



Vittoria Assicurazioni

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

PRESS RELEASE

2007 first-half results

Group consolidated results

- Group profit attributable to parent company shareholders: € 16.1 million (-21.9%)
- Forecast FY2007 consolidated net profit: at least € 85 million (€ 35.4 million in 2006)
- Total IFRS-compliant premiums: € 308.8 million (+13.1%)
 - Life business: € 63.4 million (+25.2%)
 - Non-Life business: € 245.4 million (+10.3%)

Results of parent company Vittoria Assicurazioni SpA

- Net profit: € 17.0 million (+29.7%)
- Total premiums (as per Italian GAAPs): € 314.9 million (+12.3%)
 - Life business: € 69.5 million (+19.7%)
 - Non-life business: € 245.4 million (+10.3%)
- Non-life loss ratio: 69.6% (69.7% in first half of 2006)
- Non-life combined ratio: 98.4% (99.5% in first half of 2006)

The Board of Directors of Vittoria Assicurazioni, which met today under the chairmanship of Giorgio Costa, has reviewed the results relating to the first half of 2007 (1H07).

Consolidated Results (IFRS-compliant)

Group net profit attributable to parent company shareholders amounted to € 16.1 million (mn) vs. € 20.7 mn in the same period in the previous year (1H06) (-21.9%).

In the light of 1H07 performance and in view of 100% sale of the Cogedim Group, completed in July, which will generate a net capital gain of some € 66.5 mn for the Vittoria Assicurazioni Group, it is possible to forecast that, in spite of the difficulties related to the direct reimbursement and to the Law Decree "Bersani", the consolidated net profit for FY2007 will be no lower than € 85 mn.

The 1H07 year-over-year change was largely due to the lower contribution of private equity operations (€ 2,6 mn vs. € 6,1 mn reported in 1H06, which benefited mainly from the proceeds of sale of the Materis Group).

Total IFRS-compliant premiums rose to € 308.8 mn, increasing by 13.1%.

Life IFRS-compliant premiums rose to € 63.4 mn, increasing by 25.2%.

Non-Life (property & casualty) IFRS-compliant premiums amounted to € 245.4 mn, increasing by 10.3%.

Motor premiums amounted to € 173.8 mn, with a 5.9% increase.

Other Non-Life premiums totalled € 71.6 mn, growing by 22.9%.

Investments totalled € 1,861.0 mn (+8.8% vs. 31/12/2006) split between € 1,743.5 mn for investments for which risk is borne by the Group and € 117.5 mn with risk borne by policyholders. Net income from investments with risk borne by the Group amounted to € 34.0 mn (€ 40.8 mn in 1H06) and included real-estate income of € 5.3 mn (€ 9.9 mn in 1H06).

Equity attributable to parent company shareholders, inclusive of the period's result, amounted to € 247.2 mn, increasing by 9.2% vs. 31/12/2006. Minority interest amounted to € 5.9 mn (-9.7%).

Results of parent company Vittoria Assicurazioni SpA (as per Italian GAAPs)

The direct parent company's net profit amounted to € 17.0 mn (€ 13.1 mn in 1H06), with an increase of 29.7% YoY.

Total premiums (as per Italian GAAPs) rose to € 314.9 mn, increasing by 12.3%.

Life premiums (as per Italian GAAPs) rose to € 69.5 mn, increasing by 19.7%.

Non-life premiums amounted to € 245.4 mn, increasing by 10.3%.

Motor premiums amounted to € 173.8 mn, with a 5.9% increase

Other Non-Life premiums totalled € 71.6 mn, growing by 22.9%.

The non-life loss ratio (based on retained business) was 69.6% (69.7% in 1H06).¹

The non-life combined ratio² improved from 99.5% to 98.3%.

¹ Claims/earned premiums of retained business

² (Claims + operating expenses + amortisation of intangible assets + technical accounts) / earned premiums

The incidence of Life and Non-Life insurance overhead costs on total insurance premiums (direct business) was 9.3% (9.6% in 1H06).

As at 30 June 2007 share capital, following conversions requested, rose to € 32,637,400 (€ 30,451,623 as at 31/12/2006).

The parent company's equity amounted to € 195.8 mn, increasing by 13.1% vs. 31 December 2006.

As required by Consob (document ref. 7079556 of 30 August 2007), we inform that Vittoria Assicurazioni S.p.a. and the Group Companies do not have any exposure on subprime loans, do not make such loans and do not manage financial products backed by subprime loans.

Milan, 7 September 2007

Contact: Andrea Acutis – Investor Relations Manager

Tel: (+ 39) 02 48 219 006

e-mail: a_acutis@vittoriaassicurazioni.it

www.vittoriaassicurazioni.com

Attachments: Reclassified separate and consolidated balance sheets and income statements, which have been transmitted to the Board of Statutory Auditors for verification. Limited independent auditing is now being completed by Sala Scelsi Farina BDO.

About Vittoria Assicurazioni

Vittoria Assicurazioni is an independent insurance company founded in Milan in 1921. The company is active in all Life and Non-Life lines throughout Italy, via an extensive sales organisation with over 230 agencies, 350 sub-agencies, and agreements with 240 bank branches. Vittoria Assicurazioni is an insurer for consumers, households and small and medium enterprises (SMEs).

Vittoria Assicurazioni S.p.A.
Reclassified balance sheet

(in thousands of euros)

| ASSETS | 30/06/2007 | 31/12/2006 |
|--|-------------------|-------------------|
| Investments | | |
| Land and buildings | 8.186 | 8.166 |
| Investments in group and other companies | | |
| - Equity investments | 216.359 | 216.957 |
| - Loans | 500 | 0 |
| Other financial investments: | | |
| - Unit trust units | 12.205 | 7.205 |
| - Bonds and other fixed-interest securities | 1.118.324 | 1.053.246 |
| - Loans | 10.072 | 10.270 |
| Deposits with ceding companies | 532 | 534 |
| Investments benefiting life policyholders | 116.344 | 113.740 |
| Total investments | 1.482.522 | 1.410.118 |
| Receivables | | |
| Receivables relating to direct insurance business from: | | |
| - Policyholders | 39.996 | 36.601 |
| - Insurance brokers and agents | 27.787 | 48.185 |
| - Current account companies | 9.581 | 6.360 |
| - Amounts to be recovered from policyholders and third parties | 25.996 | 24.540 |
| Receivables relating to reinsurance business | 7.510 | 5.710 |
| Other receivables | 14.573 | 17.182 |
| Total receivables | 125.443 | 138.578 |
| Intangible assets | 27.645 | 28.181 |
| Tangible assets and inventory | 3.286 | 3.916 |
| Liquid funds | 59.632 | 41.553 |
| Other assets | 11.174 | 8.170 |
| Prepayments and accrued income | 17.609 | 15.808 |
| TOTAL ASSETS | 1.727.311 | 1.646.324 |

Vittoria Assicurazioni S.p.A.
Reclassified balance sheet

(in thousands of euros)

| LIABILITIES AND SHAREHOLDERS' EQUITY | 30/06/2007 | 31/12/2006 |
|---|-------------------|-------------------|
| Shareholders' equity | | |
| - Share capital | 32.637 | 30.452 |
| - Share premium reserve | 30.164 | 21.858 |
| - Revaluation reserves | 6.370 | 6.370 |
| - Legal reserve | 6.090 | 6.000 |
| - Reserve for purchase of own shares | 0 | 0 |
| - Other reserves | 103.468 | 80.993 |
| - Net profit (loss) for the year | 17.024 | 27.437 |
| Total shareholders' equity | 195.753 | 173.110 |
| Subordinated liabilities | 5.340 | 15.832 |
| Technical reserves, net of reinsurance | | |
| - Premium reserve | 170.072 | 148.726 |
| - Claims reserve | 413.138 | 383.836 |
| - Mathematical reserves | 654.653 | 626.474 |
| - Reserve for amounts payable | 15.169 | 23.053 |
| - Other technical reserves | 12.869 | 9.374 |
| - Technical reserves where investment risk is borne by policyholders and reserves relating to pension fund management | 116.344 | 113.740 |
| Total technical reserves | 1.382.245 | 1.305.203 |
| Payables | | |
| Deposits from reinsurers | 78.847 | 86.934 |
| Payables arising from direct insurance business due to: | | |
| - Insurance brokers and agents | 1.354 | 1.427 |
| - Current account companies | 5.057 | 4.933 |
| - Guarantee deposits and premiums paid by policyholders | 0 | 27 |
| - Guarantee funds in favour of policyholders | 0 | 440 |
| Payables arising from reinsurance business | 6.263 | 12.489 |
| Due to banks and other financial institutions | 0 | 0 |
| Other sums payable | 29.826 | 24.939 |
| Total payables | 121.347 | 131.189 |
| Provisions for contingencies and other charges | 3.192 | 3.301 |
| Employees' leaving entitlement | 5.368 | 6.336 |
| Other liabilities | 13.866 | 10.474 |
| Accrued expenses and deferred income | 200 | 879 |
| TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY | 1.727.311 | 1.646.324 |

Vittoria Assicurazioni S.p.A.
Reclassified profit and loss account

(in thousands of euros)

| | 30/06/2007 | 30/06/2006 | 31/12/2006 |
|--|---------------|---------------|---------------|
| Technical account | | | |
| Life businesses: | | | |
| Direct insurance | | | |
| (+) Gross premiums accounted for | 69.486 | 58.032 | 131.703 |
| (-) Charges relating to claims | 43.467 | 39.096 | 107.866 |
| (-) Change in mathematical and other technical reserves | 32.524 | 24.146 | 44.074 |
| (+) Other technical captions, net | 496 | 512 | 940 |
| (-) Operating costs | 12.166 | 6.484 | 14.632 |
| (+) Return on investments where the company bears the risk net of the portion transferred to the non-technical account | 15.406 | 13.568 | 27.839 |
| (+) income on investments where policyholders bear the risk - Class D | 6.087 | 1.792 | 10.917 |
| Direct insurance result | 3.318 | 4.178 | 4.827 |
| Outwards reinsurance result | -335 | -79 | 271 |
| Retained direct insurance result | 2.983 | 4.099 | 5.098 |
| Indirect and retroceded insurance result | -41 | -32 | -41 |
| Result of life business technical account | 2.942 | 4.067 | 5.057 |
| Non-life businesses: | | | |
| Direct insurance | | | |
| (+) Gross premiums accounted for | 245.318 | 221.788 | 454.560 |
| (-) Change in premium reserve | 15.534 | 7.843 | 7.613 |
| (-) Charges relating to claims | 158.475 | 150.330 | 313.510 |
| (-) Change in other technical reserves | 191 | 205 | 463 |
| (+) Other technical captions, net | -401 | -1.676 | -1.687 |
| (-) Operating costs | 64.463 | 58.315 | 116.374 |
| Direct insurance result | 6.254 | 3.419 | 14.913 |
| Outwards reinsurance result | -1.382 | -1.101 | -4.778 |
| Retained direct insurance result | 4.872 | 2.318 | 10.135 |
| Indirect and retroceded insurance result | 80 | 215 | 233 |
| Total retained direct insurance result | 4.952 | 2.533 | 10.368 |
| (-) Change in equalisation reserves | 142 | 131 | 271 |
| (+) Income on investments transferred from the non-technical account | 12.326 | 9.515 | 20.895 |
| Result of non-life business technical account | 17.136 | 11.917 | 30.992 |
| Result of technical account | 20.078 | 15.984 | 36.049 |
| (+) Income on non-life business investments net of the portion transferred to the technical account | 2.677 | 2.216 | 4.999 |
| (+) Income on investments transferred from the life business technical account | 1.654 | 1.225 | 2.496 |
| (+) Other income | 1.395 | 920 | 1.932 |
| (-) Other charges | 2.723 | 2.742 | 7.383 |
| Result of ordinary business | 23.081 | 17.603 | 38.093 |
| (+) Extraordinary income | 503 | 303 | 360 |
| (-) Extraordinary expense | 260 | 70 | 248 |
| Profit (loss) before taxation | 23.324 | 17.836 | 38.205 |
| (-) Taxation on profit for the year | 6.300 | 4.712 | 10.768 |
| Net profit (loss) | 17.024 | 13.124 | 27.437 |

BALANCE SHEET - ASSETS

(in thousands of Euros)

| | Note | 30/06/2007 | 30/06/2006 | 31/12/2006 |
|----------|--|------------------|------------------|------------------|
| 1 | INTANGIBLE ASSETS | 16.482 | 15.830 | 16.432 |
| 1,1 | Goodwill | 0 | 0 | 0 |
| 1,2 | Other intangible assets | 16.482 | 15.830 | 16.432 |
| 2 | PROPERTY, PLANT AND EQUIPMENT | 356.074 | 84.271 | 278.524 |
| 2,1 | Property | 351.730 | 78.968 | 273.483 |
| 2,2 | Other items of property, plant and equipment | 4.344 | 5.303 | 5.041 |
| 3 | REINSURERS' SHARE OF TECHNICAL RESERVES | 112.766 | 134.631 | 126.958 |
| 4 | INVESTMENTS | 1.414.508 | 1.343.218 | 1.353.933 |
| 4,1 | Investment property | 0 | 0 | 0 |
| 4,2 | Investments in subsidiaries and associates and interests in joint ventures | 56.543 | 43.157 | 53.194 |
| 4,3 | Held to maturity investments | 151.141 | 146.915 | 151.224 |
| 4,4 | Loans and receivables | 17.584 | 13.001 | 19.488 |
| 4,5 | Financial assets available for sale | 1.067.227 | 1.017.796 | 1.010.569 |
| 4,6 | Financial assets at fair value through profit or loss | 122.013 | 122.349 | 119.458 |
| 5 | OTHER RECEIVABLES | 135.226 | 192.934 | 148.272 |
| 5,1 | Receivables relating to direct insurance | 103.226 | 89.864 | 114.514 |
| 5,2 | Receivables relating to reinsurance business | 7.510 | 15.204 | 5.710 |
| 5,3 | Other receivables | 24.490 | 87.866 | 28.048 |
| 6 | OTHER ASSETS | 56.031 | 43.306 | 40.265 |
| 6,1 | Non-current assets or assets of a disposal group classified as held for sale | 0 | 0 | 0 |
| 6,2 | Deferred acquisition costs | 10.843 | 12.096 | 11.250 |
| 6,3 | Deferred tax assets | 14.543 | 10.814 | 12.050 |
| 6,4 | Current tax assets | 26.495 | 17.429 | 14.002 |
| 6,5 | Other assets | 4.150 | 2.967 | 2.963 |
| 7 | CASH AND CASH EQUIVALENTS | 94.788 | 67.519 | 82.753 |
| | TOTAL ASSETS | 2.185.875 | 1.881.709 | 2.047.137 |

BALANCE SHEET - EQUITY AND LIABILITIES

(in thousands of Euros)

| | Note | 30/06/2007 | 30/06/2006 | 31/12/2006 |
|------------|---|---------------------|------------------|------------------|
| 1 | EQUITY | 253.066 | 219.792 | 232.822 |
| 1.1 | attributable to the shareholders of the parent | 247.186 | 213.420 | 226.311 |
| 1.1.1 | Share capital | 14 32.637 | 30.244 | 30.452 |
| 1.1.2 | Other equity instruments | 14 415 | 1.307 | 1.229 |
| 1.1.3 | Equity-related reserves | 14 30.406 | 21.081 | 21.878 |
| 1.1.4 | Income-related and other reserves | 14 156.007 | 127.420 | 125.478 |
| 1.1.5 | (Treasury shares) | 14 0 | 0 | 0 |
| 1.1.6 | Translation reserve | 14 20 | -6 | -2 |
| 1.1.7 | Fair value reserve | 14 11.559 | 13.912 | 11.847 |
| 1.1.8 | Other gains or losses recognised directly in equity | 14 22 | -1.190 | 22 |
| 1.1.9 | Profit for the period/year attributable to the shareholders of the parent | | 16.120 | 20.652 |
| 1.2 | attributable to minority interests | 14 5.880 | 6.372 | 6.511 |
| 1.2.1 | Share capital and reserves attributable to minority interests | | 6.124 | 5.742 |
| 1.2.2 | Gains or losses recognised directly in equity | | 0 | 0 |
| 1.2.3 | Profit for the period/year attributable to minority interests | | -244 | 630 |
| 2 | PROVISIONS | 15 4.730 | 4.811 | 4.813 |
| 3 | TECHNICAL RESERVES | 16 1.389.081 | 1.279.341 | 1.341.505 |
| 4 | FINANCIAL LIABILITIES | 394.110 | 305.072 | 322.229 |
| 4.1 | Financial liabilities at fair value through profit or loss | 17 117.558 | 119.124 | 116.048 |
| 4.2 | Other financial liabilities | 17 276.552 | 185.948 | 206.181 |
| 5 | PAYABLES | 96.845 | 44.420 | 98.059 |
| 5.1 | Payables arising from direct insurance business | 18 6.411 | 6.166 | 6.827 |
| 5.2 | Payables arising from reinsurance business | 19 6.263 | 5.000 | 12.489 |
| 5.3 | Other sums payable | 20 84.171 | 33.254 | 78.743 |
| 6 | OTHER LIABILITIES | 48.043 | 28.273 | 47.709 |
| 6.1 | Liabilities of a disposal group held for sale | | 0 | 0 |
| 6.2 | Deferred tax liabilities | 21 26.129 | 8.161 | 24.479 |
| 6.3 | Current tax liabilities | 22 3.220 | 6.687 | 6.145 |
| 6.4 | Other liabilities | 23 18.694 | 13.425 | 17.085 |
| | TOTAL EQUITY AND LIABILITIES | 2.185.875 | 1.881.709 | 2.047.137 |

INCOME STATEMENT

(in thousands of Euros)

| | Note | first half 2007 | first half 2006 | 2006 |
|----------|--|--------------------|--------------------|----------------|
| 1,1 | Net premiums | 269.912 | 229.165 | 484.421 |
| 1.1.1 | <i>Gross premiums</i> | 24 293.515 | 265.464 | 563.601 |
| 1.1.2 | <i>Ceded premiums</i> | 24 23.603 | 36.299 | 79.180 |
| 1,2 | Commission income | 25 1.111 | 635 | 408 |
| 1,3 | Gains or losses on remeasurement of financial instruments at fair value through profit or loss | 26 25 | -44 | 8 |
| 1,4 | Gains on investments in subsidiaries and associates and interests in joint ventures | 26 5.328 | 11.186 | 18.219 |
| 1,5 | Gains on other financial instruments and investment property | 26 26.827 | 22.142 | 46.990 |
| 1.5.1 | <i>Interest income</i> | 25.853 | 21.389 | 45.175 |
| 1.5.2 | <i>Other income</i> | 643 | 753 | 1.808 |
| 1.5.3 | <i>Realised gains</i> | 331 | 0 | 7 |
| 1.5.4 | <i>Unrealised gains</i> | 0 | 0 | 0 |
| 1,6 | Other income | 27 7.555 | 13.420 | 23.530 |
| 1 | TOTAL REVENUE | 310.758 | 276.504 | 573.576 |
| 2,1 | Net charges relating to claims | 205.907 | 177.680 | 375.909 |
| 2.1.1 | <i>Amounts paid and change in technical reserves</i> | 24 220.489 | 203.922 | 436.791 |
| 2.1.2 | <i>Reinsurers' share</i> | 24 -14.582 | -26.242 | -60.882 |
| 2,2 | Commission expense | 28 458 | 248 | 602 |
| 2,3 | Losses on investments in subsidiaries and associates and interests in joint ventures | 26 142 | 69 | 408 |
| 2,4 | Losses on other financial instruments and investment property | 26 3.366 | 2.311 | 5.215 |
| 2.4.1 | <i>Interest expense</i> | 3.365 | 2.268 | 5.161 |
| 2.4.2 | <i>Other expense</i> | 0 | 0 | 0 |
| 2.4.3 | <i>Realised losses</i> | 0 | 0 | 9 |
| 2.4.4 | <i>Unrealised losses</i> | 1 | 43 | 45 |
| 2,5 | Operating costs | 72.895 | 61.150 | 127.559 |
| 2.5.1 | <i>Commissions and other acquisition costs</i> | 29 56.138 | 45.175 | 94.474 |
| 2.5.2 | <i>Investment management costs</i> | 29 461 | 372 | 859 |
| 2.5.3 | <i>Other administrative costs</i> | 29 16.296 | 15.603 | 32.226 |
| 2,6 | Other costs | 30 4.356 | 5.555 | 12.014 |
| 2 | TOTAL COSTS | 287.124 | 247.013 | 521.707 |
| | PROFIT FOR THE YEAR BEFORE TAXATION | 23.634 | 29.491 | 51.869 |
| 3 | Income taxes | 31 7.758 | 8.209 | 15.344 |
| | PROFIT FOR THE YEAR | 15.876 | 21.282 | 36.525 |
| 4 | GAIN (LOSS) ON DISCONTINUED OPERATIONS | 0 | 0 | 0 |
| | CONSOLIDATED PROFIT | 15.876 | 21.282 | 36.525 |
| | of which attributable to the shareholders of the parent | 16.120 | 20.652 | 35.407 |
| | of which attributable to minority interests | 14 -244 | 630 | 1.118 |

| | | | | |
|----------------------------|--|------|------|------|
| Basic EARNINGS per share | | 0,49 | 0,68 | 1,16 |
| Diluted EARNINGS per share | | 0,48 | 0,62 | 1,07 |