

GRUPPO CARIGE

Obbligazioni Bancarie Garantite Investor presentation

December 2013



Banca Carige OBG Programme

- Italian legislative covered bond: **Obbligazioni Bancarie Garantite (“OBG”)**
- Rating of the OBG: **Baa1 by Moody's and BBB+ by Fitch Ratings Ltd**
- Benefits from **22% currently committed over-collateralisation**

Banca Carige

- Traditional retail bank established in 1483 with current ratings of **B2 Moody's, BB Fitch Ratings Ltd., B- Standard and Poor's**
- Among the top 10 Italian banking Groups
- Announced recapitalisation with target **Common Equity Tier 1 of 7% by 1Q2014**
- Excellent / long standing mortgage origination and servicing history
- Consolidated presence as OBG issuer with more than **€5.6 billions**

Italian Mortgage Market

- Low level of indebtedness by households
- High home ownership of the Italian households
- Property values' volatility much lower than in other European countries
- Low defaults compared to other European peripheral countries

Collateral Characteristics (30 September 2013)

- 93.4% Italian prime residential mortgages, 6.6% Italian commercial mortgages all originated by Gruppo Carige: average balance of €81,510**
- Eligible mortgage loans, as per Italian OBG law
- All loans are performing with no defaults
- High concentration in the north of Italy (**73.5%**)
- Highly seasoned portfolio (**57 months weighted average seasoning**)
- WA LTV: 49.5% (Residential) and 31.6% (Commercial)**



The first 9 months of 2013 are characterised by significant discontinuities with the past.

- **Significant impairment of Banks and Insurance subsidiaries goodwill accounting for 1,647.6 million. This impairment impacts only on the net loss for the period and for 2013 (1,170.6 million in the first nine months of the year), with no effect on future profitability and on equity of the Group.**
- **Impairment on loans, securities and tangible assets.**
- **Adjustments on loans and securities totaled 415.1 million of which 401.5 million related to loans and the remaining part in AFS securities. The amount takes into account the inspection of the Bank of Italy, which has affected both performing and non performing loans, and has led to provisions for approximately 190 million.**
- **Impairment on tangible assets of the insurance companies accounts for approx. 35 million.**

Despite the difficult economic environment, the net operating profit in the last quarter closes at breakeven, confirming the effectiveness expressed by the traditional commercial action of the Group.

The dynamics of intermediation has confirmed stability of deposits and weakness of loan trend, which was accompanied by a narrowing of spreads to customers, resulting in a decrease in net interest income.



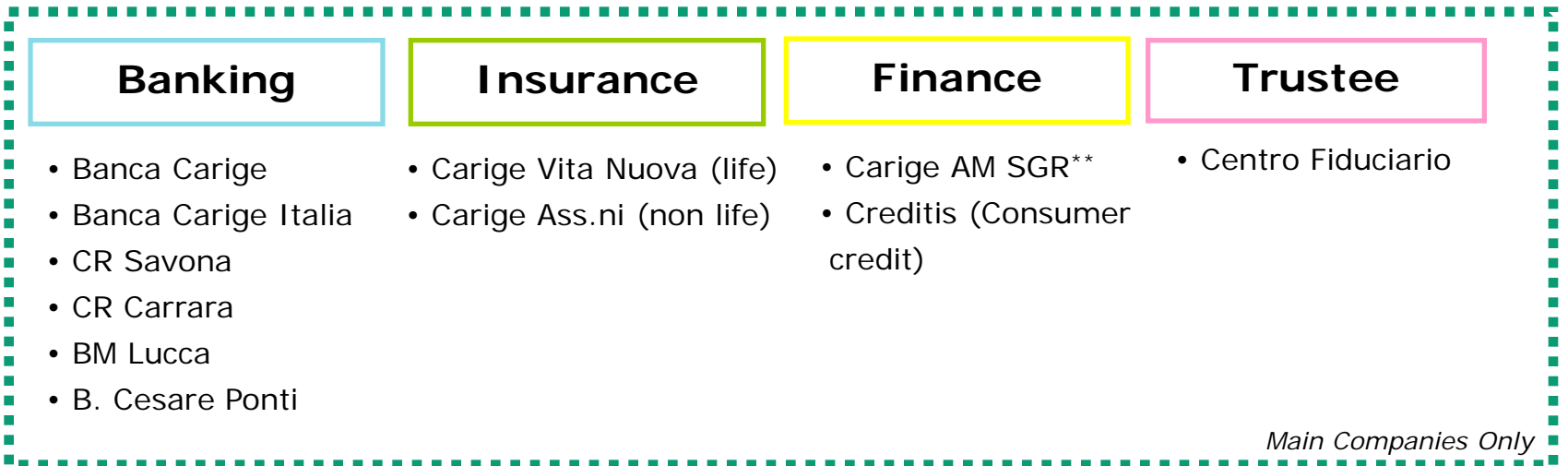
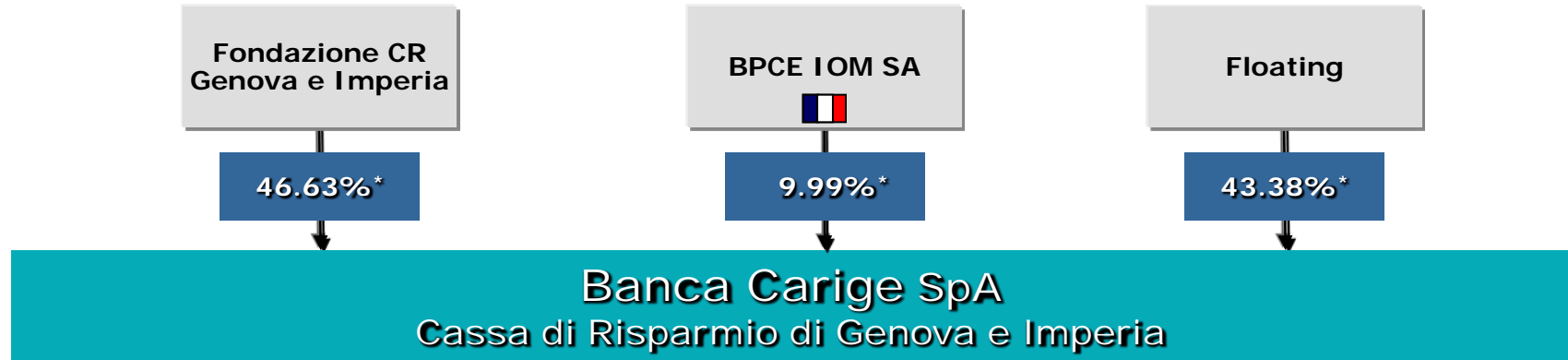
Carige Group at a glance

Financial Highlights

Banca Carige OBG Programmes

Annexe:

- Gruppo Carige's Residential and Commercial mortgage business
- Cover Pool
 - OBG 1
- Italian OBG Law



5,872
EMPLOYEES

1.9 M CUSTOMERS
(1.2 M BANKING; 0.7M ASSURANCE)

678 BRANCHES &
400 INSURANCE OUTLETS
923 CONSULTANTS

EQUITY
3.3 € BILLION

*Holding calculated on the basis of ordinary shares

**On 2 August 2013 Carige signed a contract of transfer of Carige AM SGR to ARCA SGR



An increasingly diversified network

The network today

- 678 branches, 400 insurance outlets: 10th Italian group by number of branches
- Currently 25% of Banca Carige's network is in Liguria, 59% in Northern Italy

Liguria network

Extra-Liguria network

History

- **Historical presence** in Liguria region **for over 500 years**
- **Mature network** and **stable number of branches** (207 at date)

- **Significant presence** in the territory **outside Liguria** only **from early '90s**
- **"Young" network, develop in the last 15 years** through branches acquisition and new openings (from 40 branches in 1998 to the actual 353)

Market share and coverage

- **High market share** (over 20% in terms of branches and deposits)
- **Diffuse coverage**, based on branches proximity, close to each other

- **Improving market share** (below 1.5% in all the regions of presence except Piedmont, Sicily and Sardinia)
- **Low coverage** (few, distant branches to cover larger territory)

Productivity

- **Higher productivity by branch**, thanks to **high number of clients** per branch
- **Higher volumes per client**

- **Increasing volumes per client** vs. Liguria network (-40%) but higher profitability

Customer base

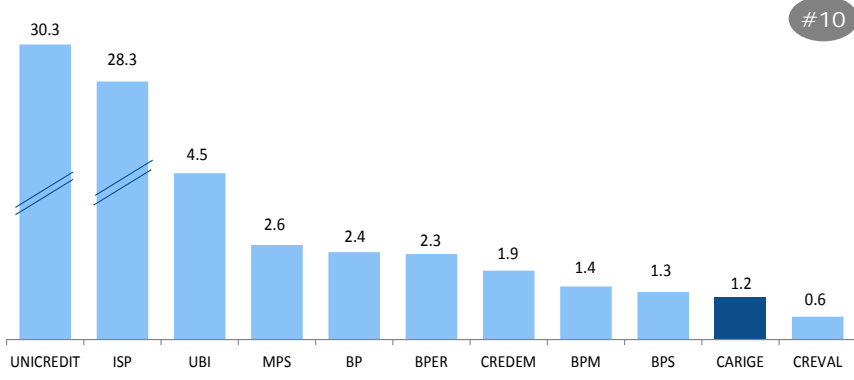
- **More balanced portfolio in terms of customer segments vs. Extra Liguria**, with Mass Market representing ~63% of total customer base
- Customer base on average **older** than Liguria's, with relevant portion of clients in the **senior age bands**

- **Customer base** on average **younger** than Liguria's



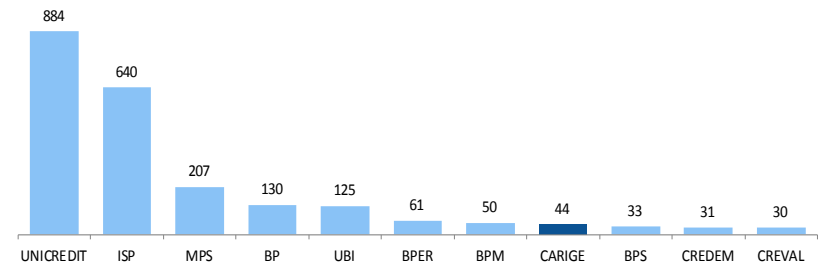
Among the main Italian banking groups

Market cap¹ (€bn)



#10

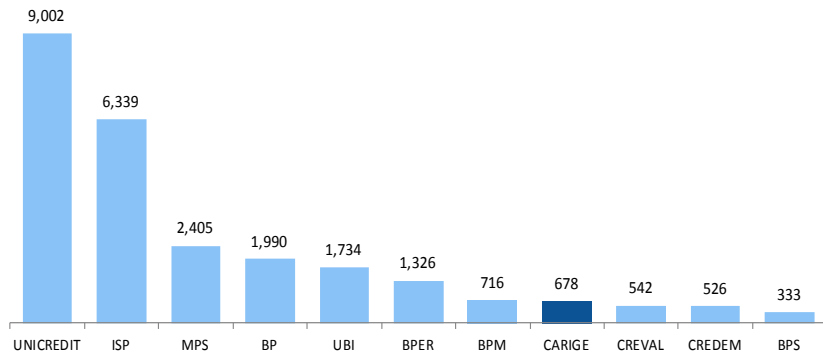
Total assets



#8

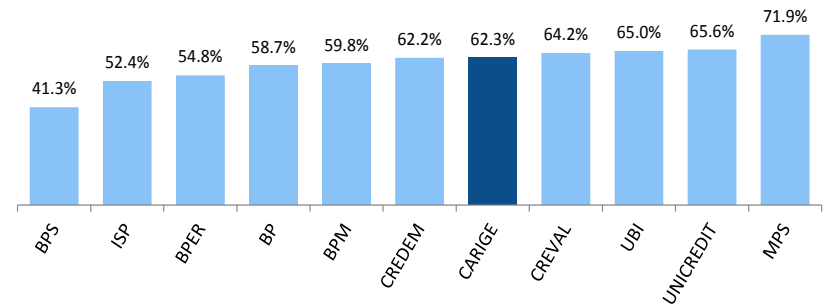
Note (1): Data as at 18 November 2013 (Source: II Sole 24 Ore)

Branch network (#)



#8

C/I (%)



#7

Source: 3Q13 Companies' reports



Carige Group at a glance

Financial Highlights

Banca Carige OBG Programmes

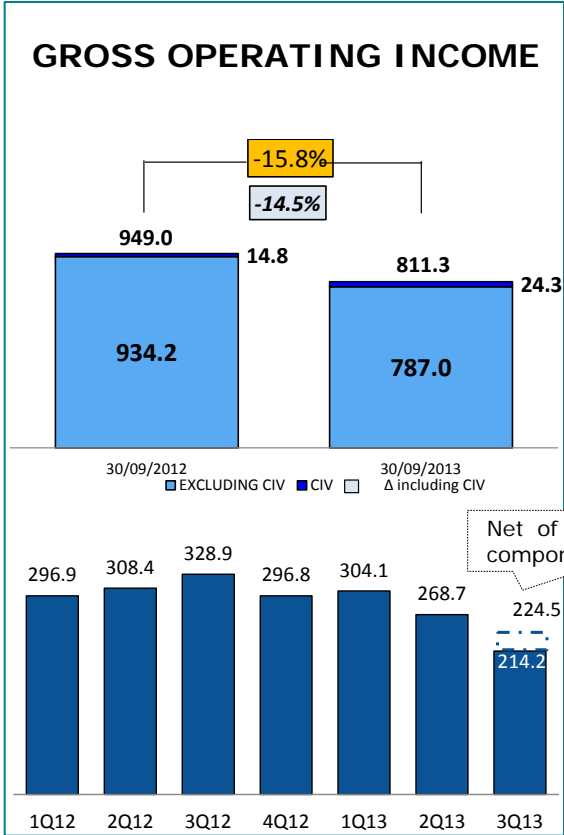
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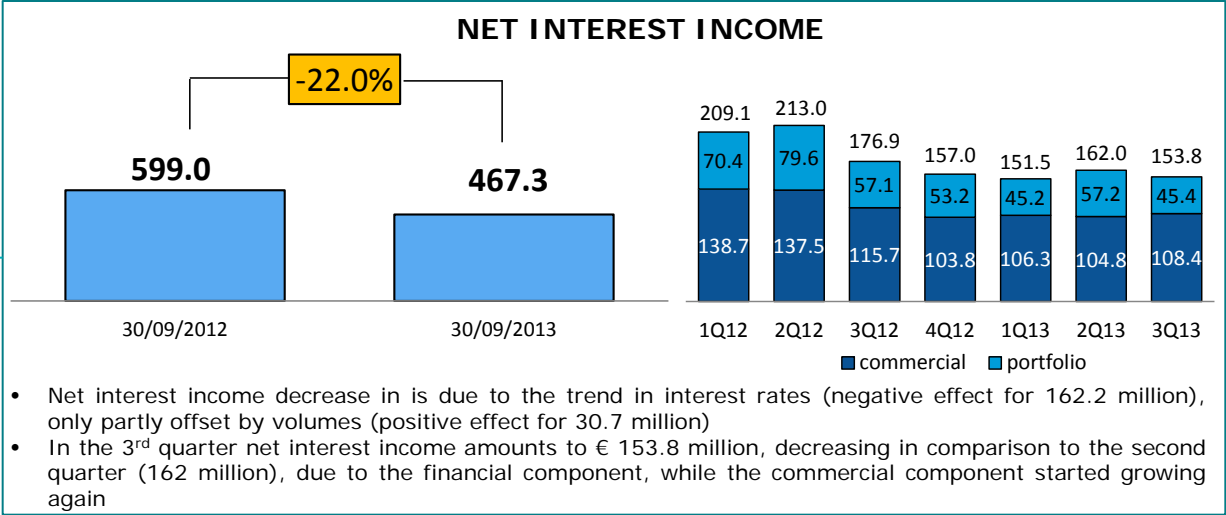


€m

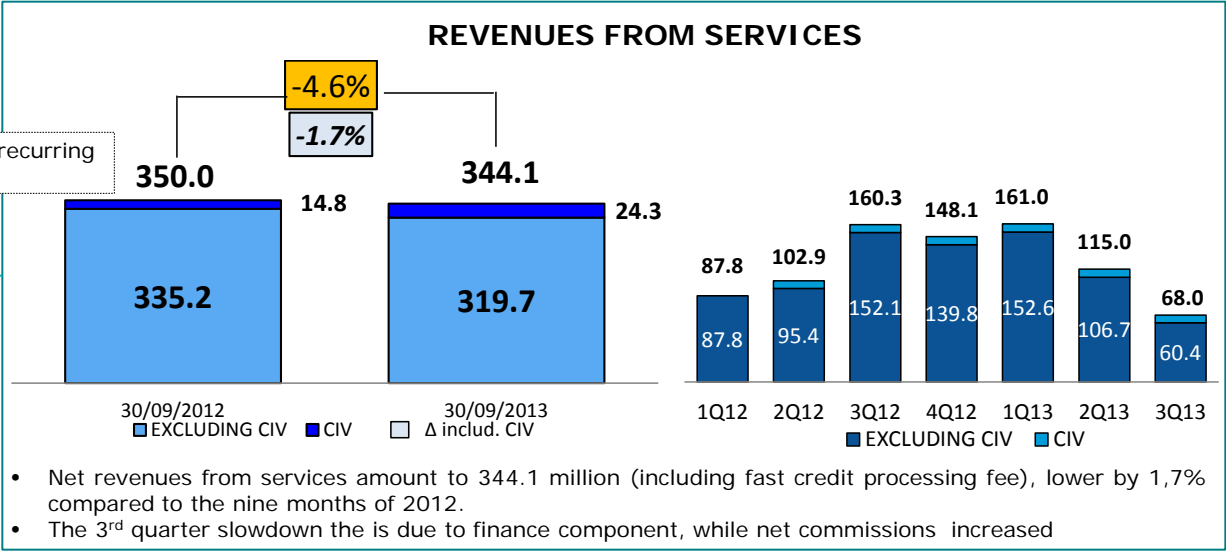
GROSS OPERATING INCOME



NET INTEREST INCOME

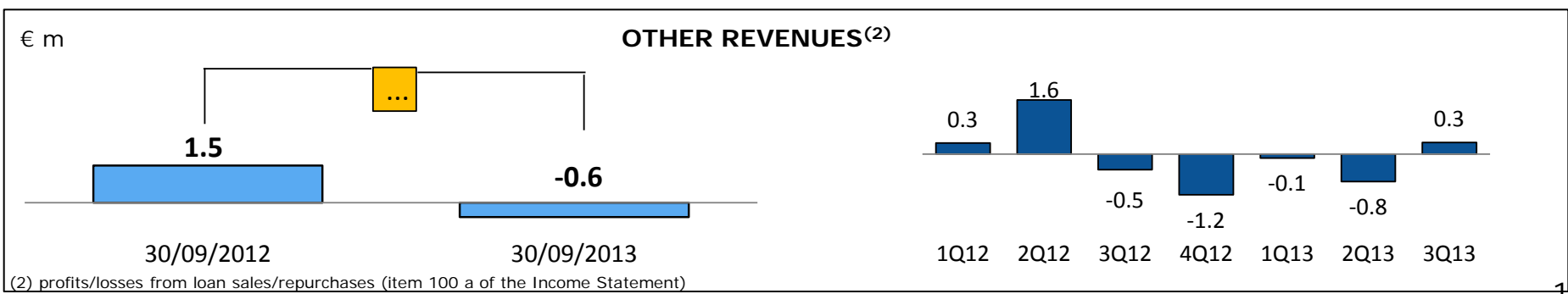
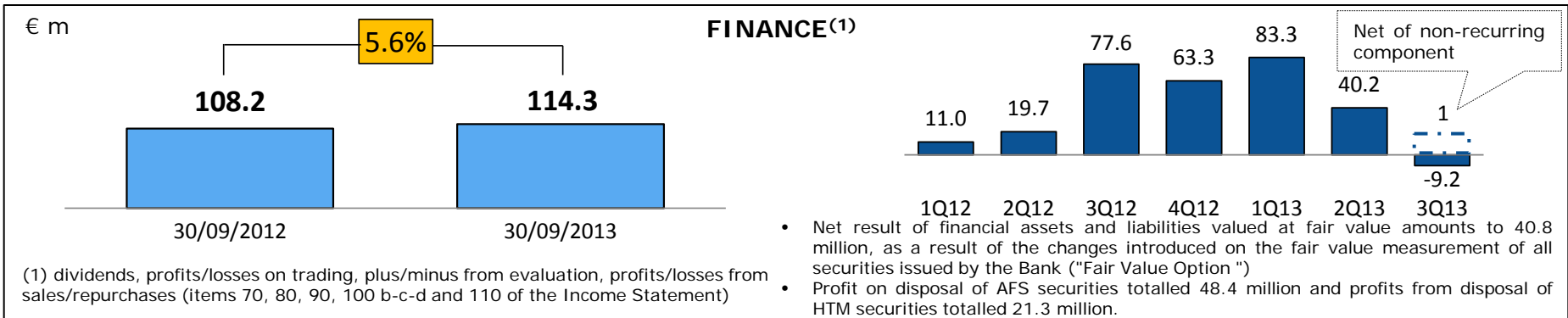
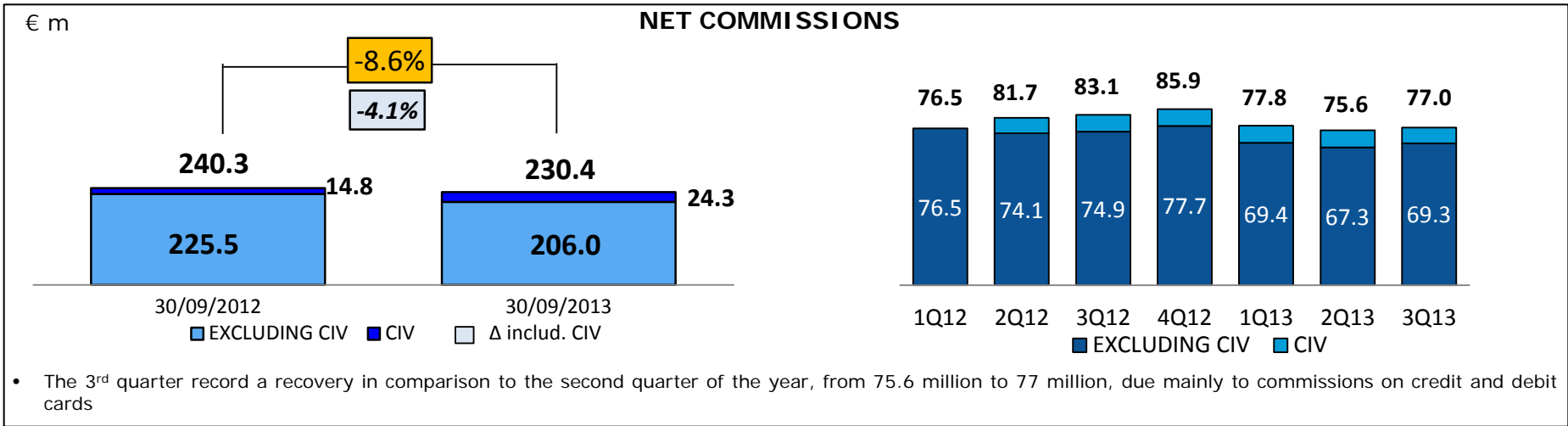


REVENUES FROM SERVICES





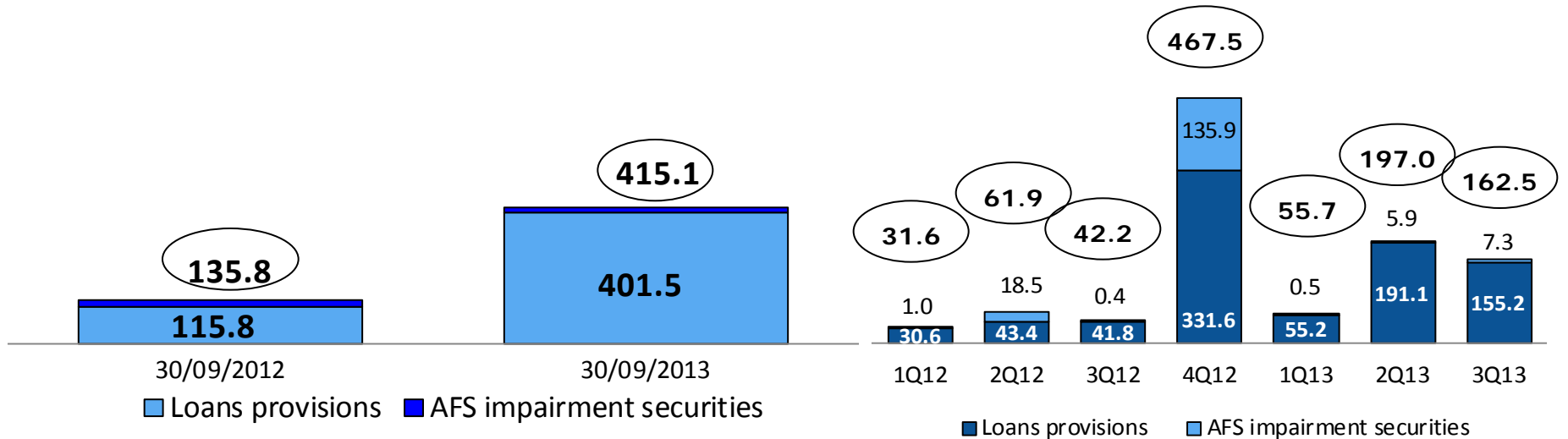
Revenues from services





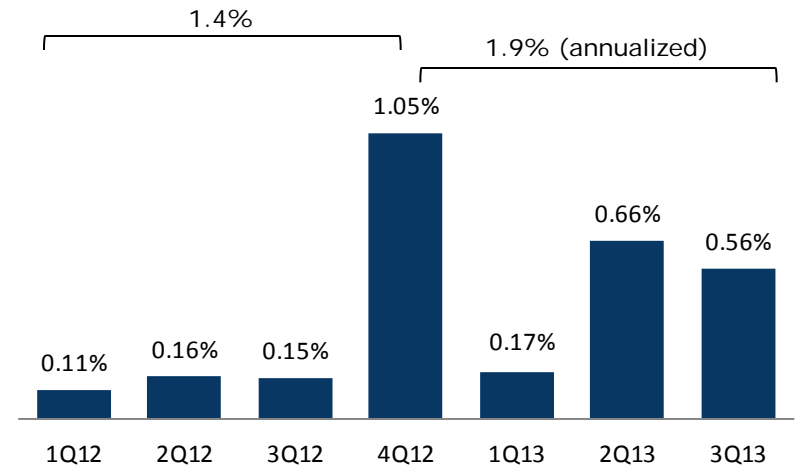
€ m

LOAN PROVISIONS AND OTHER ASSETS



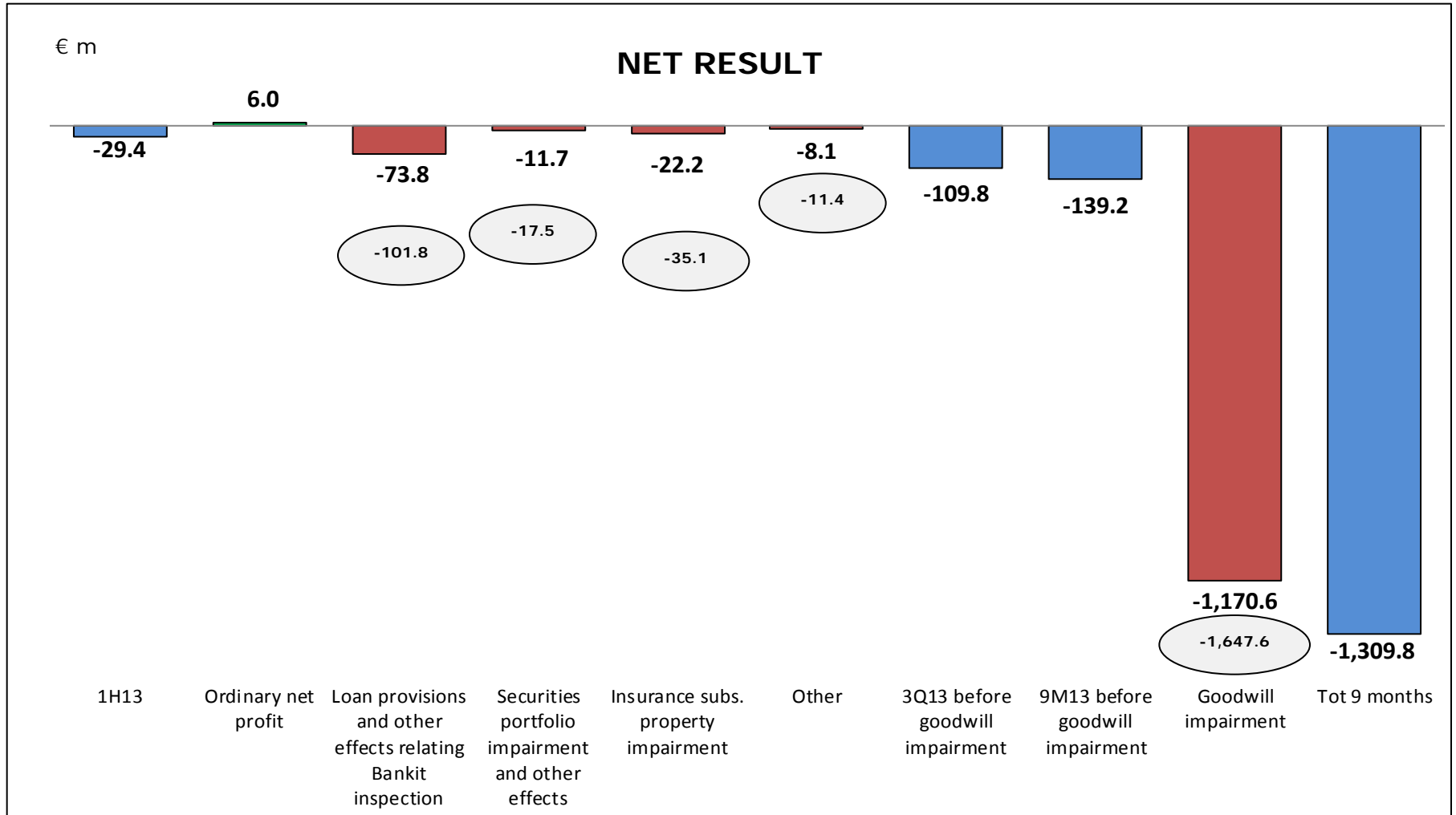
- Loan provisions include almost complete record of the results of the inspection conducted by the Bank of Italy on the performing loan portfolio totaling 190 million (126.7 in the first half and 62.3 million in the quarter)
- On AFS assets are recorded provisions (impairment) for 13.7 million (20 million in September 2012).

COST OF RISK





Income statement: net result development

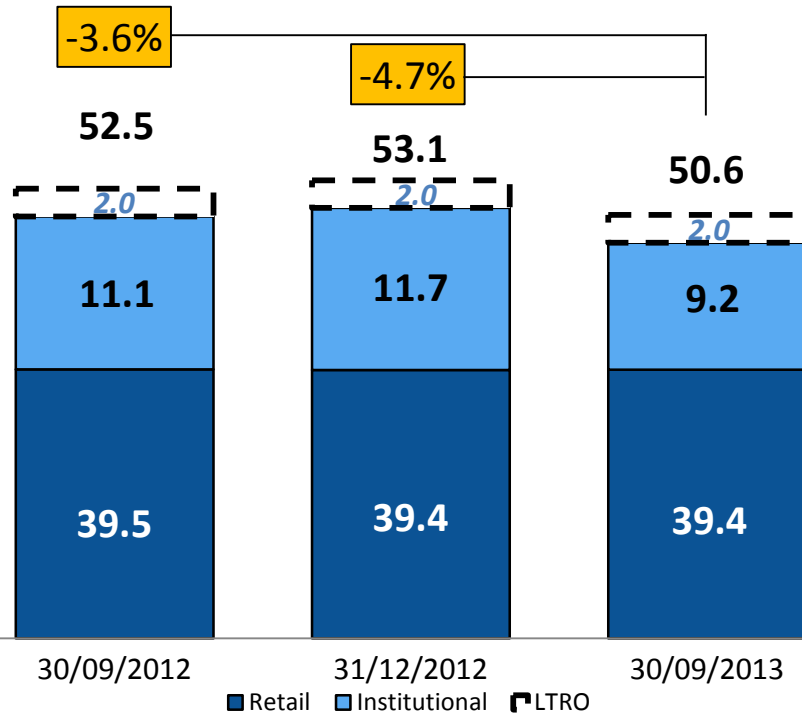


Gross amounts



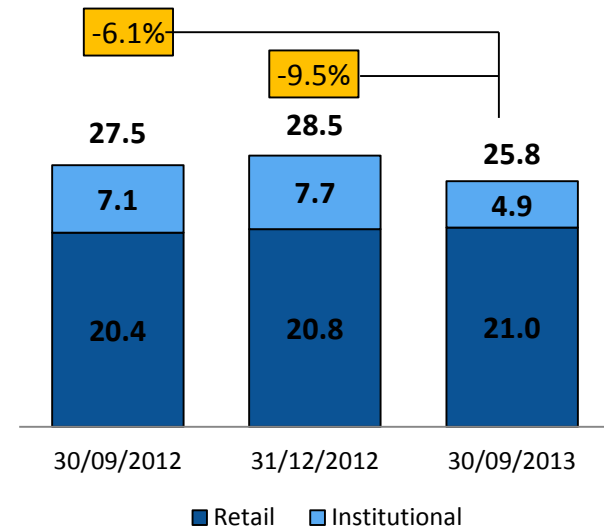
€ b

TOTAL DEPOSITS



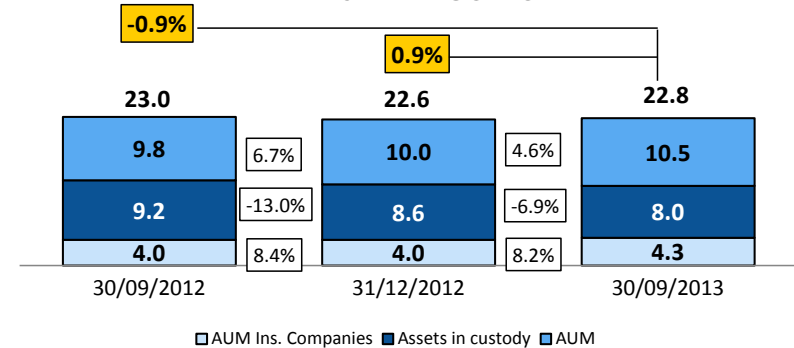
- Stable retail deposits
- Decline in wholesale component (for maturing 750 senior bonds in April 2013 and 550 covered bonds in September 2013) that determines a contraction of total deposits

DIRECT DEPOSITS



- Currently: 58.8% short term, 41.2% M/L term
- **Retail**: 67.2% short term, 32.8% M/L term
- **Institutional (excl. LTRO)**: 29.6% short term, 70.4% M/L term

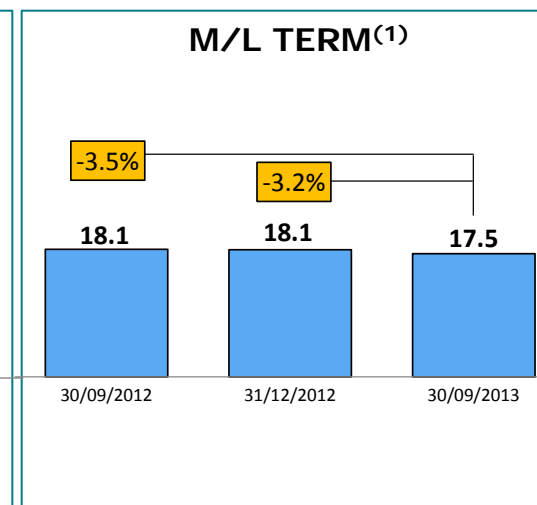
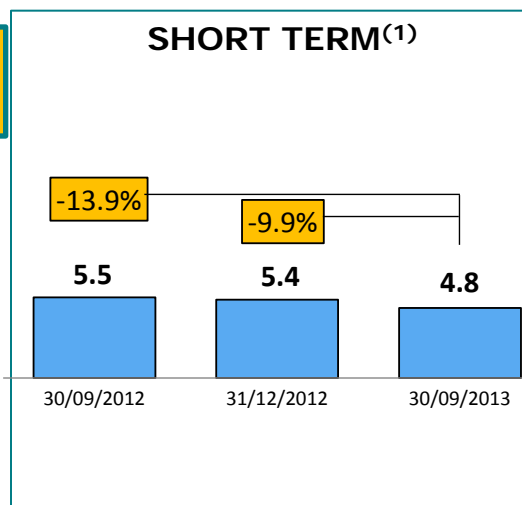
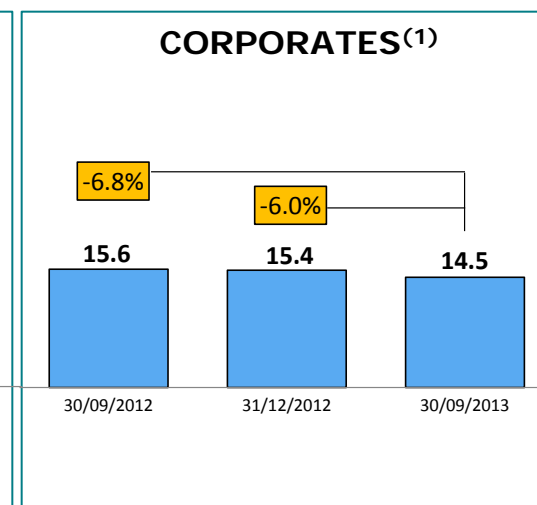
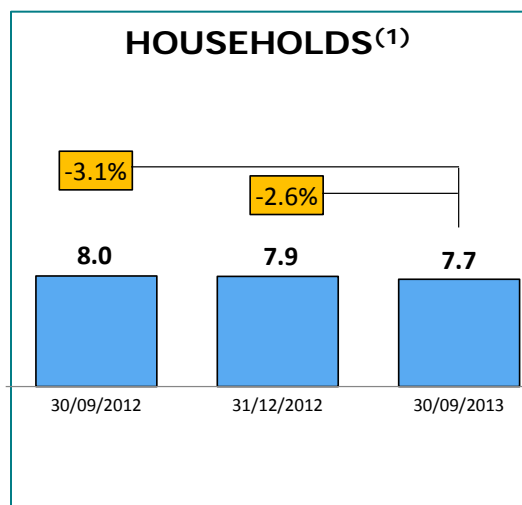
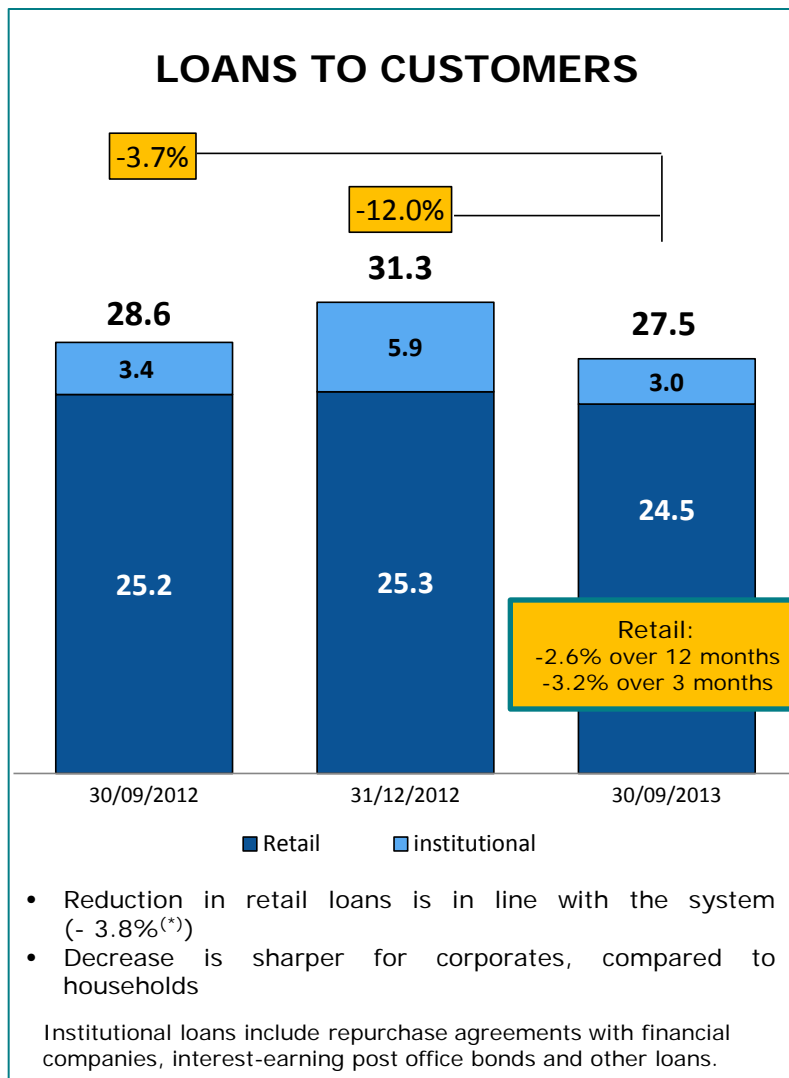
INDIRECT DEPOSITS



- Indirect deposits are basically stable, since the growth in assets under management offsets the decrease in assets in custody



€b

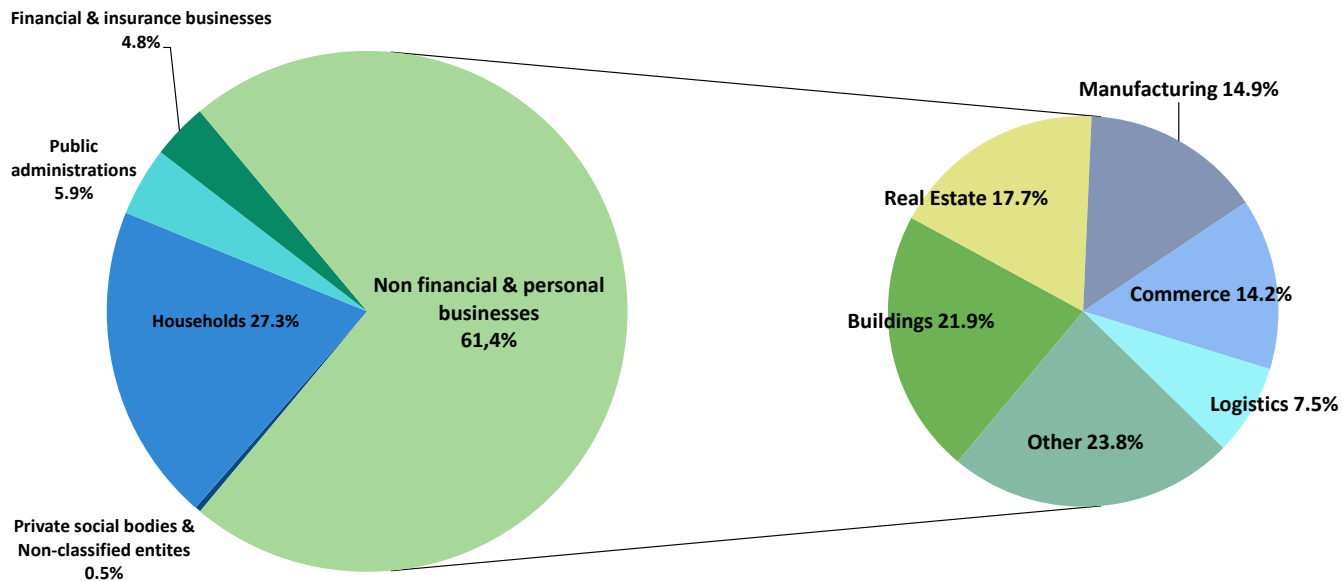


(*) Source ABI – August 2013

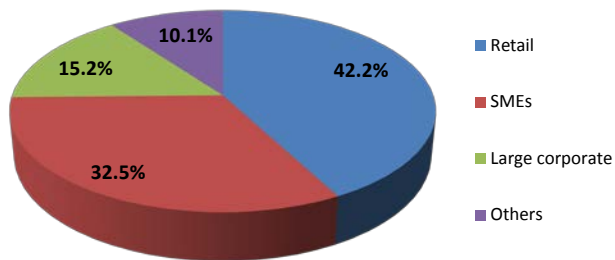
(1) Net of institutional and NPL



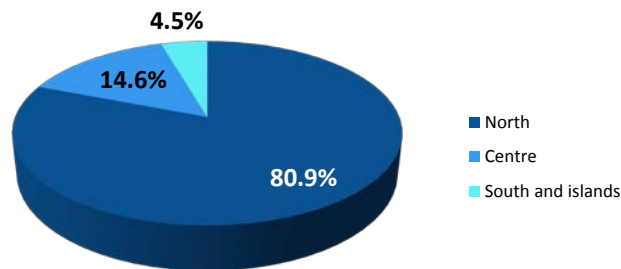
LOAN BOOK BREAKDOWN BY BUSINESS SECTOR



LOAN BOOK BREAKDOWN BY SEGMENT



LOAN BOOK BREAKDOWN BY GEOGRAPHICAL AREA



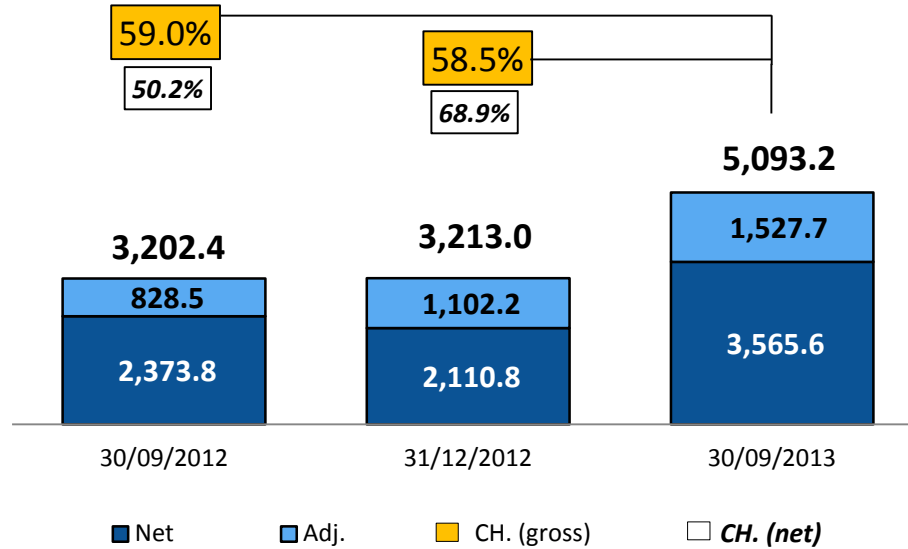
LOAN BOOK CONCENTRATION

	Top 10	Top 20
30/6/2013	7.4%	10.0%
30/9/2013	7.4%	9.5%

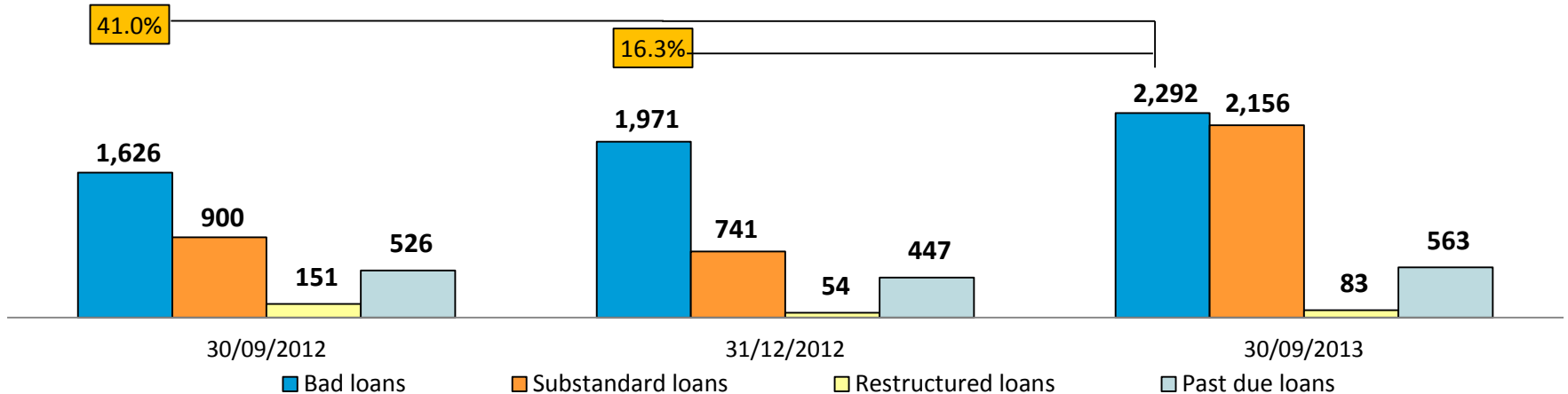


€ M

GROSS IMPAIRED LOANS TO CUSTOMERS



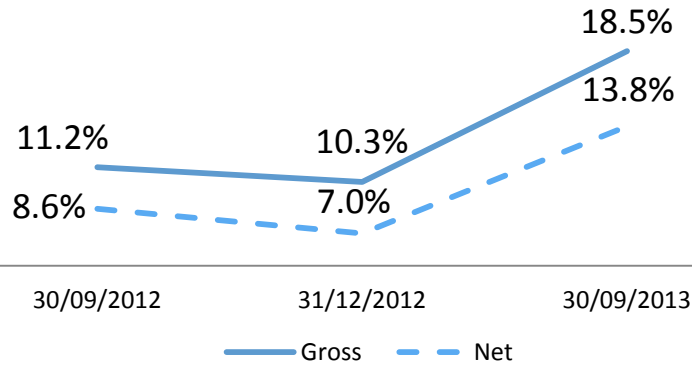
of which:



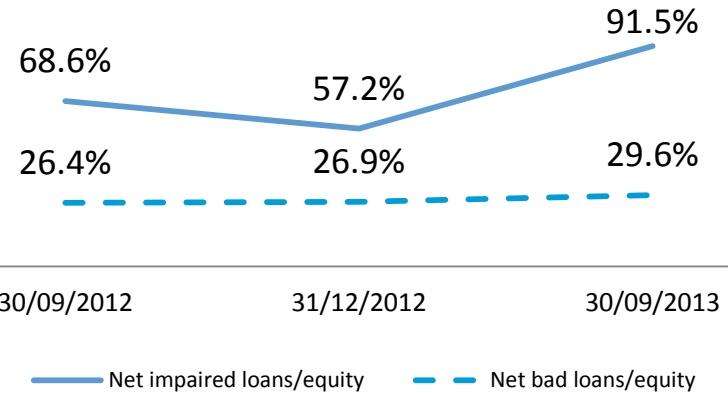
- The growth of non-performing loans occurred in 2012-2013 was conditioned by the dynamics of the macroeconomic framework of Liguria, where the crisis started later than the other Italian regions (delaying factors - facilities, opening towards foreign countries, long-term contracts - and factors mitigating circumstances - the public sector and retirees)
- Practically accepted all the requests of the Bank of Italy reclassifying 1.1 billion of performing loans (1 billion as substandard loans and 86 million as new non performing loans)



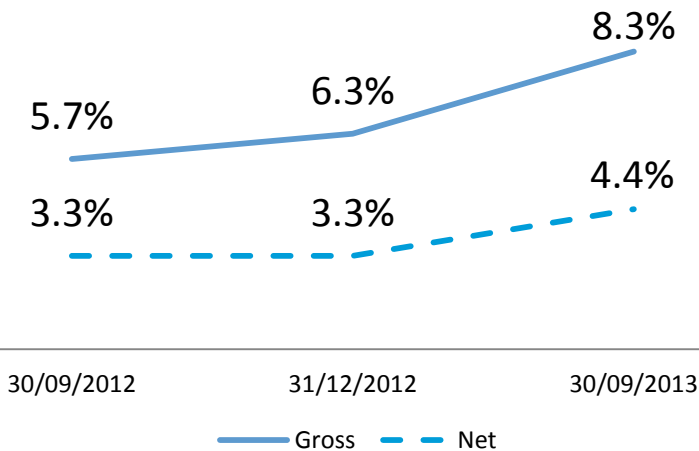
IMPAIRED LOANS/LOANS



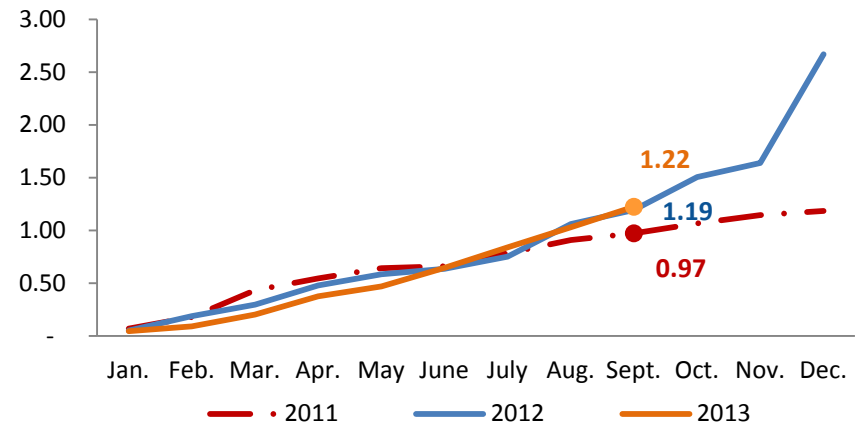
NET IMPAIRED LOANS AND NET BAD LOANS/EQUITY



BAD LOANS/LOANS



BAD LOANS INFLOWS/LOANS



Cumulated bad loans inflows / Loans net of bad loans YTD



Items	Loans (1)	Percentage on total loans			Coverage ratio (2)		
	September 2013	September 2013	December 2012	September 2012	September 2013	December 2012	September 2012
Loans to customers	27,534	100.0%	100.0%	100.0%	5.9%	3.9%	3.2%
- performing loans	22,440	81.5%	89.7%	88.8%	0.5%	0.5%	0.4%
- NPL	5,093	18.5%	10.3%	11.2%	30.0%	34.3%	25.9%
<i>bad loans</i>	2,292	8.3%	6.3%	5.7%	49.8%	49.7%	43.9%
<i>substandard loans</i>	2,156	7.8%	2.4%	3.1%	16.8%	14.6%	10.4%
<i>restructured loans</i>	83	0.3%	0.2%	0.5%	11.5%	7.4%	7.2%
<i>past due loans</i>	563	2.0%	1.4%	1.8%	2.9%	2.2%	2.1%
(1) Gross loans							
(2) Adjustments/gross loans							
Euro millions							

- Both performing and non performing loans coverage improved compared to September and December 2012
- Decrease of total non performing loans coverage from December 2012 is due to the change in the mix with the growth of less risky components

Bad loans: exposures to borrowers in a state of insolvency, even if the insolvency is not legally ascertained, regardless of losses forecasted;

Substandard loans: exposures to borrowers in a temporary situation of difficulty to be overcome within a reasonable period of time ('subjective' substandard loans): (i) fully collateralised residential mortgages for which the debtor has been notified of encumbrance, and (ii) material consumer credit exposures 150 or more days past due;

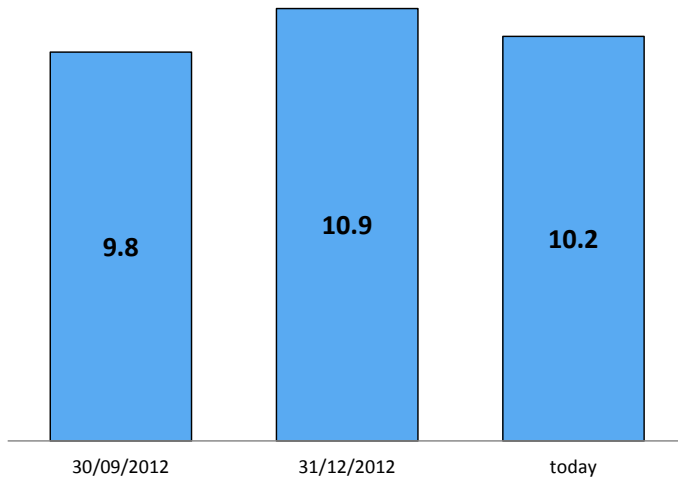
Restructured loans: exposures for which a bank agrees to amendments to the original terms and conditions which give rise to a loss;

Past due loans: exposures (other than those classified as bad, substandard or restructured) that, as of the reporting date, are more than 90 days past due.

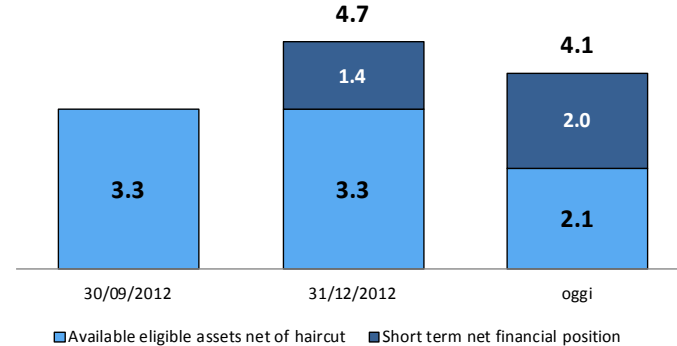


€ b

ELIGIBLE ASSETS



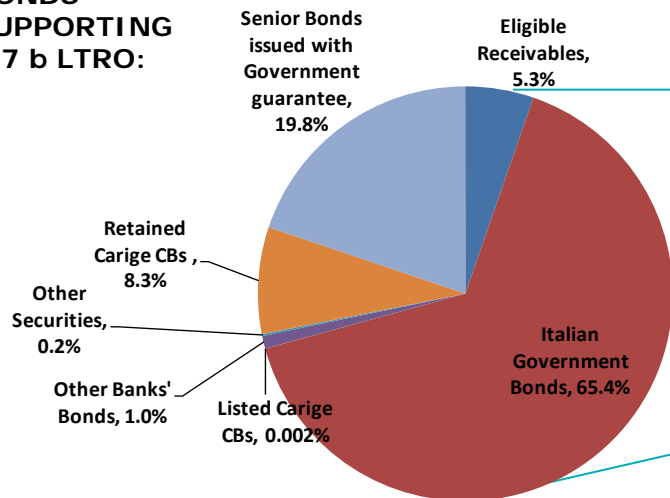
TOTAL LIQUIDITY



- Liquidity remains satisfactory: total liquidity and eligible assets amount to over 4 billion
- LTRO repayment due between the end of 2014 and the beginning of 2015 will be made using available liquidity, a decrease in securities portfolio, issuance of covered bonds and securitisations.

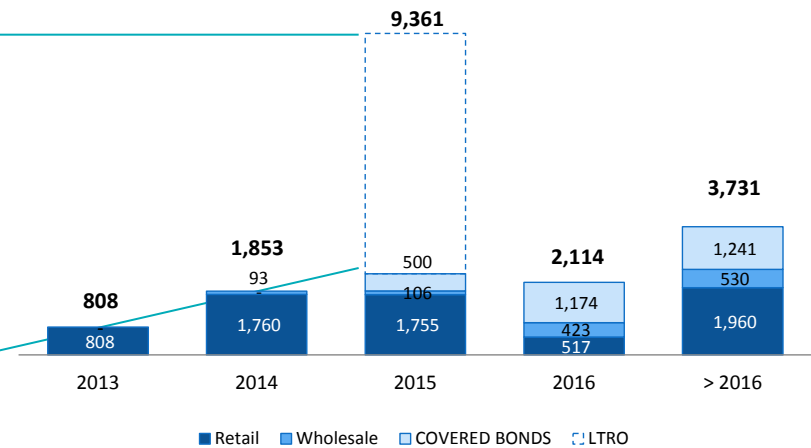
LCR and NSFR in line with the requirements of BASEL 3 2018-2019

BONDS SUPPORTING € 7 b LTRO:



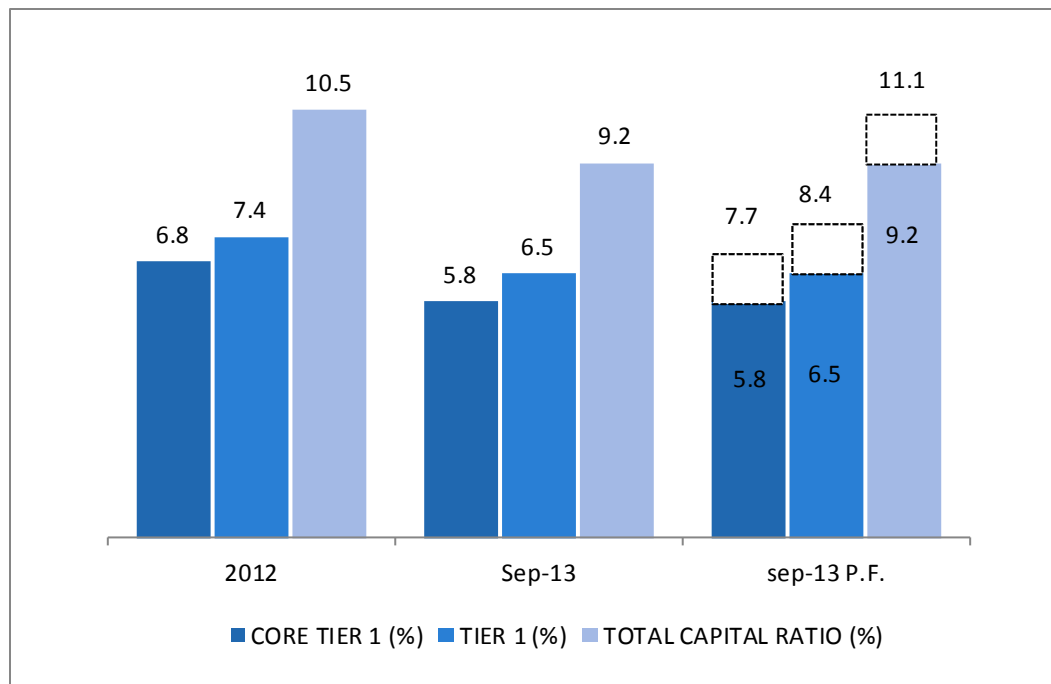
Free bonds for funding transactions € 2.1 b

FUNDING MATURITIES BREAKDOWN





Capital ratios (%)



Pro forma data include the benefit of DTA on goodwill not yet amortized and the sale of Carige AM

RWA composition (thousands of euro)				
	Sep-12	Dec-12	Sep-13	% of the total
Credit risk	22,377,679	22,092,888	21,338,206	91.2%
Market risk	273,217	251,800	179,675	0.8%
Operating risk	1,854,775	1,889,375	1,889,375	8.1%
TOTAL	24,505,671	24,234,063	23,407,256	100%



Carige Group at a glance

Financial Highlights

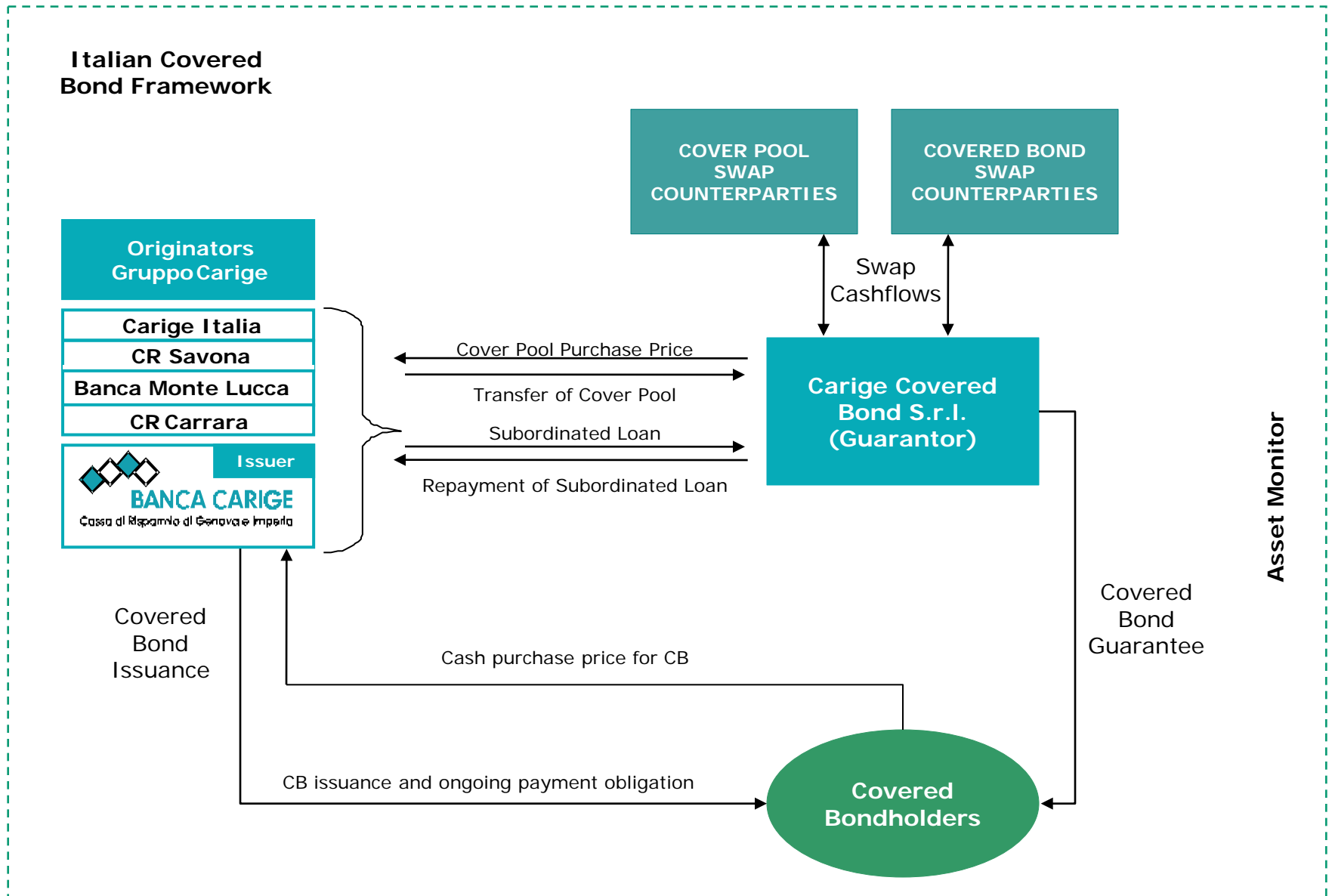
Banca Carige OBG Programmes

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OBG1 Structural overview





Monthly public disclosures of cover pool

Carige is committed to provide the **utmost transparency** to investors and publishes on the website the **Cover pool composition**

Conforms to Italian national pool transparency template (for ECBC label purposes)

http://www.gruppocarige.it/grp/gruppo/html/ita/investor_relations/covered_bonds.htm



THE GROUP ▾ INVESTOR RELATIONS ▾ GOVERNANCE ▾ PRESS & MEDIA ▾ SOCIAL RESPONSIBILITY ▾

INVESTOR RELATIONS

- BALANCE SHEET
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- ▶ PRESS RELEASES
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- ▶ RATING
- CARIGE BONDS ISSUED
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COVERED BONDS

Covered Bonds are bonded securities issued by Banks characterised primarily by the presence of two forms of guarantee: on one hand, the assets of the issuing Bank under section 2740 of the civil code, on the other, cash flows generated by a credit portfolio of primary quality transferred to a Special Purpose Vehicle.

The presence of **two guarantees** considerably decreases the degree of risk inherent in these securities, making them particularly attractive to investors with a strong aversion to risk.

The lowest level of risk also corresponds to a lower return, so that issuing Covered Bonds is beneficial for Banks, who can use these instruments to differentiate their sources of funds while cutting the cost of obtaining funds.

Covered Bonds have been common on the European market for some time, and were introduced in Italy by **Ministry of Economics and Finance Decree no. 310** on 14 December 2006 as part of the wider-ranging regulations covering securitization of credits (Law no. 130 dated 30.4.1999 and subsequent amendments thereto).

Suitable assets transferred in view of the issuing of Covered Bonds must meet specific quality requirements and must fall within the categories identified in art. 2 of the Decree (mortgage credits with a limit on the ratio between the existing credit and the value of the property used as security, credits granted to Public Administrations, securities issued in view of securitization operations involving credits of this type).

Useful numbers | Link | Site Map



Investor Contacts

Banca Carige SpA
Private shareholders
 Toll free number: 800 35 55 77
 segreteria.generale@carige.it

Institutional investors
 Via Cassa di Risparmio, 15
 16123 Genova
 Tel: +390105794877
 Fax: +390105792443
 investor.relations@carige.it



Mortgage Portfolio Summary as 30/09/2013

Residential Mortgage	
Total Loan Balance	€ 4.853.021.748
Average Loan Balance	€ 78.736
Number of Loans	61.637
WA Seasoning (in months)	67,85
WA Remaining Terms (in months)	197,21
WA LTV (in %)	49,49%

Commercial Mortgage	
Total Loan Balance	€ 344.841.478
Average Loan Balance	€ 161.670
Number of Loans	2.133
WA Seasoning (in months)	86,31
WA Remaining Terms (in months)	81,63
WA LTV (in %)	31,57%

Total	
Total Loan Balance	€ 5.197.863.226
Average Loan Balance	€ 81.510
Number of Loans	63.770
WA Seasoning (in months)	68,41
WA Remaining Terms (in months)	156,69
WA LTV (in %)	49,30%

Years to Maturity

Years to Maturity	Amount	% of Total	Number
up to 5 yrs	249.763.987	4,81%	10.048
over 5 - 10 yrs	874.249.274	16,80%	14.440
over 10 - 15 yrs	1.265.340.159	24,34%	14.931
over 15 - 20 yrs	1.110.289.950	21,40%	9.524
over 20 - 25 yrs	1.214.102.253	23,36%	8.959
over 25 - 30 yrs	570.384.209	10,97%	3.874
over 30 yrs	13.719.893	0,26%	88
Total	5.197.863.226	100,00%	63.770

Years to Maturity	Amount	% of Total	Number
up to 5 yrs	62.228.073	17,98%	757
over 5 - 10 yrs	153.119.317	44,42%	896
over 10 - 15 yrs	103.891.180	30,13%	404
over 15 - 20 yrs	19.393.109	5,62%	69
over 20 - 25 yrs	4.043.724	1,17%	11
over 25 - 30 yrs	2.366.047	0,69%	6
over 30 yrs	—	0,00%	—
Total	344.841.478	100,00%	2.133

Years to Maturity	Amount	% of Total	Number
up to 5 yrs	187.735.967	3,87%	9.897
over 5 - 10 yrs	721.129.957	14,86%	13.544
over 10 - 15 yrs	1.161.448.978	23,93%	14.527
over 15 - 20 yrs	990.892.261	20,47%	9.869
over 20 - 25 yrs	1.210.058.529	24,93%	9.848
over 25 - 30 yrs	568.018.162	11,70%	3.868
over 30 yrs	13.729.893	0,28%	88
Total	4.853.021.748	100,00%	61.637

Current Loan To Value

Current Loan to Value	Amount	% of Total	Number
up to 10%	123.990.289	2,39%	6.543
over 10% - 20%	380.628.151	7,32%	8.693
over 20% - 30%	584.521.731	11,25%	9.040
over 30% - 40%	721.289.364	13,89%	8.933
over 40% - 50%	863.378.105	16,63%	8.757
over 50% - 60%	816.322.025	15,70%	7.757
over 60% - 70%	832.415.394	16,01%	7.159
over 70% - 80%	894.650.168	17,20%	6.448
over 80%	60.660.018	1,17%	433
Total	5.197.863.226	100%	63.770

Current Loan to Value	Amount	% of Total	Number
up to 10%	24.507.345	7,11%	365
over 10% - 20%	57.895.735	16,78%	441
over 20% - 30%	79.509.568	23,08%	483
over 30% - 40%	77.446.152	22,46%	417
over 40% - 50%	60.743.648	17,61%	285
over 50% - 60%	42.154.292	12,22%	156
over 60% - 70%	2.641.483	0,77%	6
over 70% - 80%	70.817	0,02%	1
over 80%	—	0,00%	—
Total	344.841.478	100%	2.133

Current Loan to Value	Amount	% of Total	Number
up to 10%	99.489.141	2,05%	6.183
over 10% - 20%	322.731.415	6,65%	8.252
over 20% - 30%	505.012.163	10,41%	8.578
over 30% - 40%	643.843.234	13,27%	8.528
over 40% - 50%	789.634.457	16,13%	8.472
over 50% - 60%	774.167.713	15,95%	7.621
over 60% - 70%	829.873.911	17,10%	7.159
over 70% - 80%	834.586.362	17,20%	6.447
over 80%	60.586.362	1,25%	433
Total	4.853.021.748	100%	61.637



Tests defined by law

Nominal Value Test

- Each Calculation Date notional in Cover Pool at least equal to notional of all outstanding Covered Bonds

Net Present Value Test

- Each Calculation Date the NPV of Cover Pool at least equal to NPV of outstanding Covered Bonds (including hedges)

Interest Coverage Test

- Each Calculation Date interest and other revenue from assets in Cover Pool, net of Guarantor costs at least equal to interest and costs due under Covered Bonds (including hedges)

Additional safeguard

Asset Coverage Test

- Cover pool is sufficient to provide minimum overcollateralisation required to support the rating of the notes
- See following page

Additional Bank of Italy safeguard

Issuance limits

- Only banks with a required minimum capitalisation may issue covered bonds
- See following page



Bank of Italy requirements

- Pursuant to Bank of Italy supervisory regulation (dated 24 March 2010), OBG may only be issued by banks with:
 - minimum consolidated regulatory capital of €500m,
 - minimum Total Capital Ratio of 9%, and
 - minimum Tier 1 Ratio of 6%
- In addition the transfer of assets to the cover pool is subject to certain limits based on the bank's total capital and Tier 1 ratios:

TCR ≥ 11%	No limits
T1R ≥ 7%	
10% ≤ TCR < 11%	Up to 60% of the available eligible assets
T1R ≥ 6.5%	
9% ≤ TCR < 10%	Up to 25% of the available eligible assets
T1R ≥ 6%	

Carige Ratios	FY11	FY12	3Q13 ⁽¹⁾
T1R	7.4%	7.4%	6.5%
TC R	10.1%	9.9%	9.2%

The figures as at 30/9/2013 result from accounting and management estimates pending the official disclosure to the Bank of Italy.

Sources: Bank of Italy, Banca Carige



Fully compliant covered bonds

Criteria

UCITS 52(4)	<input type="checkbox"/> 'Special regulatory regime to protect the interests of covered bond holders'	✓
Capital Directive	<input type="checkbox"/> Must be backed by eligible assets	✓
ECB repo treatment	<input type="checkbox"/> At discretion of ECB but category liquidity category 3 (non-Jumbo covered bond) expected	✓
ECBC covered bond label	<input type="checkbox"/> UCITS and national transparency template	✓

Transaction expected to conform to all applicable definitions of covered bond, earn preferential treatment for many classes of investor



Outstanding Issuances

Type of Issue (OBG 1)	ISIN	Size	Issue date	Maturity
Public	IT0004548464	Eur 1,000 mln	5 November 2009	25 November 2016
Private placement		Eur 180 mln	28 October 2010	
Registered	-	Eur 75 mln	20 September 2010	25 September 2030
Registered	-	Eur 20 mln	4 October 2010	25 October 2022
Registered	-	Eur 40 mln	25 October 2010	25 October 2040
Registered	-	Eur 18.5 mln	15 November 2010	25 November 2030
Registered	-	Eur 20 mln	25 November 2010	25 November 2030
Registered	-	Eur 40 mln	27 December 2010	27 December 2030
Public	IT0004700032	Eur 500 mln	10 March 2011	25 March 2015
Registered	-	Eur 30 mln	23 April 2012	23 April 2032
Private placement	IT0004866510	Eur 150 mln	31 October 2012	25 October 2022
Registered	-	Eur 17 mln	2 November 2012	2 November 2032
Private placement	IT0004865900	Eur 50 mln	5 November 2012	5 November 2032
Registered	-	Eur 10 mln	6 November 2012	26 October 2032
Registered	-	Eur 5 mln	16 January 2013	25 January 2023
Registered	-	Eur 5 mln	25 January 2013	25 January 2028
Registered	-	Eur 10 mln	29 August 2013	29 August 2033
Public	-	Eur 750 mln	24 October 2013	24 October 2018
TOTAL (OBG 1)		Eur 2,920.5 mln		

Type of Issue (OBG2)	ISIN	Size	Issue date	Maturity
Retained	IT0004800089	Eur 800 mln	21 February 2012	28 February 2016



Carige Group at a glance

Financial Highlights

Banca Carige OBG Programmes

Annexe:

- Gruppo Carige's Residential and Commercial mortgage business

- Cover Pool

- OBG 1

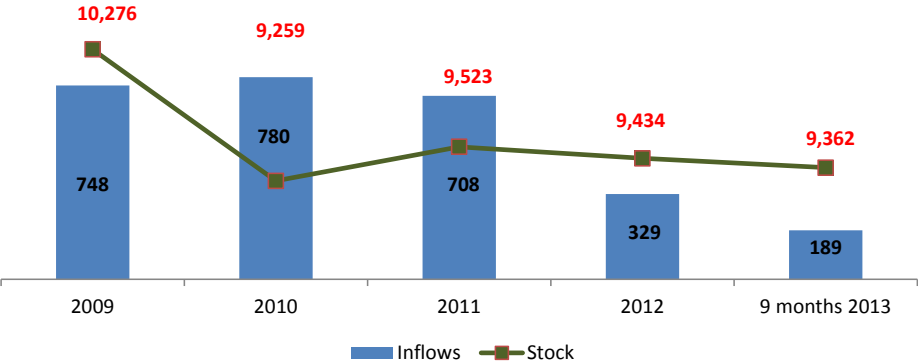
- Italian OBG Law



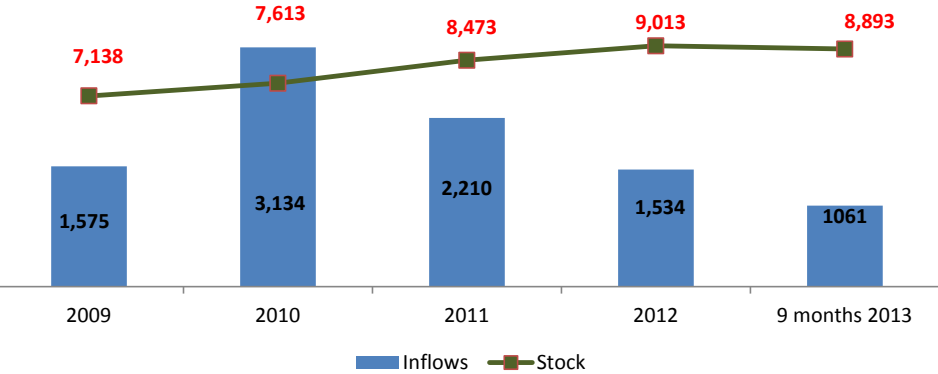
Origination statistics Carige Group

€m

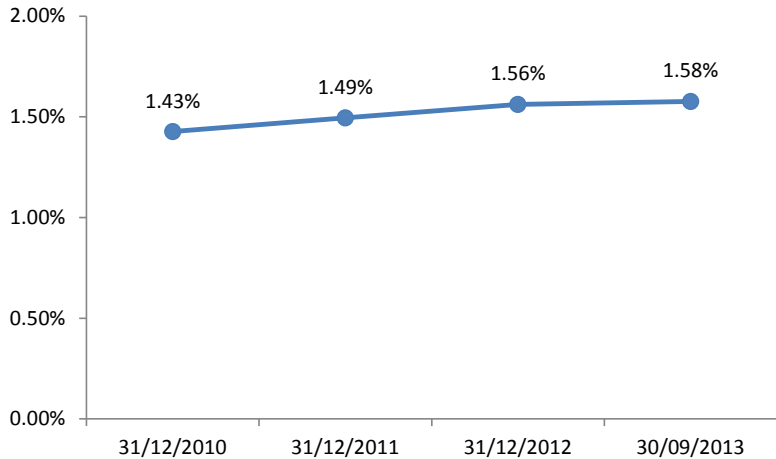
Group's Residential Mortgage Loan Trend(*)



Group's Commercial Mortgage Loan Trend(*)



Group's Mortgage Market Share Trend



(*) Net of renegotiated mortgages



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OBG 1 highlights as at 30 September 2013

Total Portfolio	
Balance (€)	5,197,863,226
Residential / Commercial (%)	93.4 / 6.6
Number of Loans	63,770
Type of loan	100% Fully amortising
Average Current Balance (€)	81,510
<i>Average Current Balance Residential (€)</i>	<i>78,736</i>
<i>Average Current Balance Commercial (€)</i>	<i>161,670</i>
Current Rating (Fitch / Moody's)	BBB+ (neg) / Baa1 (neg)
Committed OC (%) ¹	22.0
OC consistent with current rating (%) ¹	16.5
WA CLTV ²	48.3
WA OLTV ²	48.0
WA Seasoning (Years)	5.7
WA Remaining Term (Years)	12.9
Percentage of Floating Rate Mortgages	78.0
WA Margin on Floating Rate Loans (%)	1.67
WA Interest Rate on Fixed Rate Loans (%)	5.55

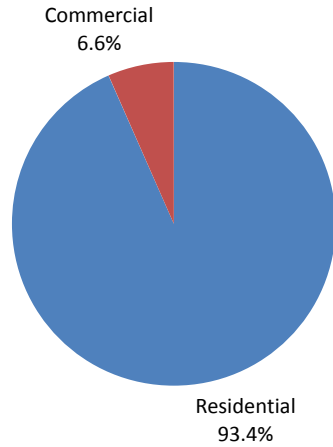
Note: ¹ Source Moody's

² Property value as at the origination date

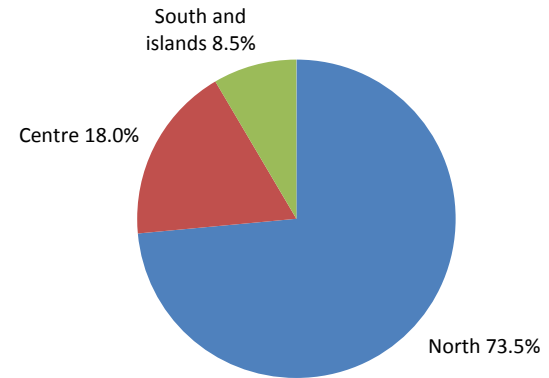


OBG 1 Total portfolio breakdown

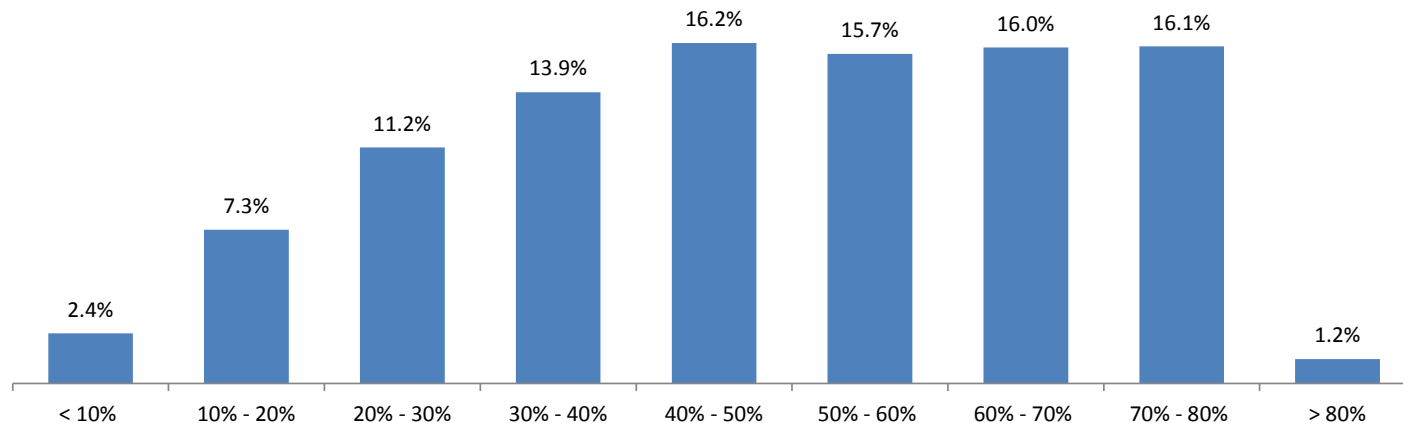
Commercial/Residential



Geographical Distribution



Current LTV

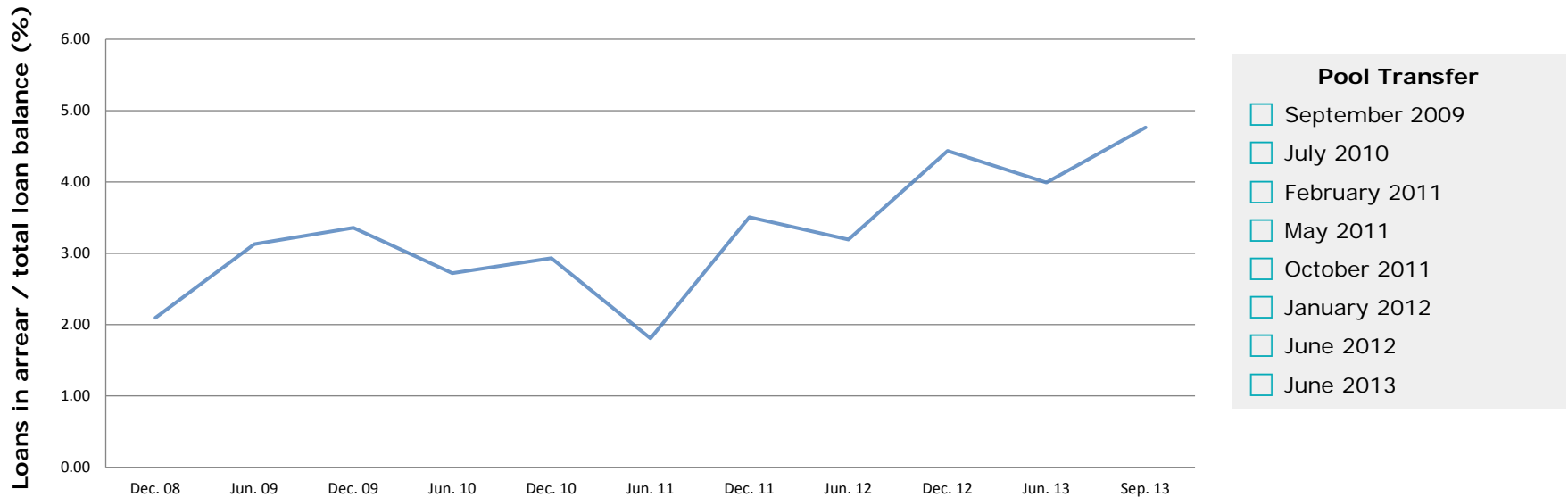


Note: Figures refer to volume of outstanding mortgages – Data as at 30 September 2013



OBG 1 Arrears and buybacks

Cover pool arrears*



Note: (*) Arrears amount includes loans with more than 30 days of arrears and excludes defaulted loans

Carige's Buybacks

	Non Performing Loans	Other Loans	Total
2009	2,788,696		2,788,696
2010	11,482,694	7,473,725	18,956,419
2011	20,492,596		20,492,596
2012	40,376,228	240,112	40,616,340
2013	38,453,745		38,453,745
	113,593,861	7,713,837	121,307,698



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Italian covered bond legal framework (1/2)

Name of the instrument (s)	Obbligazioni Bancarie Garantite
Legislation	Law 80 of 14 may 2005, amending Article 7-bis & 7-ter of law 130/1999, Ministry of Economy & Finance regulation 310 dated 14 December 2006 and Bank of Italy instructions issued on 17 may 2007 and on 24 March 2010
Special banking principle	No: any Italian bank fulfilling specific issuance criteria
Restriction on business activity	N/A
Asset Allocation	Cover assets are segregated through the transfer to a separate entity
Inclusion of hedge positions	Hedge position are part of the structural enhancements intended to protect bondholders
Substitute collateral	Up to 15%
Restrictions incl. Commercial mortgages	No
Geographical scope for public assets	EEA states and Switzerland, subject to a maximum risk weighting of 20% and up to 10% of the cover pool Non-EEA states or local authorities subject to a maximum risk weighting of 20%
Geographical scope for mortgage assets	EEA and Switzerland
LTV barrier residential	80%
LTV barrier commercial	60%
Basis for valuation	Market value. The approach needs approval from Bank of Italy and is verified by an independent auditor
Valuation Check	Semi-annual review and annual reporting to the Bank of Italy
Special Supervision	Bank of Italy



Italian covered bond legal framework (2/2)

Protection against mismatching	The nominal value of the cover pool assets must at all times be at least equal to the nominal value of the OBG outstanding. The net present value (NPV) of the covered pool must be at least equal to the net present value of the OBG issued. Furthermore, the cover pool assets need to accrue sufficient interest to cover interest payment on the OBG outstanding
Protection against credit risk	Sponsor banks may replace non-performing loans or affected loans
Protection against operative risk	Stipulated through contractual rules
Mandatory over-collateralisation	Expected to be subject to an asset coverage test
Voluntary over-collateralisation is protected	Yes
Bankruptcy remoteness of the issuer	No, but all assets are ring-fenced within a specially separated entity
Outstanding OBG to regulatory capital	Depending on Tier 1 and total capital ratios. There is no limit as long as the respective bank maintains a total capital ratio above 11% and a tier 1 ratio above 7%
1st claim in the event of insolvency	All payments are received from the special entity's assets. These payments are expected to be collected in a separate account. Investors continue to receive scheduled payments, as if the issuer had not defaulted
External support mechanisms	In the event of insufficient pool assets proceeds to cover their claim, investors rank pari passu with senior debt holders. There is a simultaneous unsecured dual claim against the issuer and secured against the portfolio held by the specially separated entity
Compliant with UCITS Art. 22 par. 4	Yes
Compliance with CRD	Yes



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The manager responsible for preparing the company's financial reports Ms. Daria Bagnasco, Deputy General Manager (Governance and Control) of Banca CARIGE S.p.A., declares, pursuant to paragraph 2 of Article 154 bis of the Consolidated Law on Finance, that the accounting information contained in this presentation corresponds to the document results, books and accounting records.



Daria Bagnasco

*Deputy General Manager
(Governance and Control)*

Tel: +39 010 579 4869

Email: daria.bagnasco@carige.it

Giacomo Burro

*CFO & Wealth Management
Head Office Manager*

Tel: +39 010 579 4580

Email: giacomo.burro@carige.it

Nicola Pegoraro

Head of Funding and Trading

Tel: +39 010 579 3377

Email: nicola.pegoraro@carige.it

Emilio Chiesi

International Funding

Tel: +39 010 579 4568

Email: emilio.chiesi@carige.it

Investor Relations

Tel: +39 010 579 4877

Email: investor.relations@carige.it
