

Consolidated quarterly report
as at 31 March 2008

 Gruppo Banco Desio

INTRODUCTION

The consolidated quarterly report of the Banco Desio Group as at 31 March 2008 is drawn up pursuant to article 82 of the Regulations on Issuers currently in force, in accordance with the international accounting principles and with the provisions issued on the subject by Bank of Italy through the Circular no. 262 dated 22 December 2005.

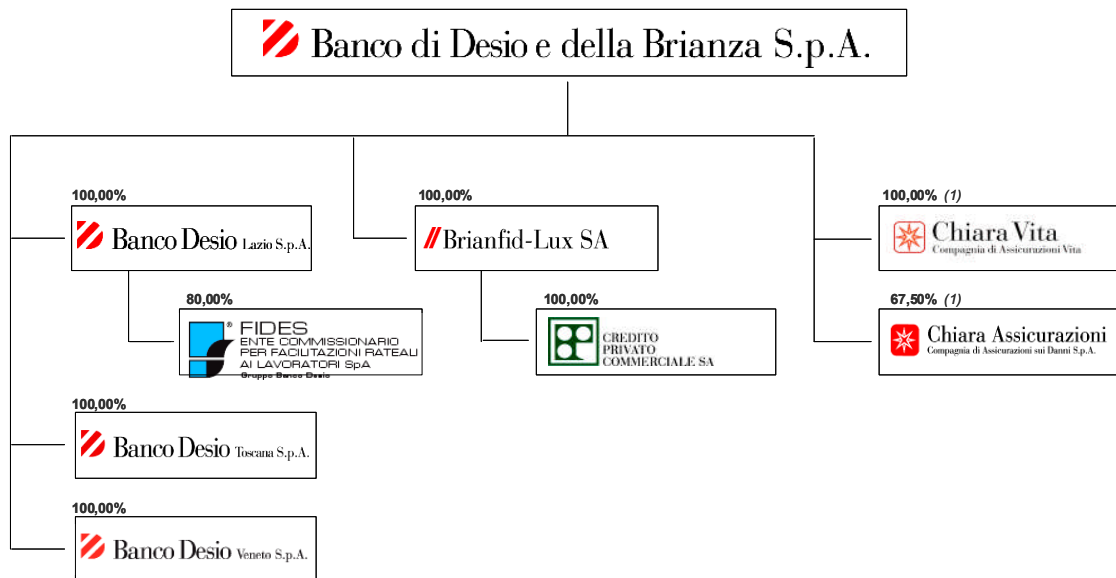
Following the sale by the Parent Company Banco di Desio e della Brianza S.p.A. of a 29.72% interest in the share capital of Anima SGRp.A., occurred in July 2007, which is now an associate company pursuant to art. 2359 of the Italian Civil Code in light of the 21.19% equity investment held by the Parent Company, this quarterly consolidated report shows significant changes compared with that of the previous reference period, particularly as regards to the income statement items "fee and commission income", "fee and commission expense", "administrative expenses", "profits (losses) on equity investments" and "profit (loss) for the period attributable to minority interests".

In order to make the comparison between the individual items for the two periods more uniform, and in light of the provisions issued by Consob in its communication no. DEM/8041082 dated 30 April 2008 on the issue of quarterly corporate reporting, a "pro-forma" accounting report has been prepared as at 31 March 2007, calculated through the reclassification of accounting data without making any adjustments to the result for the year.

It should further be noted that the accounts used in the preparation of this report were drawn up using also estimate procedures, different from those adopted in the preparation of the annual accounts; more specifically, within the context of administrative expenses, some forward looking data from the respective budgets were also used.

1 - THE BANCO DESIO GROUP

The corporate structure of the Banco Desio Group, which this report refers to, is the following:



1) Company excluded from the perimeter of the Banking Group

2 - FINANCIAL HIGHLIGHTS AND RATIOS

BALANCE SHEET DATA

<i>(in thousands of Euro)</i>	31.03.2008	31.03.2007	Change	
		pro-forma	Amount	%
Total assets	8,317,546	7,466,696	850,850	11.4%
Financial assets	2,364,725	2,385,872	-21,147	-0.9%
Amounts due from banks	440,973	437,902	3,071	0.7%
Loans and advances to customers	5,097,968	4,212,406	885,562	21.0%
Tangible assets	144,599	131,176	13,423	10.2%
Intangible assets	49,108	41,169	7,939	19.3%
Equity investments	12,790	20,977	-8,187	-39.0%
Amounts due to banks	158,930	90,234	68,696	76.1%
Amounts due to customers	3,854,196	3,552,797	301,399	8.5%
Securities issued	1,440,644	1,411,332	29,312	2.1%
Financial liabilities at fair value through profit or loss	1,444,911	1,153,904	291,007	25.2%
Shareholders' equity ⁽¹⁾	675,442	528,374	147,068	27.8%
<i>of which: net profit for the period ⁽¹⁾</i>	20,545	18,946	1,599	8.4%
Total indirect deposits	18,281,421	16,801,164	1,480,257	8.8%
Indirect deposits from customers	8,095,387	8,387,642	-292,255	-3.5%
<i>of which: assets under management</i>	3,749,858	4,069,716	-319,858	-7.9%

INCOME STATEMENT DATA

<i>(in thousands of Euro)</i>	31.03.2008	31.03.2007	Change	
		pro-forma	Amount	%
Net interest income	64,996	54,205	10,791	19.9%
Margin on banking and insurance activities ⁽²⁾	93,163	82,958	10,205	12.3%
Net operating profit	29,768	27,942	1,826	6.5%
Net profit/(loss) for the period ⁽¹⁾	20,545	18,946	1,599	8.4%

⁽¹⁾ pertaining to the Parent Company

⁽²⁾ including other operating income/expenses

FINANCIAL RATIOS

	31.03.2008	31.03.2007 pro-forma	Change Amount
Shareholders' equity / Total assets	8.1%	7.1%	1.0%
Shareholders' equity / Loans and advances to customers	13.2%	12.5%	0.7%
Shareholders' equity / Amounts due to customers	17.5%	14.9%	2.7%
Shareholders' equity / Securities issued	46.9%	37.4%	9.4%
Financial assets / Total assets	28.4%	32.0%	-3.5%
Amounts due from banks / Total assets	5.3%	5.9%	-0.6%
Loans and advances to customers / Total assets	61.3%	56.4%	4.9%
Loans and advances to customers / Direct deposits from customers	96.3%	84.9%	11.4%
Amounts due to banks / Total assets	1.9%	1.2%	0.7%
Amounts due to customers / Total assets	46.3%	47.6%	-1.2%
Securities issued / Total assets	17.3%	18.9%	-1.6%
Financial liabilities at fair value through profit or loss / Total assets	17.4%	15.5%	1.9%
Direct deposits from customers / Total assets	63.7%	66.5%	-2.8%
Administrative expenses / Margin on banking and insurance activities	55.9%	56.9%	-1.0%
Net operating profit / Margin on banking and insurance activities	32.0%	33.7%	-1.7%
Net profit for the period / Margin on banking and insurance activities	22.1%	22.8%	-0.8%
Net profit for the period / Shareholders' equity (R.O.E.) - annualized -	12.5%	14.9%	-2.3%

STRUCTURE AND PRODUCTIVITY DATA

	31.03.2008	31.03.2007 pro-forma	Change Amount	%
Number of employees	1,708	1,578	130	8.2%
Number of bank branches	150	136	14	10.3%
<i>(in thousands of Euro)</i>				
Loans and advances to customers by employee	2,985	2,669	315	11.8%
Direct deposits by employee	3,304	3,192	111	3.5%
Margin on banking and insurance activities by employee - annualized -	218	210	8	3.8%

3 - THE BASELINE SCENARIO

The macroeconomic trend during the first quarter of the year is characterised by a further global slow down in the more industrialised economies, and by an increase of recession risks for the United States.

The International monetary Fund lowered to 3.7% the growth estimates of the world economy for 2008, forecasting a growth of 0.5% in the United States, 1.4% in the Euro Zone and, in particular, a growth of 0.3% for Italy. OECD forecasts also outline a general economic slowdown scenario, following the annualised quarterly change registered in the United States (-5.1%) and, in general, those registered in the countries of the Euro Zone, especially Italy and France, with a drop of 2.7% and 2.9% respectively.

The increase in oil prices also contributes to the forecast of inflationary pressures in the major developed countries. Consumer prices in the Euro Zone, according to the indications of Eurostat, registered in February an increase of 3.3% YoY and, according to Istat, the consumer price index in Italy for the entire community inclusive of tobacco, registered the same YoY change in March.

March saw the continued appreciation of the Euro against the US dollar, with average rates 5.2% above those of the previous month, and against the British Pound (3.2%), while losing ground against the Japanese Yen (-1.0%) and the Swiss Franc (-2.2%).

The European Central Bank, after the increase in June of the previous year, maintained the same monetary policy aimed at a neutral positioning, forecasting unchanged interest rates for the immediate future.

The main international stock exchange indexes were characterised by sharp drops in March, with a decrease in the average capitalisation of the equity market in the Euro Zone equal to 4.4% (14.6% on a YoY basis), and with an even sharper decrease in the Italian Market, -6.3% on the previous month and -24.6% compared with the previous twelve months.

According to ABI's first estimates, the banking system showed an acceleration of euro denominated inflow deposits on the aggregate of the Italian banks, represented by savings deposits, current accounts, certificates of deposits and bonds, with a YoY growth rate, at the end of March, equal to 8.4% compared with the 7.1% recorded in the same period of the previous year. As regards loans, the trend confirmed the high growth levels reached in the last few months, with an YoY change at the end of March equal to 9.8%, compared with 10.7% registered in March 2007.

4 - DEVELOPMENT OF THE DISTRIBUTION NETWORK

The continuous territorial expansion of the distribution network of the Group led to an aggregate of 150 branches at the end of the first quarter of 2008, up by 14 units compared with the final figures of the end of March 2007.

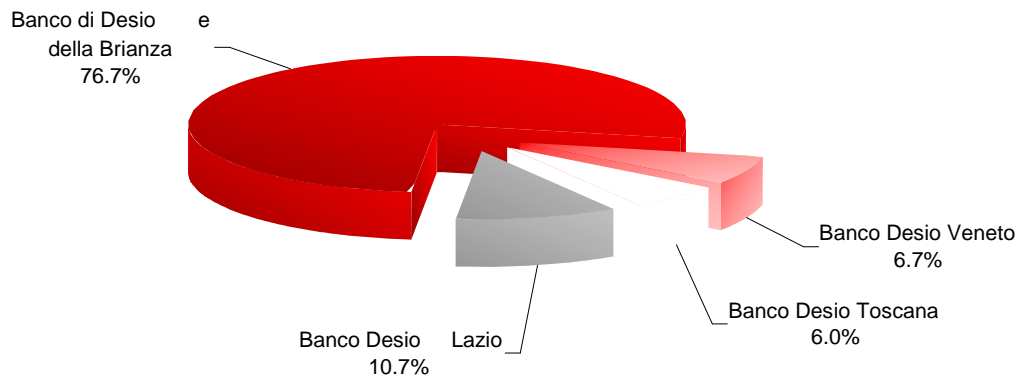
Specifically, the quarter just ended saw the opening of two new branches, as provided for in the new branches opening plan for 2007: the branch of Casale Monferrato (AL) for the parent Company, and the sixteenth branch of the subsidiary Banco Desio Lazio S.p.A., in Viterbo (VT).

The table below shows the breakdown of the distribution network by individual company of the Group, with the indication of the YoY changes, while the following chart shows the percentage breakdown as at the end of the three month period.

Table no. 1 - THE GROUP DISTRIBUTION NETWORK: BREAK-DOWN BY BANK

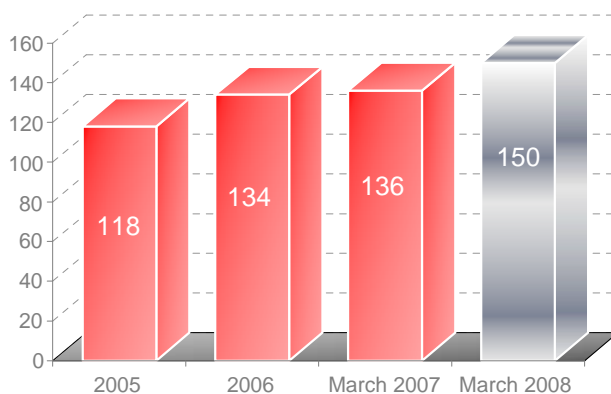
Branches	31.03.2008	Percentage break-down	31.03.2007	Percentage break-down	Changes	
					Value	%
Banco di Desio e della Brianza	115	76.7%	109	80.2%	6	5.5%
Banco Desio Veneto	10	6.6%	6	4.4%	4	66.7%
Banco Desio Toscana	9	6.0%	7	5.1%	2	28.6%
Banco Desio Lazio	16	10.7%	14	10.3%	2	14.3%
Group distribution network	150	100.0%	136	100.0%	14	10.3%

Chart no. 1 - THE GROUP DISTRIBUTION NETWORK: PERCENTAGE BREAK-DOWN BY BANK



The following chart shows the dimensional growth of the banking Group in the last few years, with a compound annual growth rate corresponding to 11.3% as from 2006.

Chart no. 2 - THE GROUP DISTRIBUTION NETWORK: GROWTH IN SIZE IN THE LAST FEW YEARS



5 - MAJOR CORPORATE EVENTS

Opening of new branches

To complete the new branches program for 2007, on 7 January 2008 the new branch of Casale Monferrato (AL) was officially opened: this is the branch no. 115 of the Parent Company; on 27 March 2008, the subsidiary Banco Desio Lazio S.p.A. opened in Viterbo its sixteenth branch.

Sale by the subsidiary Brianfid-Lux S.A. of the control interest in Valorfin S.A.

On 6 March 2008, the sale by the Luxembourg subsidiary Brianfid-Lux S.A. of an aggregate 90% interest in the Swiss fiduciary company Valorfin S.A. was executed, thus realising a capital gain of Euro 0.4 million before taxes. The transaction thus determined a reduction to 10% of the investment in the company in question and its exit from the consolidation area of the Banco Desio Group.

Sale by the Parent Company of additional shares in the subsidiary Chiara Assicurazioni S.p.A.

in line with the policy adopted to render increasingly "less captive" the product companies, and consistently with the strategic approach adopted since the start of the "non-life company" project, during the quarter the sale by the Parent Company of additional shares in the subsidiary Chiara Assicurazioni S.p.A. was executed. Specifically, a 10% interest was sold to Banca Cassa Risparmio di Risparmio di Asti S.p.A., 5% to Banca di Credito Cooperativo - BCC Roma and a further 5% to Cassa di Risparmio di Ferrara S.p.A., thus reducing to 67.5% the interest held by the Bank in the Company.

Further increase to 100% of the equity interest held by the subsidiary Brianfid-Lux S.A. in the subsidiary Credito Privato Commerciale - CPC S.A.

After the exercise of the last put option by the minority shareholders, executed in the first days of 2008, the equity interest held by the subsidiary Brianfid-Lux S.A. in the Swiss subsidiary Credito Privato Commerciale - CPC S.A. reached 100%.

Transition from "Blue-Chip" to "Standard" trading segment in Banco di Desio e della Brianza S.p.A.'s share quotation on the Telematic Share Market of the Italian Stock Exchange.

Starting from 25 March 2008 the ordinary and savings shares of the Banco di Desio e della Brianza S.p.A., previously traded in the Blue-Chip segment of the Telematic Share Market, were transferred to the Class 1 of the Standard segment, in that the capitalisation of the ordinary shares decreased below the Euro 1 billion threshold as provided for in the Instructions to the Italian Stock Exchange Regulations for the distribution of financial instruments between Blue-Chip and other segments.

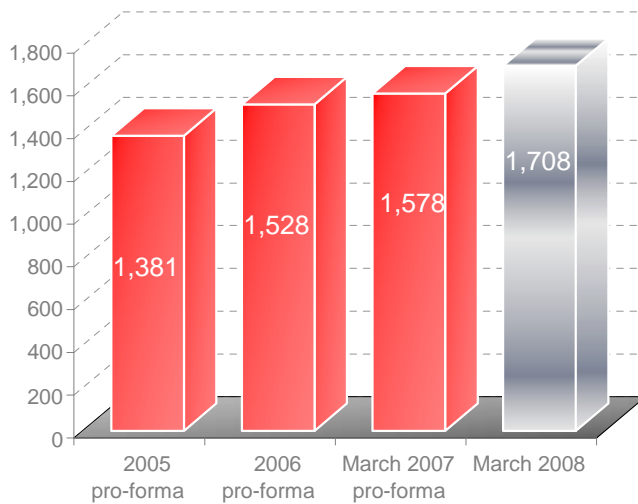
Furthermore, as before with effect from 25 March 2008, Banco di Desio e della Brianza ordinary shares were excluded from the basket used by the Midex Index.

6 - HUMAN RESOURCES

As at 31 March 2008, the Banco Desio Group counted 1,708 employees, with an increase of 130 units, + 8.2% compared with the pro-forma aggregate of the first quarter of 2007.

Starting from 2006, the compound annual growth rate (CAGR) registered in the headcount was equal to 9.9% lower than that registered in the distribution network, equal to 11.3%, as evidenced by the numeric data represented in the chart below.

Chart no. 3 - THE INCREASE IN THE GROUP STAFF NUMBERS IN THE LAST FEW YEARS



The following table shows in details the staff employed based on the qualification level at the end of the first quarter 2008, compared with the pro-forma final data of the same period of the previous year.

Table n. 2 - STAFF: BREAK-DOWN BY QUALIFICATION LEVEL

No. of employees	31.03.2008		31.03.2007 pro-forma		Change	
	No. of employees	Percentage break-down	No. of employees	Percentage break-down	Value	%
Executives	38	2.2%	37	2.3%	1	2.7%
3rd and 4th level managers	395	23.1%	356	22.6%	39	11.0%
1st and 2nd level managers	430	25.2%	366	23.2%	64	17.5%
Other personnel	845	49.5%	819	51.9%	26	3.2%
Group staff	1,708	100.0%	1,578	100.0%	130	8.2%

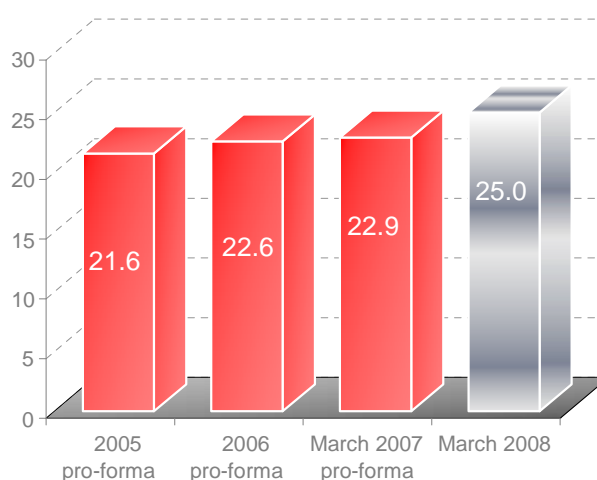
7 - MANAGEMENT TREND

7.1 - SAVINGS DEPOSITS: ADMINISTERED CUSTOMER ASSETS

At the end of the quarter, the aggregate of the assets under administration from clients rose to € 25 billion, up by € 2.1 billion, +9.2% compared with the pro-forma final data of the first quarter of 2007.

The chart below shows the performance of the overall deposits in the last few years, characterised by a compound annual growth rate of 6.8%.

Chart no. 4 - TOTAL DEPOSITS: THE TREND OVER THE LAST FEW YEARS



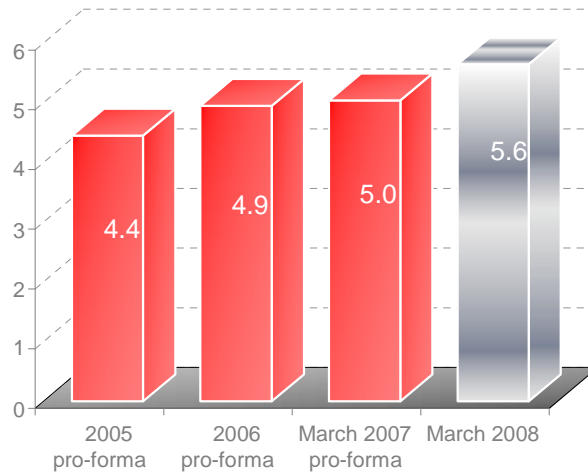
With reference to the composition of the aggregate data, table no. 3 highlights the fact that all the different components registered a positive performance at the end of the period under review.

Table no. 3 - DEPOSITS FROM CUSTOMERS

Amounts in thousands of Euros	31.03.2008	Percentage break-down	31.03.2007 pro-forma	Percentage break-down	Change	
					Value	%
Amounts due to customers	3,854,196	15.4%	3,552,797	15.5%	301,399	8.5%
Securities issued	1,440,644	5.8%	1,411,332	6.2%	29,312	2.1%
Securities issued at fair value through profit or loss (banking Group)	347,681	1.4%	73,486	0.3%	274,195	373.1%
Direct deposits	5,642,521	22.6%	5,037,615	22.0%	604,906	12.0%
Securities issued at fair value through profit or loss (Insurance company)	1,097,230	4.4%	1,080,418	4.7%	16,812	1.6%
Indirect deposits	18,281,421	73.1%	16,801,164	73.3%	1,480,257	8.8%
Total deposits from customers	25,021,172	100.0%	22,919,197	100.0%	2,101,975	9.2%

The increase in direct deposits as from 2006, is represented in the chart below, with annual growth rates corresponding to a CAGR of 11.1%.

Chart no. 5 - DIRECT DEPOSITS: THE TREND OVER THE LAST FEW YEARS



As regards the *indirect deposits*, the overall aggregate amount registered, compared with the first quarter of 2007, an increase of € 1.5 billion, equal to 8%, with contributions essentially coming from institutional clients. In fact, with reference to the deposits from institutional customers, the business of custodian bank was particularly intense, following the merger of the DWS Investments Italy SGRp.A. mutual funds into the Anima SGRp.A. funds.

The increase in volumes reached by the assets from institutional clients was partially offset by the drop registered in the asset management segment, within the deposits from retail customers, penalised by the difficult situation which affected, and still affects, the international financial markets.

The following chart represents the growth trend of indirect deposits of the Group starting from 2006, characterised by a compound annual growth rate of 5.2%, while the following table details the figures of the aggregate as at the end of the period, highlighting the changes registered compared with the reference period.

Chart no. 6 - INDIRECT DEPOSITS FROM RETAIL CUSTOMERS: THE TREND OVER THE LAST FEW YEARS

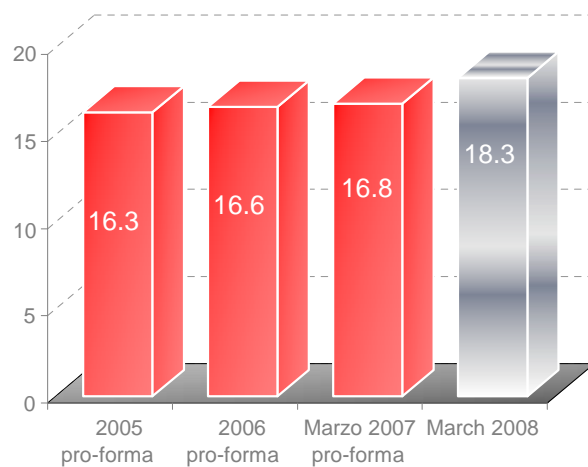


Table no. 4 - INDIRECT DEPOSITS

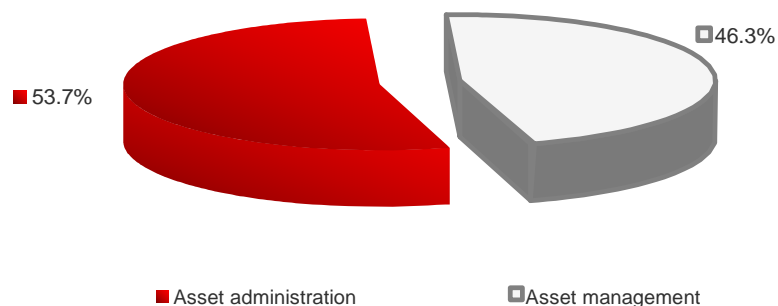
Amounts in thousands of Euros	31.03.2008	Percentage break-down	31.03.2007 pro-forma	Percentage break-down	Change	
					Value	%
Asset administration	4,345,529	23.8%	4,317,926	25.7%	27,603	0.6%
Asset management	3,749,858	20.5%	4,069,716	24.2%	-319,858	-7.9%
of which: Mut.Fund and Open-end Inv. ⁽¹⁾	1,212,232	6.6%	1,395,812	8.3%	-183,580	-13.2%
Portfolio management ⁽²⁾	935,878	5.1%	1,167,996	7.0%	-232,118	-19.9%
Bank-insurance	1,601,748	8.8%	1,505,907	9.0%	95,841	6.4%
Deposits from retail customers	8,095,387	44.3%	8,387,642	49.9%	-292,255	-3.5%
Deposits from institutional customers	10,186,034	55.7%	8,413,521	50.1%	1,772,512	21.1%
Indirect deposits	18,281,421	100.0%	16,801,164	100.0%	1,480,257	8.8%

⁽¹⁾ net of mutual fund and open-end investments units under portfolio management and fund-based portfolio management

⁽²⁾ net of liquidity in current accounts and of securities issued by Group banks

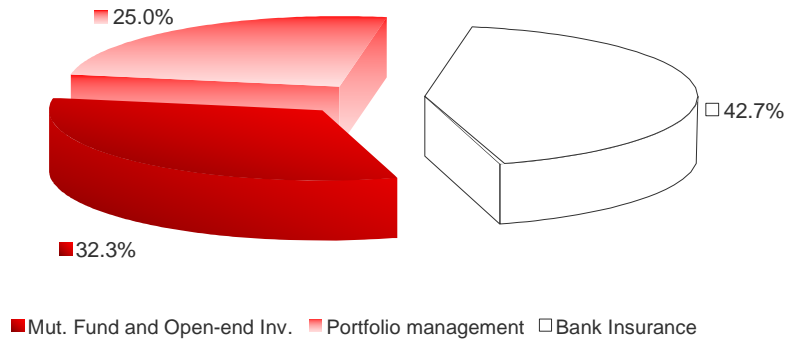
The percentage breakdown by segment of the indirect deposits from retail customers as at 31 March 2008, as represented in the chart below, shows a slight prevalence of the portion attributable to assets under administration over the assets under management.

Chart no. 7 - INDIRECT DEPOSITS FROM RETAIL CUSTOMERS BY SECTOR AT 31.03.2008: BREAK-DOWN



The graph set out below concentrates rather, on the percentage break-down of asset under management, indicating how bank-insurance “life” sector represents the most important component, 42.7% of the total.

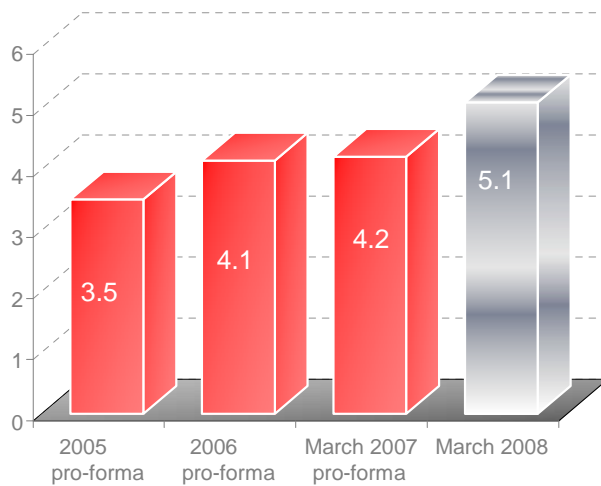
Chart no. 8 - INDIRECT DEPOSITS FOR ASSET MANAGEMENT AT 31.03.2008: BREAK-DOWN



7.2 - CREDIT MANAGEMENT: LOANS TO CUSTOMERS

At the end of the first quarter 2007, the total value of loans to customers reached about Euro 5.1 billion, with an increase of 21% with respect to the pro-forma balance of March 2007. This is a performance higher than the average recorded since 2006, which represents a compound annual growth rate of 18%, the related trends have been illustrated in the graph set out below..

Chart no. 9 - THE TREND OF LOANS TO CUSTOMERS OVER THE LAST FEW YEARS



Taking into account the balance of € 31.2 million as net non performing loans, at the end of the quarter the index of the risk level of the loans, calculated as the ratio between “net non performing loans / net loans”, is equal to 0.61%, slightly lower than the 0.62% registered at the end of march 2007.

7.3 - THE INCOME STATEMENT

The first quarter 2007 accounting period ended with net profits for the Parent Company of Euro 20.5 million, as shown in the following table setting out the reclassified Income Statement compared to the pro-forma Income Statement for the same 2007 period.

Table no. 6 - RECLASSIFIED INCOME STATEMENT

<i>(amounts in thousands of Euros)</i>	31.03.2008	31.03.2007 pro-forma	Change	
			Value	%
Interest income and similar revenues	112,681	86,063	26,618	30.9%
Interest expense and similar charges	-47,685	-31,858	-15,827	49.7%
Net interest income	64,996	54,205	10,791	19.9%
Fee and commission income	26,234	27,342	-1,108	-4.1%
Fee and commission expense	-4,327	-4,225	-102	2.4%
Net profit on insurance activities	-800	-916	116	-12.7%
Other operating income / expenses	7,079	6,528	551	8.4%
Primary intermediation margin	93,182	82,934	10,248	12.4%
Dividend and similar income	21	12	9	75.0%
Net profits/(losses) on trading activities	-6,251	-3,471	-2,780	80.1%
Net profits/(losses) on hedging activities	3	584	-581	-99.5%
Profit/(loss) on disposal of financial assets/liabilities	1,682	901	781	86.7%
Net gain/(loss) on financial assets/liabilities at fair value through profit or loss	4,526	1,998	2,528	126.5%
Margin on banking and insurance activities	93,163	82,958	10,205	12.3%
Net impairment losses on:	-10,593	-6,355	-4,238	66.7%
<i>loans and receivables</i>	-10,517	-6,165	-4,352	70.6%
<i>other financial transactions</i>	-76	-190	114	-60.0%
Net income from banking and insurance activities	82,570	76,603	5,967	7.8%
Administrative expenses	-52,068	-47,227	-4,841	10.3%
<i>of which: personnel expenses</i>	-34,039	-31,707	-2,332	7.4%
<i>other administrative expenses</i>	-18,029	-15,520	-2,509	16.2%
Net provisions for risks and charges	1,197	95	1,102	1160.0%
Net adjustments to the value of /write-backs to tangible assets	-1,724	-1,337	-387	28.9%
Net adjustments to the value of /write-backs to intangible assets	-207	-192	-15	7.8%
Net operating profit	29,768	27,942	1,826	6.5%
Profits/(losses) on equity investments	1,377	3,359	-1,982	-59.0%
Profits/(losses) before taxes from continuing operations	31,145	31,301	-156	-0.5%
Taxes for the period on income from continuing operations	-10,674	-12,241	1,567	-12.8%
Profits/(losses) after taxes from continuing operations	20,471	19,060	1,411	7.4%
Net profit/(loss) for the period	20,471	19,060	1,411	7.4%
(Profit)/loss for the period attributable to minority interests	74	-114	188	-164.9%
Parent Bank net profit (loss)	20,545	18,946	1,599	8.4%

On the basis of the above, it is possible to summarise the trends of the main Income Statement headings as follows.

Net Interest Income

In the three month period, the interest income totalled € 65 million, up by 19.9% compared with the same period of the previous year. The contribution of the interest income to the margin on banking and insurance activities (including other operating income and expenses) was equal to 69.8%.

Net fees and commissions, other operating income and expenses, net income from insurance activities

Net commissions at the end of the quarter totalled € 21,9 million, with a decrease by 5.2% compared to the first quarter of the previous year, mainly affected by the negative performance registered in assets under management, penalised by the crisis in the financial markets in general and by the contingent difficulties of the industry at a system level. The contribution of net commissions, together with the balance of “other operating income and expenses” and the balance of the “net income from insurance activities”, determines the shift to the primary intermediation margin (including “other operating income and expenses”) of € 93.2 million, and represents 30.3% of the margin on financial and insurance activities.

Margin on banking and insurance activities

Adding the profit/(loss) on disposal of financial assets/liabilities, the net gain/(loss) on financial assets/liabilities at fair value through profit or loss and net profits/(losses) on trading activities to the primary intermediation margin, the margin on banking and insurance activities is confirmed at € 93.2 million, up by € 10.2 million (+12.3%) compared with the reference period.

Net income from banking and insurance activities

The aforementioned margin, after net impairment losses for € 10.6 million (of which those referred to loans to clients are equal to 0.21% of net loans), lead to a net income from banking and insurance activities (including “other operating income and expenses”) equal to € 82.6 million, up by 7.8% compared with the first quarter of the previous year.

Operating profit

The operating profit achieved in the three months of operations totalled € 29.8 million, after taking into account the other operating costs, including administrative expenses for € 52.1 million. Overall, other operating costs amount to 63.9% of the net income from banking and insurance activities (including “other operating income and expenses”), virtually in line with the 63.5% registered in the reference period.

Profits before taxes from continuing operations

The effect deriving mainly from the realisation of gross capital gains on the sale of the 20% equity investments in the subsidiary Chiara Assicurazioni S.p.A., corresponding to € 0.5 million, together with the relevant portions of the result for the period registered by the subsidiary Brianfid-Lux S.A. and by the associate company Anima SGRp.A., equal to € 0.3 million and € 0.5 million respectively, determine a profit before taxes from continuing operations of € 31.1 million, in line with the final results of the first quarter of 2007, which reflected a relevant portion of the result of Anima S.p.A., equal to approximately € 3.4 million.

Parent Bank Net Profit (Loss)

Taking into account the impact of income taxes for the period, equal to € 10.7 million, determined based on the reduction of the tax rates as provided in the 2008 financial act, the profit pertaining to the Parent Company amounted to € 20.5 million, up by 8.4% compared with the first quarter of 2007.

8 - SIGNIFICANT SUBSEQUENT EVENTS

Opening of new branches

On 28 April and 5 May 2008, the new branches of, respectively, Asti (AT) and Reggio nell'Emilia (RE) were officially opened, thus leading to a distribution network of the Parent Company comprised of no. 117 branches, while on 21 April 2008 the subsidiary company Banco Desio Veneto S.p.A. opened its eleventh branch in Thiene (VI), "chief town" of the Val d'Astico.

Rating assigned to the Parent Company confirmed

On 29 April 2008 the international rating agency Fitch Ratings confirmed all rating levels previously assigned to the Parent Company Banco di Desio e della Brianza S.p.A., based on its stable profitability, which remains good, on the strength of its assets, on the low risk appetite, on the solid and healthy capital structure and levels, despite the rapid expansion, and also based on the fact that costs remained under control.

Long-term	Short-term	Forecast
A	F 1	Stable

Capital increases of certain subsidiaries

For the purpose of supporting local development and operating growth, and for the direct strengthening of the supervisory capital of the subsidiaries Banco Desio Lazio S.p.A. (also in light of the acquisition of the controlling interest in FIDES S.p.A.), Banco Desio Toscana S.p.A. and Banco Desio Veneto S.p.A., in accordance with the provisions of the 2008-2009 Business Plan, the relevant extraordinary meetings approved, in April 2008, the following capital increases against payment, underwritten and paid for by the Parent Company Banco di Desio e della Brianza S.p.A.:

- as regards Banco Desio Lazio S.p.A., a share capital increase of nominal Euro 10 million (from Euro 37.7 million to Euro 47.7 million);
- as regards Banco Desio Toscana S.p.A., a share capital increase of nominal Euro 10 million (from Euro 13,774,017.00 million to Euro 23,774,017.00 million);
- as regards Banco Desio Veneto S.p.A., a share capital increase of nominal Euro 12 million (from Euro 23.1 million to Euro 35.1 million), with a share premium, to be recognised in the appropriate provision, of Euro 3 million.
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9 - BUSINESS OUTLOOK

In light of the short period of time lapsed between the approval of the 2007 financial statements and the current situation, the forecasts previously outlined about the expected performance for this year are confirmed and indicate an adequate development in the capital and return values, an increase in volumes and the drive towards a better operational efficiency, provided there will be no worsening of the economic and financial scenario.

DECLARATION OF THE MANAGER RESPONSIBLE
FOR PREPARING THE COMPANY'S FINANCIAL REPORTS

Pursuant to paragraph 2 of Article 154-bis of the Legislative Decree no. 58/1998 – the Consolidated Law on Finance (T.U.F.), it is declared that the accounting information contained in the Consolidated quarterly Report as at 31 March 2008 corresponds to the document results, books, and accounting records.

Desio, 15 May 2008

The manager responsible for preparing
the Company's financial reports

Piercamillo Secchi

BALANCE SHEET
CONSOLIDATED

(euro/1,000)

ASSETS	31.03.2008	31.03.2007 pro-forma (*)	Changes	
10 Cash and cash equivalents	21,267	21,407	- 140	-0.7%
20 Financial assets held for trading	489,163	495,241	- 6,078	-1.2%
30 Financial assets at fair value through profit or loss	949,307	948,317	990	0.1%
40 Available-for-sale financial assets	918,068	934,194	- 16,126	-1.7%
50 Held-to-maturity investments	8,187	8,120	67	0.8%
60 Amounts due from banks	440,973	437,902	3,071	0.7%
70 Loans to and receivables from customers	5,097,968	4,212,406	885,562	21.0%
80 Hedging derivatives	4,864	8,282	- 3,418	-41.3%
100 Equity investments	12,790	20,977	- 8,187	-39.0%
110 Technical reserves arising from reinsurance	1,945	1,906	39	2.0%
120 Tangible assets	144,599	131,176	13,423	10.2%
130 Intangible assets	49,108	41,169	7,939	19.3%
of which:				
- goodwill	46,990	39,300	7,690	
140 Tax assets	31,266	58,459	- 27,193	-46.5%
a) current	17,272	43,076	- 25,804	-59.9%
b) deferred	13,994	15,383	- 1,389	-9.0%
160 Other assets	148,041	147,140	901	0.6%
Total Assets	8,317,546	7,466,696	850,850	11.4%

(euro/1,000)

LIABILITIES AND SHAREHOLDERS' EQUITY	31.03.2008	31.03.2007 pro-forma (*)	Change	
10 Amounts due to banks	158,930	90,234	68,696	76.1%
20 Amounts due to customers	3,854,196	3,552,797	301,399	8.5%
30 Securities issued	1,440,644	1,411,332	29,312	2.1%
40 Financial liabilities held for trading	8,438	15,591	- 7,153	-45.9%
50 Financial liabilities at fair value through profit or loss	1,444,911	1,153,904	291,007	25.2%
60 Hedging derivatives	1,182	2,525	- 1,343	-53.2%
80 Tax liabilities	47,698	80,116	- 32,418	-40.5%
a) current	28,766	61,921	- 33,155	-53.5%
b) deferred	18,932	18,195	737	4.1%
100 Other liabilities	190,385	185,466	4,919	2.7%
110 Reserve for employee termination indemnities	24,869	28,341	- 3,472	-12.3%
120 Reserves for risks and charges:	33,489	27,788	5,701	20.5%
a) pensions and similar commitments	109	88	21	23.9%
b) other reserves	33,380	27,700	5,680	20.5%
130 Technical Reserves	433,812	388,289	45,523	11.7%
140 Valuation reserves	16,258	25,396	- 9,138	-36.0%
170 Reserves	554,872	400,307	154,565	38.6%
180 Share premium reserve	16,145	16,145	-	
190 Share capital	67,705	67,705	-	
200 Treasury shares (-)	-	83	- 83	-33.6%
210 Minority interest (+/-)	3,550	1,939	1,611	83.1%
220 Net profit / (loss) for the period	20,545	18,946	1,599	8.4%
Total Liabilities and shareholders' equity	8,317,546	7,466,696	850,850	11.4%

(*) For the purposes of uniforming the comparison of individual items between the relevant periods, following the transfer of an equity investment in ANIMA SGRpA, now classified under "associate companies", a pro-forma balance sheet has been prepared as at 31 March 2007, which does not include the information related to ANIMA SGRpA, and calculated through the reclassification of accounting data without making any adjustments to the results for the financial year

- ANNEXES -

Consolidated Financial Statements

(euro/1,000)

Items	31.03.2008	31.03.2007 pro-forma (*)	Change	
10 Interest income and similar revenues	112,681	86,063	26,618	30.9%
20 Interest expense and similar charges	(47,685)	(31,858)	(15,827)	49.7%
30 Net interest income	64,996	54,205	10,791	19.9%
40 Fee and commission income	26,234	27,342	(1,108)	-4.1%
50 Fee and commission expense	(4,327)	(4,225)	(102)	2.4%
60 Net fee and commission income	21,907	23,117	(1,210)	-5.2%
70 Dividend and similar income	21	12		
80 Net profits/(losses) on trading activities	(6,251)	(3,471)	(2,780)	-180.1%
90 Net profits/(losses) on hedging activities	3	584	(581)	-99.5%
100 Profit/(loss) on disposal or repurchase of:	1,682	901	781	86.7%
<i>b) available-for-sale financial assets</i>	1,680	892	788	
<i>d) financial liabilities</i>	2	9	(7)	
110 Net gain/(loss) on financial assets and liabilities at fair value through profit or loss	4,526	1,998	2,528	126.5%
120 Net interest and other banking income (intermediation margin)	86,884	77,346	9,538	12.3%
130 Net impairment losses on/writebacks to:	(10,593)	(6,355)	(4,238)	66.7%
<i>a) loans and receivables</i>	(10,517)	(6,165)	(4,352)	70.6%
<i>d) other financial assets</i>	(76)	(190)	114	-60.0%
140 Net income from banking activities	76,291	70,991	5,300	7.5%
150 Net insurance premiums	19,830	30,044	(10,214)	-34.0%
160 Balance of other income/charges arising on insurance	(20,630)	(30,960)	10,330	-33.4%
170 Net result of financial and insurance activities	75,491	70,075	5,416	7.7%
180 Administrative expenses:	(52,068)	(47,227)	(4,841)	10.3%
<i>a) personnel expenses</i>	(34,039)	(31,707)	(2,332)	7.4%
<i>b) other administrative expenses</i>	(18,029)	(15,520)	(2,509)	16.2%
190 Net provisions for risks and charges	1,197	95	1,102	1160.0%
200 Net adjustments to the value of tangible assets	(1,724)	(1,337)	(387)	28.9%
210 Net adjustments to the value of intangible assets	(207)	(192)	(15)	7.8%
220 Other operating (expenses)/income	7,079	6,528	551	8.4%
230 Operating expenses	(45,723)	(42,133)	(3,590)	8.5%
240 Profits/(losses) on equity investments	1,377	3,359	(1,982)	-59.0%
280 Profits/(losses) before taxes from continuing operations	31,145	31,301	(156)	-0.5%
290 Taxes for the period on income from continuing operations	(10,674)	(12,241)	1,567	-12.8%
300 Net profits (loss) after tax from continuing operations	20,471	19,060	1,411	7.4%
Profit (loss) for the period attributable to minority				
330 interests	74	(114)	188	-164.9%
340 Parent Bank net profit (loss)	20,545	18,946	1,599	8.4%