

BUSINESS PLAN IMPLEMENTATION

PROJECT "GIMLI"

AGREEMENT FOR THE SALE OF A PORTFOLIO OF NON- PERFORMING EXPOSURES TO ALGEBRIS

PRICE AVERAGE OF OVER 43% OF THE GROSS BOOK VALUE

Sondrio, 6 April 2018 – Creval announces the signing of an agreement with Algebris Investments for the sale of a portfolio consisting of secured non-performing loans (mainly classified as unlike to pay) for a gross book value ("**GBV**") of over EUR 245 million, at a price higher than 43% of GBV.

The portfolio, which will be acquired by Algebris NPL Partnership II, consists of credit exposures mainly to real estate companies.

The disposal is consistent with the de-risking objectives, as envisaged in the new Business Plan 2018-2020 ("*Project Gimli*") with a gross NPE ratio target below 10% by 2020. In particular, this transaction allows the realization of approximately 50% of the targets for the sale of non-performing loan ("**NPL**") set for the so-called "*Project Gimli*" for 2018. The transaction is part of the positive track record of the bank, which has already finalized disposals of NPL for a total value of approximately EUR 2.1 billion, of which the most significant for EUR 1.4 billion (so called "*Project Elrond*") by way of securitization assisted by the State guarantee (GACS) on the senior tranche of the securitization, concluded in July last year.

The operation will have negligible effects on the Income Statement for the current year, also considering the adjustments to loans that will be recognized as part of the first application of the new accounting standard IFRS9, with effects at CET1 level through the phasing-in mechanism

Corporate contacts

Investor relations
Telephone + 39 02 80637471
Email: investorrelations@creval.it

Media relations
Telephone +39 02 80637403
Email: mediarelations@creval.it