

# Vittoria Assicurazioni

SOCIETÀ PER AZIONI (SpA) - JOINT STOCK COMPANY  
REGISTERED OFFICES: VIA CALDERA 21 - 20153 MILAN - ITALY  
SHARE CAPITAL: EUR 65,788,948.00 FULLY PAID IN  
TAX CODE & MILAN COMPANIES REGISTER NO. 01329510158 - R.E.A. NO. 54871  
COMPANY REGISTERED TO REGISTER OF INSURANCE AND REINSURANCE COMPANIES –  
SECTION I NO.1.00014  
PARENT COMPANY OF VITTORIA ASSICURAZIONI GROUP REGISTERED TO REGISTER OF  
INSURANCE GROUPS NO.008

89<sup>th</sup> Year of activity

Consolidated  
quarterly report at  
31 March 2010

Board of Directors' meeting  
of 12 May 2010



(Translation from the Italian original which remains the definitive version)



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**BOARD OF DIRECTORS \***

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Luigi GUATRI Giorgio Roberto COSTA	Honorary Chairman Chairman
Andrea ACUTIS Carlo ACUTIS	Executive Deputy Chairman Executive Deputy Chairman
Roberto GUARENA	Managing Director
Adriana ACUTIS BISCARETTI di RUFFIA	Director
Francesco BAGGI SISINI	Independent director
Marco BRIGNONE	Independent director
Luciano GOBBI	Independent director
Arnaud HELLOUIN de MENIBUS	Director
Pietro Carlo MARSANI	Independent director
Giorgio MARSIAJ	Independent director
Edgar MÜLLER-GOTTHARD	Independent director
Lodovico PASSERIN d'ENTREVES	Independent director
Luca PAVERI FONTANA	Director
Robert RICCI	Independent director
Giuseppe SPADAFORA	Independent director
Mario RAVASIO	Secretary

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**BOARD OF STATUTORY AUDITORS \***

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Angelo CASÒ	President
Ferruccio ARALDI Giovanni MARITANO	Standing statutory auditor Standing statutory auditor
Sergio VASCONI Corrado VERSINO	Substitute statutory auditor Substitute statutory auditor

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**GENERAL MANAGEMENT**

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Cesare CALDARELLI Mario RAVASIO	Joint General Manager Joint General Manager
Enrico CORAZZA Antonio MASSOCCO Piero Angelo PARAZZINI	Central Manager Central Manager Central Manager

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**INDEPENDENT AUDITOR**

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BDO S.p.A.

\* Directors and Statutory Auditors appointed by the shareholders' and Board of directors' meetings of 23 April 2010

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**APPOINTMENTS AND REMUNERATION COMMITTEE**

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Luca PAVERI FONTANA	Non-executive president
Francesco BAGGI SISINI	Independent non-executive member
Lodovico PASSERIN d'ENTREVES	Independent non-executive member

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**INTERNAL CONTROL COMMITTEE**

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Pietro Carlo MARSANI	Independent non-executive president
Luciano GOBBI	Independent non-executive member
Giuseppe SPADAFORA	Independent non-executive member

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**FINANCE COMMITTEE**

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Andrea ACUTIS	Executive president
Adriana ACUTIS BISCARETTI di RUFFIA	Non-executive member
Carlo ACUTIS	Executive member
Giorgio COSTA	Non-executive member
Luciano GOBBI	Independent non-executive member
Roberto GUARENA	Executive member
Luca PAVERI FONTANA	Non-executive member

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**REAL ESTATE COMMITTEE**

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Andrea ACUTIS	Executive president
Adriana ACUTIS BISCARETTI di RUFFIA	Non-executive member
Carlo ACUTIS	Executive member
Francesco BAGGI SISINI	Independent non-executive member
Giorgio COSTA	Non-executive member
Roberto GUARENA	Executive member
Arnaud HELLOUIN de MENIBUS	Non-executive member
Luca PAVERI FONTANA	Non-executive member

In accordance with CONSOB (Italian securities & exchange commission) communication no. 97001574 of 20 February 1997 and given that the company Articles of Association delegate to the Chairman of the Board of Directors powers of legal representation of the company for transactions with third parties and in court and, with the approach established by the Board of Directors, to the Deputy Chairman and Managing Director, a brief description is provided below of the nature of the powers given by the Board of Directors, to be exercised on a disjoined basis, to:

The DEPUTY CHAIRMAN Carlo Acutis  
and to the MANAGING DIRECTOR

- Purchase, exchange and sell buildings up to a maximum of € 10 (ten) million per transaction.
- Stipulate tender contracts and sign projects and specifications related to the company's buildings.
- Purchase and sell, without any limit on the amount, government securities or securities guaranteed by the government, non-convertible bonds and similar securities and units in CIUs (collective investment undertakings) that mainly invest in bonds.
- Purchase and sell, give and carry over shares, convertible bonds, investments in companies and bodies, units of closed-end funds and credit instruments in general up to a maximum of € 10 (ten) million, reduced to € 5 (five) million when the investments and divestments relate to investments in insurance companies or other companies with a corporate purpose directly related or functional to that business. The right to purchase and sell majority investments in other companies and bodies is in any case the prerogative of the Board of Directors, except for those transactions involving real estate companies within the limit of € 10 million per transaction.
- Purchase and sell units of CIUs, excluding closed-end funds, that invest in the equity segment, up to the maximum amount of € 15 (fifteen) million.
- Purchase and sell, without any limit on amount, debt and equity securities for the benefit of life policyholders who bear related risk and those arising from pension fund management.
- Grant loans and financing up to the amount of € 5 (five) million in all other cases, with the right to agree on all guarantees, including mortgages.

The right to issue sureties and endorsements on behalf of third parties is in any case the prerogative of the Board of Directors except for those for lease contracts related to the company's normal operations.

## Report format and content

The Italian Consolidated Finance Act, with the new articles 154/2 and 154/3, endorsed the European directive 2004/109/EC (the so-called Transparency Directive) as regards financial reporting.

Based on Article 154/3, paragraph 5, Italian issuers with shares listed in Italian regulated markets are allowed to prepare an interim management statement mainly reporting qualitative and management information, restricting the accounting data (results, investments, etc.).

However, considering the particular situation of uncertainty and turbulence of financial markets, it has been deemed advisable continuing to present the consolidated quarterly interim report as at 31 March 2010 in compliance with Article 82 of CONSOB (Italian securities & exchange commission) resolution no. 11971 of 14 May 1999 as subsequently amended

The report, prepared in accordance with Annex 3D of the aforesaid resolution, consists of a directors' report, which comments on the group's performance and the main events in the period, the interim financial statements and related notes.

All insurance technical data, shown in the various tables in the report on operating performance, refer to Vittoria Assicurazioni S.p.A., which is the Group's only insurance company.

## Accounting policies

From this quarterly report onward, the Group applies the interpretation of IFRIC 15 "Agreements for the Construction of Real Estate" for the valuation of real estate under construction, according to which agreements for real estate construction by the Group are not within the scope of IAS 11. The real estate trading profits are thus be recognized at the time of the notarial deed, rather than based on the completion of the building.

Comparative figures at 31 March 2009 and 31 December 2010 shown in this report have been restated accordingly to IFRIC interpretation 15.

With the exception of what above explained, the rules for preparation and accounting policies adopted for the preparation of the consolidated quarterly interim report are the same as those used for the annual consolidated financial statements. Accordingly, reference should be made to the "Accounting policies" section of the Consolidated Annual Report for the year ending on 31 December 2009. Nevertheless, given the faster presentation required than in the case of annual financial statements and since this is an interim report, use has been made – consistently with the period's operating data – of appropriate estimation methods.

As far as impairment is concerned, Group policy is not to impair significantly downgraded government bonds supported by guarantees or other surety mechanisms on the part of supranational entities, other sovereign countries or other top rated issuers, that are in a position to positively influence repayment capacity on maturity, thus rendering the rating downgrade less significant.

## Vittoria Assicurazioni Group and consolidation scope

### Consolidated investments

The following companies have been consolidated on a line-by-line basis:

	Registered Offices	Share Capital Euro	% Ownership		Via
			Direct	Indirect	
Vittoria Assicurazioni S.p.A.	Milan	65,788,948			
Vittoria Immobiliare S.p.A.	Milan	22,000,000	87.24%		
Immobiliare Bilancia S.r.l.	Milan	3,150,000	100.00%		
Immobiliare Bilancia Prima S.r.l.	Milan	3,000,000	100.00%		
Immobiliare Bilancia Seconda S.r.l.	Milan	1,000,000	100.00%		
Immobiliare Bilancia Terza S.r.l.	Milan	100,000	100.00%		
Lauro 2000 S.r.l.	Milan	22,500,000	100.00%		
Forum Mondadori Residenze S.r.l.	Milan	100,000	100.00%		
Vittoria Properties S.r.l.	Milan	4,000,000	99.00%	1.00%	Vittoria Immobiliare S.p.A.
Interbilancia S.r.l.	Milan	80,000	80.00%	20.00%	
Vittoria Service S.r.l.	Milan	100,000	70.00%	30.00%	
Gestimmobili S.r.l.	Milan	104,000		80.00%	Vittoria Immobiliare S.p.A.
Acacia 2000 S.r.l.	Milan	100,000		65.00%	
Interimmobili S.r.l.	Rome	104,000		80.00%	
Cadorna Real Estate S.r.l.	Milan	10,000		70.00%	
V.R.G. Domus S.r.l.	Turin	1,000,000		51.00%	
Vaimm Sviluppo S.r.l.	Milan	1,000,000		100.00%	
Valsalaria S.r.l.	Rome	60,000		51.00%	
Aspevi S.r.l.	Milan	10,400		100.00%	Interbilancia S.r.l.
Vittoria.Net S.r.l.	Milan	50,000		100.00%	

The changes involving the Group as up to 31 March 2010 were as follows:

#### Lauro 2000 S.r.l.- direct equity interest of 100%

On 6 July 2009 the Extraordinary Quotaholders' Meeting of Lauro 2000 S.r.l. resolved the capital increase envisaging a total investment by Vittoria Assicurazioni of € 20,000 thousand, of which € 5,000 for capital and € 15,000 for the premium reserve, to be executed by 30 June 2010. During 1Q10 Vittoria Assicurazioni subscribed the last tranche of the capital increase decided by the subsidiary, paying in € 10,000 thousand, of which € 2,500 thousand for capital and € 7,500 thousand for the premium reserve.



## Unconsolidated companies

The following companies are booked at equity:

	Registered Offices	Share Capital Euro	% Ownership		
			Direct	Indirect	Via
Yam Invest N.V.	Amsterdam Holland	63,083,168	18.75%		
S.In.T. S.p.A.	Turin	1,000,000	48.19%		
Yarpa S.p.A.	Genoa	38,201,424	25.90%		
White Finance S.A	Luxembourg	1,000,000	32.17%		
Laumor Holdings S.a.r.l.	Luxembourg	12,500	29.00%		
Gima Finance S.A.	Luxembourg	31,000	32.13%		
Consorzio Movincom S.c.r.l.	Turin	103,100	0.98%	38.80%	Vittoria.Net S.r.l.
Spefin Finanziaria S.p.A.	Rome	2,000,000		21.00%	Vittoria Service S.r.l.
Sivim S.r.l.	Milan	60,000		49.50%	Vittoria Immobiliare S.p.A.
Rovimmobiliare S.r.l	Rome	20,000		50.00%	
Mosaico S.p.A.	Turin	500,000		25.00%	
Pama & Partners S.r.l.	Genoa	1,200,000		25.00%	
Fiori di S. Bovio S.r.l.	Milan	30,000		40.00%	
VP Sviluppo 2015 S.r.l.	Milan	100,000		40.00%	
VZ Real Estate S.r.l.	Turin	100,000		49.00%	
Le Api S.r.l.	Milan	10,400		30.00%	Interbilancia S.r.l.

### Changes occurring during the quarter:

#### Gima Finance S.A. - direct equity interest of 32.13%

A total of € 1,250 thousand was paid to the associate by the parent company towards an increase in share premium reserve.

#### Laumor Holdings S.a.r.l. - direct equity interest of 29.00%

A total of € 164 thousand was paid to the associate by the parent company towards an increase in share premium reserve.

# Directors' Report

## Performance of the Vittoria Assicurazioni Group

Actual results at the end of the first quarter of 2010 (1Q10) showed consolidated net profit attributable to parent company shareholders of € 5,116 thousand vs. € 4,901 thousand in the same period in the previous year (1Q09) (i.e. 4.40%).

As reported in Accounting policies paragraph, all 2009 comparative figures have been restated accordingly to IFRIC interpretation 15.

As at 31 March 2010 the Group's comprehensive income statement showed income of € 9,375 thousand (+24.3% versus 31 March 2009).

The quarterly results show a significant increase in premium collection, as effect of the planned development of the sales network in the medium term. The combined ratio at 31 March 2010 is equal to 97.3%

Investments - which amounted to a total of € 2,150,299 thousand, of which € 80,160 thousand relating to investments for which risk is borne by policyholders and € 2,070,139 thousand to investments for which risk is borne by the Group – showed an increase of 2.1% vs. status as at 31 December 2009.

Net gains for investments for which risk is borne by the Group amounted to € 9,837 thousand vs. € 11,007 thousand in 1Q09 (-10.6%).

Equity attributable to parent company shareholders amounted to € 362,456 thousand (+2.7% vs. status as at 31/12/2009) whilst minority interest amounted to € 25,066 thousand.

As at 31 March 2010 the direct operating parent company showed a net profit – based on Italian GAAPs – of € 7,805 thousand (vs. € 7,433 thousand in 1Q10) with an increase of 5.0% YoY.

### INSURANCE BUSINESS

Profit for the insurance business, before taxes and intersegment eliminations, amounted to € 10,600 thousand (€ 8,962 thousand as up to 31/03/2009). The key operating items contributing to the period's result are described below.

Total collections in 1Q10 amounted to € 195,633 thousand (+34.9% vs. collections of € 144,993 thousand in 1Q09), of which € 195,334 thousand for insurance premiums and € 299 thousand for unit-linked investment contracts and for the Vittoria Formula Lavoro open-ended pension fund.

Direct Life insurance premiums – which do not include contracts considered to be financial instruments – featured an increase of 111.9% vs. 1Q09. As shown in the specific table, they featured a major increase in Class I – whole and term-life insurance – and in Class V – capital redemption insurance.

Direct Non-Life (i.e. property & casualty) insurance premiums increased by +22.2%.

Specifically:

- Motor premiums progressed by 25.6% (Land motor TPL +24.5% with an increase of +14.5% of the vehicles insured per year; Ship (sea, lake, and river) TPL +19.5%, Land vehicle hulls +30.6%; and Assistance +29.6%)
- Premiums for other non-marine insurance (which excludes the specialty categories, i.e. marine & transport, aviation, and bond insurance) grew by 9.7%
- Premiums for specialty categories decreased by 51.6%.

## **REAL ESTATE BUSINESS**

The loss made by the real estate business, before taxes and intersegment eliminations, amounted to € -2,504 thousand (vs. a loss of € 1,858 thousand in 1Q09) and featured contributors to the income statement that, before intersegment eliminations, included:

- Income earned on properties from trading of € 372 thousand (€ 282 thousand in 1Q09)
- Revenues from real estate brokerage and management services of € 410 thousand and rental income of € 114 thousand (respectively € 307 thousand and € 130 thousand in 1Q09).

The current policy implemented by the Group in the real estate business focuses primarily on development and promotion operations, whereas the weight of the trading business decreased in the period: consequently the returns will be postponed, starting from the second half of the year.

## **SERVICE BUSINESS**

This segment showed a loss in the period, before tax and minority interest, of € -30 thousand (profit of € 49 thousand in 1Q09).

Revenues for services rendered in 1Q10 by Group companies, before elimination of intercompany services, amounted to € 646 thousand. These revenues included € 508 thousand for commissions and services rendered to the direct operating parent company and € 138 thousand for revenues from third parties.

## Review of operations

### Premiums

In consolidated accounts premiums are shown net of index- and unit-linked contracts and those relating to the open-ended pension funds, since under IFRS 4 these revenues – which amounted to € 299 thousand (€1.324 thousand in 1Q09) – are not considered to be insurance premiums. Premiums collected in 1Q10 thus amounted to € 195,334 thousand. The following table shows portfolio mix and changes occurring by insurance segment (Life and Non-Life).

#### COMPARISON BETWEEN GROSS PREMIUMS WRITTEN IN 1Q10 AND 1Q09 DIRECT AND INDIRECT BUSINESS

	(in thousand of euros)				
	31/03/2010	31/03/2009	YoY change %	% of total book	
				2010	2009
<b>Domestic direct business</b>					
<b>Life business</b>					
I Whole- and term life	35,755	16,797	112.9	18.3	11.7
IV Health (long-term care)	129	131	- 1.5	0.1	0.1
V Capitalisation	11,180	5,282	111.7	5.7	3.7
<b>Total Life business</b>	<b>47,064</b>	<b>22,210</b>	<b>111.9</b>	<b>24.1</b>	<b>15.5</b>
<b>Non-Life business</b>					
Accident	8,796	7,175	22.6	4.5	5.0
Health	2,222	1,964	13.1	1.0	1.4
Fire and natural events	6,262	5,152	21.6	3.2	3.6
Miscellaneous damage	4,698	3,972	18.3	2.4	2.8
General TPL (third-party liability)	7,465	6,694	11.5	3.8	4.7
Pecuniary losses	3,425	5,034	-32.0	1.8	3.5
Legal protection	721	634	13.7	0.4	0.4
<b>Total non-marine lines (exc. specialty and motor)</b>	<b>33,589</b>	<b>30,625</b>	<b>9.7</b>	<b>17.2</b>	<b>21.3</b>
Aircraft hulls	110	209	-47.4	0.1	0.2
Marine hulls	48	172	-72.1	0.0	0.1
Cargo insurance	412	559	-26.3	0.2	0.4
Aviation TPL	2	45	-95.6	0.0	0.0
Bond insurance	2,267	2,155	5.2	1.2	1.5
<b>Total specialty lines</b>	<b>4,761</b>	<b>3,140</b>	<b>51.6</b>	<b>2.4</b>	<b>2.2</b>
Third-party motor liability	88,655	71,235	24.5	45.4	49.6
Third-party marine liability	49	41	19.5	0.0	0.0
Motor vehicle hulls	19,563	14,983	30.6	10.0	10.4
Support and assistance	1,651	1,274	29.6	0.9	0.9
<b>Total motor lines</b>	<b>109,918</b>	<b>87,533</b>	<b>25.6</b>	<b>56.3</b>	<b>60.9</b>
<b>Total Non-Life business</b>	<b>148,268</b>	<b>121,298</b>	<b>22.2</b>	<b>75.9</b>	<b>84.4</b>
<b>Total direct business</b>	<b>195,332</b>	<b>143,508</b>	<b>36.1</b>	<b>100.0</b>	<b>99.9</b>
<b>Domestic indirect business</b>					
Life business	-	-	n.v	0.0	0.0
Non-Life business	2	161	-98.8	0.0	0.1
<b>Total indirect business</b>	<b>2</b>	<b>161</b>	<b>-98.8</b>	<b>0.0</b>	<b>0.1</b>
<b>Grand Total</b>	<b>195,334</b>	<b>143,669</b>	<b>36.0</b>	<b>100.0</b>	<b>100.0</b>

The company does not operate under freedom-to-provide-service provisions or via secondary establishments in other EU and non-EU countries.

The table below shows the geographical spread of agencies and geographical breakdown of direct domestic business.

(€/000)

Regions	Non-Life Business			Life Business	
	Agencies	Premiums	%	Premiums	%
<b>NORTH</b>					
Emilia Romagna	24	10,310		2,262	
Friuli Venezia Giulia	4	1,707		462	
Liguria	11	5,809		821	
Lombardy	72	38,024		16,322	
Piedmont	31	10,966		1,164	
Trentino Alto Adige	5	2,202		229	
Valle d'Aosta	1	599		12	
Veneto	26	9,597		1,524	
<b>Total</b>	<b>174</b>	<b>79,214</b>	<b>53.4</b>	<b>22,796</b>	<b>48.4</b>
<b>CENTRE</b>					
Abruzzo	9	6,203		709	
Lazio	28	19,737		16,003	
Marche	14	3,639		3,329	
Tuscany	26	11,840		932	
Umbria	13	6,914		1,278	
<b>Total</b>	<b>90</b>	<b>48,333</b>	<b>32.6</b>	<b>22,251</b>	<b>47.3</b>
<b>SOUTH AND ISLANDS</b>					
Basilicata	2	1,405		218	
Calabria	2	1,106		17	
Campania	7	4,559		800	
Puglia	5	4,257		817	
Sardinia	4	2,426		30	
Sicily	9	6,968		135	
<b>Total</b>	<b>29</b>	<b>20,721</b>	<b>14.0</b>	<b>2,017</b>	<b>4.3</b>
<b>Overall total</b>	<b>293</b>	<b>148,268</b>	<b>100.0</b>	<b>47,064</b>	<b>100.0</b>

## Life business

### Premiums

Direct premiums written in 1Q10 amounted to € 47,064 thousand (€22,210thousand in 1Q09), of which € 37,388 thousand for single premiums and € 9,676 thousand for annual premiums, respectively accounting for 79.4% and 20.6% of the total.

### Claims, accrued capital sums & annuities, and surrenders

The comparison relating to claims, accruals and surrenders for the first quarter of the year is shown in the following table:

	(€/000)	
	31/03/2010	31/03/2009
Claims	5,054	3,723
Accrued sums and annuities	19,948	10,435
Surrenders	9,716	7,134
<b>Total</b>	<b>34,718</b>	<b>21,292</b>

### Reinsurance

#### Outward reinsurance

In the Life business, the main treaties in place, which relate to Class 1 (whole/term life), are as follows:

- Excess of risk premium
- Pure office premiums – treaties set up in 1996 and 1997.

In 1Q10 ceded premiums amounted to € 602 thousand.

#### Inward reinsurance

With respect to the life business, there is a traditional pure-premium treaty no longer fed with new business, which merely records changes occurring in the related portfolio.

## Non-Life business

### Premiums

Direct premiums written in 1Q10 amounted to € 148,268 thousand (€121,298 thousand in 1Q09) and featured a significant increase of 22.2% YoY.

The technical performance shows, on the whole non-life business, a loss ratio equal to 69.7% (73.4% at 31 December 2009) and a combined ratio equal to 97.3% (99.6% at 31 December 2009) and prompts the following observations:

#### Non-marine lines

Premiums written in these Lines rose by 9.7%; the technical balance is positive, clearly improved from the same period of the previous year.

#### Specialty lines

Premiums written in the Speciality Lines increased by 51.6%. The technical balance is equal to nil, due to a very high premium reserve mainly calculated on single premiums related to multi-year policies.

#### Motor line

Premiums written in these Lines rose by 25.6%, due to the increased number of vehicles/year (14.5%) in reference to the Third Party Liability Line. The technical balance was positive, in line with the same period of the previous year.

## Claims

### Reported claims

The following tables concerning reported claims have been prepared based on the data of positions opened in the period in question. Data are compared with those of the same period in the previous FY:

	(€/000)					
	31/03/10		31/03/09		Change %	
	number	total cost	number	total cost	number	total cost
Total non-motor businesses	16,101	24,950	10,292	25,553	56.4	-2.4
Total Special businesses	142	1,214	114	682	24.6	78.0
Total motor businesses	30,875	79,173	23,926	61,621	29.0	28.5
Total non-life businesses	47,118	105,337	34,332	87,856	37.2	19.9

As regards Motor TPL reported claims, the following table shows data by claim handling type:

(€/000)					
Branch	Claim handling Type	31/03/10		31/03/09	
		Number	Total cost	Number	Total cost
Motor TPL - land	K-for-K - liable	14,768	30,766	12,760	22,565
Motor TPL - land	K-for-K - originator	18,308	44,575	15,813	37,294
Motor TPL - land	Non K-for-K claims	5,656	31,794	4,596	20,859
Motor TPL - watercraft	Non K-for-K claims	2	16	11	54
<b>Total Motor T.P.L. claims handled</b>		<b>38,734</b>	<b>107,151</b>	<b>33,180</b>	<b>80,772</b>

The company received claim event reports to be managed as originator (i.e. as claimant for the damaged party) under the knock-for-knock system for a total of 22,892 operations/positions. Against the cost of € 44,575 thousand, the company will execute recoveries totalling € 38,674 thousand from the other insurers. This is based on the lump sum amounts established by the Ministry Technical Committee as per Article 13 of Italian Presidential Decree no. 254/2006.

#### Claims settled

The total amount of claims settled and the amount charged to reinsurers, broken down according to the period to which they refer, is summarised in the following table:

(€/000)								
	Claims paid 31/03/10			Claims recovered from reinsurers	Claims paid 31/03/09			Change gross claims %
	Current year	Previous years	Total		Current year	Previous years	Total	
<b>Total non-motor businesses</b>	<b>2,336</b>	<b>13,816</b>	<b>16,152</b>	<b>558</b>	<b>2,074</b>	<b>13,690</b>	<b>15,764</b>	<b>2.5</b>
<b>Total Special businesses</b>	<b>315</b>	<b>1,775</b>	<b>2,090</b>	<b>1,113</b>	<b>8</b>	<b>710</b>	<b>717</b>	<b>191.3</b>
<b>Total motor businesses</b>	<b>14,690</b>	<b>55,903</b>	<b>70,593</b>	<b>931</b>	<b>12,446</b>	<b>47,559</b>	<b>60,005</b>	<b>17.7</b>
<b>Total non-life businesses</b>	<b>17,341</b>	<b>71,494</b>	<b>88,835</b>	<b>2,603</b>	<b>14,527</b>	<b>61,959</b>	<b>76,486</b>	<b>16.1</b>

The cost includes the amount incurred in 1Q10 for the contribution to the guarantee fund for road-accident victims. This totalled € 2,062 thousand vs. € 1,718 thousand in 1Q09.



## Reinsurance

### Outward reinsurance

As far as outward reinsurance is concerned, the corporate policy is based on selective underwriting of risks and on book development and consistency in relation to the risks covered. It aims to balance net retention. Transactions are undertaken internationally with players in the reinsurance markets featuring high ratings.

The main treaties in place are the following:

<b>Non-life business</b>	<b>Type of treaty</b>
Accident	Excess claims
Motor vehicle Hulls	Excess claims
Marine Hulls	Excess claims
Cargo (goods in transit)	Excess claims
Fire and natural events	Excess claims
Miscellaneous damage	Pure premium for hail, multi-risk Pure premium for engineering risks Pure premium for ten year guarantees
Motor TPL	Excess claims
General TPL	Excess claims
Suretyship	Pure premium
Legal protection	Pure premium
Assistance	Pure premium

### Inward reinsurance

Acceptance of inward reinsurance risks mainly arises from participation in syndications and from business concerning Aviation hulls – flight risks.

Ceded and retro-ceded premiums in 1Q10 amounted to € 5,411 thousand (€4,521 thousand in 1Q09).

## Commercial organisation

As part of reorganisation of the agency network, in 1Q10 10 new agency were opened, of which 5 in North, 4 in Center and 1 in South of Italy and other 19 agencies were reorganised. As at 31 March 2010, 293 general agencies and 479 professional sub-agencies were operational.

## Products

Work continued on new-product development and on revamping of existing products. More specifically, work done up to 31 March is outlined below:

### Motor Lines: new products

- “Linea Strada”: new Motor TPL tariff and new complementary guarantees.

### Life business: revamped products

Informative notes and insurance proposals of “Linea Protezione”, “Linea Risparmio” and “Linea Investimento” were revamped accordingly with ISVAP<sup>1</sup>, CONSOB<sup>1</sup> and COVIP<sup>1</sup> requirements.

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<sup>1</sup> Italian Regulators

### Non marine lines: revamped products

New territorial tariffs were applied to the following products:

- “Linea tutele e Infortuni”
  - “Linea Patrimonio”
  - “Linea Impresa e Professioni”
- “Linea salute e Benessere”: inclusion of new guarantees

## Technical reserves

Technical reserves, gross of reinsurers' share, were as shown in the following table:

(€/000)

	Direct business		Indirect business		Total carrying amount		
	31/03/2010	31/12/2009	31/03/2010	31/12/2009	31/03/2010	31/12/2009	31/12/09 Restated
<b>Non-life reserves</b>	<b>799,591</b>	<b>778,941</b>	<b>902</b>	<b>903</b>	<b>800,493</b>	<b>779,844</b>	<b>779,844</b>
Premium reserve	239,609	226,484	47	78	239,656	226,562	226,562
Claims reserve	556,208	548,683	855	825	557,063	549,508	549,508
Other reserves	3,774	3,774	-	-	3,774	3,774	3,774
<b>Life reserves</b>	<b>789,269</b>	<b>776,207</b>	<b>289</b>	<b>290</b>	<b>789,558</b>	<b>776,497</b>	<b>774,195</b>
Reserve for payable amounts	21,141	19,487	11	11	21,152	19,498	19,498
Mathematical reserves	732,132	721,622	274	274	732,406	721,896	721,896
Other reserves	35,996	35,098	4	5	36,000	35,103	32,801
<b>Total technical reserves</b>	<b>1,588,860</b>	<b>1,555,148</b>	<b>1,191</b>	<b>1,193</b>	<b>1,590,051</b>	<b>1,556,341</b>	<b>1,554,039</b>

The Non-Life “Other reserves” item refers to the ageing reserve for Health insurance.

The Life “Other reserves” item mainly refers to:

- € 23,803 thousand for the reserve for deferred liabilities to policy holders (of which € 21,547 thousand stemming from measurement at fair value of available-for-sale securities and € 2,256 thousand from provisioning made against subsidiaries' profit allocated to segregated accounts)
- € 12,026 thousand for the operating expenses reserve.

Reinsurers' share of technical reserves is detailed in the following table:

(€/000)

	Direct business		Indirect business		Total carrying amount	
	31/03/2010	31/12/2009	31/03/2010	31/12/2009	31/03/2010	31/12/2009
<b>Non-life reserves</b>	<b>56,079</b>	<b>53,467</b>	<b>442</b>	<b>437</b>	<b>56,521</b>	<b>53,904</b>
Premium reserve	12,243	9,586	21	43	12,264	9,629
Claims reserve	43,836	43,881	421	394	44,257	44,275
Other reserves	-	-	-	-	-	-
<b>Life reserves</b>	<b>20,840</b>	<b>20,322</b>	<b>-</b>	<b>-</b>	<b>20,840</b>	<b>20,322</b>
Reserve for payable amounts	373	373	-	-	373	373
Mathematical reserves	20,439	19,926	-	-	20,439	19,926
Other reserves	28	23	-	-	28	23
<b>Total reinsurers' share of technical reserves</b>	<b>76,919</b>	<b>73,789</b>	<b>442</b>	<b>437</b>	<b>77,361</b>	<b>74,226</b>

## Overhead costs

### Insurance Business

#### Overhead costs – direct business

In 1Q10 the total amount of insurance overhead costs – consisting of personnel costs, various general expenses, plus depreciation of tangible assets and amortisation of intangible assets – rose to € 17,545 vs. € 16,686 thousand in 1Q09, increasing by 5.2%.

Besides current operating expenses, these costs also include depreciation & amortisation costs for investments made in IT facilities and processes. These investments are intended to limit, in future years, the operating costs burdening corporate departments and the agency network, whilst at the same time improving services to policyholders as regards insurance coverage and claims settlement. Their breakdown is shown in the following table, where “Other costs” consist mainly of office running costs, IT costs, legal and legal-entity expenses, mandatory contributions, and association membership dues.

(€/000)			
<b>ANALYSIS OF COSTS</b>	<b>31/3/10</b>	<b>31/3/09</b>	<b>Change</b>
Personnel expenses	9,522	8,779	8.5%
Other costs	6,516	6,440	1.2%
Amortisation/Depreciation	1,507	1,467	2.7%
<b>Total cost by nature</b>	<b>17,545</b>	<b>16,686</b>	<b>5.2%</b>

### Real-estate business – Service Business

The overhead costs of the Real Estate and Service businesses, before intersegment eliminations, are shown in the following tables.

#### REAL ESTATE BUSINESS

(€/000)			
<b>ANALYSIS OF COSTS</b>	<b>31/3/10</b>	<b>31/3/09</b>	<b>Change</b>
Personnel expenses	872	823	6.0%
Other costs	1,180	636	85.5%
Amortisation/Depreciation	101	126	-19.8%
<b>Total cost by nature</b>	<b>2,153</b>	<b>1,585</b>	<b>35.8%</b>

#### SERVICE BUSINESS

(€/000)			
<b>ANALYSIS OF COSTS</b>	<b>31/3/10</b>	<b>31/3/09</b>	<b>Change</b>
Personnel expenses	112	99	13.1%
Other costs	592	801	-26.1%
Amortisation/Depreciation	1	2	-50.0%
<b>Total cost by nature</b>	<b>705</b>	<b>902</b>	<b>-21.8%</b>

Personnel costs and general expenses are allocated to operating expenses (and specifically to “Other administrative costs”). Depreciation and amortisation costs are allocated to the “Other costs” item in the income statement.

## Operating costs

The following table shows the total amount of insurance operating costs (Non-Life and Life) as reported in the income statement by business segment.

	(€/000)		
	31/3/10	31/3/09	Change
Gross commissions and other acquisition costs	36,147	31,075	16.3%
Profit participation and other commissions received from reinsurers	-1,663	-1,392	19.5%
Investment management costs	321	196	63.8%
Other administrative costs	5,205	4,148	25.5%
<b>Total</b>	<b>40,010</b>	<b>34,027</b>	<b>17.6%</b>

Operating costs showed an incidence on retained written premiums equal to 21.1% compared to 24.5% recorded in 1Q09.

## Employees

As at 31 March 2010 Vittoria Assicurazioni and fully consolidated companies had 493 employees vs. 492 as at 31 December 2009 and 485 as at 31 March 2009.

The average number of employees on the payroll, split by contractual category and calculated on an active in-force basis, was as follows:

	31/03/2010	31/03/2009	31/12/2009
Managers	22	21	21
Officers	125	119	122
Administrative staff	347	345	347
<b>Total</b>	<b>494</b>	<b>485</b>	<b>490</b>

## Investments – Cash & cash equivalents - Property

As at 31 March 2010 investments, cash & cash equivalents and property increased by +2.1% vs. 31/12/2009 reaching a value of € 2,150,299 thousand.

The detailed breakdown is shown in the following table:

(€/000)					
INVESTMENTS - CASH AND CASH EQUIVALENTS - PROPERTY		31/03/2010	31/12/2009	31/12/2009 Restated	Change*
A	Investments in subsidiaries and associates and interests in joint ventures	99,769	99,898	99,898	-0.1%
B	Held to maturity investments	95,253	94,717	94,717	0.6%
	Loans and receivables	42,437	43,227	43,227	-1.8%
	- Reinsurance deposits	280	280	280	
	- Other loans and receivables	42,157	42,947	42,947	
C	Financial assets available for sale	1,305,814	1,264,299	1,264,299	3.3%
	- Equity investments	42,858	43,974	43,974	
	- OEIC units	10,663	6,705	6,705	
	- Bonds and other fixed-interest securities	1,252,293	1,213,620	1,213,620	
	Financial assets at fair value through profit or loss	86,855	86,010	86,010	1.0%
D	Financial assets held for trading	6,695	6,400	6,400	4.6%
	- Bonds and other fixed-interest securities held for trading	6,695	6,400	6,400	
E	Financial assets at fair value through profit or loss	80,160	79,610	79,610	0.7%
	- Investments where policyholders bear the risk	80,160	79,610	79,610	
	Cash and cash equivalents	60,053	66,895	66,895	-10.2%
F	Property	460,118	438,984	451,452	1.9%
	Property under construction	307,517	286,193	301,210	
	Property held for trading	79,344	81,547	78,998	
	Owner-occupied property	73,257	71,244	71,244	
	<b>TOTAL INVESTMENTS</b>	<b>2,150,299</b>	<b>2,094,030</b>	<b>2,106,498</b>	<b>2.1%</b>
of which					
	investments where the Group bears the risk	2,070,139	2,014,420	2,026,888	2.1%
	investments where policyholders bear the risk	80,160	79,610	79,610	0.7%

### Investments with risk borne by Group

Investments with risks borne by the Group totalled € 2,070,139 thousand (€ 2,026,888 thousand as at 31 December 2009) and include a Greek Republic treasury bonds with a nominal value of € 7,500 thousand.

1Q10 investment deals took the following concrete form:

#### B) Held-to-maturity investments:

- Repayment of bonds for a total of € 12 thousand.

#### C) Available-for-sale financial assets:

- Purchases of Italian fix rate government securities for a total of € 74,639 thousand;
- Purchase of a monetary fund for a total of € 4,000;
- Partial redemption of closed real estate investment trusts for € 63 thousand;
- Downall Italia Srl: paid € 12 thousand to cover losses and replenish share capital;
- Received € 49 thousand as partial advance from liquidation of Swissair bond in default; this amount was recorded as an extraordinary income;
- Repayment of bonds for a total of € 44,499 thousand.

#### D) Held-for trading financial assets:

- Acquisitions coming from surrenders and non-signature of policies pursuant to Article 41, 2nd paragraph, of Italian Legislative Decree 209 of 7 September 2005, for a total of € 251 thousand.

E) Investments benefiting Life policyholders who bear related risk and those arising from pension-fund management

As at 31 March 2010 these investments amounted to € 80,160 thousand, with a decrease of -0.7% YoY. Of this amount, € 70,945 thousand related to unit- and index-linked policies and € 9,215 thousand to the open-ended pension fund Vittoria Formula Lavoro. As regards income, there was total net gain of € 3,353 thousand.

The breakdown of these investments was as shown in the following table:

	(€/000)		
	31/03/10	31/12/09	Change %
Equity investments	6,187	6,492	-4.7
Unit trusts and OEICs	37,570	33,311	12.8
Bonds and other fixed-interest securities	18,475	16,537	11.7
Index-linked derivative notes	14,451	14,143	2.2
<b>Total Investments in securities</b>	<b>76,684</b>	<b>70,483</b>	<b>8.8</b>
Cash and other assets	3,476	9,127	-61.9
<b>Investments benefiting policyholders who bear relating risk and those arising from pension fund management</b>	<b>80,160</b>	<b>79,610</b>	<b>0.7</b>

Change in securities

The following table shows the cumulative change as at 31 March 2010 of financial assets with risk borne by Group companies (equity investments, bonds and other fixed-income securities, and CIU units), as well as change in assets where risk is borne by policyholders and in assets relating to pension fund management.

	(€/000)							
	Held to maturity investments	Financial assets available for sale				Financial assets at fair value through profit or loss	Financial assets held for trading	Total
		Equity investments	OEIC units	Bonds and other fixed-interest securities	Total	Assets where the risk is borne by policyholders and related to pension funds	Bonds and other fixed-interest securities	
Carrying amount at 31/12/2009	94,717	43,974	6,705	1,213,620	1,264,299	79,610	6,400	1,445,026
Acquisitions and subscriptions	-	-	4,000	74,639	78,639	9,292	251	88,182
Sales and repayments	-12	-	-63	-44,499	-44,562	-9,164	-	-53,738
Other changes:								
- effective interest adjustments	440	-	-	707	707	-	-	1,147
- fair value adjustments	-	-781	21	10,471	9,711	1,350	41	11,102
- rate changes	108	-	-	-2,626	-2,626	4	3	-2,511
- other changes	-	-335	-	-19	-354	-932	-	-1,285
Carrying amount at 31/03/2010	95,253	42,858	10,663	1,252,293	1,305,814	80,160	6,695	1,487,923

As at 31 March 2010 the status of the three segments of Vittoria Assicurazioni's open-ended pension fund was as follows:

	Members		Assets (€/000)	
	31/03/10	31/12/09	31/03/10	31/12/09
Previdenza Garantita	288	288	2,434	2,339
Previdenza Equilibrata	314	314	3,126	2,979
Previdenza Capitalizzata	378	378	3,655	3,504

#### Investments in property (Section F of previous table)

As at 31 March 2010 real-estate assets totalled € 460,118 thousand (+1.9% vs. 31 December 2009). The following table shows the breakdown of these real-estate assets:

	(€/000)			
	31/03/2010	31/12/2009	31/12/2009 Restated	Change
Property under construction:				
- Gross carrying amount	276,644	276,479	270,337	2.3%
- Payments on account	-	-21,159	-	n.v
- Alignment with fair value of property acquired in business combinations	30,873	30,873	30,873	0.0%
<b>Total property under construction</b>	<b>307,517</b>	<b>286,193</b>	<b>301,210</b>	<b>2.3%</b>
Property held for trading	79,344	81,547	78,998	0.4%
Owner-occupied property:				
- Held by the parent	10,760	10,820	10,820	-0.6%
- Held by subsidiaries	46,463	44,390	44,390	4.7%
- Alignment with fair value of property acquired in business combinations	16,034	16,034	16,034	0.0%
<b>Total owner-occupied property</b>	<b>73,257</b>	<b>71,244</b>	<b>71,244</b>	<b>2.8%</b>
<b>Total</b>	<b>460,118</b>	<b>438,984</b>	<b>451,452</b>	<b>1.9%</b>

The main changes in the quarter are due to:

- purchases and capitalised interest expense totalling € 9,574 thousand, of which € 7,018 thousand relating to the "Portello" area;
- sales totalling € 3,245 thousand realised by Vittoria Immobiliare S.p.A. (€ 1,045 thousand) and Vaimm Sviluppo S.r.l. (€ 2,200 thousand).

## Financial liabilities

The following table shows the breakdown of financial liabilities relating to contracts for which policyholders bear investment risk and of other financial liabilities, highlighting subordinated liabilities.

(€/000)			
FINANCIAL LIABILITIES	31/03/2010	31/12/2009	Change
<b>Financial liabilities where the investment risk is borne by policyholders and arising from pension fund management</b>	<b>80,160</b>	<b>79,610</b>	<b>0.7%</b>
- Financial liabilities where the investment risk is borne by policyholders relating to index- and unit-linked policies	70,945	70,789	
- Financial liabilities where the investment risk is borne by policyholders relating to pension funds	9,215	8,821	
<b>Othe financial liabilities</b>	<b>316,548</b>	<b>319,804</b>	<b>-1.0%</b>
- Reinsurance deposits	23,554	23,554	
- Payables to banks	263,639	265,390	
- Other financial payables	9,347	9,282	
- Other financial liabilities	15,896	17,310	
- Subordinated liabilities	4,112	4,268	
<b>TOTAL FINANCIAL LIABILITIES</b>	<b>396,708</b>	<b>399,414</b>	<b>-0.7%</b>

The following table shows the cumulative change as up to 31 March 2010 of financial liabilities relating to investments for which policyholders bear investment risk and to liabilities concerning pension fund management.

(€/000)			
	Benefits relating to unit-linked and index-linked policies	Benefits relating to pension fund management	Total
<b>Carrying amount at 31/12/2009</b>	<b>70,789</b>	<b>8,821</b>	<b>79,610</b>
Investment of net fund assets	36	290	326
Profits attributable to policyholders	3,249	104	3,353
Amounts paid	-3,129	-	-3,129
<b>Carrying amount at 31/03/2010</b>	<b>70,945</b>	<b>9,215</b>	<b>80,160</b>



## Gains and losses on investments

The following table shows the breakdown as at 31 March 2010 of net gains on investments, with separate disclosure for investments where the risk is borne by life policyholders.

(€/000)					
Gains and losses on investments	Net realised gains	Net unrealised gains	1Q2010 total net realised and unrealised gains	1Q2009 total net realised and unrealised gains	1Q2009 total net realised and unrealised gains Restated
<b>Investments</b>	<b>10,706</b>	<b>2,853</b>	<b>13,559</b>	<b>9,716</b>	<b>9,716</b>
<b>From:</b>					
a investment property	-	-	-	-	-
b investments in subsidiaries and associates and interests in joint ventures	-1,830	-	-1,830	-672	-672
c held to maturity investments	1,046	-	1,046	1,189	1,189
d loans and receivables	145	-	145	76	76
e financial assets available for sale	10,802	-	10,802	11,009	11,009
f financial assets held for trading	3	40	43	59	59
g financial assets at fair value through profit or loss	540	2,813	3,353	-1,945	-1,945
<b>Other receivables</b>	<b>144</b>	<b>-</b>	<b>144</b>	<b>189</b>	<b>189</b>
<b>Cash and cash equivalents</b>	<b>145</b>	<b>-</b>	<b>145</b>	<b>443</b>	<b>443</b>
<b>Financial liabilities</b>	<b>-1,144</b>	<b>-3,353</b>	<b>-4,497</b>	<b>215</b>	<b>215</b>
<b>From:</b>					
a financial liabilities held for trading	-	-	-	-	-
b financial liabilities at fair value through profit or loss	-	-3,353	-3,353	1,945	1,945
c other financial liabilities	-1,144	-	-1,144	-1,730	-1,730
<b>Payables</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total gains and losses on financial instruments</b>	<b>9,851</b>	<b>-500</b>	<b>9,351</b>	<b>10,563</b>	<b>10,563</b>
<b>Real estate business</b>					
<b>From:</b>					
a Gains on property trading	372	-	372	378	282
b Revenue from work in progress (percentage of completion)	-	-	-	472	-
c Rent income on owner-occupied property and property held for trading	114	-	114	162	162
<b>Total real estate business</b>	<b>486</b>	<b>-</b>	<b>486</b>	<b>1,012</b>	<b>444</b>
<b>Total gains and losses on investments</b>	<b>10,337</b>	<b>-500</b>	<b>9,837</b>	<b>11,575</b>	<b>11,007</b>

Net gains with risk borne by the Group decreased by -10.6% YoY from € 11,007 thousand in 1Q10 to € 9,837 thousand as a consequence of the weighted average return on “Bonds and other fixed-income securities” that as up to 31 March 2010 was 3.8% as compared with 4.1% in 1Q09.

## Net Equity

The breakdown of equity as at 31 March 2010 is shown in the following table and includes the € 11,184 thousand dividends payable in the current month of May by the parent company.

(€/000)			
BREAKDOWN OF EQUITY	31/03/2010	31/12/2009	31/12/2009 Restated
<b>Total equity attributable to the shareholders of the parent</b>	<b>362,456</b>	<b>356,056</b>	<b>353,088</b>
Share capital	65,789	65,789	65,789
Other equity instruments	319	319	319
Equity-related reserves	31,412	31,412	31,412
Income-related and other reserves	230,073	216,124	215,547
Translation reserve	98	-197	-197
Fair value reserve	29,514	25,635	25,635
Other gains or losses recognised directly in equity	135	50	50
Group profit for the year	5,116	16,924	14,533
<b>Total equity attributable to minority interests</b>	<b>25,066</b>	<b>26,867</b>	<b>25,488</b>
Share capital and reserves attributable to minority interests	25,445	27,502	27,270
Minority interests' profit for the year	-379	-635	-1,782
<b>Total consolidated equity</b>	<b>387,522</b>	<b>382,923</b>	<b>378,576</b>

## Events after quarter-end

On 1<sup>st</sup> of April 2010 the Board of Directors of Vittoria Service S.r.l. paid € 549 thousand to Spefin Finanziaria, of which it holds a 21% share, to cover its share of the loss recorded by the associated company.

The Board of Directors

Milan, 12 May 2010

(€/000)				
INCOME STATEMENT		31/3/10	31/3/09	31/03/09 Restated
	Net premiums	178,867	138,155	138,155
	<i>Gross premiums</i>	182,260	143,124	143,124
	<i>Ceded premiums</i>	3,393	4,969	4,969
	Commission income	185	160	160
	Gains or losses on remeasurement of financial instruments at fair value through profit or loss	43	59	59
	Gains on investments in subsidiaries and associates and interests in joint ventures	228	882	882
	Gains on other financial instruments and investment property	12,282	13,003	13,003
	<i>Interest income</i>	12,026	12,920	12,920
	<i>Other income</i>	206	0	0
	<i>Realised gains</i>	50	82	82
	<i>Unrealised gains</i>	0	1	1
	Other income	3,342	2,602	1,908
	<b>TOTAL REVENUE</b>	<b>194,947</b>	<b>154,861</b>	<b>154,167</b>
	Net charges relating to claims	136,310	104,622	104,468
	<i>Amounts paid and change in technical reserves</i>	138,835	105,784	105,630
	<i>Reinsurers' share</i>	-2,525	-1,162	-1,162
	Commission expense	40	28	28
	Losses on investments in subsidiaries and associates and interests in joint ventures	2,058	1,554	1,554
	Losses on other financial instruments and investment property	1,144	1,827	1,827
	<i>Interest expense</i>	1,144	1,730	1,730
	<i>Other expense</i>	0	0	0
	<i>Realised losses</i>	0	97	97
	<i>Unrealised losses</i>	0	0	0
	Operating costs	42,074	35,549	35,549
	<i>Commissions and other acquisition costs</i>	33,976	28,878	28,878
	<i>Investment management costs</i>	322	196	196
	<i>Other administrative costs</i>	7,776	6,475	6,475
	Other costs	4,534	3,092	2,966
	<b>TOTAL COSTS</b>	<b>186,160</b>	<b>146,672</b>	<b>146,392</b>
	<b>PROFIT FOR THE YEAR BEFORE TAXATION</b>	<b>8,787</b>	<b>8,189</b>	<b>7,775</b>
	Income taxes	4,050	3,335	3,193
	<b>PROFIT FOR THE YEAR</b>	<b>4,737</b>	<b>4,854</b>	<b>4,582</b>
	<b>GAIN (LOSS) ON DISCONTINUED OPERATIONS</b>	<b>0</b>	<b>0</b>	<b>0</b>
	<b>CONSOLIDATED PROFIT</b>	<b>4,737</b>	<b>4,854</b>	<b>4,582</b>
	of which attributable to the shareholders of the parent	5,116	5,092	4,901
	of which attributable to minority interests	-379	-238	-319
	Basic EARNINGS per share	0.08	0.08	0.07
	Diluted EARNINGS per share	0.08	0.08	0.07

(€/000)				
OTHER COMPREHENSIVE INCOME		31/3/10	31/3/09	31/03/09 Restated
	<b>CONSOLIDATED PROFIT / (LOSS)</b>	<b>4,737</b>	<b>4,854</b>	<b>4,582</b>
	Translation reserve	295	-601	-601
	Fair value reserve	3,879	3,175	3,175
	Hedging reserve	0	0	0
	Gains or losses on hedging instruments of net investment in foreign operations	0	0	0
	Reserve for changes in the equity of investees	85	66	66
	Intangible asset revaluation reserve	0	0	0
	Property, plant and equipment revaluation reserve	0	0	0
	Gains or losses on non-current assets or assets of a disposal group classified as held for sale	0	0	0
	Actuarial gains and losses and adjustments related to defined benefit plans	0	0	0
	Other reserves	0	0	0
	<b>OTHER COMPREHENSIVE INCOME (net of tax)</b>	<b>4,259</b>	<b>2,640</b>	<b>2,640</b>
	<b>TOTAL OTHER COMPREHENSIVE INCOME</b>	<b>8,996</b>	<b>7,494</b>	<b>7,222</b>
	of which attributable to the shareholders of the parent	9,375	7,732	7,541
	of which attributable to minority interests	-379	-238	-319



Vittoria Assicurazioni S.p.A.  
 Consolidated interim financial statements as at 31 March 2010  
**Detail of insurance technical items**

	31/03/10			31/03/09		
	Gross amount	Reinsurer's share of amount	Net amount	Gross amount	Reinsurers' share of amount	Net amount
<b>Non-life business</b>						
<b>NET PREMIUMS</b>	<b>135,196</b>	<b>2,791</b>	<b>132,405</b>	<b>120,914</b>	<b>4,437</b>	<b>116,477</b>
a Premiums written	148,270	5,411	142,859	121,459	4,521	116,938
b Change in premiums reserve	13,074	2,620	10,454	545	84	461
<b>NET CLAIMS COSTS</b>	<b>94,236</b>	<b>1,960</b>	<b>92,276</b>	<b>81,778</b>	<b>607</b>	<b>81,171</b>
a Amounts paid	89,999	2,603	87,396	77,654	7,543	70,111
b Change in claims reserves	7,525	-50	7,575	5,990	-11,826	17,816
c Change in recoveries	3,288	593	2,695	1,966	-4,890	6,856
d Change in other technical reserves	0	0	0	100	0	100
<b>Life business</b>						
<b>NET PREMIUMS</b>	<b>47,064</b>	<b>602</b>	<b>46,462</b>	<b>22,210</b>	<b>532</b>	<b>21,678</b>
<b>NET CLAIMS COSTS</b>	<b>45,207</b>	<b>565</b>	<b>44,642</b>	<b>24,476</b>	<b>555</b>	<b>23,921</b>
a Amounts paid	33,064	48	33,016	27,996	90	27,906
b Change in reserve for amounts to be paid	1,654	0	1,654	-6,672	0	-6,672
c Change in mathematical reserves	10,510	512	9,998	3,291	460	2,831
d Change in technical reserves when investment risk is borne by policyholders and in reserves arising from pension fund management	0	0	0	0	0	0
e Change in other technical reserves	-21	5	-26	-139	5	-144

(€'000)

## Declaration of Corporate Financial Reporting Manager

The Corporate Financial Reporting Manager, Mario Ravasio, herewith declares, pursuant to paragraph 2, Article 154/2 of the Italian Legislative Decree February 24th 1998 n.58, that the accounting disclosure contained in this Consolidated quarterly report at 31 March 2010 matches documentary evidence, corporate books, and accounting records.

Milan, 12 May 2010

Mario Ravasio  
*The Corporate Financial  
Reporting Manager*