
Part F – Information on capital

SECTION 1 – CONSOLIDATED SHAREHOLDERS' EQUITY

Qualitative information

The control of capital adequacy at group level and at the level of individual entities in the group is ensured by capital management activity which defines the size and optimum combination of the different capital instruments, consistently with the risk exposure taken on and with supervisory requirements.

The Intesa Sanpaolo Group assigns a key role to capital management and allocation also in respect of the management of operations. In this regard, the allocation of capital to the Business Units is based on their specific capacity to contribute to the creation of value, taking into account the level of return expected by shareholders.

The concept of capital at risk itself varies in relation to its measurement approach:

- regulatory capital covering Pillar 1 risks;
- overall internal capital covering Pillar 2 risks, for ICAAP purposes¹.

Regulatory capital and overall internal capital differ from each other by definition and as to their coverage of risk categories. The first arises from formats defined in supervisory provisions, the second from the actual measurement of exposure amounts.

Hence, capital management activity comprises the management of current and prospective capital adequacy through careful control of both regulatory requirements (Pillar 1) and operational constraints (Pillar 2).

This activity is dynamic over time and first of all reflects the capital requirements linked to the multi-annual objectives set out in the Business Plan. Subsequently, a review is carried out when defining annual budget targets: based on the expected trends in loans, other assets and income statement aggregates, risks are quantified and their compatibility at group level and at the level of each group entity is verified. Additionally, capital requirement monitoring is conducted during the year and on a quarterly basis, and if necessary appropriate actions are taken to direct and control balance sheet aggregates.

Further analyses for preliminary assessment of capital adequacy are performed when planning extraordinary operations (mergers, acquisitions, disposals, etc.) whether internal to the Group or changing the Group's perimeter.

¹ In accordance with the regulatory provisions, the Group has completed the actions aimed at meeting the requirements laid down by the Second Pillar of Circular 263, by preparing and sending the Simplified ICAAP Report to the Supervisory Authority - on approval by the Supervisory Board – with the figures as at 30 June and 31 December 2008. The Group plans to make further refinements to the measurement systems and contents of the ICAAP report with a view to sending the final document with the figures for 31 December 2008 and the forecast figures for 31 December 2009 to the Supervisory Authority by 30 April 2009.

Quantitative information

A breakdown of the Group's shareholders' equity, including the annual changes in reserves, is provided in detail in Section 15 of Liabilities in the Notes to the consolidated financial statements.

The following table details shareholders' equity captions.

(in millions of euro)

	Amount
Share capital	6,647
Share premium reserve	33,102
Reserves	8,075
<i>Legal reserve</i>	1,329
<i>Extraordinary reserve</i>	1,901
<i>Concentration reserve</i> <i>(as per Art. 7, par. 3 of Law 218 of 30/7/1990)</i>	232
<i>Concentration reserve</i> <i>(as per Art. 7 of Law 218 of 30/7/1990)</i>	302
<i>Consolidation reserve</i>	3,991
<i>Other reserves</i>	320
Valuation reserves	-1,412
<i>Legally-required revaluations</i>	343
<i>Valuation reserve from translation of financial statements in foreign currency</i>	-55
<i>Valuation reserve of financial assets available for sale</i>	-1,287
<i>Valuation reserve of cash flow hedges</i>	-413
Treasury shares	-11
Net income	2,553
Total	48,954

Trading on treasury shares

During the year, Intesa Sanpaolo and Group companies – on the basis of specific Shareholders' Meeting authorisations – carried out the following transactions on treasury shares:

Ordinary shares:

Initial number	no. 407,994,175
Purchased	no. 9,746,183
Share swap with CR Firenze shares	no. 398,904,617
Sold	no. 15,813,720
End-of-year number	no. 3.022.021

Non-convertible saving shares:

Initial number	no. 103,000
Purchased	no. 44,000
Sold	no. 44,000
End-of-year number	no. 103.000

SECTION 2 – REGULATORY CAPITAL AND CAPITAL RATIOS

2.1. Scope of application of regulations

Regulatory capital has been calculated on the basis of new instructions (Circular 263 of December 2006 and 12th update of Circular 155 of February 2008) issued by the Bank of Italy following the new prudential provisions for banks and banking groups introduced by the New Basel Capital Accord (Basel 2). The “New regulations for the prudential supervision of banks” enable banks and banking groups to adopt internal risk measurement systems for calculating capital requirements subject to the prior authorization of the Bank of Italy, provided that the bank or banking group meets specific minimum organizational and quantitative requirements.

Intesa Sanpaolo has been authorised by the Bank of Italy to adopt the Foundation Internal Rating Based method (FIRB) for calculating capital requirements for credit risk, only using internal assessment of probability of default (PD) parameters for the regulatory corporate portfolio.

2.2. Bank regulatory capital

Qualitative information

Regulatory capital is calculated as the sum of positive components, with certain limits, and negative components, on the basis of their capital quality; positive components, in order to be eligible for the calculation of capital absorptions, must be fully available for the Bank.

Regulatory capital is made up of Tier 1 capital and Tier 2 capital, adjusted by the “prudential filters” and net of certain deductions. In particular:

- Tier 1 capital includes paid-in share capital, reserves, innovative and non-innovative capital instruments, retained net income for the period; plus positive “prudential filters” of Tier 1 capital; the total of these elements, net of treasury shares or quotas, intangible assets, losses recorded in previous years and in the current year, “other negative components”, as well as negative Tier 1 “prudential filters”, make up “Tier 1 capital before elements to be deducted”. Negative Tier 1 “prudential filters” include 50% of the net tax benefit recorded in the income statement as at 31 December 2008, arising from the tax relief on goodwill pursuant to Law Decree 185/2008 converted into Law 2/2009. Tier 1 capital is made up of the difference between “Tier 1 capital before elements to be deducted” and 50 per cent of “elements to be deducted”;
- Tier 2 capital includes valuation reserves, innovative and non-innovative equity instruments not included in Tier 1 capital, hybrid instruments, Tier 2 subordinated liabilities, unrealised capital gains on equity investments, excess value adjustments with respect to expected losses, and the other positive elements that constitute secondary-quality asset elements; plus positive “prudential filters” of Tier 2 capital. The total of these elements, less net unrealised capital losses on equity investments, negative elements related to loans, other negative elements, and negative Tier 2 “prudential filters”, makes up “Tier 2 capital before elements to be deducted”. Tier 2 capital is made up of the difference between “Tier 2 capital before elements to be deducted” and 50 per cent of “elements to be deducted”.

Each caption of Tier 1 and Tier 2 capital includes minority interests pertaining to the Banking group and to third parties.

The most significant prudential filters for the Intesa Sanpaolo Group are calculated applying the following provisions:

- for financial assets available for sale, relatively to equities, quotas of UCITS and debt securities, unrealised profits and losses are offset: the balance, if negative, reduces Tier 1 capital; if positive it contributes for 50% to Tier 2 capital. Furthermore, any unrealised profits and losses on loans classified among assets available for sale are excluded;
- for hedges, unrealised profits and losses on cash flow hedges, recorded in a specific reserve, are sterilised.

Deductions are made, in the manner described above, 50% from “Tier 1 capital before elements to be deducted” and 50% from “Tier 2 capital before elements to be deducted” on the following elements: equity investments; expected losses in excess of impairment provisions made on the regulatory corporate portfolio; expected losses on capital instruments, and – if eligible for inclusion in the issuer’s regulatory capital – on innovative and non-innovative capital instruments, hybrid capital instruments and subordinated instruments in banks, financial companies and insurance companies.

Concerning equity investments and subordinated instruments held in insurance companies, until 31 December 2012 they are deducted from Total capital, instead of 50 per cent each from Tier 1 and Tier 2, if acquired before 20 July 2006.

The main contractual characteristics of innovative instruments which, together with share capital and reserves, are included in the calculation of Tier 1 and Tier 2 capital, are summarised in the following tables.

Tier 1 capital

Issuer	Interest rate	S t e p - u p	Issue date	Expiry date	Early reimbursement as of	C u r r e n c y	Original amount in currency	Contribution to capital for supervisory purposes (in millions of euro)
SANPAOLO IMI Capital Company I	8.126%; from 10/11/2010 1-year Euribor + 3.5% p.a.	YES	10-Nov-2000	perpetual	10-Nov-2010	Euro	1,000,000,000	1,000
Intesa Preferred LLC III	6.988% fixed rate; from 12/07/2011 3-month Euribor +2.60%	YES	12-Jul-2001	perpetual	12-Jul-2011	Euro	500,000,000	498
Intesa Sanpaolo	8.047% up to 20/06/2018 (excluded); thereafter at 3-month Euribor + 4.10%	YES	20-Jun-2008	perpetual	20-Jun-2018	Euro	1,250,000,000	1,250
Intesa Sanpaolo	8.698% up to 24/9/2018 (excluded); thereafter at 3-month Euribor + 5.05%	YES	24-Sep-2008	perpetual	24-Sep-2018	Euro	250,000,000	250
Total preference shares and innovative equity instruments (Tier I)								2,998

Tier 2 capital

Issuer	Interest rate	St e p - u p	Issue date	Expiry date	Early reimbursement as of	C u r r e n c y	Original amount in currency	Contribution to capital for supervisory purposes (in millions of euro)
Intesa Sanpaolo	6.625% fixed rate	NO	8-May-2008	8-May-2018	NO	Euro	1,250,000,000	1,242
Intesa Sanpaolo	6.16% fixed rate	NO	27-Jun-2008	27-Jun-2018	NO	Euro	120,000,000	119
Banca CR Firenze	6-month Euribor + 1.40%	NO	19-Jun-2002	21-Jun-2012	NO	Euro	200,000,000	198
Banca CR Firenze	6-month Euribor + 0.95%	NO	5-Dec-2003	5-Dec-2013	NO	Euro	200,000,000	150
Centro Leasing Banca S.p.A.	3-month Euribor + 0.85%	NO	17-Jul-2007	17-Jul-2017	NO	Euro	30,000,000	25
Total hybrid instruments (Upper Tier II)								1,734
Banca di Trento e di Bolzano	1st year: 4%; 2nd year: 4.10%; thereafter 71% 10-year swap rate with minimum 3%	NO	4-Apr-2003	4-Apr-2010	NO	Euro	9,000,000	4
Banca di Trento e di Bolzano	1st year: 3.00%; 2nd year: 3.30%; 3rd year: 3.70%; 4th year: 4.10%; 5th year: 4.50%; 6th year: 5.10%; 7th year: 5.70%	NO	4-Apr-2003	4-Apr-2010	NO	Euro	16,000,000	6
Cassa di Risparmio di Orvieto S.p.A.	6-month Euribor - 0.10%	NO	14-Jan-2005	14-Jan-2012	NO	Euro	17,000,000	14
Centro Leasing Banca S.p.A.	up to 27/9/2011 (excluded): 3-month Euribor + 0.65% p.a.; thereafter 3-month Euribor + 1.25% p.a.	YES	27-Sep-2006	27-Sep-2016	27-Sep-2011	Euro	90,000,000	68
Cassa di Risparmio della Spezia S.p.A.	for the first 5 years: 3-month Euribor + 0.10%; for the following 5 years: 3 month Euribor + 0.30%	YES	14-Dec-2007	14-Dec-2017	14-Dec-2012	Euro	30,000,000	30
Banca CR Firenze	6-month Euribor	NO	24-Jun-2002	22-Jul-2009	NO	Euro	50,000,000	10
Banca CR Firenze	6-month Euribor	NO	7-Jan-2003	3-Feb-2010	NO	Euro	30,000,000	12
Banca CR Firenze	3-month Euribor	NO	19-Jan-2004	18-Feb-2011	NO	Euro	23,000,000	14
Banca CR Firenze	6-month Euribor	NO	21-Jun-2004	28-Jul-2011	NO	Euro	40,000,000	24
Banca CR Firenze	3-month Euribor + 0.45%; as of 30/5/2010 3-month Euribor + 0.70%	YES	30-May-2005	30-May-2015	30-May-2010	Euro	16,200,000	16
Banca CR Firenze	6-month Euribor + 0.15%	NO	10-Apr-2006	22-May-2013	NO	Euro	85,000,000	12
Banca CR Firenze	6-month Euribor + 0.40%; as of 15/12/2009 3-month Euribor + 0.60%	YES	15-Dec-2004	15-Dec-2014	15-Dec-2009	Euro	150,000,000	145
Intesa Sanpaolo	8% for 1st coupon, 6.375% for 2nd and 3rd coupons, 13.8% thereafter less 2 times the 12-month Libor (max 5.3%-min 4.5%)	NO	16-Jun-1998	17-Jun-2013	NO	Lit	500,000,000,000	177
Intesa Sanpaolo	8% for 1st coupon, 6.375% for 2nd and 3rd coupons, 13.8% thereafter less 2 times the 12-month Libor (max 5.3%-min 4.5%)	NO	30-Jun-1998	1-Jul-2013	NO	Lit	200,000,000,000	73
Intesa Sanpaolo	8% 1st coupon, 5% 2nd coupon, 4% 3rd coupon, thereafter 70% of 10-year swap rate	NO	9-Mar-1999	9-Mar-2014	NO	Lit	480,000,000,000	208
Intesa Sanpaolo	8% 1st coupon, 5.5% 2nd coupon, 4% 3rd coupon, thereafter 65% of 10-year swap rate with minimum 4%	NO	15-Jul-1999	15-Jul-2014	NO	Euro	250,000,000	218
Intesa Sanpaolo	5.30% fixed rate	NO	22-Oct-1999	1-Jan-2010	NO	Euro	150,000,000	60
Intesa Sanpaolo	5.10% fixed rate	NO	17-Nov-1999	17-Nov-2009	17-Nov-2005	Euro	350,000,000	70
Intesa Sanpaolo	5.20% fixed rate	NO	7-Dec-1999	1-Jan-2010	NO	Euro	90,000,000	36
Intesa Sanpaolo	5.30% fixed rate	NO	21-Jan-2000	1-Jan-2010	NO	Euro	100,000,000	40
Intesa Sanpaolo	5.50% fixed rate	NO	16-Feb-2000	1-Jan-2010	NO	Euro	41,000,000	16
Intesa Sanpaolo	6.11% fixed rate; as of 23/2/2005 97% of 30-year euro swap mid rate	NO	23-Feb-2000	23-Feb-2015	NO	Euro	65,000,000	65
Intesa Sanpaolo	92% of 30-year Euro Swap mid rate: never less than that of previous coupon	NO	12-Mar-2001	23-Feb-2015	NO	Euro	50,000,000	50
Intesa Sanpaolo	5.35% fixed rate	NO	9-Apr-2001	9-Apr-2011	NO	Euro	125,478,000	75

Issuer	Interest rate	S t e p - u p	Issue date	Expiry date	Early reimbursement as of	C u r r e n c y	Original amount in currency	Contribution to capital for supervisory purposes (in millions of euro)
Intesa Sanpaolo	5.20% fixed rate	NO	15-Jan-2002	15-Jan-2012	NO	Euro	265,771,000	213
Intesa Sanpaolo	5.50% fixed rate	NO	12-Apr-2002	12-Apr-2012	NO	Euro	126,413,000	100
Intesa Sanpaolo	5.85% fixed rate; as of 08/05/2009 3-month Euribor +1.25%	YES	8-May-2002	8-May-2014	8-May-2009	Euro	500,000,000	498
Intesa Sanpaolo	3-month Euribor + 0.25%	YES	8-Feb-2006	8-Feb-2016	8-Feb-2011	Euro	1,500,000,000	1,458
Intesa Sanpaolo	5.50% fixed rate; as of 19/12/2011 3-month GBP Libor + 0.99%	YES	19-Jul-2006	19-Dec-2016	19-Dec-2011	Lgs	1,000,000,000	1,046
Intesa Sanpaolo	6.375% fixed rate; as of 12/11/2012 3-month GBP Libor	YES	12-Oct-2007	12-Oct-2017	12-Oct-2012	Lgs	250,000,000	262
Intesa Sanpaolo	5.75% fixed rate	NO	15-Sep-1999	15-Sep-2009	NO	Euro	150,000,000	30
Intesa Sanpaolo	6.375% fixed rate	NO	6-Apr-2000	6-Apr-2010	NO	Euro	500,000,000	200
Intesa Sanpaolo	3.72% fixed rate, as of 3/8/2009 6-month Euribor +0.60% p.a.	YES	3-Aug-2004	3-Aug-2014	3-Aug-2009	Euro	133,793,000	126
Intesa Sanpaolo	2.90% fixed rate, as of 1/8/2010 6-month Euribor + 0.74% p.a.	YES	1-Aug-2005	1-Aug-2015	1-Aug-2010	Euro	20,000,000	19
Intesa Sanpaolo	5.375% fixed rate	NO	13-Dec-2002	13-Dec-2012	NO	Euro	30,000,000	239
Intesa Sanpaolo	up to 20/02/2013 (excluded): 3-month Euribor + 0.25% p.a.; thereafter 3-month Euribor +0.85% p.a.	YES	20-Feb-2006	20-Feb-2018	20-Feb-2013	Euro	750,000,000	749
Intesa Sanpaolo	up to 9/6/2010 (excluded): 3.75% p.a. thereafter: 3-month Euribor + 1.05% p.a.	YES	9-Jun-2003	9-Jun-2015	9-Jun-2010	Euro	350,000,000	348
Intesa Sanpaolo	up to 18/03/2019 (excluded): 5.625% p.a.; thereafter: 3-month Sterling LIBOR + 1.125% p.a.	YES	18-Mar-2004	18-Mar-2024	18-Mar-2019	Lgs	165,000,000	173
Intesa Sanpaolo	up to 28/06/2011 (excluded): 3-month Euribor + 0.30% p.a.; thereafter 3-month Euribor + 0.90% p.a.	YES	28-Jun-2004	28-Jun-2016	28-Jun-2011	Euro	700,000,000	698
Intesa Sanpaolo	up to 02/03/2015 (excluded): 3.75% p.a.; thereafter: 3-month Euribor +0.89% p.a.	YES	2-Mar-2005	2-Mar-2020	2-Mar-2015	Euro	500,000,000	496
Intesa Sanpaolo	up to 19/04/2011 (excluded): 3-month Euribor +0.20% p.a.; thereafter: 3-month Euribor +0.80% p.a.	YES	19-Apr-2006	19-Apr-2016	19-Apr-2011	Euro	500,000,000	485
Intesa Sanpaolo	up to 26/6/2013 (excluded): 4.375% p.a.; thereafter: 3-month Euribor +1.00% p.a.	YES	26-Jun-2006	26-Jun-2018	26-Jun-2013	Euro	500,000,000	500
Banca Fideuram	6-month Euribor + 0.50% p.a.	NO	1-Oct-1999	1-Oct-2009	NO	Euro	200,000,000	40
Intesa Sanpaolo	5.87% fixed rate	NO	26-Nov-2008	26-Nov-2015	NO	Euro	415,000,000	415
Intesa Sanpaolo	6.25% fixed rate	NO	12-Nov-2008	12-Nov-2015	NO	Euro	545,000,000	544
Intesa Sanpaolo	6.16% fixed rate	NO	29-Oct-2008	29-Oct-2015	NO	Euro	382,000,000	382
Intesa Sanpaolo	4.80% fixed rate	NO	28-Mar-2008	28-Mar-2015	NO	Euro	800,000,000	799
Intesa Sanpaolo	4.00% fixed rate	NO	30-Sep-2008	30-Sep-2015	NO	Euro	1,097,000,000	1,026

Issuer	Interest rate	S t e p - u p	Issue date	Expiry date	Early reimbursement as of	C u r r e n c y	Original amount in currency	Contribution to capital for supervisory purposes (in millions of euro)
Intesa Sanpaolo	5.75% fixed rate; as of 28/05/2013 3-month Euribor +1.98%	YES	28-May-2008	28-May-2018	28-May-2013	Euro	1,000,000,000	994
Findomestic Banca S.p.A.	up to 27/01/2011 (included): 3-month Euribor + 0.28% p.a.; thereafter 3-month Euribor +0.60% p.a.	YES	27-Jan-2006	27-Jan-2016	27-Jan-2011	Euro	150,000,000	69
Cassa dei Risparmi di Forlì e della Romagna	up to 10/6/2005 (included): 3-month Euribor + 0.40% p.a.; thereafter 3-month Euribor +1.00% p.a.	YES	10-Jun-2005	10-Jun-2015	10-Jun-2010	Euro	70,000,000	53
Pravex Bank	7.025% (Libor + 5%)	NO	other issues placed as of 12/09/2000	other issues with final expiry at 31/07/2016	NO	Usd	11,100,000	10
Total eligible subordinated liabilities (Lower Tier II)								13,415

Tier 3 capital

Issuer	Interest rate	S t e p - u p	Issue date	Expiry date	Early reimbursement as of	C u r r e n c y	Original amount in currency	Contribution to capital for supervisory purposes (in millions of euro)
Banca CR Firenze	3-month Euribor + 0.25%	NO	21-Dec-2006	21-Dec-2009	NO	Eur	60,000,000	30
Total Tier III subordinated liabilities								30
Total								18,177

Subordinated debts have been issued which are eligible to be considered in Tier 3 Capital, net of intragroup operations to “cover” market risks.

Quantitative information

	(in millions of euro)	
	31.12.2008	31.12.2007
A. Tier 1 capital before the application of prudential filters	29,352	25,252
B. Tier 1 capital prudential filters	-1,639	-189
<i>B.1 Positive IAS/IFRS prudential filters (+)</i>	-	-
<i>B.2 Negative IAS/IFRS prudential filters (-)</i>	-1,639	-189
C. Tier 1 before items to be deducted (A+B)	27,713	25,063
D. Items to be deducted from Tier 1	639	775
E. Total Tier 1 capital (C-D)	27,074	24,288
F. Tier 2 capital before the application of prudential filters	15,387	12,287
G. Tier 2 capital prudential filters	-	-208
<i>G.1 Positive IAS/IFRS prudential filters (+)</i>	-	-
<i>G.2 Negative IAS/IFRS prudential filters (-)</i>	-	-208
H. Tier 2 before items to be deducted (F+G)	15,387	12,079
I. Items to be deducted from Tier 2	639	775
L. Total Tier 2 capital (H-I)	14,748	11,304
M. Items to be deducted from total Tier 1 and Tier 2 capital	2,774	2,629
N. Regulatory capital (E+L-M)	39,048	32,963
O. Tier 3 capital	30	550
P. Regulatory capital including Tier 3 (N+O)	39,078	33,513

2.3. Capital adequacy

Qualitative information

The year 2008 saw the full entry into force of the “New regulations for the prudential supervision of banks” (Circular 263 of 27 December 2006 issued by the Bank of Italy), implementing the provisions on the International Convergence of Capital Measurement and Capital Standards (Basel II). In particular, under these provisions, banking groups must hold total capital equivalent to at least 8% of their total risk-weighted assets (total capital ratio) in relation to the typical risks associated with banking and financial activities (credit and counterparty risks, market risks and operational risks), weighted on the basis of regulatory segmentation of borrowing counterparties and taking into account credit risk mitigation techniques.

Banks must comply with capital requirements on market risks calculated on the whole trading portfolio separately for the various types of risk: position risk on debt securities and equities, settlement risk and concentration risk. Moreover, with reference to the entire financial statements, foreign exchange risk and position risk on commodities must be calculated. The use of internal models for calculating capital requirements for market risks is permitted; in particular, Intesa Sanpaolo and Banca IMI apply an internal model for calculating general position risk (price fluctuation risk) and specific risk (issuer risk) in respect of equity securities, and general position risk in respect of debt securities; for Intesa Sanpaolo the calculation of the risk specific to certain types of credit derivatives in the trading portfolio is also included in the internal model, while standard assessment methods are used for the other risks. Counterparty risk is calculated independently of the allocated portfolio.

The group-level capital requirement is calculated as the sum of the individual requirements of the single companies that make up the Banking group, net of exposures arising from intragroup relations included in the calculation of credit, counterparty and settlement risk.

In addition to the Total capital ratio referred to above, other more rigorous ratios are also used to assess capital adequacy: the Tier 1 capital ratio, represented by the ratio between Tier 1 capital and risk-weighted assets, and the Core Tier 1 capital ratio, represented by the ratio between Tier 1 capital (net of preference shares) and risk-weighted assets.

Having obtained the authorisation from the Supervisory Authority, the Intesa Sanpaolo Group with effect from 31 December 2008 has adopted the Foundation Internal Rating Based (FIRB) approach to calculate its credit risk capital requirements with reference to the regulatory portfolio Exposures to corporates. The

initial scope of application of the FIRB approach includes the Parent Company, the network banks (with the exception of Carifirenze and Casse del Centro) and the main specialised lending companies. If the standardised approach had been used, capital ratios would have been 6.9 % (Tier 1 capital ratio) and 10.0 % (Total capital ratio).

Quantitative information

	Unweighted amounts	Weighted amounts/ requirements
(in millions of euro)		
A. RISK ASSETS		
A.1 Credit and counterparty risk	582,919	335,556
1. Standard methodology	387,507	194,458
2. Methodology based on internal ratings	187,208	138,199
2.1 Base	187,208	138,199
2.2 Advanced	-	-
3. Securitisations	8,204	2,899
B. CAPITAL REQUIREMENTS		
B.1 Credit and counterparty risks		26,844
B.2 Market risk		1,444
1. Standard methodology		1,243
2. Internal models		198
3. Concentration risk		3
B.3 Operational risk		2,327
1. Base methodology		70
2. Standard methodology		2,257
3. Advanced methodology		-
B.4 Other capital requirements		31
B.5 Total capital requirements		30,646
C. RISK-WEIGHTED ASSETS AND CAPITAL RATIOS		
C.1 Risk-weighted assets		383,072
C.2 Tier 1 capital / Risk-weighted assets (Tier 1 capital ratio)		7.1%
C.3 Total capital / Risk-weighted assets (Total capital ratio)		10.2%

At 31 December 2007 the ratios calculated in accordance with the previous method (Basel I) were respectively: Tier 1 capital ratio, 6.5%; Total capital ratio, 9.0%.