



**MONTE
DEI PASCHI
DI SIENA**
BANCA DAL 1472

Recovery Plan Monitoring

Analisi al 31-12-2017

Direzione Chief Risk Officer

Recovery Plan Monitoring: Recovery Plan Indicators (RPI) & Early Warning Signals (EWS)

GRUPPOMONTEPASCHI

GRUPPOMONTEPASCHI			Recovery Plan Indicator (RPI)				Triggers	
			U.M.	jun-17*	sep-17	dec-17	Amber	Red
Capital	1. CET1 Ratio	%	15,38%	15,17%	14,78%	>	10,94%	9,44%
	2. Total Capital Ratio	%	15,59%	15,38%	14,97%	>	13,94%	12,94%
	3. Leverage Ratio	%	6,15%	5,53%	5,97%	>	4,00%	3,00%
Liquidity	4. LCR	%	278%	234%	199%	>	130%	100%
	5. NSFR	%	107%	107%	110%	>	95%	90%
	6. Unsecured wholesale deposit rate 1Y	%	1,70%	0,48%	0,77%	<	3,10%	3,80%
Profitability	7. Return on Equity	%	-39,3%	-35,4%	-41,6%	>	-45%	-47%
	8. Oper. Losses / Total Revenues	%	2,4%	2,6%	5,9%	<	6,00%	8,50%
Asset Quality	9. Gross NPE Ratio	%	36,29%	35,63%	36,99%	<	39,00%	41,00%
	10. Texas Ratio	%	97,5%	111,1%	111,5%	<	115%	120%

*dati proformati post aucap

Al 31-12-2017 si evidenzia:

- peggioramento del ROE riconducibile alle rettifiche su crediti effettuate nel trimestre.
- incremento dell'indicatore Operational Losses/Total Revenues, che si attesta in prossimità dell'Amber zone. L'incremento è principalmente dovuto agli accantonamenti effettuati in relazione all'attività di segnalazione di clientela per operatività in diamanti e all'incremento del Fondo Rischi e Oneri per contestazioni relative agli aumenti di capitale passati.

GRUPPOMONTEPASCHI

GRUPPOMONTEPASCHI		Early Warning Signals (EWS)				Triggers			
		U.M.	jun-17	sep-17	dec-17	Green	Amber	Red	
EWS	1. BTP/BUND Index	bp	169	165	159	<	177	190	256
	2 BMPS Rating (2nd best) variazione	Qual.	inalterato	inalterato	inalterato	>	Downgrade		
	3. BMPS stock performance - Italian Banks	%	0,00%	-0,21%	0,82%	>	-3,01%	-9,89%	-15,87%
	4. BMPS stock price / Book value	%	0,07%	7,32%	40,77%	>	7,71%	5,71%	5,27%
	5a. CDS MPS 5y - Itraxx Euro Financial Sector	bp	n.a.	n.a.	91,48	<	429	533	568
	5b. Net Cash Position 1 Month	€/mln	17.739	19.616	18.362	>	16.100	12.000	10.500
	6. Italian GDP (Q/Q variation)	%	0,44%	0,44%	0,34%	>	0,30%	0,10%	-0,18%



Glossary

Description of RPI

- **CET1 Ratio** (transitional): ratio between Common Equity Tier 1 capital and total Pillar 1 RWA;
- **Total Capital Ratio** (transitional): ratio between total capital (Own Funds) and total Pillar 1 RWA;
- **Leverage Ratio** (transitional): ratio between Tier 1 capital and the total exposure relevant for the purpose;
- **LCR** (Liquidity Coverage Ratio): ratio between HQLA (High Quality Liquidity Assets) and net cash outflows expected in the following 30 days, according to the rules set out by the Commission Delegated Regulation;
- **NSFR** (Net Stable Funding Ratio): ratio between the amount of available stable funding and the amount of required stable funding, as established within the Basel 3 framework;
- **Unsecured wholesale deposits rate 1Y**: spread above the prevailing EURIBOR rate paid by BMPS on new unsecured wholesale deposits with maturity of one year. It is used as a measure of the cost of wholesale funding of the Bank;
- **ROE** (Return On Equity = Net income for the year / Average Equity): this ratio relates the net profitability (net income for the current year = NI_{t0}) to the average equity, net of $[(Eq_{t0} - Eq_{t-1})/2]$;
- **Operational Losses / Total Revenues**: the ratio between operational losses (YTD) and total revenues (YTD);
- **Gross NPE Ratio**: ratio between non-performing loans on total loans (gross book values);
- **Texas Ratio**: calculated by dividing the gross NPE by the sum of tangible equity and loan loss reserves.

Description of EWS

- **BTP/BUND Index**: Spread between German and Italian Government Bonds, whose rise implies a degrade of Italian Solvency ;
- **BMPS Rating (2nd best) variazione**: BMPS Long Term Rating Index variations, calculated as second best of Moody's, Fitch and DBRS evaluations of BMPS;
- **BMPS stock performance - Italian Banks**: Index that compares the movements of BMPS and the Italian Banking System Index;
- **BMPS stock price / Book value**: Current BMPS quotation and book value ratio;
- **CDS MPS 5y - Itraxx Euro Financial Sector**: Index that compares BMPS 5yr senior loan to the senior loan curve of major financial companies;
- **Net Cash Position 1 Month**: Liquidity net balance for a one-month horizon;
- **Italian GDP** (Gross domestic product): measures the Quarterly variation of the monetary value of final goods and services.

