

PRESS RELEASE

CDP: CONSOLIDATED HALF-YEARLY FINANCIAL REPORT AT 30 JUNE 2021¹

- **NEW LENDING AT GROUP LEVEL: 11.6 BILLION EURO TO SUPPORT BUSINESSES, THE PUBLIC SECTOR, INFRASTRUCTURE AND INTERNATIONAL COOPERATION (+3.8 BILLION EURO COMPARED TO THE FIRST HALF OF 2020, ALSO AS A RESULT OF 5.2 BILLION EURO OF REFINANCING ON THE MORTGAGE LOANS GRANTED TO THE REGIONS BY THE MINISTRY OF ECONOMY AND FINANCE)**
- **FUNDING: POSTAL SAVINGS CAME TO 279 BILLION EURO (+5 BILLION EURO COMPARED TO YEAR-END 2020); NEW SOCIAL BOND ISSUE OF 500 MILLION EURO**
- **NET INCOME: 1.4 BILLION EURO FOR CDP SPA (+0.03 BILLION EURO COMPARED TO THE FIRST HALF OF 2020); 1.4 BILLION EURO AT CONSOLIDATED LEVEL (+2 BILLION EURO COMPARED TO THE FIRST HALF OF 2020)**

Rome, 30 July 2021 - The Board of Directors of Cassa Depositi e Prestiti SpA (CDP), chaired by **Giovanni Gorno Tempini**, approved the Consolidated Half-yearly Financial Report at 30 June 2021, as presented by the Chief Executive Officer **Dario Scannapieco**.

Half-year highlights

In the first half of 2021, **new lending** for Businesses, the Public Sector, Infrastructure and International Cooperation totalled **11.6 billion euro at Group level** and **11.5 billion euro at CDP SpA level**. The **increase** on the first half of 2020 was also a result of 5.2 billion euro of refinancing on the mortgage loans granted to the Regions by the Ministry of the Economy and Finance (compared to 0.7 billion euro in 1H2020).

In terms of the **income statement and balance sheet results**, **CDP SpA** reported a net income of **1.4 billion euro** (1.3 billion euro in the first half of 2020). **Postal savings** increased to **279 billion euro** (275 billion euro at year-end 2020).

At **CDP Group** level, which includes CDP SpA and the subsidiaries subject to management and coordination, **earnings before tax** stood at **1.2 billion euro** (0.9 billion euro in the first half of 2020). **At consolidated level**, including all other investee companies, **net income** amounted to

¹ The CDP Group consists of the Parent Company and the subsidiaries subject to management and coordination as described in the consolidated information on Operating segments. The result for the first half of 2020 has been restated for comparability by excluding the SACE Group, which is no longer subject to management and coordination following the publication of Decree Law 23/2020.

1.4 billion euro (loss of 0.7 billion euro in the first half of 2020). **Net income pertaining to the Parent Company** totalled **0.3 billion euro** (loss of 1.4 billion euro in the first half of 2020).

CDP S.p.A.

- **New lending:** 11.5 billion euro (+50% vs 1H2020)
- **Net income:** 1.4 billion euro (+2% vs 1H2020)
- **Total assets:** 416 billion euro (+1% vs FY2020)
- **Total funding:** 386 billion euro (+2% vs FY2020)
- **Postal savings:** 279 billion euro (+2% vs FY2020)
- **Equity:** 24.5 billion euro (-4% vs FY2020)
- **Cost/income ratio:** 6% (in line with 1H2020)

CDP Group

- **New lending:** 11.6 billion euro (+50% vs 1H2020)
- **CDP Group earnings before tax:** 1.2 billion euro (+33% vs 1H2020)
- **Consolidated net income:** 1.4 billion euro (loss of 0.7 billion euro in 1H2020)
- **Net income pertaining to the Parent Company:** 0.3 billion euro (loss of 1.4 billion euro in 1H2020)
- **Total consolidated assets:** 514.8 billion euro (+0.5% vs FY2020)
- **Consolidated equity:** 32.3 billion euro (-4.2% vs 31 December 2020), of which 18.7 billion euro pertaining to the Group (-8.3% vs FY2020)

For further details on the operating results, financial position, and cash flows, please refer to next section.

Business performance

CDP S.p.A.

New lending by **CDP SpA** for Businesses, Infrastructure, the Public Administration and International Cooperation totalled **11.5 billion euro** in the first half of the year (+3.9 billion euro vs 1H2020, +50%).

With regard to **Businesses**, **4.6 billion euro** of **new lending** was granted to support the domestic and international growth of Italian companies. Key operations in the half year included:

- 1 billion euro of funding to the banking system to provide new loans to SMEs and Mid-Caps;
- the financing of 20 businesses through alternative finance “basket bond” programmes;
- 0.5 billion euro of new lending to support the liquidity needs of businesses throughout the Covid-19 emergency;
- 1.4 billion euro of new lending to support the growth plans of businesses in Italy and abroad.

With regard to **Infrastructures, Public Sector & Territorial Development**, **6.8 billion euro** was **invested** to finance public entities and infrastructure and to promote territorial development initiatives. Key operations in the half year included:

- 5.2 billion euro to refinance the debt of Regions, with savings of more than 1.4 billion euro for the Entities concerned;
- advisory services provided to the Public Sector, with over 80 active projects and around 7 billion euro of approved investments;
- underwriting of a sustainability-linked loan in the railway sector (share of 0.5 billion euro), with the option to review the financial terms on meeting specific ESG targets;
- launch of 3 initiatives in support of the energy transition.

With regard to **International Cooperation**, **0.1 billion euro of new lending** was granted to support Developing Countries. Key operations in the half year included:

- 50 million euro invested in the «REGIO» fund to support projects aimed at combating climate change;
- the first investment in funds dedicated to the development of renewable energy plants in Sub-Saharan Africa, through investment in the «AREF II» fund;
- 3 match-making events completed in collaboration with international partners to promote initiatives in Developing Countries;
- the renewal of the CDP-MEF Agreement on the management of the Revolving Fund for International Cooperation & Development Finance.

In terms of **income statement results**, **CDP SpA** reported **net income** of **1.4 billion euro**, **slightly up** from the first half of the previous financial year (+2%). Specifically:

- **net interest income** amounted to **856 million euro**, marking a decrease on the first half of 2020, mainly as a result of the all-time low interest rates;
- **dividends** totalled **547 million euro**, down 25% compared to the first half of 2020, mainly due to the lower dividend paid by ENI;
- **other net revenues** amounted to **478 million euro**, marking an increase on the first half of 2020, mainly reflecting the interest rate risk management strategies implemented on the securities portfolio.

As regards the **balance sheet**, **total assets** amounted to **416 billion euro** (+1% on 2020) and mainly included:

- **cash and cash equivalents and other treasury investments**, which amounted to **190 billion euro**, up 4% from the year-end figure for 2020;
- **loans**, which amounted to **113 billion euro**, increased by 6% with respect to the balance at the end of 2020, mainly as a result of higher loan volumes granted to Public Entities and Businesses, also in connection with the abovementioned refinancing of regional mortgage loans;
- **debt securities** amounted to **67 billion euro**, down 9% on the year-end figure for 2020, owing to securities reaching maturity in the half year, only partially offset by purchases in the period, also in light of the significant growth of the loan portfolio;

- **equity investments and funds** amounted to 37 billion euro, up 3% on the year-end figure for 2020 as a result of investments in support of investee companies.

Funding stood at **386 billion euro**, up 2% from the figure recorded at the end of 2020. Specifically:

- **postal funding** amounted to **279 billion euro**, up 2% on the year-end figure for 2020 thanks to net inflows in the first half of the year (+2.9 billion euro) and interest accrued by postal savers.
- **funding from banks and customers** amounted to **86 billion euro**, up 4% on the year-end figure for 2020, mainly as a result of the increase in deposits from subsidiaries and funding arising from treasury operations;
- **bond funding** amounted to **20 billion euro**, decreasing slightly (-3%) compared to the previous year due to bonds reaching maturity in the period, which more than offset the **new 500-million-euro social bond** issued to support Italian SMEs and Mid-Caps in Southern Italy.

Equity amounted to **24.5 billion euro**, down 4% compared to the year-end figure for 2020 due to changes in earned income and dividends distributed in the first half of the year.

CDP Group

New lending by the parent company CDP S.p.A. and the companies subject to management and coordination (the “**CDP Group**”)² totalled **11.6 billion euro, an increase** on the first half of 2020 (+3.8 billion euro, +50%). These resources were deployed for Businesses, Infrastructure, the Public Administration and International Cooperation.

In addition, the **CDP Group's pre-tax net income** for the period amounted to **1.2 billion euro, up significantly** from 2020 (+33%), largely due to the positive results of the Parent Company.

The CDP Group's half-yearly condensed consolidated financial statements also include companies over which the Parent Company does not exercise management and coordination (including major listed subsidiaries such as SNAM, Terna, Italgas and Fincantieri and associates such as ENI, Poste Italiane, Saipem and WeBuild).

Including the **remaining consolidated subsidiaries** not subject to management and coordination, **the consolidated net income** was equal to **1.4 billion euro**, compared to a loss of -0.7 billion euro in the first half of 2020. **Net income pertaining to the Parent Company** amounted to **0.3 billion euro**, compared to a loss of 1.4 billion euro in the first half of 2020. This change is mainly due to the higher contribution to the result of companies accounted for using the equity method³.

Total consolidated assets amounted to **514.8 billion euro**, up by 0.5% (2.4 billion euro) compared to the figure at 31 December of the previous year.

Total funding stood at **423.9 billion euro**, up by 1.6% on the first half of the previous year.

² An overview of the results of CDP S.p.A. and only of those companies subject to management and coordination (the “CDP Group”) is provided in the consolidated operating segments report, prepared in compliance with IFRS8 - Operating segments.

³ The main companies accounted for with the equity method in the consolidated financial statements of the CDP Group are ENI, Poste, Saipem and Webuild.

Consolidated equity amounted to **32.3 billion euro**, of which 18.7 billion euro refers to the Group's equity.

Please note that the Independent Auditors are completing the review of the half-yearly condensed consolidated financial statements at 30 June 2021. The reclassified consolidated financial statements set out in the Annex are not subject to auditing by the Independent Auditors.

The Manager in charge with preparing the company's financial reports, Pier Francesco Ragni, declares pursuant to Article 154-bis, paragraph 2, of the Consolidated Law on Finance that the accounting information contained in this press release corresponds to documentary evidence and the accounting books and records.

The 2021 Half-yearly Financial Report, together with the certification pursuant to Article 154-bis, paragraph 5, of the Consolidated Law on Finance and the Independent Auditors' Report will be made available to the public at the Company's registered office, on the CDP website and in any other manner provided for by the applicable law, within the legal time limits.

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ANNEXES

Reclassified balance sheet and income statement figures for CDP S.p.A. at 30 June 2021

The CDP figures presented below include the balance sheet and income statement figures, reclassified on an operational basis, as shown in the reconciliation statements. The comparative data refer to the reclassified figures at 31 December 2020 for the balance sheet and at 30 June 2020 for the income statement.

Reclassified balance sheet

Assets

(millions of euro; %)	30/06/2021	31/12/2020	Change (+ / -)	(%) change
Cash and cash equivalents and other treasury investments	189,762	183,100	6,661	3.6%
Loans	113,393	106,920	6,473	6.1%
Debt securities	67,277	74,047	(6,770)	-9.1%
Equity investments and funds	36,652	35,551	1,101	3.1%
Assets held for trading and hedging derivatives	2,139	3,215	(1,076)	-33.5%
Property, plant and equipment and intangible assets	421	416	6	1.3%
Accrued income, prepaid expenses and other non-interest-bearing assets	5,994	6,356	(362)	-5.7%
Other assets	564	741	(177)	-23.9%
Total assets	416,203	410,346	5,857	1.4%

Liabilities and equity

(millions of euro; %)	30/06/2021	31/12/2020	Change (+ / -)	(%) change
Funding	386,051	378,262	7,789	2.1%
of which :				
- <i>postal funding</i>	279,336	274,575	4,761	1.7%
- <i>funding from banks</i>	66,049	66,649	(600)	-0.9%
- <i>funding from customers</i>	20,181	15,876	4,305	27.1%
- <i>bond funding</i>	20,485	21,162	(677)	-3.2%
Liabilities held for trading and hedging derivatives	3,314	4,541	(1,227)	-27.0%
Accrued expenses, deferred income and other non-interest-bearing liabilities	854	557	297	53.3%
Other liabilities	770	803	(34)	-4.2%
Provisions for contingencies, taxes and staff severance pay	672	685	(13)	-1.9%
Equity	24,542	25,497	(955)	-3.7%
Total liabilities and equity	416,203	410,346	5,857	1.4%

Reclassified income statement

(millions of euro; %)	30/06/2021	30/06/2020	Change (+/-)	(%) change
Net interest income	856	1,065	(209)	-19.6%
Dividends	547	727	(180)	-24.7%
Other net revenues (costs)	478	154	323	n/s
Gross income	1,881	1,946	(65)	-3.3%
Write-downs	24	(252)	277	n/s
Staff costs and other administrative expenses	(107)	(93)	(13)	14.0%
Amortisation and other operating expenses and income	(5)	(7)	2	-31.4%
Operating income	1,793	1,593	201	12.6%
Provisions for risks and charges	(1)	27	(28)	n/s
Income taxes	(427)	(287)	(140)	48.9%
Net income for the period	1,365	1,333	32	2.4%

CDP S.p.A. Statements of reconciliation of accounting and operating figures

Balance sheet - assets – Reconciliation

(millions of euro)	30 June 2021	Cash and cash equivalents and other treasury investments	Loans	Debt securities, equity securities	Equity investments and Funds	Assets held for trading and hedging derivatives	Property, plant and equipment and intangible assets	Accrued income, prepaid expenses and other non-interest bearing assets	Other assets
ASSETS - Balance sheet items									
10. Cash and cash equivalents									
20. Financial assets measured at fair value through profit or loss	3,328			64	3,049	214		0	
30. Financial assets measured at fair value through other comprehensive income	13,164			12,462	678			23	
40. Financial assets measured at amortised cost									
a) Loans to banks	38,282	25,266	12,964					52	
b) Loans to customers	325,565	164,496	100,399	54,751				5,919	
50. Hedging derivatives	367					367			
60. Fair value change of financial assets in hedged portfolios (+/-)	1,558					1,558			
70. Equity investments	28,673				28,673				
80. Property, plant and equipment	375						375		
90. Intangible assets	46						46		
100. Tax assets	447								447
110. Non-current assets and disposal groups held for sale	4,251				4,251				
120. Other assets	147		30						117
Total assets	416,203	189,762	113,393	67,277	36,652	2,139	421	5,994	564

Balance sheet - Liabilities and equity - Reconciliation

(millions of euro)	30 June 2021	Funding detail					Liabilities held for trading and hedging derivatives	Accrued expenses, deferred income and other non-interest bearing assets	Other liabilities	Provisions for contingencies, taxes and staff severance pay	Total equity
		Funding	Postal Funding	Funding from banks	Funding from customers	Bond Funding					
LIABILITIES AND EQUITY - Balance sheet items											
10. Financial liabilities measured at amortised cost											
a) Due to banks	48,967	49,029	3,198	45,831			(62)				
b) Due to customers	317,160	316,537	276,138	20,218	20,181		623				
c) Securities issued	20,778	20,485				20,485	292				
20. Financial liabilities held for trading	219						219				
30. Financial liabilities designated at fair value											
40. Hedging derivatives	3,090						3,090				
50. Fair value change of financial liabilities in hedged portfolios (+/-)	5						5				
60. Tax liabilities	178								178		
70. Liabilities associated with non-current assets and disposal groups held for sale											
80. Other liabilities	770							0	770		
90. Staff severance pay	1									1	
100. Provisions for risks and charges	493									493	
110. Valuation reserves	553									553	
120. Redeemable shares											
130. Equity instruments											
140. Reserves	16,516									16,516	
150. Share premium reserve	2,379									2,379	
160. Share capital	4,051									4,051	
170. Treasury shares (-)	(322)									(322)	
180. Net income (loss) for the period	1,365									1,365	
Total liabilities and equity	416,203	386,051	279,336	66,049	20,181	20,485	3,314	854	770	672	24,542

Income statement – Reconciliation

(millions of euro)	30 June 2021	Net interest income	Dividends	Other net revenues (costs)	Gross Income	Write-downs	Operating costs	Operating income	Net provisions for risks and charges	Income taxes	Net income (loss) for the period
INCOME STATEMENT - Financial statement items											
10. Interest income and similar income	3,891	3,891			3,891			3,891			3,891
20. Interest expense and similar expense	(2,345)	(2,345)			(2,345)			(2,345)			(2,345)
40. Commission income	50			50	50			50			50
50. Commission expense	(697)	(690)		(8)	(697)			(697)			(697)
70. Dividends and similar revenues	547		547		547			547			547
80. Profits (losses) on trading activities	(8)			(8)	(8)			(8)			(8)
90. Net gain (loss) on hedging activities	4			4	4			4			4
100. Gains (losses) on disposal or repurchase	440			440	440			440			440
110. Profits (losses) on financial assets and liabilities measured at fair value through profit or loss	20			0	0	20		20			20
130. Net adjustments/recoveries for credit risk	(1)					(1)		(1)			(1)
140. Gains/losses from changes in contrats without derecognition	(0)					(0)		(0)			(0)
160. Administrative expenses	(107)						(107)	(107)			(107)
170. Net accruals to the provisions for risks and charges	5					6		6	(1)		5
180. Net adjustments to/recoveries on property, plant and equipment	(7)						(7)	(7)			(7)
190. Net adjustments to/recoveries on intangible assets	(6)						(6)	(6)			(6)
200. Other operating income (costs)	10						10	10			10
220. Gains (losses) on equity investments											
230. Gains (Losses) on tangible and intangible assets measured at fair value											
240. Goodwill impairment											
250. Gains (losses) on disposal of investments	(0)								(0)		(0)
270. Income tax for the period on continuing operations	(427)									(427)	(427)
Total income statement	1,365	856	547	478	1,881	24	(111)	1,793	(1)	(427)	1,365

Reclassified balance sheet and income statement figures for the CDP Group at 30 June 2021

The CDP Group figures presented below include the consolidated balance sheet and income statement figures, reclassified on an operational basis, as shown in the reconciliation statements. The comparative data refer to the reclassified consolidated figures at 31 December 2020 for the balance sheet and at 30 June 2020 for the income statement.

Reclassified consolidated balance sheet

(millions of euro; %)	30/06/2021 (*)	31/12/2020 (**)	Change (+/-)	Change (%)
Assets				
Cash and cash equivalents and other treasury investments	223,646	220,042	3,604	1.6%
Loans	117,428	113,322	4,106	3.6%
Debt securities and units in collective investment undertakings	83,562	88,746	(5,184)	-5.8%
Equity investments	16,570	15,834	736	4.6%
Financial assets held for trading and hedging derivatives	506	660	(154)	-23.3%
Property, plant and equipment and intangible assets	55,219	54,668	551	1.0%
Reinsurers' share of technical reserves	2,608	2,595	13	0.5%
Other assets	15,288	16,538	(1,250)	-7.6%
Total Assets	514,827	512,405	2,422	0.5%

(*) For management purposes, the contribution of Sace, Sace Fct, Sace Bt, Sace Srv and FSE and the SIA group has not been reclassified in accordance with IFRS 5, unlike in the consolidated financial statements of the CDP Group.

(**) 2020 figures have also been restated to reflect the restatement recorded by Italgas.

(millions of euro; %)	30/06/2021 (*)	31/12/2020 (**)	Change (+/-)	Change (%)
Liabilities and equity				
Funding	423,915	417,104	6,811	1.6%
of which:				
- postal funding	279,336	274,575	4,761	1.7%
- funding from banks	85,574	85,096	478	0.6%
- funding from customer	15,310	14,050	1,260	9.0%
- bond funding	43,695	43,383	312	0.7%
Liabilities held for trading and hedging derivatives	3,604	4,952	(1,348)	-27.2%
Technical reserves	3,408	3,461	(53)	-1.5%
Other liabilities	45,296	46,270	(974)	-2.1%
Provisions for contingencies, taxes and staff severance pay	6,310	6,922	(612)	-8.8%
Total equity	32,294	33,696	(1,402)	-4.2%
Total liabilities and equity	514,827	512,405	2,422	0.5%

(*) For management purposes, the contribution of Sace, Sace Fct, Sace Bt, Sace Srv and FSE and the SIA group has not been reclassified in accordance with IFRS 5, unlike in the consolidated financial statements of the CDP Group.

(**) 2020 figures have also been restated to reflect the restatement recorded by Italgas.

Reclassified consolidated income statement

(millions of euro; %)	30/06/2021	30/06/2020	Change (+/-)	Change (%)
Net interest income	767	989	(222)	-22.4%
Gains (losses) on equity investments	419	(2,005)	2,424	n/s
Net commission income (expense)	55	49	6	12.2%
Other net revenues (costs)	422	(70)	492	n/s
Gross income	1,663	(1,037)	2,700	n/s
Profit (loss) on insurance business	136	(90)	226	n/s
Profit (loss) on banking and insurance operations	1,799	(1,127)	2,926	n/s
Net recoveries (impairment)	(25)	(235)	210	-89.4%
Administrative expenses	(5,435)	(4,195)	(1,240)	29.6%
Other net operating income (costs)	8,155	6,665	1,490	22.4%
Operating income	4,494	1,108	3,386	n/s
Net Provisions for risks and charges	(3)	43	(46)	n/s
Net adjustment to property, plant and equipment and intangible assets	(1,353)	(1,288)	(65)	5.0%
Other	(1,237)	18	(1,255)	n/s
Income taxes	(545)	(561)	16	-2.9%
Net income (loss) for the period	1,356	(680)	2,036	n/s
Net income (loss) for the period pertaining to non-controlling interests	1,090	755	335	44.4%
Net income (loss) for the period pertaining to the Parent Company	266	(1,435)	1,701	n/s

For management purposes, the contribution of Sace, Sace Fct, Sace Bt, Sace Srv and FSE has not been reclassified in accordance with IFRS 5, unlike in the consolidated financial statements of the CDP Group with regards of both periods. 2020 figures have also been restated to reflect the conclusion of the purchase price allocation process for the Ansaldo Energia, SIA, WeBuild and Brugg Cables groups and the restatement of Italgas.

CONSOLIDATED BALANCE SHEET

(thousands of euro)

Assets	30/06/2021	31/12/2020
10. Cash and cash equivalents	2,448	1,359
20. Financial assets measured at fair value through profit or loss	3,247,040	4,923,820
a) financial assets held for trading	63,263	1,321,688
b) financial assets designated at fair value	479,281	478,671
c) other financial assets mandatorily measured at fair value	2,704,496	3,123,461
30. Financial assets measured at fair value through other comprehensive income	14,220,236	13,538,002
40. Financial assets measured at amortised cost	370,256,050	403,753,318
a) loans to banks	43,948,883	48,552,046
b) loans to customers	326,307,167	355,201,272
50. Hedging derivatives	434,105	553,939
60. Fair value change of financial assets in hedged portfolios (+/-)	1,558,077	2,531,833
70. Equity investments	16,547,955	15,834,385
80. Reinsurers' share of technical reserves		2,594,711
90. Property, plant and equipment	40,450,372	40,315,498
100. Intangible assets	12,201,499	14,352,394
of which:		
- <i>goodwill</i>	1,068,816	2,227,633
110. Tax assets	1,719,822	1,990,812
a) current tax assets	73,702	174,278
b) deferred tax assets	1,646,120	1,816,534
120. Non-current assets and disposal groups held for sale	41,815,502	291,483
130. Other assets	12,373,521	11,723,676
Total assets	514,826,627	512,405,230

Figures as at 31 december 2020 have been restated

The independent audit of the accounts had not been completed at the date of this press release

(thousands of euro)

Liabilities and equity	30/06/2021	31/12/2020
10. Financial liabilities measured at amortised cost	418,651,630	417,073,945
a) due to banks	62,557,041	62,303,272
b) due to customers	312,921,944	311,387,932
c) securities issued	43,172,645	43,382,741
20. Financial liabilities held for trading	154,304	268,158
30. Financial liabilities designated at fair value	30,818	30,513
40. Hedging derivatives	3,291,922	4,683,374
50. Fair value change of financial liabilities in hedged portfolios (+/-)	5,071	10,352
60. Tax liabilities	2,867,960	3,748,288
a) current tax liabilities	189,865	82,876
b) deferred tax liabilities	2,678,095	3,665,412
70. Liabilities associated with non-current assets and disposal groups held for sale	41,831,186	165,031
80. Other liabilities	12,965,157	46,094,342
90. Staff severance pay	204,525	240,741
100. Provisions for risks and charges	2,530,509	2,934,174
a) guarantees issued and commitments	350,709	409,374
b) pensions and other post-retirement benefit obligations		
c) other provisions	2,179,800	2,524,800
110. Technical reserves		3,460,541
120. Valuation reserves	710,442	510,814
130. Redeemable shares		
140. Equity instruments		
150. Reserves	11,596,523	14,186,661
160. Share premium reserve	2,378,517	2,378,517
170. Share capital	4,051,143	4,051,143
180. Treasury shares (-)	(322,220)	(322,220)
190. Non-controlling interests (+/-)	13,612,763	13,259,564
200. Net income (loss) for the period (+/-)	266,377	(368,708)
Total liabilities and equity	514,826,627	512,405,230

Figures as at 31 december 2020 have been restated

CONSOLIDATED INCOME STATEMENT

(thousands of euro)

Items	1st half of 2021	1st half of 2020
10. Interest income and similar income	3,947,477	3,954,448
- of which: interest income calculated using the effective interest rate method	4,069,245	4,081,799
20. Interest expense and similar expense	(2,534,728)	(2,447,526)
30. Net interest income	1,412,749	1,506,922
40. Commission income	102,277	212,824
50. Commission expense	(739,007)	(762,124)
60. Net commission income (expense)	(636,730)	(549,300)
70. Dividends and similar revenues	37,751	18,954
80. Profits (losses) on trading activities	38,904	(55,988)
90. Fair value adjustments in hedge accounting	(12,869)	(46,460)
100. Gains (losses) on disposal or repurchase of:	440,014	117,313
a) financial assets measured at amortised cost	340,140	(647)
b) financial assets at fair value through other comprehensive income	99,874	121,975
c) financial liabilities		(4,015)
110. Profits (losses) on financial assets and liabilities measured at fair value through profit or loss	(20,319)	(82,109)
a) financial assets and liabilities designated at fair value	611	(2,036)
b) other financial assets mandatorily at fair value	(20,930)	(80,073)
120. Gross income	1,259,500	909,332
130. Net adjustments/recoveries for credit risk relating to:	(14,578)	(116,735)
a) financial assets measured at amortised cost	(16,774)	(117,645)
b) financial assets at fair value through other comprehensive income	2,196	910
140. Gains/losses from changes in contracts without derecognition	(377)	
150. Financial income (expense), net	1,244,545	792,597
160. Net premium income		
170. Net other income (expense) from insurance operations		
180. Net income from financial and insurance operations	1,244,545	792,597
190. Administrative expenses	(5,373,956)	(4,134,339)
a) staff costs	(1,292,434)	(1,160,261)
b) other administrative expenses	(4,081,522)	(2,974,078)
200. Net accruals to the provisions for risks and charges	(530)	(49,693)
a) guarantees issued and commitments	4,409	(86,890)
b) other net accrual	(4,939)	37,197
210. Net adjustments to/recoveries on property, plant and equipment	(889,353)	(871,629)
220. Net adjustments to/recoveries on intangible assets	(462,186)	(412,354)
230. Other operating income (costs)	8,150,503	6,663,089
240. Operating costs	1,424,478	1,195,074
250. Gains (losses) on equity investments	380,689	(2,024,993)
260. Gains (losses) on tangible and intangible assets measured at fair value		
270. Goodwill impairment		
280. Gains (losses) on disposal of investments	1,655	7,752
290. Income (loss) before tax from continuing operations	3,051,367	(29,570)
300. Income tax for the period on continuing operations	(531,419)	(587,527)
310. Income (loss) after tax on continuing operations	2,519,948	(617,097)
320. Income (loss) after tax on discontinued operations	(1,163,994)	(62,425)
330. Net income (loss) for the period pertaining to non-controlling interests	1,355,954	(679,522)
340. Net income (loss) for the period pertaining to non-controlling interests	1,089,577	754,952
350. Net income (loss) for the period pertaining to shareholders of the Parent Company	266,377	(1,434,474)

Figures related to 1st half 2020 have been restated

STATEMENT OF CONSOLIDATED COMPREHENSIVE INCOME

(thousands of euro)

Items	1st half of 2021	1st half of 2020
10. Net income (loss) for the period	1,355,954	(679,522)
Other comprehensive income (net of tax) not transferred to income statement	152,632	(306,816)
20. Equity securities designated at fair value through other comprehensive income	145,332	(309,332)
30. Financial liabilities designated at fair value through profit or loss (change in the entity's own credit risk)		
40. Hedging of equity securities designated at fair value through other comprehensive income		
50. Property, plant and equipment		
60. Intangible assets		
70. Defined benefit	4,812	(318)
80. Non-current assets held for sale		
90. Share of valuation reserves of equity investments accounted for using equity method	2,488	2,834
Other comprehensive income (net of tax) transferred to income statement	107,680	(614,420)
100. Hedging of foreign investments		
110. Exchange rate differences	24,842	(13,280)
120. Cash flow hedges	(17,523)	(88,139)
130. Hedging instruments (elements not designated)		
140. Financial assets (other than equity securities) measured at fair value through other comprehensive income	(101,586)	(92,304)
150. Non-current assets held for sale		
160. Share of valuation reserves of equity investments accounted for using equity method	201,947	(420,697)
170. Total other comprehensive income (net of tax)	260,312	(921,236)
180. Comprehensive income (items 10+170)	1,616,266	(1,600,758)
190. Consolidated comprehensive income pertaining to non-controlling interests	1,146,412	680,690
200. Consolidated comprehensive income pertaining to shareholders of the parent company	469,854	(2,281,448)

Figures related to 1st half 2020 have been restated

CONSOLIDATED CASH FLOW STATEMENT (INDIRECT METHOD)

(thousands of euro)	1st half of 2021	1st half of 2020
A. OPERATING ACTIVITIES		
1. Operations	4,187,211	2,958,808
- net income for the period (+/-)	1,355,954	(679,522)
- gains (losses) on financial assets held for trading and other financial assets/liabilities measured at fair value through profit or loss (-/+)	20,818	135,668
- gains (losses) on hedging activities (-/+)	12,592	32,750
- net impairment adjustments (+/-)	24,688	244,540
- net value adjustments to property, plant and equipment and intangible assets (+/-)	1,353,413	1,288,108
- net provisions and other costs/revenues (+/-)	2,968	(42,551)
- net premiums not received (-)	(17,615)	(7,590)
- other insurance income not received/paid (-/+)	34,096	307,379
- unpaid charges, taxes and tax credits (+/-)	(473,130)	(376,987)
- writedowns/writebacks of equity investments (+/-)	(381,231)	2,014,142
- income (loss) after tax on discontinued operations (+/-)	1,241,321	
- other adjustments (+/-)	1,013,337	42,871
2. Cash generated by/used in financial assets	2,126,124	(18,761,158)
- financial assets held for trading	444,867	(492,074)
- financial assets designated at fair value		(481,901)
- other financial assets mandatorily measured at fair value	34,170	407,084
- financial assets measured at fair value through other comprehensive income	(682,019)	610,137
- financial assets measured at amortised cost	2,687,550	(16,714,384)
- other assets	(358,444)	(2,090,020)
3. Cash generated by/used in financial liabilities	3,749,711	26,125,917
- financial liabilities measured at amortised cost	5,378,652	26,440,757
- financial liabilities held for trading	(70,524)	117,756
- financial liabilities designated at fair value	(2,132)	69
- other liabilities	(1,556,285)	(432,665)
Cash generated by/used in operating activities	10,063,046	10,323,567
B. INVESTMENT ACTIVITIES		
1. Cash generated by	566,839	630,576
- sale of equity investments	26,903	11,755
- dividends from equity investments	453,210	616,333
- sale of property plant and equipment	86,144	404
- sale of intangibles	582	2,084
- sales of subsidiaries and business units		
2. Cash used in	(2,161,617)	(1,628,131)
- purchase of equity investments	(417,426)	(68,938)
- purchase of property, plant and equipment	(1,199,252)	(970,125)
- purchase of intangible assets	(544,939)	(570,806)
- purchases of subsidiaries and business units		(18,262)
Cash generated by/used in investing activities	(1,594,778)	(997,555)
C. FINANCING ACTIVITIES		
- issue/purchase of treasury shares	(10,025)	(111,767)
- issue/purchase of equity instruments		
- dividend distribution and other allocations	(3,177,540)	(3,036,592)
- sale/purchase of third-party control		(3,742)
Cash generated by/used in financing activities	(3,187,565)	(3,152,101)
CASH GENERATED/USED DURING THE PERIOD	5,280,703	6,173,911
Key:		
(+): generated		
(-): used		
RECONCILIATION		
Items (*)	1st half of 2021	1st half of 2020
Cash and cash equivalents at beginning of the period	195,350,385	156,458,830
Total cash generated/used during the period	5,280,703	6,173,911
Cash and cash equivalents: foreign exchange effect	7,682	
Cash and cash equivalents at end of the period	200,638,770	162,632,741

* The cash and cash equivalents reported in the cash flow statement comprise the balance of item 10 "Cash and cash equivalents" (Euro000 2,462 vs Euro000 6,759 as of 30/06/2020), the balance on the current account held with the Central Treasury (Euro000 194,578,867 vs Euro000 156,123,379 as of 30/06/2020) and the positive balance of the bank current accounts reported under item 40 "Financial assets measured at amortised cost" (Euro000 6,162,994 vs Euro000 6,512,417 as of 30/06/2020), net of current accounts with a negative balance reported under item 10 "Financial liabilities measured at amortised cost" under liabilities (Euro000 105,553 vs Euro000 9,814 as of 30/06/2020).

Figures related to 1st half 2020 have been restated

CDP Group Statements of reconciliation of accounting and operating figures

Consolidated balance sheet - Assets - Reconciliation

(millions of euro)

ASSETS - Balance sheet items	30/06/2021	Cash and cash equivalents and other treasury investments	Loans	Debt securities and units in collective investment undertakings	Equity investments	Financial assets held for trading and hedging derivatives	Property, plant and equipment and intangible assets	Reinsurers' share of technical reserves	Other assets
10. Cash and cash equivalents	3	3							
20. Financial assets measured at fair value through profit or loss	3,247								
a) Financial assets held for trading	63					63			
b) Financial assets designated at fair value	479		479						
c) Other financial assets mandatorily measured at fair value	2,705		180	2,525					
30. Financial assets measured at fair value through other comprehensive income	14,220			14,220					
40. Financial assets measured at amortised cost	370,256								
a) Loans to banks	43,949	28,447	12,669	2,833					
b) Loans to customers	326,307	163,769	102,100	60,438					
50. Hedging derivatives	434					434			
60. Fair value change of financial assets in hedged portfolios (+/-)	1,558								1,558
70. Equity investments	16,548				16,548				
80. Reinsurers' share of technical reserves	-								
90. Property, plant and equipment	40,450						40,450		
100. Intangible assets	12,202						12,202		
110. Tax assets	1,720								1,720
120. Non-current assets and disposal groups held for sale	41,816	31,427	2,000	3,546	22	9	2,567	2,608	(363)
130. Other assets	12,373								12,373
Total assets	514,827	223,646	117,428	83,562	16,570	506	55,219	2,608	15,288

(millions of euro)

LIABILITIES AND EQUITY - Balance sheet items	30/06/2021	Funding				Liabilities held for trading and hedging derivatives	Technical reserves	Other liabilities	Provisions for contingencies, taxes and staff severance pay	Total equity	
		Postal funding	Funding from banks	Funding from customers	Bond funding						
10. Financial liabilities measured at amortised cost	418,652										
a) Due to banks	62,557	62,557	1,443	61,114							
b) Due to customers	312,922	312,922	277,893	20,046	14,983						
c) Securities issued	43,173	43,173				43,173					
20. Financial liabilities held for trading	154						154				
30. Financial liabilities designated at fair value	31	31			31						
40. Hedging derivatives	3,292					3,292					
50. Fair value change of financial liabilities in hedged portfolios (+/-)	5								5		
60. Tax liabilities	2,868									2,868	
70. Liabilities associated with non-current assets and disposal groups held for sale	41,831	5,232		4,414	296	522	158	3,408	32,326	707	
80. Other liabilities	12,965							12,965			
90. Staff severance pay	204									204	
100. Provisions for risks and charges	2,531									2,531	
110. Technical reserves	-										
120. Valuation reserves	710									710	
150. Reserves	11,597									11,597	
160. Share premium reserve	2,379									2,379	
170. Share capital	4,051									4,051	
180. Treasury shares (-)	(322)									(322)	
190. Non-controlling interests (+/-)	13,613									13,613	
200. Net income (loss) for the period (+/-)	266									266	
Total liabilities and equity	514,827	423,915	279,336	85,574	15,310	43,695	3,604	3,408	45,296	6,310	32,294

Consolidated income statement - Reconciliation

(millions of euro)	Net interest income	Gain (losses) on investments	Net commission (expense)	Other net (costs)	Gross income	Profit (loss) on banking operations	Net recoveries (impairment)	Administrative expenses	Other net operating (costs)	Operating income	Net provision on PPE and intangible assets	Other	Income taxes	Net income (loss) for the period
10. Interest income and similar income	3,947				3,947	3,947				3,947				3,947
20. Interest expense and similar expense	(2,535)				(2,535)	(2,535)				(2,535)				(2,535)
40. Commission income	102		102		102	102				102				102
50. Commission expense	(739)		(50)		(739)	(739)				(739)				(739)
70. Dividends and similar revenues	38	38			38	38				38				38
80. Profits (losses) on trading activities	39			39	39	39				39				39
90. Fair value adjustments in hedge accounting	(13)			(13)	(13)	(13)				(13)				(13)
100. Gains (losses) on disposal or repurchase	440			440	440	440				440				440
110. Profits (losses) on financial assets and liabilities designated at fair value through profit or loss	(20)			(20)	(20)	(20)				(20)				(20)
130. Net adjustments/recoveries for credit risk	(15)						(15)			(15)				(15)
140. Gain/losses from changes in contracts without derecognition														
160. Net premium income														
170. Net other income (expenses) from insurance operations														
190. Administrative expenses	(5,374)				(5,374)	(5,374)	4			(5,374)	(5)			(5,374)
200. Net accruals to the provisions for risks and charges	(1)				(1)	(1)				(1)				(1)
210. Net adjustments to/recoveries on property, plant and equipment	(889)				(889)	(889)				(889)				(889)
220. Net adjustments to/recoveries on intangible assets	(462)				(462)	(462)				(462)				(462)
230. Other operating income (costs)	8,150				8,150	8,150			8,150	8,150				8,150
250. Gains (losses) on equity investments	381	381			381	381				381				381
270. Goodwill impairment														
280. Gains (losses) on disposal of investments	2				2	2				2				2
300. Income tax for the period on continuing operations	(531)				(531)	(531)				(531)			(531)	(531)
320. Income (loss) after tax on discontinued operations	(1,164)	44	3	(24)	23	136	(14)	(61)	5	89	2	(1,239)	(14)	(1,164)
330. Net income (loss) for the period	1,356	767	55	422	1,663	1,799	(25)	(5,435)	8,155	4,484	(3)	(1,237)	(546)	1,356
340. Net income (loss) for the period pertaining to non-controlling interests	1,090				1,090	1,090				1,090				1,090
350. Net income (loss) for the period pertaining to shareholders of the Parent Company	266				266	266				266				266

Reclassified income statements figures by operating segments

Reclassified income statement by business segment 2021

(millions of euro)	Support for the economy	Subject to management and coordination	Total (*)	Not subject to management and coordination		Total 1st half of 2021
				International expansion (**)	Other segments	
Net interest income	861	3	864	55	(152)	767
Dividends	547	348	35		3	38
Gains (losses) on equity investments		(3)	(3)		384	381
Net commission income (expense)	41	3	44	15	(4)	55
Other net revenues (costs)	459	(52)	407	(23)	38	422
Gross income	1,908	299	1,347	47	269	1,663
Profit (loss) on insurance business				136		136
Profit (loss) on banking and insurance operations	1,908	299	1,347	183	269	1,799
Net recoveries (impairment)	3		3	(14)	(14)	(25)
Administrative expenses	(111)	(43)	(154)	(74)	(5,207)	(5,435)
Other net operating income (costs)	7	9	16	4	8,135	8,155
Operating income	1,807	265	1,212	99	3,183	4,494
Net Provisions for risks and charges	(1)	43	42	2	(47)	(3)
Net adjustment to property, plant and equipment and intangible assets	(12)	(11)	(23)	(3)	(1,327)	(1,353)
Other				(1,241)	4	(1,237)
Income (loss) for the period before tax	1,794	297	1,231	(1,143)	1,813	1,901
Income taxes						(545)
Net income (loss) for the period						1,356

(*) Total of the segments "Support for the economy" and "Subject to management and coordination", net of elimination of dividends

(**) For management purposes, the contribution of Sace, Sace Fct, Sace Bt, Sace Srv and FSE has not been reclassified to profit (loss) from discontinued operations in accordance with IFRS 5, unlike in the consolidated financial statements of the CDP Group.

Reclassified income statement by business segment 2020

(millions of euro)	Support for the economy	Subject to management and coordination	Total (*)	Not subject to management and coordination		Total 1st half of 2020 (***)
				International expansion (**)	Other segments	
Net interest income	1,075		1,075	76	(162)	989
Dividends	727	310	16		3	19
Gains (losses) on equity investments		(1)	(1)	1	(2,024)	(2,024)
Net commission income (expense)	38	3	41	25	(17)	49
Other net revenues (costs)	57	(22)	35	(5)	(100)	(70)
Gross income	1,897	290	1,166	97	(2,300)	(1,037)
Profit (loss) on insurance business				(90)		(90)
Profit (loss) on banking and insurance operations	1,897	290	1,166	7	(2,300)	(1,127)
Net recoveries (impairment)	(197)		(197)	(33)	(5)	(235)
Administrative expenses	(97)	(37)	(134)	(69)	(3,992)	(4,195)
Other net operating income (costs)	3	10	13	3	6,649	6,665
Operating income	1,606	263	848	(92)	352	1,108
Net provisions for risks and charges	28	44	72	6	(35)	43
Net adjustment to property, plant and equipment and intangible assets	(10)	(32)	(42)	(5)	(1,241)	(1,288)
Other		5	5		13	18
Income (loss) for the period before tax	1,624	280	883	(91)	(911)	(119)
Income taxes						(561)
Net income (loss) for the period						(680)

(*) Total of the segments "Support for the economy" and "Subject to management and coordination", net of elimination of dividends

(**) The figures at 30 June 2020 have been restated, on a consistent basis with those at 30 June 2021, to include the contribution of the Sace group (internationalisation) together with that of companies not subject to management and coordination. For management purposes, the contribution of Sace, Sace Fct, Sace Bt, Sace Srv and FSE has not been reclassified to profit (loss) from discontinued operations in accordance with IFRS 5, unlike in the consolidated financial statements of the CDP Group.

(***) 2020 figures restated due to the conclusion of the purchase price allocation process carried out on the Ansaldo Energia, SIA, WeBuild and Brugg Cables groups and the restatement of Italgas.

Main consolidated balance sheet figures reclassified by operating segments: 30 June 2021

(millions of euro)	Support for the economy	Subject to management and coordination	Total	Not subject to management and coordination		Total 30/06/2021
				International expansion	Other segments	
Loans and cash and cash equivalents	299,988	1,397	301,385	33,791	5,898	341,074
Equity investments		27	27	21	16,522	16,570
Debt securities, equity securities and units in collective investment undertakings	78,211	896	79,107	3,551	904	83,562
Property, plant and equipment/technical investments	345	1,584	1,929	90	38,665	40,684
Other assets (including Inventories)	134	94	228	228	12,556	13,012
Funding	379,488	1,541	381,029	4,329	38,557	423,915
- of which bonds	20,477	413	20,890	522	22,283	43,695

For management purposes, the contribution of Sace, Sace Fct, Sace Bt, Sace Srv and FSE and the SIA group has not been reclassified in accordance with IFRS 5, unlike in the consolidated financial statements of the CDP Group.

Main consolidated balance sheet figures reclassified by operating segments: 31 December 2020

(millions of euro)	Support for the economy	Subject to management and coordination	Total	Not subject to management and coordination		Total 31/12/2020
				International expansion	Other segments	
Loans and cash and cash equivalents	288,686	1,500	290,186	34,142	9,036	333,364
Equity investments	-	30	30	22	15,782	15,834
Debt securities, equity securities and units in collective investment undertakings	83,649	158	83,807	3,914	1,025	88,746
Property, plant and equipment/technical investments	349	1,617	1,966	91	38,259	40,316
Other assets (including Inventories)	265	82	347	292	11,084	11,723
Funding	373,806	1,600	375,406	2,558	39,140	417,104
- of which bonds	21,196	417	21,613	532	21,238	43,383