279.0	52.8	0.0	0.0	-407.3	489.9	210.4	-237.6	829.6	1,236.9
Reserve for foreign currency translation differences	0.0	-0.9	0.0	0.0	0.0	0.0	0.0	-0.9	0.0	0.0	3.8	3.8
Gains or losses on available-for-sale financial assets	-93.6	439.9	-279.0	52.8	0.0	0.0	-372.6	492.6	191.8	-237.9	831.0	1,203.6
Gains or losses on cash flow hedges	-34.7	-1.9	0.0	0.0	0.0	0.0	-34.7	-1.9	18.5	0.3	-5.2	29.5
Gains or losses on hedges of a net investment in foreign operations	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Reserve deriving from changes in the shareholders' equity of the investees	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Gains and losses on non-current assets or disposal groups held for sale	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Other items	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL OTHER COMPREHENSIVE INCOME (EXPENSE)	-118.2	408.1	-279.0	52.8	0.0	0.0	-397.2	460.8	207.2	-234.3	825.6	1,222.8

The column “Amounts allocated” referring to the year 2014 includes the amounts allocated at 1 January 2014 arising from the merger (-€132m).

Assets and liabilities at fair value on a recurring and non-recurring basis: breakdown by fair value level

		Level 1		Level 2		Level 3		Total	
	Amounts in €m	30/06/2015	31/12/2014	30/06/2015	31/12/2014	30/06/2015	31/12/2014	30/06/2015	31/12/2014
Assets and liabilities at fair value on a recurring basis									
Available-for-sale financial assets		39,859.3	40,236.2	574.7	620.9	823.6	1,256.6	41,257.6	42,113.7
Financial assets at fair value through profit or loss	Held-for-trading financial assets	185.3	137.7	249.3	110.2	70.7	99.6	505.4	347.5
	Financial assets at fair value through profit or loss	7,457.3	6,923.6	169.3	158.7	1,106.1	1,556.4	8,732.7	8,638.7
Investment property									
Property, plant and equipment									
Intangible assets									
Total assets at fair value on a recurring basis		*47,501.9*	*47,297.5*	*993.3*	*889.9*	*2,000.4*	*2,912.5*	*50,495.6*	*51,099.9*
Financial liabilities at fair value through profit or loss	Held-for-trading financial liabilities	29.9	52.7	248.3	525.0	14.4	2.2	292.7	579.9
	Financial liabilities at fair value through profit or loss					811.7	785.5	811.7	785.5
Total liabilities at fair value on a recurring basis		*29.9*	*52.7*	*248.3*	*525.0*	*826.1*	*787.7*	*1,104.3*	*1,365.4*
Assets and liabilities at fair value on a non-recurring basis									
Non-current assets or assets of a disposal group held for sale									
Liabilities associated with disposal groups									

Details of changes in level 3 assets and liabilities measured at fair value on a recurring basis

Amounts in €m	Available-for-sale financial assets	Financial assets at fair value through profit or loss		Investment property	Property, plant and equipment	Intangible assets	Financial liabilities at fair value through profit or loss	
		Held-for-trading financial assets	Financial assets at fair value through profit or loss				Held-for-trading financial liabilities	Financial liabilities at fair value through profit or loss
Opening balance	1,256.6	99.6	1,556.4				2.2	785.5
Acquisitions/Issues	66.7	2.2						
Sales/Repurchases	-466.3	-0.1	-178.9					
Repayments	-12.5	0.0	-247.4					
Gains or losses recognised through profit or loss		-0.1	-25.8				12.2	
- of which unrealised gains/losses		-0.1	-25.8				12.2	
Gains or losses recognised in the comprehensive income statement	-14.0							
Transfers to level 3								
Transfers to other levels	-12.4	-30.9						
Other changes	5.6	0.0	1.7					26.2
Closing balance	823.6	70.7	1,106.1				14.4	811.7

Assets and liabilities not measured at fair value: breakdown by fair value level

	Carrying amount		Fair value							
			Level 1		Level 2		Level 3		Total	
Amounts in €m	30/06/2015	31/12/2014	30/06/2015	31/12/2014	30/06/2015	31/12/2014	30/06/2015	31/12/2014	30/06/2015	31/12/2014
Assets										
Held-to-maturity investments	1,433.9	1,420.0	1,236.5	1,258.0	330.2	324.1			1,566.7	1,582.1
Loans and receivables	5,196.5	5,169.5	1.8	2.9	4,018.8	3,866.7	991.4	1,471.4	5,011.9	5,341.1
Investments in subsidiaries, associates and interests in joint ventures	529.7	608.4					529.7	608.4	529.7	608.4
Investment property	2,718.7	2,824.2					2,758.5	2,903.5	2,758.5	2,903.5
Property, plant and equipment	1,177.0	1,196.4					1,326.7	1,306.2	1,326.7	1,306.2
Total assets	11,055.8	11,218.5	1,238.3	1,260.9	4,348.9	4,190.8	5,606.3	6,289.5	11,193.4	11,741.2
Liabilities										
Other financial liabilities	2,401.5	2,447.3	1,287.9	1,290.4			1,078.1	1,081.9	2,366.0	2,372.3

Statement on the Condensed Consolidated Half-yearly Financial Statements

(in accordance with art. 81-ter, Consob Regulation No. 11971/1999)

STATEMENT ON THE CONDENSED CONSOLIDATED HALF-YEARLY FINANCIAL STATEMENTS IN ACCORDANCE WITH ART. 81-ter OF CONSOB REGULATION NO. 11971 OF 14 MAY 1999 AND SUBSEQUENT AMENDMENTS AND ADDITIONS

1. The undersigned, Carlo Cimbri, as Chief Executive Officer, and Maurizio Castellina, as Manager in charge of financial reporting of UnipolSai Assicurazioni S.p.A., hereby certify, also taking into account the provisions of Art. 154-bis, paragraphs 3 and 4 of Legislative Decree no. 58 of 24 February 1998;

   - the adequacy in relation to the characteristics of the company and
   - the effective application,

   of the administrative and accounting procedures for preparation of the condensed consolidated half-yearly financial statements for the first half of 2015.

2. The assessment of the adequacy of the administrative and accounting procedures for preparing the condensed consolidated half-yearly financial statements for the period ended 30 June 2015 is based on a process defined by UnipolSai Assicurazioni S.p.A., inspired by the COSO *Framework (Internal Control – Integrated Framework*, issued by the *Committee of Sponsoring Organisations of the Treadway Commission* and, as regards the IT component, by the *COBIT Framework (Control OBjectives for IT and related technology)*, unanimously recognised as the reference standards for the implementation and evaluation of internal control systems.

3. We also declare that:

   3.1. the Condensed Consolidated Half-yearly Financial Statements at 30 June 2015:

   - are drawn up in accordance with the International Accounting Standards endorsed by the European Community in conformity with Regulation (EC) No. 1606/2002 of the European Parliament and of the Council of 19 July 2002;
   - correspond to the underlying accounting documents and records;
   - are suitable to provide a true and fair view of the equity, economic and financial situation of the issuer and of the consolidated companies;

   3.2. The Interim Management Report includes a reliable analysis of the references to the significant events that occurred in the first six months of the year and their impact on the condensed consolidated half-yearly financial statements, together with a description of the main risks and uncertainties for the remaining six months of the year. The Interim Management Report also includes a reliable analysis of the information on significant related party transactions.

Bologna, 6 August 2015

The Chief Executive Officer

Carlo Cimbri

The Manager in charge of financial reporting

Maurizio Castellina

(signed on the original)

Independent Auditors' Report

REVIEW REPORT ON CONDENSED CONSOLIDATED HALF-YEAR FINANCIAL STATEMENTS

To the Shareholders of
UnipolSai Assicurazioni SpA

CONDENSED CONSOLIDATED HALF-YEAR FINANCIAL STATEMENTS AT 30 JUNE 2015

Foreword

We have reviewed the accompanying condensed consolidated half-year financial statements of UnipolSai Assicurazioni SpA and its subsidiaries (the UnipolSai Group) as of 30 June 2015, comprising the statement of financial position, the income statement, the comprehensive income statement, the statement of changes in shareholders' equity, the statement of cash flow and the related notes. The Directors are responsible for the preparation of condensed consolidated half-year financial statements at 30 June 2015 in accordance with International Accounting Standard applicable to interim financial reporting (IAS 34) as adopted by the European Union. Our responsibility is to express a conclusion on the condensed consolidated half-year financial statements based on our review.

Scope of review

We conducted our review in accordance with the criteria for a review recommended by the National Commission for Companies and the Stock Exchange (CONSOB) in Resolution No. 10867 of 31 July 1997. A review of consolidated condensed interim financial statements consists of making enquiries, primarily of entity's person responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than a full scope audit conducted in accordance with International Standards on Auditing (ISA Italia) and, consequently, does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion on the condensed consolidated half-year financial statements.

PricewaterhouseCoopers SpA

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Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed consolidated half-year financial statements of the UnipolSai Group as of 30 June 2015 are not prepared, in all material respects, in accordance with International Accounting Standard applicable to interim financial reporting (IAS 34) as adopted by the European Union.

Basis of preparation

As described in the notes, the condensed consolidated half-year financial statements have been prepared also to meet the reporting requirements of ISVAP's Rule No. 7 dated 13 July 2007.

Milan, 7 August 2015

PricewaterhouseCoopers SpA

Signed by

Angelo Giudici
(Partner)

This report is only a translation from the original report in Italian, issued in accordance with Italian law.

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Share capital
€1,996,129,451.62 fully paid-up
Bologna Register of Companies
Tax and VAT No. 00818570012
R.E.A. 511469

A company subject
to management and coordination
by Unipol Gruppo Finanziario S.p.A.,
entered in Section I of the Insurance
and Reinsurance Companies List
at No. 1.00006
and a member of the
Unipol Insurance Group,
entered in the Register of
Insurance Groups – No. 046

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