



Assicurazioni Generali

CONSOLIDATED STATEMENTS



177th
year

2008

CONSOLIDATED STATEMENTS

2008







GENERALI

Assicurazioni Generali S.p.A.

Registered Office and Central Head Office in Trieste
Head Office for Italian Operations in Mogliano Veneto
Capital (fully paid in) Euro 1,410,113,747.00
Fiscal code and Trieste Companies Register 00079760328
Company entered in the Register of Italian Insurance and
Reinsurance Companies under no. 100003
Parent Company of Generali Group,
entered in the Register of Insurance Groups

CHAIRMAN

Antoine Bernheim

VICE-CHAIRMAN

Gabriele Galateri di Genola

MANAGING DIRECTORS

(*) He acts also as General Manager

Sergio Balbinot (*) / Giovanni Perissinotto (*)

DIRECTORS

(**) Directors who, together with the Chairman, Vice-Chairman and Managing Directors, form the Executive Committee

Luigi Arturo Bianchi / Ana Patricia Botin
Francesco Gaetano Caltagirone (**) / Diego Della Valle
Leonardo Del Vecchio / Loïc Hennekinne / Petr Kellner
Klaus-Peter Müller / Alberto Nicola Nagel (**) / Alessandro Pedersoli
Lorenzo Pelliccioli (**) / Reinfried Pohl / Kai Uwe Rieke
Paolo Scaroni / Claude Tendil

GENERAL COUNCIL

Comprising, besides the below listed elective Members, the Members of the Board of Directors and the General Managers

Giorgio Davide Adler / José Ramón Álvarez Rendueles
José Maria Amusatégui de la Cierva / Francesco Maria Attagui
Claude Bébéar / Kenneth J. Bialkin / Gerardo Brogini
Giacomo Costa / Maurizio De Tilla / Enrico Filippi
Carlos Fitz-James Stuart y Martínez de Irujo / Albert Frère / Georges Herve
Dietrich Karner / Khoon Chen Kuok / Stefano Micossi
Benedetto Orsini / Luis Peña Kegel / Arturo Romanin Jacur
Guido Schmidt-Chiari / Theo Waigel / Wilhelm Winterstein

BOARD OF AUDITORS

Eugenio Colucci, Chairman
Giuseppe Alessio Verni / Gaetano Terrin
Maurizio Dattilo (substitute) / Michele Paolillo (substitute)

GENERAL MANAGER

(***) Chief Financial Officer and Manager in charge of the preparation of the company's financial reports

Raffaele Agrusti (***)

DEPUTY GENERAL MANAGERS

(****) Secretary of the Board of Directors

Lodovico Floriani / Andrea Mencattini
Aldo Minucci / Vittorio Rispoli (****) / Valter Trevisani



 A marked presence across the world

The pictures featured in this volume were taken in squares
of China and India - countries where Assicurazioni Generali is present -

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Largo do Senado - Macau, China



Report



Group highlights

(€ million)	31/12/2008	31/12/2007
Result of the period	860.9	2,915.6
Operating result	3,932.0	4,793.1
Net earned premiums	61,982.2	61,821.1
Premiums related to investment contracts	3,998.7	1,504.6
Net earned premiums including premiums related to investment contracts	65,980.9	63,325.7
Gross premiums written	68,805.1	66,217.8
Change on equivalent terms ^(*)	1.3%	0.1%
Acquisition and administration costs related to insurance business	10,591.3	9,980.5
Expense ratio	16.1%	15.8%
Operating result - life segment ^(**)	1,979.7	2,737.9
Net life premiums	42,034.6	43,027.0
Premiums related to investment contracts	3,998.7	1,504.6
Net life premiums including premiums related to investment contracts	46,033.3	44,531.6
Gross life premiums written	46,815.4	45,373.3
Change on equivalent terms ^(*)	0.8%	-1.6%
Acquisition and administration costs - life segment	5,158.5	4,933.1
Expense ratio - life segment	11.2%	11.1%
NBV	971.1	1,108.8
Change on equivalent terms ^(***)	-13.0%	12.8%
APE	4,798.3	4,556.9
Change on equivalent terms ^(***)	3.3%	7.8%
Operating result - non-life segment ^(**)	2,117.6	2,008.9
Net non-life earned premiums	19,947.6	18,794.1
Gross non-life premiums written	21,989.7	20,844.5
Change on equivalent terms ^(*)	2.4%	4.1%
Acquisition and administration costs - non-life segment	5,432.7	5,047.4
Expense ratio - non-life segment	27.2%	26.8%
Loss ratio - non-life segment	69.2%	69.0%
Combined ratio - non-life segment	96.4%	95.8%
Operating result - financial segment ^(**)	331.6	374.1
Total income - financial segment	2,212.5	1,756.3
Total expenses - financial segment	1,972.3	1,415.7

(continues)

(continues)

(€ million)	31/12/2008	31/12/2007
Investments	327,134.9	336,616.9
Net insurance provisions ⁽¹⁾	295,755.3	305,520.1
Net insurance provisions - life segment ⁽¹⁾	266,509.3	277,161.7
Net insurance provisions - non-life segment ⁽¹⁾	29,246.0	28,358.4
Provisions for outstanding claims and other insurance provisions	23,925.8	23,387.2
Provisions for unearned premiums	5,320.2	4,971.2
Shareholders' equity attributable to the Group ⁽²⁾	11,312.8	14,789.6

(*) On equivalent terms: on equivalent exchange rates and consolidation area compared to the same period of the previous financial year, and taking into account premiums related to investment contracts.

(**) The amounts are calculated gross of consolidation adjustments.

(***) On equivalent terms: on equivalent exchange rates, consolidation area and share attributable to the Group.

(1) The amounts are calculated net of consolidation adjustments.

(2) The result of the period is included in shareholders' equity attributable to the Group.

Economic and insurance market developments

Financial year 2008, which began amid a moderate economic expansion and concerns about the possible return of inflation, ended in recession. The global financial system fell into a profound crisis. In the United States, a number of major banks went bankrupt, while others were rescued by the government or other institutions. Against this backdrop, the banking sector recorded a 75% drop in market capitalisation. Similar events occurred in Europe, which led governments to take action, and, in certain cases, to nationalize some institutions.

In the **United States**, economic growth fell sharply in the second half of the year (estimated at 1.1% compared to 2% in 2007), recording a 0.5% and 3.8% decrease in the last two quarters, respectively. A sudden increase in unemployment aggravated the situation for families already burdened by high debt and declining property values. Weak domestic demand caused a drastic decrease in inflation, which remained at relatively high levels until June before falling to 0.1% at year-end.

In **China**, figures for exports and industrial production indicate an estimated growth rate of 6% for 2008, much lower than in past years. Though there are no reliable figures, unemployment seems to have increased significantly, with a corresponding decrease in inflation. The country's recent contractionary monetary policies were coupled by slowing economic growth. Subsequently, Chinese authorities lowered interest rates, changed its credit-support measures and initiated a programme focusing on public works and boosting domestic consumption.

In **Latin America**, economic growth remained steady compared to 2007 (estimated at 5.7% in 2008 vs. 5.6% in 2007). Nonetheless, the negative impact of slowing global demand and sharp decreases in the prices of the raw materials exported by these countries could be seen on year-end figures.

With an average growth rate of 3.9% for 2008 (5.9% in 2007), the new **European Union** Member States also felt the effects of the crisis. Exchange rates depreciated across the world, due in part to expansive monetary policies adopted in those countries.

After recording a slowdown in economic activity from the start of the year, the main economies of the **euro area** were hit by the recession in the fourth quarter. Germany, a strong exporter, saw its growth slow to approximately

1.3% as a result of falling foreign demand. France and Spain reported modest growth (0.7% and 1.1%, respectively), while Italy's economy shrunk by 1.0%.

The unemployment rate in the euro area climbed back up to 8% in December (compared to 7.2% in 2007) after several years of decreases.

The **annual inflation trend rate** for the euro area decreased to 1.6% in December (3.1% in December 2007).

The decline in inflation, caused in part by falling raw materials prices, allowed the ECB to implement an aggressive policy starting in October aimed at reducing its **reference interest rate**, bringing the rate from 4% to 2.5% in December. Cutting interest rates was a measure imposed by central banks around the world in an attempt to jumpstart the economy. For example, the Federal Reserve cut its key rate from 4.25% to 0.25% at year-end.

The **price of oil**, which hit an all-time record of USD 146/barrel in the first half of 2008, dropped sharply, falling to USD 45.59/barrel. Other raw material prices also declined dramatically.

Against this backdrop, the euro/US dollar **exchange rate**, which started the year at 1.46, climbed to nearly 1.60 in April and remained at that level until July before falling to 1.40 at year-end.

Also worthy of note were the sharp depreciation of the British pound (from 0.73 to 0.95 against the euro) and the appreciation of the yen (from 163.04 to 126.7).

As for **bond markets**, the performance of government securities felt the impact of the financial climate. In particular, concerns about increasing inflation drove the yield on 10-year US Treasury notes to 4.26% in the first half of the year. In the second half of the year, the yield fell rapidly, declining to 2.0% by year-end.

Yields on 10-year government securities decreased in the euro area as well, falling from a high of 4.66% to 2.95% at the end of December.

Corporate bond yields plummeted in 2008, as concerns about the credit crunch and a global recession led to an increase in bankruptcies. In the euro area, investment-grade bond spreads increased from 0.78 to 3.24 percentage points, while high-yield bond spreads increased from 4.11 to 13.55 percentage points.

The crisis has had and continues to have devastating repercussions on the real economy on a global level, causing **stock markets** to collapse around the world. In the United States, the S&P 500 index lost 39.76%, while Nasdaq lost 40.5%. In Asia, Nikkei fell by 42.12% and Hang Seng dropped by 47.99%. Europe's Eurostoxx50 plunged 46.32%. The insurance sector recorded a 47.14% drop, while the banking sector reported a 63.7% drop; telecommunications was the sector that recorded the lowest losses (-28.0%). In Italy, the S&P MIB index fell 49.53%, driven by the banking sector.

Lastly, the CBOE (Chicago Board of Trade) VIX index, which measures the implied short-term volatility of at the money options available on the S&P 500 index, hit a high of 80.86.

As for the main European **insurance markets** in which the Group operates, the **life sector** recorded mixed results in terms of products sold and distribution channels used. In Italy, the spread of the financial crisis and decrease in the price of securities led to a reduction in linked policies, which are mainly sold by banks. Inflows from pension products increased as a result of Italy's supplementary pension reform, which, in 2007, influenced only the second half of the year. In France, inflows from high financial content products continued to decrease (-42%), while those from high insurance content products remained at 2007 levels. The other countries recorded a moderate increase, not far from the increase recorded for the previous year.

An exception is Spain, where the increase (+15.2%) derives from savers' general preference for insurance policies with guaranteed returns. This trend has also been encouraged by recent legislative developments concerning the switch from non-insurance pension plans to insurance-based schemes for professionals.

In Germany, the increase in premium income was partly due to the growth of the pension segment, which

benefited from the large number of customers who took advantage of the possibility of increasing their contribution to state-supported pension policies (this option was not available in 2007).

Non-life premium income reflected the GDP of the various countries in all the main areas in which the Group operates. The motor business line recorded decreases in most cases, mainly due to a sharp decline in new vehicle registrations. The non-motor business line, on the other hand, performed better, but began feeling the effects of the global recession in the last months of the year.

The **health** business line performed well, primarily in Germany (+2.9%) and France (+8.4%), where it plays an alternative and supplementary role to public healthcare, consistent with rising healthcare costs.



Tiananmen Guangchang, Beijing - China

The Group's strategy for growth

In 2008, the Generali Group continued to pursue **growth** aims in the markets with the greatest development potential. In the second half of January, after obtaining the required authorizations, a joint venture agreement was closed by Generali and the PPF group, which holds their insurance operations in **Central and Eastern Europe**. In **India**, in May, Future Generali — a joint venture between Generali and the Future group, a leader in retail distribution in India — launched its first operation at points of sale located in shopping centres made available on an exclusive basis by our partner, achieving excellent results already during the first months of operation. In June, two Romanian insurance companies, S.C. Asigurare si Reasigurare Ardaf, which operates both life and non-life businesses, and Rai, Roumanie Assurance International, which is specialized in travel insurance, were acquired. This deal doubled the Generali Group's share in the Romanian insurance market, one of Central Eastern Europe's largest, bringing it to 11.7%. In August, the Group obtained a license to operate in the non-life segment in Belarus through a new company named Generali Belarus.

Among the main **reorganization and restructuring** operations carried out within the Group, the integration of shared services, beginning with IT, claims management, and asset management, and later extended to administrative services and procurement, permitted the achievement of significant results in terms of the rationalization and improvement of processes, with the ensuing decrease in costs and increased quality of the services provided to clients and Group companies. In further detail, in **Italy** GBS - Generali Business Solutions was formed in March. It incorporates the three Generali Group service companies dedicated to claims adjustment (GGL), administrative services (GSA), and IT services (GSI). In **Germany**, the restructuring and efficiency improvement process continued. This process led to the establishment of Generali Deutschland and to a shift in the focus of the three product companies to the financial advisors network, the direct channel, and traditional channels, respectively. In **Slovakia**, Generali Poistovna a.s. and Ďeska poistovna - Slovensko a.s. merged and took on the new name Generali Slovensko poistovna a.s., effective 1 October.

The first results of investments towards **product innovation** undertaken by the Group include the **Europe-wide** launch of a new insurance product dedicated to the third age segment, which combines accumulated savings management with healthcare protection. This commercial initiative represents an integrated, highly flexible service model.

Turning to **real-estate operations**, in April Assicurazioni Generali established a holding structure intended for the development and coordination of the entire Group's real-estate segment, which controls functionally all of Generali's real-estate activities in its various countries of operation. The fair value of the real-estate assets directly managed by the Group amount to approximately € 22 billion worldwide. Investment and management activities in sectors with transnational operating schemes, such as hospitality, logistics, and retail distribution, were also consolidated. The Group continued the process of transforming its direct real-estate investments into more highly liquid instruments such as closed-ended real-estate funds, which were underwritten also by institutional investors not belonging to the Group.

Turning to the **asset management sector**, in **Switzerland**, the subsidiary bank BSI closed the acquisition of 100% of Banca del Gottardo from Swiss Life in March. Following the acquisition, Banca del Gottardo was merged into BSI, thereby giving rise to a leading Swiss institution, focused on private banking and asset management. This acquisition is in line with the Group's strategic goal of growth in the asset management sector and will also permit the achievement of significant cost synergies.

In December Standard & Poor issued Assicurazioni Generali an **AA rating** and a negative **outlook**.

The Generali Group's identity

The Generali Group is a leading global insurance and financial services provider characterised from the outset by a strong international outlook. The Group's total gross premium income amounted to € 68,805.1 million, 67.5% of which was generated overseas. Present in 64 countries, Generali has strengthened its position among the top insurance groups in Europe and the world, and increased its importance in Western Europe, its main area of operation. In recent years, the Group has re-established a strong presence in Central-Eastern Europe and started expanding into the main markets of the Far East, particularly China and India.

Generali's goal is to secure its position as one of the most profitable providers of direct life and non-life insurance by focusing on continental Europe and international markets with strong growth potential and serving primarily individual customers and small and medium-sized enterprises. The direction, coordination and control of operations in the various countries is entrusted to the Corporate Centre, although local management has a high level of responsibility in this regard.

In recent years, the Group has intensified its operations in the personal protection insurance sector, mainly in the area of life pension products, and has expanded its core insurance business to include managed assets and financial services.

In pursuing their objectives, the Generali companies remain faithful to the fundamental values that have distinguished them since their inception and that form part of the Group's ethics. The guidelines that govern the Group's relationships with its stakeholders and encourage entrepreneurial conduct among all parties operating within the framework of the Group were formalised in 2004 in a Code of Ethics. This document, which was developed and approved by the Board of Directors of the Parent Company, was translated into the languages of all countries in which the Group operates and is published on the Group's website (www.generali.com) and the websites of its main subsidiaries. The document is also delivered to all staff.

In conducting its business, the Group also promotes the culture of sustainability. The Sustainability Committee was established for the purpose of defining common sustainability strategies among all Group companies. Chaired by the Chief Financial Officer, its members include representatives from the divisions most involved in the implementation of sustainability policies. Members also include representatives from all countries in which the Group operates who are directly involved in implementing sustainability policies and drafting the Sustainability Report.

The Generali Group

At 31 December 2008, subsidiaries consolidated line by line and associated companies valued at equity were 476, compared to 344 at 31 December 2007. Specifically, the former went from 331 to 449, whereas the latter increased from 13 to 27.

The change is mainly attributable to the inclusion in the consolidation area of the companies transferred from the PPF group to Generali PPF Holding, of Banca del Gottardo companies, which was acquired through the subsidiary BSI in March, as well as of several companies, which were previously excluded as they were not considered as material. The inclusion of the latter companies did not materially impact consolidated results, and therefore does not affect their comparability with the consolidated results of the same period of the previous year.

The table listing subsidiaries consolidated line by line and associated companies valued at equity is attached to the Notes, together with the list of non-consolidated subsidiaries and other associated companies, which are considered immaterial.

Human resources

Compared to year-end 2007, at 31 December 2008 total staff of consolidated Group companies increased by 16,757 to 84,063. A total of 15,706 employees worked in Italy and 68,357 abroad. This increase is due to the aforementioned increase in the consolidation area.

As explained in the Group's Code of Ethics, human resources are central to the strategic vision of the Generali Group. In fact, the Group bases its competitive edge on the competence and commitment of its employees. Personnel are selected from among particularly well-qualified candidates with a sound academic background, a high comprehensive final grade at university and good knowledge of at least one foreign language. The Group prefers to fill its vacancies from people already within the Group who can respond to the job postings or be nominated by the departments in charge of staff mobility. The Group guarantees equal treatment of men and women and outlaws any form of discrimination against its workers, either during the recruitment phase, during training, or in terms of career development and salary.

Staff are granted the right to belong to trade unions, form workers' associations and exercise their duties according to the principle of freedom of association.

These policies are described in the Group's European Social Charter, drawn up in collaboration with the European Works Council. The Charter outlines the fundamental rights of workers and the objectives connected to developing human resources issues and workers' representation.

To allow staff the possibility of reconciling their working lives with family and personal commitments, the Group companies generally allow considerable flexibility in terms of working hours. Part-time contracts (both horizontal and vertical) are available in almost every area.

As far as salary policies are concerned, the Group's general aim is to standardise salary levels for the same duties and responsibilities, in line with the local employment market. For non-executive positions, base wages are set in accordance with national and supplementary collective-bargaining agreements in force in the various countries. For executive and management positions, points are assigned based on the Hay method, allowing wages to be set on the basis of internal equity as well as competitiveness with the external market. The Group also adopts a bonus system whereby the executives are set personal targets on the basis of a balanced scorecard system. Employees' salary packages also include various benefits, including special forms of supplementary pensions and healthcare. The Group believes in the value of its human capital and is committed to developing its staff, partly through paying special attention to individual training needs. *Generali Group Innovation Academy*, the Group's corporate university, was founded in 2004. It manages all the training operations for all the Group companies operating in Italy, organises international training courses for all Group employees and provides support to the training centres based in nine countries including Europe, Israel and China. The initiatives implemented by Generali Group Innovation Academy are organised according to a Training and Development Framework, a tool aimed at planning and directing the Group's training investment based on Group objectives and strategies. Numerous initiatives are also planned to target the specific technical needs of the various Group companies in Italy and abroad.

To ensure that individual dignity is respected, and create a safe, salubrious working environment, the Group companies have set up specific units to handle issues relating to risk prevention and the protection of employees' health and safety at work. Employees are informed of pertinent regulations and safety and health initiatives using various types of informational materials (brochures, pamphlets, notice boards, e-learning courses and Intranet publications). Specific training and refresher courses are also organised for personnel responsible for specific duties in the event of medical emergencies or fires. Thanks to regular property maintenance, for which the services of ergonomics experts can be called on if necessary, the working areas have been organised in such a way as to protect employees' safety, make working conditions more comfortable, and develop the efficiency and reliability of interactions between man and machine.

Social and environmental commitment

The Group's social commitment is a fundamental part of its business activity. The Group has long strived to develop productive relationships with the local and national communities in which it operates. Consistent with its belief that social commitment is an investment that the entire entrepreneurial world must bear, the Group's companies support — both financially and otherwise — numerous social, cultural, environmental, and sports-related initiatives. The Group focuses its support on the following areas: safeguarding and enhancing Italy's cultural, artistic and architectural heritage; social awareness, especially topics related to the insurance business (road traffic, healthy lifestyles, etc.); scientific research; integration and equal opportunity; environment and climate change. Particular attention is placed on initiatives targeting children and young people.

Protecting the environment as a primary asset is another of the Generali Group's guiding values. As explained in the Code of Ethics, the Group strives to direct its decisions towards ensuring compatibility between economic initiatives and environmental needs. The Group's environmental policies are determined by the Eco-Committee, a decision-making body located at the Parent Company's Central Head Office. The Eco-Committee is responsible for establishing environmental policies, environmental performance indicators and related objectives and result monitoring systems, with reference to both the direct impact of the Group's operations on the surrounding environment and the indirect impact attributable mainly to the buying process, the design and distribution of insurance products and corporate investments.

In line with its belief that environmental education is fundamental to the dissemination of environmentally-friendly conduct, the Group strives to create awareness and increase knowledge about environmental issues both among its employees, through various types of programmes and initiatives, and among its customers and the general public, through awareness campaigns, conferences and guides containing useful advice and recommendations.

The Group's companies endeavour to adopt the sustainable practices and conduct that best enable them to reduce the direct environmental impact of their operations. The management of the Group's buildings, corporate facilities and properties is increasingly focused on minimising environmental impacts. Eco-friendly principles are applied to the extent possible when remodelling or building new structures, with particular attention to energy conservation, limiting carbon dioxide emissions and materials used.

In 2008, the Group decided to concentrate its efforts on energy and paper conservation. In line with this decision, the companies took various measures, including installing a system for scheduling switch-on and switch-off times for lights and air conditioners, installing photocells that switch lights on and off, replacing incandescent light bulbs with energy-saving bulbs and replacing fax machines and printers with multi-function machines that require less energy, toner, paper, etc. Employees were encouraged to use electronic mail and to save emails and other documents electronically instead of in hard copy.

The Group recycles a large portion of its waste, most of which is paper. IT waste, toners and hazardous objects (sanitary fixtures, neon lights, batteries, etc.) are collected and disposed of separately in an appropriate manner, in accordance with the laws of the various countries. To reduce carbon dioxide emissions resulting from the travel inherent in the Group's activities, many companies have implemented mobility-management initiatives and travel policies that aim to minimise work-related trips by increasing the use of video-conferencing, conference calls and e-learning courses or by decreasing the environmental impact of travel by encouraging the use of public transportation or carpooling.

As stated above, in order to reduce the indirect impact of its activities, the Group implements measures to encourage eco-friendly conduct among its suppliers, customers and the companies in whose securities it invests.

The Group's purchasing processes employ mechanisms aimed at ensuring that suppliers and the entire supply chain comply with applicable legislation in the areas of on-the-job safety and health, environmental protection and public health as well as the Group's ethics policies. Most contracts contain clauses that provide for cancellation in the case of non-compliance.

Until now, only the non-life sector (both individual and corporate) focused on designing and offering products and services aimed at encouraging eco-friendly conduct. In the corporate segment, the Group's underwriting policy with regard to property risks and general liability requires a careful evaluation of companies that pose significant social and environmental risks. At the same time, customers are offered a consultation aimed at implementing the appropriate safety measures to reduce risk exposure, thus allowing lower premiums. Premiums may be increased if appropriate precautionary measures have not been taken; the lack or insufficiency of these measures could result in the company's refusal to provide coverage. Premium discounts are generally available to companies that pose fewer risks to the environment. As for individual customers, more favourable coverage terms are offered to those who own eco-friendly vehicles.

The Group is aware of the important indirect role it, as an institutional investor, can play in protecting the environment and promoting human rights and the community as a whole, by influencing the conduct of issuing companies. For this reason, the Group decided to base its investment policy on the ethical guidelines of the Norwegian Government Pension Fund. Accordingly, the Group does not invest in financial instruments issued by companies responsible for serious damage to the environment.

The Group's efforts in the social and environmental arena are thoroughly discussed in the sustainability report, a tool that allows direct dialog and discussion with the various categories of stakeholders who have an influence on the company's success or have a specific interest in the company. The sustainability report monitors, reports and discloses the process of responsible management undertaken by the Group and provides visibility into its environmental, social and financial performance. The document also identifies any weaknesses in operations and indicates areas of improvement where changes in management processes must be made. The Generali Group's first sustainability report, for the year 2004, was published in October 2005. As of 2007, the sustainability report is approved by the Board of Directors of the Parent Company and published in May, a few weeks after the annual report.

PART A - INFORMATION ON OPERATIONS

The Generali Group's consolidated financial statements at 31 December 2008 was drawn up taking into account the IAS/IFRS issued by the IASB and endorsed by the European Union, in accordance with the Regulation (EC) No. 1606/2002 and the Legislative Decrees No. 58/1998 and No. 209/2005, as amended by the Legislative Decrees No. 32/2007 and No. 38/2005.

In this yearly report the Generali Group prepared its consolidated financial statements and Notes in conformity with the ISVAP Regulation No. 7 of 13 July 2007 and the information of the Consob Communication No. 6064293 of 28 July 2006. As allowed by the aforementioned Regulation, the Generali Group believed it appropriate to supplement its consolidated financial statements with detailed items and to provide further details in the Notes in order to meet also the IAS/IFRS requirements.

The Generali Group has also elected not to apply the new reclassifications of financial instruments introduced by the amendments to IAS 39 and IFRS 7 by the IASB, endorsed by the European Commission on 15 October in European Regulation 1004/2008, with the exception of the Banca Generali group.

From 30 June 2008 onwards, for the purpose of improving the informative value of the operating result as a valuation indicator of the quality and sustainability over time of the earnings for the period, the Generali Group has revised the classification of the amortization of the value of business acquired (VOBA), whether acquired directly or by securing control of companies in the insurance and financial segments. It has been considered as a non-operating cost for all segments.

In order to ensure the uniformity of the information presented, the comparative data provided, including operating result broken down by country, have been similarly restated.

Further information on performance indicators is provided in the appendix to the Report.

The description of the main risks is provided in the part E of this document.

In 2007 the Group launched a project (FARG Project – Financial Accounting Risk Governance) implemented at both individual and Group level, to ensure compliance with the provisions of Art. 154-bis of Legislative Decree No. 58 of 24 February 1998 (Consolidated Law on Financial Intermediation) introduced by Law No. 262 of 28 December 2005.

Supported by the consolidated experience acquired throughout 2008, the Group established a new organizational unit (*Ufficio del Dirigente Preposto*) consisting of qualified, adequately trained professionals assigned to monitor the activities aimed at securing compliance with the aforementioned statutory provisions. Besides, the new unit's activities are designed to promote an integrated management of financial accounting risks at Group level and to provide a strategic opportunity to achieve complementary targets such as the effectiveness increase in operating processes, organizational alignment and quality improvement in information flows towards the Parent Company, as to consolidate the available information database employing synergies emerging with other Group organizational units dealing with the management of Risks and Controls.

Further information is provided in the corporate governance report.

PricewaterhouseCoopers, the appointed audit firm from 2006 to 2011, expresses an opinion on the coherence of management report with the notes.

Business performance

The **result of the period attributable to the Group** amounted to € 860.9 million compared to € 2,915.6 million at 31 December 2007 (down 70.5%). This result was significantly conditioned by the negative performance of financial markets, which characterized the current year, and, in particular, by the crisis that struck the financial sector in the course of the second half of the year. However, the year also witnessed strong development of premium income in both the life and non-life segments, exceeding on average the performance of the markets in the countries in which the Group operates, and a largely stable combined ratio.

(€ million)	31/12/2008	31/12/2007
Earnings before taxes	1,536.5	4,716.3
Income taxes	-472.5	-1,341.7
Consolidated result of the period	1,064.0	3,374.6
Result of the period attributable to the Group	860.9	2,915.6
Result of the period attributable to minority interests	203.1	459.0
Operating result	3,932.0	4,793.1
Net earned premiums	61,982.2	61,821.1
Net insurance benefits and claims	-44,540.3	-61,415.1
Acquisition and administration costs	-11,225.9	-10,414.8
Net fee and commission income and net income from financial service activities	694.9	563.5
Operating income from investments	-2,351.5	14,820.6
Operating holding expenses	-290.8	-269.0
Net other operating expenses	-336.6	-313.2
Non-operating result	-2,395.5	-76.8
Non-operating income from investments (*)	-1,204.1	941.1
Non-operating holding expenses	-700.8	-710.0
Interest expense on liabilities linked to financing activities	-667.9	-611.3
Other non-operating holding expenses	-32.9	-98.7
Net other non-operating expenses (**)	-490.5	-307.9

(*) The amount is gross of interest expense on liabilities linked to financing activities.

(**) The amount is net of the share attributable to the policyholders in Germany and Austria.

	31/12/2008	31/12/2007
Expense ratio	16.1%	15.8%
Acquisition costs / net premiums	12.5%	12.4%
Administration costs / net premiums	3.5%	3.4%
Combined ratio	96.4%	95.8%

Operating result was € 3,932.0 million compared to € 4,793.1 million at 31 December 2007, with a decrease of 18.0% (down 27.8% on equivalent consolidation area). The decline was due to the operating result of the life and financial segments, which fell due to the significant decrease in financial results in these segments. The operating result of the non-life segment remained largely stable.

Net earned premiums totalled € 61,982.2 million compared to € 61,821.1 million at 31 December 2007. Taking into account also premiums related to investment contracts, which are not considered premiums for financial reporting purposes, accounted for as premiums —, **gross premiums written** were € 68,805.1 million (up 1.3% on equivalent terms), of which gross life premiums written amounted to € 46,815.4 million (up 0.8%) and gross non-life ones amounted to € 21,989.7 million (up 2.4%).

Net insurance benefits and claims went from € 61,415.1 million to € 44,540.3 million. The significant decrease is due to the reduction in net insurance benefits and claims in the **life segment**, i.e. net amounts paid and the change in net insurance provisions, from € 48,522.3 million to € 30,787.6 million, mainly due to the sharp reduction in the change in insurance provisions where the investment risk is borne by the policyholders, mainly reflecting the reduction in the market value of assets linked to this category. On the contrary, net insurance benefits and claims of the **non-life segment** went from € 12,960.0 million to € 13,806.5 million. The loss ratio was largely stable at 69.2% (69.0% at 31 December 2007).

Acquisition and administration costs totalled € 11,225.9 million (up 7.8%), of which € 10,591.3 million related to insurance business (up 6.1%). Specifically, insurance acquisition costs amounted to € 8,254.2 million with an increase of 5.6% (up 2.5% on equivalent consolidation area). This increase occurred on both the non-life segment, specifically in Germany, Switzerland and Spain, due to the change in the product mix to non-motor sector and in the life segment, especially in Germany, due to a higher weight of pension policies on the portfolio. Insurance administration costs amounted to € 2,337.1, with an increase of 8.1% (up 3.3% on equivalent consolidation area).

The expense ratio was 16.1% (15.8% at 31 December 2007). In the life segment, the ratio was largely stable at 11.2% (11.1% in the same period of 2007); in the non-life segment, it slightly increased to 27.2% from 26.8% at 31 December 2007.

The non-life combined ratio was 96.4% (95.8% at 31 December 2007).

Net fee and commission income amounted to € 694.9 million, compared to € 563.5 million at 31 December 2007, notably by virtue of the increase in net fee and commission income in the financial segment, which benefited from the inclusion within the consolidation area of the Banca del Gottardo group.

Operating income from investments totalled € -2,351.5 million. The significant decrease of € -17,172.1 million is mainly attributable to **net operating income from financial instruments at fair value through profit and loss**, which decreased by 14,342.5 million, from € 2,432.6 million to € -11,910.0 million. The decrease is attributable for € -11,120.3 million to assets and liabilities where the risk is borne by the policyholders (which went from € 1,255.2 million at 31 December 2007 to € -9,865.1 million). This decrease was influenced by the sharp stock market downturn and was largely offset by a correspondent change in the related provision, included in net insurance benefits and claims of the life segment.

(€ million)	31/12/2008	31/12/2007
Interest income and other income	13,227.9	12,209.2
Net operating income from financial instruments at fair value through profit or loss	-11,910.0	2,432.6
of which net income from financial assets and liabilities where the risk is borne by the policyholders	-9,865.1	1,255.2
Net operating realized gains on other financial instruments and land and buildings (investment properties)	574.2	1,888.8
Net operating impairment losses on other financial instruments and land and buildings (investment properties)	-3,131.7	-238.4
Interest expense on liabilities linked to operating activities	-825.9	-733.1
Other expenses from other financial instruments and land and buildings (investment properties)	-285.9	-738.4
Operating income from investments	-2,351.5	14,820.6

Interest income and other income totalled € 13,227.9 million (up 8.3%), of which € 10,719.9 million interest income (up 8.6%), benefiting from the inclusion within the consolidation area of the companies transferred from the PPF group to Generali PPF Holding and those of the Banca del Gottardo group.

Net operating realized gains on other financial instruments and land and buildings (investment properties) decreased from € 1,888.8 million to € 574.2 million. This reduction is attributable to the fall in realized gains on equity securities in the life segment, specifically in Italy and Germany.

Net impairment losses on other financial instruments and land and buildings (investment properties) increased from € 238.4 million to € 3,131.7 million, substantially on account of net impairment losses on equity securities in the life segment, particularly in the second half of the year. Impairment losses on some corporate bonds recognized over the second half of the year contributed to this increase.

Interest expense on liabilities linked to operating activities amounted to € 825.9 million (€ 733.1 million at 31 December 2007). The increase is mostly due to higher interest expense on liabilities with banks or customers mainly due to the inclusion of the Banca del Gottardo group in the consolidation area, where they were basically offset by the increase in interest income.

Other expenses from other financial instruments and land and buildings (investment properties), which also include investment management expenses and net exchange gains and losses, declined from € 738.4 million to € 285.9 million. The decrease is primarily due to net exchange gains arising from transactions in the main foreign currencies in which the Group operates, which were offset by the related change in insurance provisions.

Operating holding expenses, which include expenses borne by the Parent Company and the local subholdings in their management and coordination activities, went from € 269.0 million at 31 December 2007 to € 290.8 million, mainly following the inclusion of Generali PPF Holding in the consolidation area.

Other operating income and expenses — which mainly include depreciation of tangible assets and the amortization of capitalized costs, provisions for risks, other taxes and other insurance expenses — rose from € 313.2 million at 31 December 2007 to € 336.6 million. This increase is substantially attributable to the consolidation of the companies transferred from the PPF group into Generali PPF Holding and the companies of the Banca del Gottardo group.

Non-operating result went from € -76.8 million at 31 December 2007 to € -2,395.5 million.

Non-operating income from investments decreased from € 941.1 million at 31 December 2007 to € -1,204.1 million, as explained below.

(€ million)	31/12/2008	31/12/2007
Net non-operating income from financial instruments at fair value through profit or loss	-85.5	-19.0
Net non-operating realized gains on other financial instruments and land and buildings (investment properties)	791.0	1,039.0
Net non-operating impairment losses on other financial instruments and land and buildings (investment properties)	-1,909.7	-78.9
Non-operating income from investments ^(*)	-1,204.1	941.1

(*) The amount is gross of interest expense on liabilities linked to financing activities.

Net non-operating realized gains on other financial instruments and land and buildings (investment properties) declined due to the fall in net realized gains on equity securities in the non-life segment, partly offset by the realized gain on the transfer of Central Eastern European insurance operations to Generali PPF Holding, in which Generali owns now a 51% stake. It is equal to the capital gain recognized to the companies transferred by the Generali Group compared to the carrying amounts of the net assets transferred.

The increase in **net impairment losses on other financial instruments and land and buildings (investment properties)** (which went from € 78.9 million at 31 December 2007 to € 1,909.7 million) is attributable to higher net impairment losses on equity securities, specifically in the life and non-life segments, occurred in the second half of the year.

Non-operating holding expenses amounted to € 700.8 million (€ 710.0 million at 31 December 2007).

Specifically, **interest expense on liabilities linked to financing activities** amounted to € 667.9 million (up 9.3%). The increase was mainly due to the new loan raised in the first months of 2008 for the acquisition of Banca del Gottardo and partly refinanced by a subordinated debt.

Other non-operating holding expenses, which mainly consist of costs arising from the assignment of stock option plans by the Parent Company, amounted to € 32.9 million. At 31 December 2007, they amounted to € 98.7 million, following to the assignment of stock grant plans to all Group employees on the occasion of the 175th anniversary of the foundation of the Parent Company.

Net other non-operating expenses, which include non-recurring income and expenses and the amortization of the value of the portfolios acquired directly or through the acquisition of control of insurance or financial companies, rose from € 307.9 million at 31 December 2007 to € 490.5 million. This increase was primarily due to the amortization of the value of business acquired associated with the insurance companies transferred from the PPF group and the companies acquired from the Banca del Gottardo group, partly offset by the decrease in restructuring charges.

Income taxes for the period went from € 1,341.7 million at 31 December 2007 to € 472.5 million, bringing the tax rate to 30.8% from 28.4%. The increase was due to the inclusion of untaxable losses in the result of the period.

Asset and financial management

Investments by IAS/IFRS categories

(€ million)	31/12/2008		31/12/2007	
	Total book value	Impact (%)	Total book value	Impact (%)
Land and buildings (investment properties) ^(*)	12,473.3	4.4	11,906.5	4.2
Investments in subsidiaries, associated companies and joint ventures	2,568.4	0.9	2,735.9	1.0
Held to maturity investments	1,798.0	0.6	1,148.4	0.4
Loans and receivables	69,192.5	24.2	61,371.0	21.5
Available for sale financial assets	173,701.1	60.8	180,933.4	63.3
Financial assets at fair value through profit or loss	26,050.3	9.1	27,809.8	9.7
Total	285,783.5	100.0	285,905.0	100.0
Investments back to policies where the investment risk is borne by the policyholders	41,351.4		50,711.8	
Total investments - life segment	327,134.9		336,616.9	

(*) In accordance with the international accounting standards, € 3,235.5 million land and buildings used for own activities (€ 2,829.1 million at 31 December 2007) are classified as tangible assets.

Breakdown of investments by asset classes

(€ million)	31/12/2008		31/12/2007	
	Total book value	Impact (%)	Total book value	Impact (%)
Equities ^(*)	22,224.5	6.8	36,795.2	10.9
Available for sale financial assets	18,709.0		31,951.4	
Financial assets at fair value through profit or loss	3,515.5		4,843.8	
Bonds ^(**)	207,842.4	63.5	201,682.9	59.9
Held to maturity investments	1,778.7		1,132.9	
Loans	38,888.5		35,301.9	
Available for sale financial assets	150,847.8		146,250.7	
Financial assets at fair value through profit or loss	16,327.5		18,997.4	
Investments back to policies where the investment risk is borne by the policyholders	41,351.4	12.6	50,711.8	15.1
Other investments ^(***)	55,716.6	17.0	47,426.9	14.1
Land and buildings (investment properties)	14,624.7		13,341.0	
Investments in subsidiaries, associated companies and joint ventures	2,568.4		2,735.9	
Derivatives	3,012.6		1,367.8	
Mortgage loans	8,835.2		7,537.8	
Receivables from banks or customers	6,999.7		5,691.2	
Term deposits with credit institutions	6,275.0		4,726.2	
Other investments	13,400.9		12,027.1	
Total investments	327,134.9	100.0	336,616.9	100.0

(*) Investment fund units amounted to € 3,854.6 million (€ 5,926.4 million at 31 December 2007).

(**) Investment fund units amounted to € 7,641.0 million (€ 7,946.4 million at 31 December 2007).

(***) Investment fund units amounted to € 3,471.9 million (€ 3,072.6 million at 31 December 2007).

The breakdown of **investments by IAS/IFRS** categories is characterized by an increase in loans and receivables and a decrease in available for sale financial assets. The weight of loans and receivables rose from 21.5% to 24.2% and the weight of available for sale financial assets decreased from 63.3% to 60.8%.

The increase in loans and receivables — i.e. an asset class mainly including unquoted bonds — is due to new investments made mostly in Germany and to the increase in receivables from banks and customers following to the inclusion of the Banca del Gottardo group in the consolidation area.

The reduction of available for sale financial assets fair valued to total investments is basically attributable to the reduction in the market value of equities caused by the negative market trend.

The breakdown of **investments by asset classes** showed an increase in the bond investments due to a policy of decreasing equity exposure aimed at privileging investments in government securities and less volatile investment types, which intensified over the second half of the year as the financial market crisis became more acute.

The investment strategy oriented towards the development of the bond investments offset part of impairment losses, particularly those on corporate bonds, during the last months of the year.

The equity component decreased considerably, driven by the decline in market values, which accelerated during the last quarter, and by the aforementioned gradual reduction of the exposure.

The increase in the derivatives position is primarily attributable to the BSI group, due in part to the entry into the consolidation area of the Banca del Gottardo group, which undertakes derivatives transactions in its own name but on behalf of its clients. These investments are offset by corresponding derivatives liabilities of a substantially equal amount.

Given the severe tension on financial markets, the intensification of a systemic risk and the ensuing increase in volatility on the market, the Group implemented dynamic strategies aimed at hedging the profit and loss effects of its investments using derivatives.

Equity hedging had been implemented by using options and futures on indices and individual securities, while bond hedging had been implemented by using instruments such as options and swaps.

The ongoing economic crisis had particularly severe effects on emerging countries, resulting in a depreciation of their respective currencies. Consequently, the Group has also implemented hedging strategies for its foreign-currency exposures to these countries, especially as regards the Czech koruna, to which our Group has substantial exposure.

The current return on investments on an annual basis¹ calculated based on book values, remained stable at 4.8%.

¹ Further information on principles and procedures used to calculate this indicator is described in the methodological note in the appendix to this report.

Net insurance provisions

(€ million)	31/12/2008	31/12/2007
Non-life insurance provisions (*)	29,246.0	28,358.4
Provisions for unearned premiums	5,320.2	4,971.2
Provisions for outstanding claims	23,514.4	23,060.2
Other insurance provisions	411.4	327.0
Life insurance provisions (*)	266,509.3	277,161.7
Mathematical provisions	218,306.6	210,038.4
Provisions for outstanding claims	4,391.7	4,361.5
Provisions for policies where the investment risk is borne by the policyholders	34,964.4	44,356.2
Other insurance provisions	16,176.5	15,752.7
Deferred policyholder liabilities	-7,329.9	2,652.9
Total	295,755.3	305,520.1

(*) After the elimination of intra-group transactions between segments..

The increase in net insurance provisions of the non-life segment is mainly attributable to the consolidation of the companies transferred from PPF group, the insurance provisions of which amounted to € 657.8 million.

As a consequence of a positive life net cash inflows, which amounted more than € 7 billion, net insurance provisions of the life segment, gross of deferred policyholders' liabilities, went from € 274,508.8 million at 31 December 2007 to € 273,839.2 million, with growth in provisions for the traditional portfolio and a reduction in provisions for policies where the investment risk is borne by the policyholders. Deferred policyholders' liabilities decreased due to the above-mentioned downturn in the financial markets.

In the life segment, the increase in insurance provisions attributable to the inclusion of the companies transferred from PPF group was € 2,566.3 million.

Debt

In accordance with the IAS/IFRS managerial model adopted by the Generali Group, the consolidated debt was split into two categories:

- liabilities linked to operating activities, which are all financial liabilities with a relationship to specific consolidated balance sheet items. For instance, this category includes liabilities related to investment contracts issued by insurance companies;
- liabilities linked to financing activities, which include subordinated liabilities, bonds and other loans. For instance, debts issued as part of transactions carried out to acquire controlling shareholdings belong to this category.

Total debt was as follows:

(€ million)	31/12/2008	31/12/2007
Liabilities linked to operating activities	34,400.5	24,130.7
Liabilities linked to financing activities	12,329.9	11,395.8
Subordinated liabilities	6,041.0	5,846.2
Other non subordinated liabilities linked to financing activities	6,288.9	5,549.6
Total	46,730.5	35,526.5

The increase in liabilities linked to operating activities and in the related interest expense is mainly attributable to the inclusion within the consolidation area of Banca del Gottardo group and of the companies transferred from PPF group to Generali PPF Holding.

Liabilities linked to financing activities and the related interest expense increased following to the increase in loan raised for the acquisition of Banca del Gottardo and partly refinanced by a subordinated debt.

The weighted average cost of liabilities linked to financing activities was 5.36% at 31 December 2008 (5.40% at 31 December 2007).

The related interest expense is detailed as follows:

(€ million)	31/12/2008	31/12/2007
Interest expense on liabilities linked to operating activities	825.9	659.6
Interest expense on liabilities linked to financing activities	667.9	611.3
Interest expense on deposits under reinsurance business accepted ^(*)	37.6	44.4
Total	1,531.4	1,315.3

(*) As from the half-yearly report 2008 interest expense on deposits under reinsurance business accepted have been deducted from the related interest income. Therefore, they have not been accounted for in interest expense on liabilities linked to operating activities anymore. In order to ensure the uniformity of the information presented, the comparative data provided have been similarly restated.

Shareholders' equity

(€ million)	31/12/2008	30.09.2008	31/12/2007
Shareholders' equity attributable to the Group	11,312.8	12,509.6	14,789.6
Share capital and reserves	11,557.7	11,983.6	9,849.8
Reserve for unrealized gains and losses on available for sale financial assets	-1,105.7	-1,143.8	2,024.2
Result of the period	860.9	1,669.8	2,915.6
Shareholders' equity attributable to minority interests	4,160.3	4,629.4	3,560.9
Total	15,473.1	17,138.9	18,350.6

Shareholders' equity attributable to the Group amounted to € 11,312.8 million (€ 12,509.6 million at 30 September 2008). The decrease is substantially due to the lower result attributable to the Group for the fourth quarter.

The reserve for unrealized gains and losses on available for sale financial assets, i.e. the balance between unrealized gains and losses on financial assets, net of life deferred policyholder liabilities and deferred taxes, went from € -1,143.8 million at 30 September 2008 to € -1,105.7 million.

The increase in this reserve by € 38.1 million is due in particular to an improvement in bonds and the record in the profit and loss account of net unrealized losses on equity securities, previously accounted for in the shareholders' equity. This improvement was partly offset by the downward trend of equities over the last quarter.

The cost of shares of the Parent Company held by the Parent Company or other Group companies amounted to € 1,866.8 million (€ 1,875.4 million at 31 December 2007), with a mean unit price of € 29.09.

The preliminary Group solvency I cover ratio, i.e. the ratio of available margin to required margin, was 123% compared to 143% at 31 December 2007. The change is attributable to the acquisitions occurred in 2008 and the downturn in the financial markets. .

Reconciliation statement of the result of the period and shareholders' equity of the Group and the Parent Company

(€ million)	31/12/2008		31/12/2007	
	Shareholders' equity before the result of the period	Result of the period	Shareholders' equity before the result of the period	Result of the period
Parent Company amounts in conformity with the Italian accounting principles	9,798.9	828.3	9,513.6	1,401.1
Adjustments to Parent Company for IAS/IFRS application	-1,941.2	338.9	-1,022.8	226.4
Allocation of differences arising out of consolidation of companies	-560.4	-107.9	-1,798.0	-47.0
Result of the period of entities included in the consolidation area		3,839.0		6,968.2
Consolidation adjustments:				
Dividends	4,116.6	-4,116.6	3,923.0	-3,923.0
Other consolidation adjustments	-163.3	79.2	-168.6	-1,710.1
Reserve for currency translation differences	-108.5		-95.7	
Reserve for unrealized gains and losses on available for sale financial assets	-691.3		1,478.7	
Reserve for other unrealized gains and losses through equity	1.1		43.8	
Shareholders' equity attributable to the Group	10,451.9	860.9	11,874.0	2,915.6

Shareholders and stock performance

At 31 December 2008, outstanding shares, with a nominal value of € 1 each, were 1,410,113,747, of which € 64,176,653 held by the Parent Company and other Group companies. At the same date, the Parent Company's shareholders numbered 226,144.

According to the latest available data, the following shareholders held equity interests of more than 2% in the Company directly or indirectly through nominees, trust companies and subsidiary companies:

Shareholders	Number of shares	Percentage of share capital
1 GRUPPO MEDIOBANCA (*)	220,804,415	15.659%
2 GRUPPO BANCA D'ITALIA	62,768,573	4.451%
3 GRUPPO UNICREDIT	45,713,511	3.242%
4 GRUPPO B&D HOLDING	37,783,155	2.679%
5 GRUPPO BARCLAYS	28,205,059	2.000%

(*) 22,220,000 shares of the total or 1.576% of the share capital are without voting right.
Updated as of 22 December 2008..

At 30 December 2008, Generali stock was trading at € 19.49, marking a decline of 36.86% on the end of 2007. The stock nonetheless outperformed the main market ratio (S&P MIB: -49.53% and DJ Stoxx Insurance: -47.14%). In 2008, the share price fluctuated between a low of € 17.17 (21 November 2008) and a high of € 31.40 (10 January 2008).

Market capitalization at 31 December 2008 was € 27,483.1 million, confirming Assicurazioni Generali's position among the major European insurers by market capitalization.

Business segments

Life segment

Business performance of the life segment

(€ million)	31/12/2008	31/12/2007
Operating result - life segment	1,979.7	2,737.9
Net premiums	42,034.6	43,027.0
Net insurance benefits and claims	-30,787.6	-48,522.3
Acquisition and administration costs	-5,033.8	-4,838.4
Acquisition and administration costs related to insurance business ^(*)	-5,023.0	-4,830.3
Other acquisition and administration costs	-10.7	-8.0
Net fee and commission income and net income from financial service activities	90.1	101.1
Operating income from investments	-4,241.0	13,026.4
Interest income and other income	10,687.9	10,019.4
Net income from financial instruments at fair value through profit or loss	-12,056.7	2,116.1
Net operating realized gains on other financial instruments and land and buildings (investment properties)	670.7	1,897.7
Net operating impairment losses on other financial instruments and land and buildings (investment properties)	-3,090.2	-229.5
Interest expense on liabilities linked to operating activities	-139.1	-179.7
Other expenses from other financial instruments and land and buildings (investment properties)	-313.6	-597.5
Net other operating expenses	-82.6	-55.9
Non-operating result - life segment	-1,015.6	220.0
Non-operating income from investments	-800.4	294.2
Net non-operating realized gains on other financial instruments and land and buildings (investment properties) ^(**)	43.6	295.5
Net non-operating impairment losses on other financial instruments and land and buildings (investment properties) ^(**)	-844.0	-1.3
Net other non-operating expenses ^(***)	-215.1	-74.2
Earnings before taxes - life segment	964.2	2,957.9

(*) Commissions related to investment contracts, which amounted to € 135.5 million (€ 102.7 million at 31 December 2007), are included in net fee and commission income and net income from financial service activities.

(**) The amount is net of the share attributable to the policyholders.

(***) The amount is net of the share attributable to the policyholders in Germany and Austria.

	31/12/2008	31/12/2007
Expense ratio	11.2%	11.1%
Acquisition costs / net premiums	8.8%	8.8%
Administration costs / net premiums	2.4%	2.3%

Operating result of the life segment was € 1,979.7 million, down 27.7% compared to 31 December 2007, mainly due to the sharp reduction of the investment result. Without considering the inclusion of the PPF group in the consolidation area and taking account of the sale of Nuova Tirrena, operating result decreased by 31.8%.

Net premiums of the life segment amounted to € 42,034.6 million. Gross premium income of the life segment, including premiums related to investment contracts, amounted to € 46,815.4 million (€ 45,373.3 million at 31 December 2007), up by 3.2% (up 0.8% on equivalent terms).

The growth of gross direct premiums written (up 3.4%) was driven by **Central Eastern Europe**, where — even if the Ceska group's contribution is excluded — growth of gross direct premiums written was 13.5%, due to the performance of individual traditional policies.

The increase in gross premiums written was also attributable to **Germany** (up 5.0%), owing to the development of the state-supported pension policies and health business line, and **Spain** (up 23.8%), owing to the increase in individual savings policies, also as a result of the amendment of pension laws, which permitted the transfer of pension products not guaranteed to pension insurance products backed by financial guarantees. Premiums written by the Group in **France** showed a decline of 7.3%, mainly attributable to the performance of individual unit-linked products that decreased by more than 40%. Premiums written by the Group in **Italy** also showed a decline of 1.9% on equivalent terms, mostly attributable to the negative performance of the banking channel. Proprietary networks registered an excellent performance, posting an increase of 7.3%.

Premiums related to investment contracts, which are not considered premiums for financial reporting purposes, amounted to € 3,998.7 million. The increase compared to € 1,504.6 million at 31 December 2007 is attributable to premium income in Italy and Central Eastern Europe.

New business annual premium equivalent totalled € 4,798.3 million (up 3.3% on equivalent terms, i.e. on equivalent exchange rates and share attributable to the Group).

New business value amounted to € 971.1 million, with a reduction of 9.8% (down 13.0% on equivalent terms, i.e. on equivalent exchange rates and share attributable to the Group).

The effectiveness of proprietary networks is also confirmed by the performance of net cash inflows, i.e. premiums net of outflows attributable to the period, that were positive by more than € 7 billion.

Acquisition and administration costs of the life segment amounted to € 5,033.8 million (up 4.0%). Considering also fees and commissions on investment contracts, which amounted to € 135.5 million, acquisition and administration costs related to insurance business increased 4.6% to € 5,158.5 million (up 1.4% on equivalent consolidation area).

Specifically, insurance acquisition costs were € 4,072.7 million with an increase of 4.0% (up 1.3% on equivalent consolidation area), attributable to Germany, due to the different product mix placed, and to Switzerland, where the increase is due to the application of criteria for the attribution of deferred acquisition costs enacted by said country. On equivalent consolidation area, insurance administration costs increased by 1.8% to € 1,033.2 million from € 1,015.0 million at 31 December 2007. Specifically, administration costs decreased in Italy whereas they remained stable or slightly increased in the other countries where the Group operates.

The expense ratio remained stable at 11.2% (11.1% at 31 December 2007). Specifically, acquisition ratio was 8.8% whereas administration ratio was 2.4%.

Operating income from investments of the life segment decreased from € 13,026.4 million at 31 December 2007 to € -4,241.0 million. The decrease is mainly attributable to the significant reduction in **net operating income from financial instruments at fair value through profit and loss**, which went from € 2,116.1 million

to € -12,056.7 million due to the negative performance of stock markets. Specifically, net income from financial assets and liabilities where the investment risk is borne by the policyholders decreased from € 1,255.2 million at 31 December 2007 to € -9,865.1 million.

Interest income and other income grew (up 6.7%), from € 10,019.4 million to € 10,687.9 million. **Net operating realized gains on other financial instruments and land and buildings (investment properties)** fell from € 1,897.7 million to € 670.7 million due to the decrease in realized gains on equity securities, specifically in Italy and Germany.

Net impairment losses on other financial instruments and land and buildings (investment properties) rose from € 229.5 million to € 3,090.2 million, due to impairment losses accounted for on equity securities and corporate bonds, occurred notably in the second half of the year.

Such reductions were mostly offset by the decrease in net insurance benefits and claims.

Other expenses from financial instruments and land and buildings (investment properties), which also include investment management expenses and net exchange gains or losses, fell from € 597.5 million to € 313.6 million, primarily due to the aforementioned transactions in foreign currencies, mostly offset by the related change in insurance provisions.

Other operating income and expenses of the life segment went from € -55.9 million to € -82.6 million. The increase is primarily attributable to the inclusion of the companies transferred from PPF group into Generali PPF Holding and to lower technical income recorded in Israel.

Non-operating result of the life segment amounted to € -1,015.6 million due to the greater **non-operating net impairment losses from other financial instruments and land and buildings (investment properties)** on both equities and bonds over the second half of the year.

Insurance business trends in the main countries of the life segment

Gross direct premiums written

(€ million)	31/12/2008	like for like %	31/12/2007	like for like %
Italy	14,679.6	-1.9	15,041.2	-14.1
of which premiums related to investment contracts	2,327.6		394.6	
Change in market gross direct premiums written		-13.5		-11.4
France	10,462.6	-7.3	11,288.2	10.3
of which premiums related to investment contracts	46.6		86.2	
Change in market gross direct premiums written		-10.6		-2.2
Germany (*)	11,720.9	5.0	11,164.8	3.5
of which premiums related to investment contracts	16.0		34.3	
Change in market gross direct premiums written		1.2		1.3
Central and Eastern Europe	1,746.3	11.5	570.4	29.0
of which premiums related to investment contracts	590.4		92.2	
Change in market gross direct premiums written		29.5		20.7
Spain	1,217.7	23.8	983.2	-16.2
Change in market gross direct premiums written		15.2		2.8
Austria	1,129.7	8.5	910.7	4.8
Change in market gross direct premiums written		2.4		0.8
Switzerland	859.4	-0.3	832.4	-2.0
of which premiums related to investment contracts	78.2		78.2	
Change in market gross direct premiums written		2.7		2.3

(*) Gross direct premiums written include premiums drawn from the provision for profit sharing, which amount to €49.6 million at 31 December 2008 (€16.1 million at 31 December 2007).

New annual business premium equivalent

(€ million)	31/12/2008	31/12/2007
Italy	1,533.8	1,466.0
France	1,056.2	1,120.2
Germany	1,090.9	851.2
Central and Eastern Europe	166.3	156.2
Spain	138.3	135.2
Austria	81.7	85.1
Switzerland	84.8	80.2

New business value

(€ million)	31/12/2008	31/12/2007
Italy	360.0	456.6
France	124.7	178.3
Germany	184.1	152.2
Central and Eastern Europe	57.4	35.0
Spain	18.8	41.3
Austria	18.7	14.5
Switzerland	34.0	42.7

Expense ratio

(%)	Expense ratio		Acquisition ratio		Administration ratio	
	31/12/2008	31/12/2007	31/12/2008	31/12/2007	31/12/2008	31/12/2007
Italy	8.1	9.1	6.0	6.6	2.1	2.5
France	8.1	7.4	6.4	6.0	1.6	1.4
Germany	15.4	15.4	13.7	13.6	1.7	1.8
Central and Eastern Europe	20.4	27.3	15.2	22.0	5.2	5.3
Spain	4.9	5.4	4.1	4.6	0.7	0.8
Austria	14.7	16.5	10.5	12.9	4.2	3.6
Switzerland	20.1	16.9	14.8	12.1	5.3	4.8

Operating result of the life segment²

(€ million)	31/12/2008	31/12/2007
Italy	1,207.0	1,427.9 ^(*)
France	345.5	427.5
Germany	140.4	316.7
Central and Eastern Europe	125.1	17.6 ^(*)
Spain	100.2	82.8
Austria	15.0	24.3
Switzerland	56.8	89.9

(*) Historical amounts not on equivalent terms.

² In order to ensure uniformity with the operating result at 31 December 2008, the comparative figure at 31 December 2007 was restated in accordance with the criteria reported in the methodological note in the appendix to the report, to which the Reader is referred.

Asset and financial management of the life segment

Investments by IAS/IFRS categories of the life segment

(€ million)	31/12/2008		31/12/2007	
	Total book value	Impact (%)	Total book value	Impact (%)
Land and buildings (investment properties) ^(*)	6,959.3	2.8	6,838.2	2.7
Investments in subsidiaries, associated companies and joint ventures	13,666.3	5.5	13,498.2	5.4
Held to maturity investments	1,069.0	0.4	1,020.4	0.4
Loans and receivables	52,035.8	21.0	46,963.5	18.8
Available for sale financial assets	152,904.3	61.7	158,531.3	63.6
Financial assets at fair value through profit or loss	21,315.9	8.6	22,346.0	9.0
Total	247,950.5	100.0	249,197.8	100.0
Investments back to policies where the investment risk is borne by the policyholders	41,351.4		50,711.8	
Total investments - life segment	289,301.9		299,909.7	

(*) In accordance with the international accounting standards, € 1,278.9 million land and buildings used for own activities (€ 1,187.9 million at 31 December 2007) are classified as tangible assets.

Breakdown of investments by asset classes of the life segment

(€ million)	31/12/2008		31/12/2007	
	Total book value	Impact (%)	Total book value	Impact (%)
Equities ^(*)	17,321.4	6.0	29,845.9	10.0
Available for sale financial assets	14,617.1		25,242.4	
Financial assets at fair value through profit or loss	2,704.3		4,603.5	
Bonds ^(**)	185,862.5	64.2	178,827.3	59.6
Held to maturity investments	1,069.0		1,020.4	
Loans and receivables	35,448.5		32,074.3	
Available for sale financial assets	135,025.4		131,279.0	
Financial assets at fair value through profit or loss	14,319.6		14,453.6	
Investments back to policies where the investment risk is borne by the policyholders	41,351.4	14.3	50,711.8	16.9
Other financial investments ^(***)	44,766.6	15.5	40,524.5	13.5
Land and buildings (investment properties)	8,755.5		7,933.9	
Investments in subsidiaries, associated companies and joint ventures	13,666.3		13,498.2	
Derivatives	1,271.9		959.0	
Mortgage loans	3,534.0		3,943.9	
Term deposits with credit institutions	4,395.1		3,106.7	
Other investments	13,143.8		11,082.8	
Total investments - life segment	289,301.9	100.0	299,909.7	100.0

(*) Investment fund units amounted to € 3,327.2 million (€ 5,199.6 million at 31 December 2007).

(**) Investment fund units amounted to € 6,672.1 million (€ 7,039.4 million at 31 December 2007).

(***) Investment fund units amounted to € 2,916.0 million (€ 2,479.3 million at 31 December 2007).

In the life segment the equity component of the Group's financial investments decreased by 6.0%, due to the conservative strategy intensified over the second half of the year, as well as the severe decline in market values.

In the bond segment, given the particular market situation, priority was allocated to investments in government securities, sovereign securities, and securities guaranteed by governments over investments in securities issued by private companies. The Group emphasised a strategy calling for an increase in duration in order to seize opportunities, while nonetheless maintaining an asset composition consistent with the structure of its technical reserves.

The Group implemented dynamic hedging strategies in response to the aforementioned increase in the volatility of equity and bond investments.

At 31 December 2008, investments of the life segment amounted to € 247,950.5 million, remaining essentially stable compared to 31 December 2007.

Investments back to policies where the risk is borne by the policyholders were € 41,351.4 million (€ 50,711.8 million at 31 December 2007), bringing total investments to € 289,301.9 million (€ 299,909.7 million at 31 December 2007).

Net insurance provisions of the life segment

(€ million)	31/12/2008	31/12/2007
Mathematical provisions	218,306.6	210,038.4
Provisions for outstanding claims	4,391.7	4,361.5
Provisions for policies where the investment risk is borne by the policyholders	34,964.4	44,356.2
Other insurance provisions	16,176.5	15,752.7
Deferred policyholder liabilities	-7,329.9	2,652.9
Total insurance provisions - life segment^(*)	266,509.3	277,161.7

(*) After the elimination of intra-group transactions between segments..

As a consequence of a positive life net cash inflows, which amounted more than € 7 billion, net insurance provisions of the life segment, gross of deferred policyholders' liabilities, remained virtually stable. The significant growth in provisions for the traditional portfolio was partly offset by a reduction in provisions for policies where the investment risk is borne by the policyholders, mainly due to the reduction in the related assets. Lastly, deferred policyholders' liabilities decreased due to the above-mentioned downturn in the financial markets.

Non-life segment

Business performance of the non-life segment

(€ million)	31/12/2008	31/12/2007
Operating result - non-life segment	2,117.6	2,008.9
Net earned premiums	19,947.6	18,794.1
Net insurance benefits and claims	-13,806.5	-12,960.0
Acquisition and administration costs	-5,499.7	-5,100.9
Acquisition and administration costs related to insurance business	-5,432.7	-5,047.4
Other acquisition and administration costs	-67.0	-53.5
Fee and commission income and income from financial service activities	-0.1	0.0
Operating income from investments	1,743.8	1,564.5
Interest income and other income	1,933.4	1,765.1
Interest income and dividends from financial instruments at fair value through profit or loss	74.9	171.8
Interest expense on liabilities linked to operating activities	-169.3	-171.3
Other expenses from other financial instruments and land and buildings (investment properties)	-95.2	-201.2
Net other operating expenses	-267.4	-288.9
Non-operating result - non-life segment	-586.2	452.4
Non-operating income from investments	-415.3	641.8
Other income and expenses from financial instruments at fair value through profit or loss	-85.5	-19.0
Net realized gains on other financial instruments and land and buildings (investment properties)	735.8	737.3
Net impairment losses on other financial instruments and land and buildings (investment properties)	-1,065.6	-76.5
Net other non-operating expenses	-170.9	-189.4
Earnings before taxes - non-life segment	1,531.4	2,461.3

	31/12/2008	31/12/2007
Loss ratio	69.2%	69.0%
Expense ratio	27.2%	26.8%
Acquisition costs / net premiums	21.0%	20.8%
Administration costs / net premiums	6.3%	6.0%
Combined ratio	96.4%	95.8%

Operating result of the non-life segment was € 2,117.6 million, up by 5.4% compared to 31 December 2007. Without considering the inclusion of the PPF group in the consolidation area and taking account of the sale of Nuova Tirrena in October 2007, the change was -10.2%.

In general, the operating result was affected by strong competition in the motor segment — which led to a decrease in average premiums —, the increase in the average cost of claims, and the occurrence of several significant claims; these factors influenced performance in the main markets in which the Group operates.

Net earned premiums amounted to € 19,947.6 million. Gross non-life premiums written of the non-life segment went from € 20,844.5 million to € 21,989.7 million, showing an increase of 5.5%. Even excluding the premiums arising from the consolidation of the companies transferred from PPF group and the sale of Nuova Tirrena, premium income continued to perform well (up 2.4%), exceeding on average the performance of the markets in the main countries in which the Group operates.

The improvement in gross direct premiums written (up 2.7% on equivalent terms) is primarily attributable to **Central and Eastern Europe**, which showed a substantial growth even on equivalent terms (up 17.0%), confirming the growth factors reported for the first half of the year.

The increase in premium income was also driven by **France**, which showed growth of 3.8%, on the strength of the uptrend in the assistance segment, **Switzerland**, which was up by 5.0% fairly divided between the motor and non-motor segments, and **Argentina** (up 34.1%), where development was primarily due to the results achieved in the motor segment, following the introduction of price increases.

The contributions of the other main countries in which the Group operates remained stable: **Italy** (down 0.4% on equivalent consolidation area) and **Germany** (up 0.8%), which both reflected a market situation penalized in the motor segment in particular by severe price competition and a decline in new vehicle registrations.

Net insurance benefits and claims went from € 12,960.0 million to € 13,806.5 million. This increase, proportional compared to that in net earned premiums, affected the loss ratio — net of ceded reinsurance — that was 69.2% (69.0% at 31 December 2007).

Acquisition and administration costs of the non-life segment amounted to € 5,499.7 million (up 7.8%), of which € 5,432.7 million acquisition and administration costs related to insurance business (up 7.6%). On equivalent consolidation area, the increase was 3.9%. In further detail, acquisition costs amounted to € 4,181.5 million, with an increase by 7.1% (up 3.6% on equivalent consolidation area), and was concentrated in particular in Germany, Spain and Switzerland, due to the change in the product mix, which showed a decline in the weight of the motor segment in said countries. Administration costs amounted to € 1,251.3 million, up 9.4% (up 4.7% on equivalent consolidation area). Other acquisition and administration costs amounted to € 67.0 million and mainly referred to the administration costs borne by real estate companies in the non-life segment.

The expense ratio rose to 27.2% (26.8% at 31 December 2007).

The **combined ratio** increased to 96.4% from 95.8% at 31 December 2007. This increase is primarily attributable to Italy, Spain, and France, mainly due to the increase in the loss ratio, as a consequence of the aforementioned reasons. It was partly offset by the performance of acquisition and administration costs and the improvement in Central and Eastern Europe and in Switzerland.

Non-life **operating income from investments** amounted to € 1,743.8 million (up 11.5%).

Interest income and other income rose from € 1,765.1 million to € 1,933.4 million, up by 9.5%, partly offset by the decrease in **interest income and dividends from financial instruments at fair value through profit and loss**.

Other expenses from other financial instruments and land and buildings (investment properties) decreased to € -95.2 million (€ -201.2 million at 31 December 2007), thanks to net gains on foreign currencies on which the Group operates and to hedging on Czech koruna.

Other operating income and expenses of the non-life segment went from € -288.9 million to € -267.4 million.

Non-operating result of the non-life segment went from € 452.4 million to € -586.2 million. Said decrease is due to **net non-operating impairment losses on other financial instruments and land and buildings (investment properties)**, which rose to € -1,065.6 million, due to net impairment losses on equity and debt

securities, in particular in Italy and Germany, and **other income and expenses from financial instruments at fair value through profit and loss.**

Net operating realized gains on other financial instruments and land and buildings (investment properties), which amounted to € 735.8 million, showed growth substantially attributable to the profit realized on the transfer of the insurance assets in Central and Eastern Europe to Generali PPF Holding, in part offset by lower gains on equity securities.

Other non-operating income and expenses went from € -189.4 million at 31 December 2007 to € -170.9 million, thanks to lower restructuring charges.



Renmin Guangchang - Shanghai, China

Insurance business trends in the main countries of the non-life segment

Non-life premiums

(€ million)	31/12/2008	like for like %	31/12/2007	like for like %
Italy				
Gross direct premiums written	7,441.3	-0.4	8,003.7	3.2
of which motor premiums	3,259.1	-3.1	3,786.7	1.4
Net earned premiums	6,760.1		7,329.2	
Change in market gross direct premiums written		-1.0		1.3
France				
Gross direct premiums written	3,511.5	3.9	3,383.6	3.1
of which motor premiums	1,073.2	-2.0	1,095.4	2.5
Net earned premiums	3,533.2		3,414.3	
Change in market gross direct premiums written		2.5		2.3
Germany				
Gross direct premiums written	3,056.8	0.8	3,033.1	1.5
of which motor premiums	1,168.5	-2.5	1,198.2	0.8
Net earned premiums	2,992.0		2,962.4	
Change in market gross direct premiums written		0.2		-0.9
Central and Eastern Europe				
Gross direct premiums written	2,402.8	11.3	991.0	18.0
of which motor premiums	1,310.9	16.0	561.0	27.4
Net earned premiums	2,096.8		646.8	
Change in market gross direct premiums written		13.2		19.8
Spain				
Gross direct premiums written	1,532.2	1.4	1,510.5	6.6
of which motor premiums	539.7	-4.3	563.8	5.0
Net earned premiums	1,220.3		1,186.8	
Change in market gross direct premiums written		2.0		5.4
Austria				
Gross direct premiums written	1,310.2	1.3	1,294.1	3.2
of which motor premiums	612.6	-2.5	628.5	0.6
Net earned premiums	1,266.6		1,372.8	
Change in market gross direct premiums written		2.6		3.1
Switzerland				
Gross direct premiums written	472.8	1.4	450.2	0.9
of which motor premiums	245.2	4.7	234.2	-3.0
Net earned premiums	439.3		419.1	
Change in market gross direct premiums written		0.3		-0.1

Combined ratio

(%)	Combined ratio		Loss ratio		Expense ratio	
	31/12/2008	31/12/2007	31/12/2008	31/12/2007	31/12/2008	31/12/2007
Italy	98.9	95.0	75.8	72.1	23.1	22.9
France	97.9	96.7	70.5	69.0	27.3	27.7
Germany	95.9	95.9	65.0	65.2	30.9	30.7
Central and Eastern Europe	84.6	91.2	55.5	62.5	29.1	28.8
Spain	93.5	90.6	69.8	67.1	23.7	23.6
Austria	96.1	96.9	68.5	67.2	27.6	29.6
Switzerland	94.5	95.9	65.1	68.2	29.3	27.7

Operating result of the non-life segment³

(€ million)	31/12/2008	31/12/2007
Italy	493.1	718.4 ^(*)
France	332.4	370.5
Germany	317.2	304.6
Central and Eastern Europe	449.6	72.5 ^(*)
Spain	172.1	191.2
Austria	105.6	63.3
Switzerland	60.5	41.5

(*) Historical amounts not on equivalent terms.

³ In order to ensure uniformity with the operating result at 31 December 2008, the comparative figure at 31 December 2007 was restated in accordance with the criteria reported in the methodological note in the appendix to the report, to which the Reader is referred.

Asset and financial management of the non-life segment

Investments by IAS/IFRS categories of the non-life segment

(€ million)	31/12/2008 Total book value	Impact (%)	31/12/2007 Total book value	Impact (%)
Land and buildings (investment properties) ^(*)	5,629.6	11.5	5,051.9	10.4
Investments in subsidiaries, associated companies and joint ventures	12,950.5	26.4	11,181.4	23.0
Held to maturity investments	122.6	0.2	117.8	0.2
Loans and receivables	9,744.9	19.8	9,456.3	19.4
Available for sale financial assets	18,856.7	38.4	21,202.0	43.6
Financial assets at fair value through profit or loss	1,821.5	3.7	1,659.5	3.4
Total investments - non-life segment	49,125.9	100.0	48,668.9	100.0

(*) In accordance with the international accounting standards, € 1,754.7 million land and buildings used for own activities (€ 1,540.2 million at 31 December 2007) are classified as tangible assets..

Breakdown of investments by asset classes of the non-life segment

(€ million)	31/12/2008 Total book value	Impact (%)	31/12/2007 Total book value	Impact (%)
Equities ^(*)	4,583.1	9.3	6,728.7	13.8
Available for sale financial assets	3,920.3		6,544.3	
Financial assets at fair value through profit or loss	662.8		184.4	
Bonds ^(**)	17,418.6	35.5	17,783.6	36.5
Held to maturity investments	103.3		102.2	
Loans and receivables	2,366.4		2,362.4	
Available for sale financial assets	14,068.9		13,936.6	
Financial assets at fair value through profit or loss	880.0		1,382.5	
Other financial investments ^(***)	27,124.1	55.2	24,156.6	49.6
Land and buildings (investment properties)	5,984.9		5,390.7	
Investments in subsidiaries, associated companies and joint ventures	12,950.5		11,181.4	
Derivatives	230.2		62.6	
Term deposits with credit institution	2,077.2		1,711.2	
Other investments	5,881.4		5,810.7	
Total investments - non-life segment	49,125.9	100.0	48,668.9	100.0

(*) Investment fund units amounted to € 525.9 million (€ 724.5 million at 31 December 2007).

(**) Investment fund units amounted to € 943.9 million (€ 889.3 million at 31 December 2007).

(***) Investment fund units amounted to € 427.9 million (€ 579.9 million at 31 December 2007).

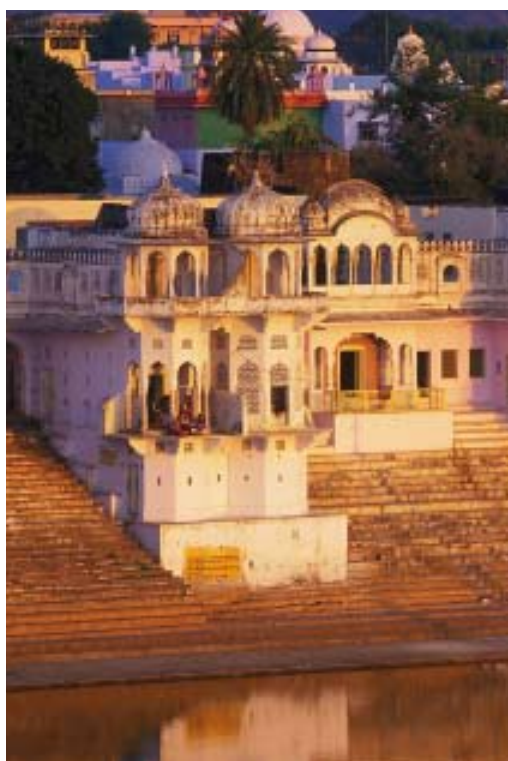
The Group applied a defensive investment strategy also in the non-life segment. The equity component was reduced, due in particular to the decline in market values, which deteriorated over the last months. As far as bond investments are concerned, government bonds, that were 56% of total bonds, were privileged over corporate bonds as part of a strategy aimed at decreasing interest-rate risk. The Group implemented dynamic hedging strategies in response to the decrease in the market values of equity and bond investments.

Net insurance provisions of the non-life segment

(€ million)	31/12/2008	31/12/2007
Provisions for unearned premiums	5,320.2	4,971.2
Provisions for outstanding claims	23,514.4	23,060.2
Other insurance provisions	411.4	327.0
Total insurance provisions - non-life segment (*)	29,246.0	28,358.4

(*) After the elimination of intra-group transactions between segments.

The net reservation ratio, i.e. the ratio of total net insurance provisions to net earned premiums, was 151.1% on equivalent consolidation area, in line with the previous years.



Rajasthan, Pushkar - India

Financial segment

Business performance of the financial segment

(€ million)	31/12/2008	31/12/2007
Operating result - financial segment	331.6	374.1
Net operating result from financial activities	1,062.4	842.5
Intermediation margin	1,103.9	851.5
Net interest income	341.6	242.0
Dividends and other income	72.1	16.5
Fee and commission income and income from financial service activities	703.5	540.8
Other net income from financial instruments at fair value through profit or loss	-81.6	52.7
Net operating gains on other financial instruments	68.3	-0.6
Net operating impairment losses on other financial instruments	-41.5	-9.0
Acquisition and administration costs	-692.4	-475.5
Net other operating expenses	-38.4	7.2
Non-operating result - financial segment	-91.4	-33.4
Non-operating income from investments	13.1	10.9
Net non-operating realized gains on other financial instruments and land and buildings (investment properties)	13.1	12.0
Net non-operating impairment losses on other financial instruments and land and buildings (investment properties) ⁱ	0.0	-1.1
Net other non-operating expenses	-104.5	-44.3
Earnings before taxes - financial segment	240.2	340.7

Operating result of the financial segment went from € 374.1 million to € 331.6 million (down 11.4%), affected by the negative market performance trend.

Specifically, in **Italy**, the Banca Generali group reported a decline in its operating result, due to the negative market performance trend that affected the trading, whereas in **Switzerland** the BSI group registered an improvement in its operating result, due in particular to the contribution of the Banca del Gottardo group companies. Lastly, in **Germany**, the Badenia Bausparkasse group, providing mortgage loans to home buyers, showed a decrease in its operating result, due to the unfavourable performance of net commissions.

The **intermediation margin** rose from € 851.5 million to € 1,103.9 million (up 29.6%), benefiting in particular from the inclusion of the Banca del Gottardo group in the consolidation area. On equivalent consolidation area, the intermediation margin declined slightly, due to the decrease in **other operating income and expenses from financial instruments at fair value through profit and loss** (€ -134.3 million), driven by net unrealized and realized losses on financial instruments at fair value through profit or loss.

Also the increase in **acquisition and administration costs** (€ 216.9 million) and in **other operating income and expenses** (€ 45.6 million) was mainly attributable to the inclusion of the Banca del Gottardo group into the consolidation area.

Non-operating result of the financial segment decreased to € -91.4 million due to the increase in ***other non-operating income and expenses*** linked to the merger between BSI and Banca del Gottardo and the amortization of the value of the portfolio acquired.

Asset management accounts for most of the Group's financial activity and focuses mainly on the management of the Group companies' financial instruments.

At 31 December 2008, assets under management by Group banks and asset management companies totalled € 353,488.6 million (down 1.8% compared to 31 December 2007). Third parties assets under management amounted to € 68,588.3 million (up 12.2%).



Zijing Cheng, Beijing - China

Asset and financial management of the financial segment

Investments of the financial segment

(€ million)	31/12/2008 Total book value	Impact (%)	31/12/2007 Total book value	Impact (%)
Land and buildings (investment properties) (*)	22.9	0.1	16.4	0.1
Investments in subsidiaries, associated companies and joint ventures	58.1	0.3	97.0	0.6
Held to maturity investments	606.4	3.0	10.3	0.1
Loans and receivables	14,483.6	72.3	11,086.6	68.1
Available for sale financial assets	1,940.2	9.7	1,259.9	7.7
Financial assets at fair value through profit or loss	2,923.7	14.6	3,805.7	23.4
Total investments - financial segment	20,034.8	100.0	16,275.9	100.0

(*) In accordance with the international accounting standards, € 202.4 million land and buildings used for own activities (€ 101.0 million at 31 December 2007) are classified as tangible assets.

Breakdown of investments by asset classes of the financial segment

(€ million)	31/12/2008 Total book value	Impact (%)	31/12/2007 Total book value	Impact (%)
Equities (*)	320.0	1.6	220.6	1.4
Available for sale financial assets	171.6		164.7	
Financial assets at fair value through profit or loss	148.4		55.9	
Bonds (**)	4,561.3	22.8	5,131.8	31.5
Held to maturity investments	606.4		10.3	
Loans and receivables	1,073.6		865.3	
Available for sale financial assets	1,753.5		1,094.9	
Financial assets at fair value through profit or loss	1,127.9		3,161.3	
Other financial investments (***)	15,153.5	75.6	10,923.4	67.1
Land and buildings (investment properties)	22.9		16.4	
Investments in subsidiaries, associated companies and joint ventures	58.1		97.0	
Derivatives	1,521.4		347.7	
Receivables from banks or customers	7,008.6		5,699.9	
Mortgage loans and other investments	6,542.5		4,762.4	
Total investments - financial segment	20,034.8	100.0	16,275.9	100.0

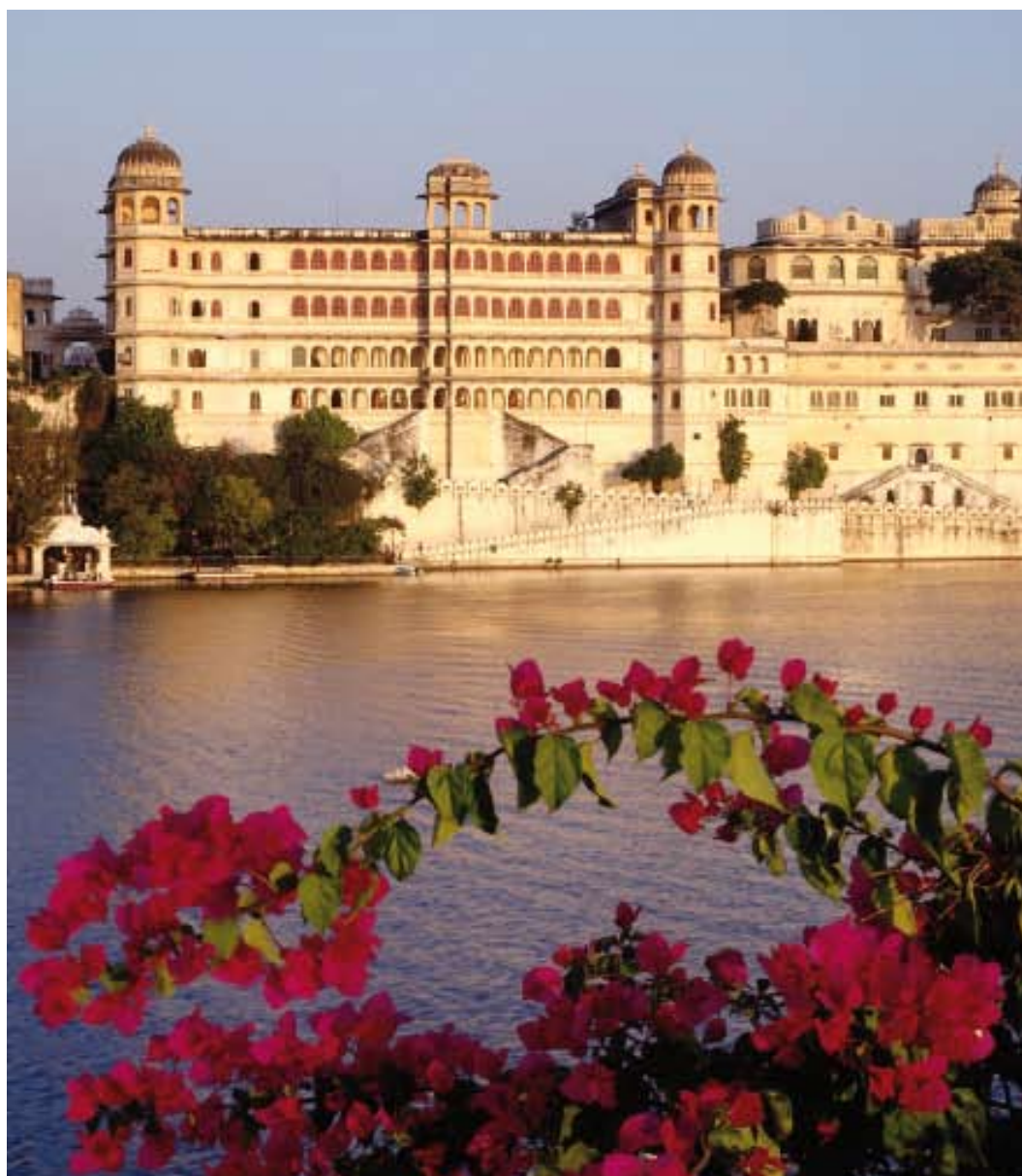
(*) Investment fund units amounted to € 1.5 million (€ 2.3 million at 31 December 2007).

(**) Investment fund units amounted to € 25.0 million (€ 17.8 million at 31 December 2007).

(***) Investment fund units amounted to € 128.0 million (€ 13.4 million at 31 December 2007).

In the financial segment, the bond component of the Group's financial investment decreased to 22.8% due to the decline in market values. In addition, investments at fair value through profit and loss also decreased due to the reclassification of securities brought on by the IASB amendment to IAS 39 and IFRS 7, approved by the European Commission on 15 October in European Regulation 1004/2008, and implemented by the Banca Generali group.

The increase in the derivatives position is primarily attributable to the BSI group, due in part to the entry into the consolidation area of the Banca del Gottardo group, which undertakes derivatives transactions in its own name but on behalf of its clients. These investments are substantially offset by associated derivative liabilities. The entry of the Banca del Gottardo group into the consolidation area was also reflected in the increase in receivables from banks or customers and mortgage loans.



Pichola lake Palace, Udaipur - India

Significant events after 31 December 2008

On 23 February, the Boards of Directors of Assicurazioni Generali, Alleanza Assicurazioni and Toro Assicurazioni examined and approved a plan that contemplates the merger by incorporation of Alleanza Assicurazioni and Toro Assicurazioni into Assicurazioni Generali following the contribution of their insurance activities into a newly incorporated company, entirely controlled by the Parent Company and active in both life and non-life segments. The transaction aims at further strengthening the competitive positioning of the Generali Group in the Italian market and at creating a complete product offering, structured to meet the insurance and pension needs of Italian households.

At the end of February, Assicurazioni Generali issued a € 750 million fixed rate senior bond in order to re-finance the maturing Group debt. The demand for this bond was four times greater than the amount of the issue, confirming the market's perception of the Group's financial solidity.

Conclusions and outlook for operations

Prospects for the global economy in 2009 appear to be strongly unfavourable, and a great deal of uncertainty continues to exist regarding the effectiveness of the policies put in place by national governments to combat the situation. The capacity of institutions to stabilise the credit market and rebuild its credibility will be fundamental to restoring optimal conditions for market players.

In the United States, the growth rate of the economy is expected to decrease further to about 3% due to a generalised falloff in demand, production and employment.

As for Europe, the euro area is expected to see its GDP shrink by about 2%, due — as in the US — to decreased production, consumption and international trade, during a period of unstable financial markets.

A key to avoiding the escalation of the crisis will be the monetary and fiscal policies adopted by governments with an aim to support household income, initiate or expedite investments in infrastructure and implement new regulations for financial markets, in an attempt to restore a sense of trust among institutions and among institutions and investors.

In Italy, the recession is expected to persist. Taking account of the government's measures to support demand, it is estimated that the country's GDP will fall by about 2.5%.

Growth is also expected to slow in Central Eastern European countries due to a drop in foreign investments, but should nonetheless remain positive (about 1%).

Forecasts for China and India indicate healthy growth rates (around 6% on average), though below 2008 levels (estimated at 9.7%). The governments of these countries are attempting to minimise decreases in GDP by bolstering domestic demand with expansive fiscal policies and investments in infrastructure.

In Latin America, a falloff in prices of agricultural raw materials, tighter credit conditions and a growing lack of trust should lead to a fall in GDP by about 1% in 2009, compared to 5.7% in 2008.

The global recession and consequent drop in demand for raw materials should lead to a significant decrease in the rate of inflation, which is estimated at approximately 0.8% for the European Union and at similar levels for Italy.

Given this scenario, interest rates should decrease further.

However, one aspect to watch will be the increase in public debt as a result of rescue plans and stimulus packages being put into place by countries across the world.

In a difficult market situation, the Group's objective will be to maintain technical margins by speeding up the process of rationalisation and the achievement of cost synergies in order to minimise the likely increase in the loss ratio coupled with a decrease in financial ratios. The highly volatile performance of the financial markets and macroeconomic situation makes it difficult to provide a reliable forecast of the year-end result.

Venice, 20 March 2009

THE BOARD OF
DIRECTORS



Largo do Senado, Macau - China



Kalkaji - Delhi, India



Appendices to the Report



METHODOLOGICAL NOTE ON ALTERNATIVE PERFORMANCE MEASURESE

In order to assess the quality and the sustainability of its earnings in each segment and country, the Generali Group has presented in this report three performance indicators, i.e. new business annual premium equivalent (APE), new business value (NBV) and operating result.

New business annual premium equivalent, net of minority interests, is equivalent to the sum of new annual premium policies, plus a tenth of premiums in single premium policies.

New business value is the present value of future cash flows from new policies at issue, net of cost of required capital.

Under CESR Recommendation on alternative performance measures (CESR/05 – 178b), **operating result** cannot replace earnings before taxes calculated in accordance with IAS/IFRS. In addition, it should be read together with financial information and related notes on the accounts which are included in the audited financial statements.

Operating result was drawn up reclassifying items of earnings before taxes of each segment on the basis of the characteristics of each segment, and, as from 31 December 2007, taking into consideration the recurring holding expenses.

Specifically, operating result represents earnings before taxes, gross of interest expense on liabilities linked to financing activities, specific net income from investments and non-recurring income and expenses.

The reconciliation statement of operating result and non-operating result to profit and loss accounts is shown in the table below.

Operating result and non-operating result	Profit and loss account
Net earned premiums	1.1
Net insurance benefits and claims	2.1
Acquisition and administration costs	2.5.1 - 2.5.3
Net fee and commission income and net income from financial service activities	1.2 - 2.2
Operating income from investments	1.3 - 1.4 - 1.5 - 2.3 - 2.4 - 2.5.2
Non-operating income from investments	
Net other operating expenses	1.6 - 2.6
Net other non-operating expenses	

Specifically, in the **life segment**, all profit and loss accounts are considered as operating items, except those representing the non-operating result, i.e.:

1. realized gains and losses and net impairment losses on investments on which the policyholders' profit sharing is not based,

2. net other non-operating expenses, mainly including results of non-current assets or disposal group classified as held for sale as defined by IFRS 5, restructuring charges, the amortization of the value of business acquired directly or by securing control of companies in the insurance and financial segments (VOBA) and net other non recurring expenses.

As to consider the calculation method of the policyholders' profit sharing based on the result of the period, life non-operating result in Germany and Austria was calculated net of the estimated amount attributable to the policyholders.

In line with the operating result definition and also in order to guarantee a greater comparability with the main European competitors, operating result of Germany and Austria was not adjusted for estimated income taxes attributable to the policyholders.

Furthermore, whether a new fiscal law materially affects the operating result of the countries for which the policyholders' profit sharing is based on the net result of the period, the estimated non recurring effect on the income taxes attributable to the policyholders has been accounted for in the consolidation adjustments.

In the **non-life segment**, all profit and loss accounts are considered as operating items, except those which represent the non-operating result, i.e.:

1. realized gains and losses, unrealized gains and losses, and impairment losses and reversal of impairment of investments,
2. net other non-operating expenses, mainly including results of non-current assets or disposal group classified as held for sale as defined by IFRS 5, impairment losses of land and buildings used for own activities, restructuring charges and the amortization of the value of business acquired directly or by securing control of insurance companies (VOBA).

In the **financial segment**, all profit and loss accounts are considered as operating items, except those representing the non-operating result, i.e.:

1. realized gains and losses and net impairment losses on investments in subsidiaries, associated companies, joint ventures and strategic equities for the Group,
2. net other non-operating expenses, mainly including results of non-current assets or disposal group classified as held for sale as defined by IFRS 5, restructuring charges, the amortization of the value of business acquired directly or by securing control of companies in the insurance and financial segments (VOBA) and net other non recurring expenses.

The operating holding expenses mainly includes the expenses sustained by the Parent Company and local subholdings for management and coordination activities.

The non operating holding expenses refers to:

1. interest expense on liabilities linked to the Group's financing activities⁴,
2. restructuring charges and other non recurring expenses incurred in the management and coordination activities,
3. costs arising from the assignment of stock options and stock grants under incentive plans approved by the Parent Company.

⁴ Further details on the definition of liabilities linked to financing activities are included in the paragraph *Debt in Asset and financial management* of the report.

Operating result and non-operating result of the Generali Group are equivalent to the sum of operating result and non-operating result of the aforesaid segments, the holding expenses classified as previously said, and consolidation adjustments.

In accordance with the abovedescribed approach, the Generali Group has also presented the life and non-life operating result of the main countries where it operates. This performance indicator measures the contribution of each country to the consolidated operating result.

For the purpose of improving the informative value of the operating result as a valuation indicator of the quality and sustainability over time, starting with the 2008 half-yearly report, the Group has made some methodological changes which are described below:

- the amortization of the value of business acquired directly or by securing control of companies in the insurance and financial segments (VOBA) is considered to be a non-operating items for all segments,
- within the operating result, investment management expenses and gains and losses on foreign currencies have been reclassified for all segments from management expenses and other net operating expenses, respectively, to the investment operating income,
- within the operating income from investments, the interest expenses on deposits and current accounts under reinsurance business accepted have been deducted from the related interest income. Therefore, they are nomore accounted for in interest expenses on liabilities linked to operating activities.

Lastly, within the context of the life and non-life operating result of each country, reinsurance operations between Group companies in different countries have been accounted for as transactions concluded with external reinsurers. This new representation of the life and non-life operating result by country makes this performance indicator more consistent with the risk management policies implemented by each company and with the other indicators measuring the technical profitability of the Group's companies. However, this change does not impact the segment operating result.

For the purpose of guaranteeing the uniformity of the information presented, the comparative data for both the segments and overall operating and non-operating results have been redetermined considering the changes described above, while the life and non-life operating results for each country were redetermined in accordance with the new approach to intragroup reinsurance.

Following is provided the reconciliation of the operating result reported in the financial statement of 31 December 2007 and the restated one. These adjustments are mainly related to the reclassification of both the amortization of the value of business acquired directly or by securing control of companies in the insurance and financial segments (VOBA) and interest expenses on defined benefit plans, the latter previously wrong included in the net non-operating expenses.

(€ million)	31/12/2007 previously reported	adjustments	31/12/2007 restated
Operating result - non-life segment	2,111.3	-102.5	2,008.9
Operating result - life segment	2,709.3	28.6	2,737.9
Operating result - financial segment	367.2	6.9	374.1
Operating holding expenses	-269.0		-269.0
Consolidation adjustments	-58.8		-58.8
Operating result	4,860.0	-66.9	4,793.1
Non-operating result - non-life segment	350.0	102.4	452.4
Non-operating result - life segment	248.7	-28.7	220.0
Non-operating result - financial segment	-26.5	-6.9	-33.4
Non-operating holding expenses	-710.0		-710.0
Consolidation adjustments	-5.8		-5.8
Non-operating result	-143.6	66.8	-76.8

Furthermore, starting from the 2008 half-yearly report, the **operating result of the financial segment** was drawn up reclassifying items according to a layout based on operating margins, which better describes the asset management business.

Specifically, the net operating result from financial activities is defined as the intermediation margin, net of net operating impairment losses on other financial instruments. The intermediation margin is equal to all net operating income arising from financial activity. Lastly, the interest margin is equal to interest income, net of interest expenses.

Finally, the Generali Group has presented a performance indicator, i.e. **current return on investments** on a yearly basis, that is calculated as the ratio of:

1. interests and other income, including those arising from financial instruments at fair value through profit and loss, to
2. the average investments, i.e. land and buildings (investment properties), investments in subsidiaries, associated companies and joint ventures, loans and receivables, available for sale financial assets, financial assets at fair value through profit or loss less financial assets where the risk is borne by the policyholders, derivatives classified in financial liabilities at fair value through profit or loss and cash and cash equivalent. The average amount is calculated on a quarterly average asset base.



Tienanmen Guangchang - Beijing, China



Consolidated financial statements



Company **ASSICURAZIONI GENERALI S.p.A.**

CONSOLIDATED STATEMENTS

Consolidated financial statements

at 31 December 2008

(Amounts in € million)

BALANCE SHEET - ASSETS

	31/12/2008	31/12/2007
1 INTANGIBLE ASSETS	9,293.0	6,105.1
1.1 Goodwill	5,739.1	4,385.1
1.2 Other intangible assets	3,553.9	1,719.9
2 TANGIBLE ASSETS	3,792.7	3,293.6
2.1 Land and buildings (self used)	3,235.5	2,829.1
2.2 Other tangible assets	557.2	464.5
3 AMOUNTS CEDED TO REINSURERS FROM INSURANCE PROVISIONS	6,005.5	5,485.8
4 INVESTMENTS	327,134.9	336,616.9
4.1 Land and buildings (investment properties)	12,473.3	11,906.5
4.2 Investments in subsidiaries, associated companies and joint ventures	2,568.4	2,735.9
4.3 Held to maturity investments	1,798.0	1,148.4
4.4 Loans and receivables	69,192.5	61,371.0
4.5 Available for sale financial assets	173,701.1	180,933.4
4.6 Financial assets at fair value through profit or loss of which financial assets where the investment risk is borne by the policyholders and related to pension funds	67,401.7	78,521.6
	41,351.4	50,711.8
5 RECEIVABLES	11,454.9	10,448.1
5.1 Receivables arising out of direct insurance operations	8,507.4	7,725.3
5.2 Receivables arising out of reinsurance operations	945.0	975.5
5.3 Other receivables	2,002.6	1,747.2
6 OTHER ASSETS	15,720.3	13,129.5
6.1 Non-current assets or disposal groups classified as held for sale	41.1	83.4
6.2 Deferred acquisition costs	1,712.7	1,531.7
6.3 Deferred tax assets	5,011.5	3,268.0
6.4 Tax receivables	2,615.6	2,387.9
6.5 Other assets	6,339.4	5,858.5
7 CASH AND CASH EQUIVALENTS	10,537.2	7,464.6
TOTAL ASSETS	383,938.4	382,543.5

BALANCE SHEET - SHAREHOLDERS' EQUITY AND LIABILITIES

		31/12/2008	31/12/2007
1	SHAREHOLDERS' EQUITY	15,473.1	18,350.6
1.1	Shareholders' equity attributable to the Group	11,312.8	14,789.6
1.1.1	Share capital	1,410.1	1,409.5
1.1.2	Other equity instruments	0.0	0.0
1.1.3	Capital reserves	4,567.2	4,554.0
1.1.4	Revenue reserves and other reserves	7,526.5	5,745.5
1.1.5	(Own shares)	-1,866.8	-1,875.4
1.1.6	Reserve for currency translation differences	-108.5	-95.7
1.1.2	Reserve for unrealized gains and losses on available for sale financial assets	-1,105.7	2,024.2
1.1.8	Reserve for other unrealized gains and losses through equity	29.1	111.9
1.1.3	Result of the period	860.9	2,915.6
1.2	Shareholders' equity attributable to minority interests	4,160.3	3,560.9
1.2.1	Share capital and reserves	4,081.5	2,799.7
1.2.2	Reserve for unrealized gains and losses through equity	-124.3	302.3
1.2.3	Result of the period	203.1	459.0
2	OTHER PROVISIONS	1,948.3	1,735.4
3	INSURANCE PROVISIONS	301,760.7	311,005.9
	of which insurance provisions for policies where the investment risk is borne by the policyholders and related to pension funds	34,965.2	44,357.6
4	FINANCIAL LIABILITIES	46,730.5	35,526.5
4.1	Financial liabilities at fair value through profit or loss	9,773.3	7,606.2
	of which financial liabilities where the investment risk is borne by the policyholders and related to pension funds	6,547.5	6,428.3
4.2	Other financial liabilities	36,957.2	27,920.3
	of which subordinated liabilities	6,041.0	5,846.2
5	PAYABLES	7,179.9	6,628.3
5.1	Payables arising out of direct insurance operations	3,601.4	3,290.9
5.2	Payables arising out of reinsurance operations	893.6	752.9
5.3	Other payables	2,684.8	2,584.5
6	OTHER LIABILITIES	10,845.9	9,296.8
6.1	Liabilities directly associated with non-current assets and disposal groups classified as held for sale	0.0	0.0
6.2	Deferred tax liabilities	5,461.0	3,678.7
6.3	Tax payables	893.1	1,166.6
6.4	Other liabilities	4,491.8	4,451.4
TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES		383,938.4	382,543.5

PROFIT AND LOSS ACCOUNT

		31/12/2008	31/12/2007
1.1	Net earned premiums	61,982.2	61,821.1
1.1.1	Gross earned premiums	64,616.2	64,508.0
1.1.2	Earned premiums ceded	-2,634.0	-2,686.9
1.2	Fee and commission income and income from financial service activities	1,139.9	961.9
1.3	Net income from financial instruments at fair value through profit or loss	-11,995.5	2,413.5
	of which net income from financial instruments where the investment risk is borne by the policyholders and related to pension funds	-9,865.1	1,255.2
1.4	Income from subsidiaries, associated companies and joint ventures	482.7	471.4
1.5	Income from other financial instruments and land and buildings (investment properties)	16,124.8	15,924.8
1.5.1	Interest income	10,719.9	9,870.3
1.5.2	Other income	2,465.1	2,399.1
1.5.3	Realized gains	2,825.8	3,538.5
1.5.4	Unrealized gains and reversal of impairment losses	113.9	116.8
1.6	Other income	2,820.5	1,674.1
1	TOTAL INCOME	70,554.6	83,266.9
2.1	Net insurance benefits and claims	44,540.3	61,415.1
2.1.1	Claims paid and change in insurance provisions	46,541.7	62,946.5
2.1.2	Reinsurers' share	-2,001.4	-1,531.3
2.2	Fee and commission expenses and expenses from financial service activities	445.0	398.4
2.3	Expenses from subsidiaries, associated companies and joint ventures	464.2	27.8
2.4	Expenses from other financial instruments and land and buildings (investment properties)	8,433.9	3,100.6
2.4.1	Interest expense	1,531.4	1,315.3
2.4.2	Other expenses	348.4	281.1
2.4.3	Realized losses	1,851.5	1,076.1
2.4.4	Unrealized losses and impairment losses	4,702.6	428.2
2.5	Acquisition and administration costs	11,610.1	10,812.9
2.5.1	Commissions and other acquisition costs	8,101.2	7,707.2
2.5.2	Investment management expenses	384.2	398.0
2.5.3	Other administration costs	3,124.7	2,707.6
2.6	Other expenses	3,524.6	2,795.7
2	TOTAL EXPENSES	69,018.1	78,550.5
	EARNINGS BEFORE TAXES	1,536.5	4,716.3
3	Income taxes	472.5	1,341.7
	EARNINGS AFTER TAXES	1,064.0	3,374.6
4	RESULT OF DISCONTINUED OPERATIONS	0.0	0.0
	CONSOLIDATED RESULT OF THE PERIOD	1,064.0	3,374.6
	Result of the period attributable to the Group	860.9	2,915.6
	Result of the period attributable to minority interests	203.1	459.0
	EARNINGS PER SHARE:		
	Earnings per share (in €)	0.64	2.11
	Diluted earnings per share (in €)	0.64	2.11

STATEMENT OF CHANGES IN EQUITY

	Amounts at 31/12/2006	Changes in amounts at 31/12/2006	Allocation
SHAREHOLDERS' EQUITY ATTRIBUTABLE TO THE GROUP			
Share capital	1,277.8		131.7
Other equity instruments			0.0
Capital reserves	4,597.6		0.0
Revenue reserves and other reserves	4,257.9		1,487.6
(Own shares)	-391.1		0.0
Reserve for currency translation differences	-35.9		-59.8
Reserve for unrealized gains and losses on available for sale financial assets	3,052.9		-4,317.5
Reserve for other unrealized gains and losses through equity	42.7	0.0	249.6
Cash flow hedging derivative reserve	42.7		249.6
Reserve for hedge of a net investment in a foreign operation			
Revenue reserve from valuation of equity			
Reserve for revaluation model on intangible assets			
Reserve for revaluation model on tangible assets			
Result of discontinued operations			
Other reserves			
Result of the period	2,404.8		1,466.0
TOTAL SHAREHOLDERS' EQUITY ATTRIBUTABLE TO THE GROUP	15,206.5	0.0	-1,042.3
SHAREHOLDERS' EQUITY ATTRIBUTABLE TO MINORITY INTERESTS			
Share capital and reserves	2,646.5		172.9
Reserve for unrealized gains and losses through equity	421.9		-498.7
Result of the period	457.5		329.4
TOTAL SHAREHOLDERS' EQUITY ATTRIBUTABLE TO MINORITY INTERESTS	3,525.9	0.0	3.6

1) Allocations related to:

a) "Revenue reserve and other reserves" mainly include the carry forward of the consolidated result of the previous year.

b) "Gains and losses on available for sale financial assets" mainly include € -11,423.5 million unrealized gains and losses recognized in shareholders' equity (of which € -10,259.6 million related to shareholders' equity attributable to the Group and € -1,163.9 million related to shareholders' equity attributable to minority interests). They amounted to € -4,816.2 million at 31 December 2007 (of which € -4,317.5 million related to shareholders' equity attributable to the Group and € -498.7 million related to shareholders' equity attributable to minority interests).

c) "Result of the period" includes the result of the period at 31 December 2008, which amounts to € 1,064.0 million (of which € 860.9 million related to shareholders' equity attributable to the Group and € 203.2 million related to shareholders' equity attributable to minority interests). It was € 3,374.6.0 million at 31 December 2007 (of which € 2,915.6 million related to shareholders' equity attributable to the Group and € 459.0 million related to shareholders' equity attributable to minority interests).

2) Transfer to profit and loss account related to "Gains and losses on available for sale financial assets" refers mainly to net realized gains from available for sale financial assets' transfer.

3) Other changes related to:

a) "Gains and losses on available for sale financial assets" mainly refer to the share of unrealized gains and losses on available for sale financial assets attributable to policyholders, which amounts to € 5,255.9 million at 31 December 2008 (of which € 5,007.7 million related to shareholders' equity attributable to the Group and € 248.2 million to shareholders' equity attributable to minority interests) and € 4,885.5 million at 31 December 2007 (of which € 4,532.6 million related to shareholders' equity attributable to the Group and € 352.9 million shareholders' equity attributable to minority interests).

b) "Result of the period" refer to dividends paid by the Parent Company, which amount to € 1,220.1 million at 31 December 2008 and to € 955.2 million at the 31 December 2007. Dividends paid to third parties amount € 255.7 million at 31 December 2008 compared to € 327.9 million at 31 December 2007.

Transfer to profit and loss account	Other transfer	Amounts at 31/12/2007	Changes in amounts at 31/12/2007	Allocation	Transfer to profit and loss account	Other transfer	Amounts at 31/12/2008
	0.0	1,409.5		0.6		0.0	1,410.1
	0.0	0.0		0.0		0.0	0.0
	-43.6	4,554.0		13.2		0.0	4,567.2
		5,745.5		1,781.0			7,526.5
	-1,484.3	-1,875.4		8.6		0.0	-1,866.8
		-95.7				-12.8	-108.5
-1,243.8	4,532.6	2,024.2		-10,259.6	2,122.0	5,007.7	-1,105.7
-180.4	0.0	111.9	0.0	-462.9	380.2	0.0	29.1
-180.4		111.9		-462.9	380.2		29.1
		0.0					0.0
		0.0					0.0
		0.0					0.0
		0.0					0.0
		0.0					0.0
		0.0					0.0
	-955.2	2,915.6		-834.6		-1,220.1	860.9
-1,424.2	2,049.6	14,789.6	0.0	-9,753.7	2,502.2	3,774.8	11,312.8
	-19.7	2,799.7		1,498.5		-216.7	4,081.5
26.1	352.9	302.3		-1,163.9	489.1	248.2	-124.3
	-327.9	459.0		35.4		-291.3	203.1
26.1	5.3	3,560.9	0.0	370.0	489.1	-259.8	4,160.3

CASH FLOW STATEMENT (indirect method)

	31/12/2008	31/12/2007
Earnings before taxes	1,536.5	4,716.3
Changes in non-cash items	12,658.5	11,755.8
Change in the provisions for unearned premiums and for unexpired risks for non-life segment	381.1	3.9
Change in the provisions for outstanding claims and other insurance provisions for non-life segment	536.3	-449.6
Change in the mathematical provisions and other insurance provisions for life segment	-4,947.5	12,078.4
Change in deferred acquisition costs	-181.1	-172.6
Change in other provisions	212.7	64.4
Other non-cash expenses and revenues arising out of financial instruments, investment properties and investments in subsidiaries, associated companies and joint ventures	17,064.7	148.2
Other changes	-407.6	83.1
Change in receivables and payables from operating activities	-525.3	-830.2
Change in receivables and payables arising out of direct insurance and reinsurance operations	-362.6	-590.1
Change in other receivables and payables	-162.7	-240.2
Income taxes paid	-904.5	-897.5
Net cash flows from cash items related to investing or financing activities	6,307.7	527.3
Financial liabilities related to investment contracts	3,652.2	-571.2
Payables to banks and customers	4,976.0	12.6
Loans and receivables from banks and customers	-1,506.0	-354.6
Other financial instruments at fair value through profit or loss	-814.5	1,440.6
CASH FLOW FROM OPERATING ACTIVITIES	19,072.9	15,271.6
Net cash flows from investment properties	-567.9	-493.3
Net cash flows from investments in subsidiaries, associated companies and joint ventures	-278.1	-390.1
Net cash flows from loans and receivables	-6,928.4	-9,826.0
Net cash flows from held to maturity investments	-776.8	-105.6
Net cash flows from available for sale financial assets	-5,515.2	2,629.4
Net cash flows from tangible and intangible assets	-4,603.6	450.5
Net cash flows from other investing activities	970.4	-3,855.1
CASH FLOW FROM INVESTING ACTIVITIES	-17,699.6	-11,590.2
Net cash flows from shareholders' equity attributable to the Group	0.0	0.0
Net cash flows from own shares	9.0	-1,483.8
Dividends payment	-1,220.1	-955.2
Net cash flows from shareholders' equity attributable to minority interests	922.0	-129.5
Net cash flows from subordinated liabilities and other similar liabilities	692.4	1,488.3
Net cash flows from other financial liabilities	802.3	-1,019.7
CASH FLOW FROM FINANCING ACTIVITIES	1,205.6	-2,099.9
Effect of exchange rate changes on cash and cash equivalents	143.3	-23.7
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD (*)	7,146.0	5,588.2
CHANGES IN CASH AND CASH EQUIVALENTS	2,722.2	1,557.8
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD (**)	9,868.2	7,146.0

(*) Cash and cash equivalents at the beginning of the period include cash and cash equivalents € 7,464.6 million), liabilities to banks payables on demand (€ 83.2 million) and bank overdrafts (€ 235.4 million).

(**) Cash and cash equivalents at the end of the period include cash and cash equivalents (€10,537.2 million), liabilities to banks payables on demand (€ 254.2 million) and bank overdrafts (€ 414.8 million).



Umaid Bhawan - Jodhpur, India



Notes



PART C – GENERAL CRITERIA FOR DRAWING UP THE FINANCIAL STATEMENTS AND THE CONSOLIDATION AREA

The Generali Group's consolidated financial statements at 31 December 2008 was drawn up taking into account the IAS/IFRS issued by the IASB and endorsed by the European Union, in accordance with the Regulation (EC) No. 1606 of 19 July 2002 and the Legislative Decree No. 209/2005.

The Legislative Decree No. 209/2005 also empowered ISVAP to give further instructions for financial statements in compliance with the international accounting standards.

In this yearly report the Generali Group prepared its consolidated financial statements and Notes in conformity with the ISVAP Regulation No. 7 of 13 July 2007 and information of the Consob Communication No. 6064293 of 28 July 2006.

As allowed by the aforementioned Regulation, the Generali Group believed it appropriate to supplement its consolidated financial statements with detailed items and to provide further details in the Notes in order to meet also the IAS/IFRS requirements.

The consolidated financial statements at 31 December 2008 was audited by Pricewaterhouse Coopers, the appointed audit firm from 2006 to 2011.

1 – Consolidated financial statements

The set of the consolidated financial statements is made up of the balance sheet, the profit and loss account, the statement showing changes in equity and the cash flow statement, as required by the ISVAP Regulation No. 7 of 13 July 2007. The financial statements also include special items that are considered significant for the Group.

The Notes, which are mandatory as established by ISVAP, are presented in the part I of this report.

Comparative figures were restated compared to those presented in the financial statements at 31 December 2008 in order to harmonize them with data in this report. Reclassifications are in line with those explained in part D about valuation criteria.

This yearly report was drawn up in euros (the functional currency used by the Group) and the amounts are shown in millions, rounded to the first digit.

2 – Consolidation area

The consolidated financial statements are made up of data of the Parent Company and of its directly or indirectly controlled subsidiaries. Based on the IAS 27 definition of control, both companies operating in sectors dissimilar to that of the Parent Company and the special purpose entities satisfying the requisites of effective control are included in the consolidation area.

At 31 December 2008, the consolidation area rose from 344 to 476 companies, of which 449 are subsidiaries consolidated line by line and 27 associated companies valued at equity. In detail, there were 52 Italian subsidiaries consolidated line by line and 8 Italian associated companies valued at equity.

The consolidation scope includes all subsidiaries and associated companies, except for the not material ones.

Changes in the consolidation area compared to the previous year and the table listing companies included in the new consolidation area are attached to these Notes.

3 – Consolidation methods

Investments in subsidiaries are consolidated line by line, whereas investments in associated companies and interests in joint ventures are accounted for using the equity method.

The balance sheet items of financial statements denominated in foreign currencies were translated into euro based on the exchange rates at the end of the year.

The profit and loss account items were instead translated based on the average exchange rates of the year. They reasonably approximate the exchange rates at the dates of the transactions.

The exchange rate differences arising from the translation were accounted for in equity in an appropriate reserve and recognised in the profit and loss account only at the time of the disposal of the investments.

The exchange rates used for the translation of the main foreign currencies for the Generali Group into euro are shown below.

Exchange rates

Currency	Exchange rate at the end of the period (€)	
	31/12/2008	31/12/2007
US dollar	1.3901	1.4705
Swiss franc	1.4796	1.5865
British pound	0.9669	0.7967
Israeli shekel	5.2502	5.2551
Argentine peso	4.8002	4.6422
Czech koruna	26.8450	24.9649

Currency	Average exchange rate (€)	
	31/12/2008	31/12/2007
US dollar	1.4705	1.3705
Swiss franc	1.5865	1.6429
British pound	0.7967	0.6847
Israeli shekel	5.2551	5.6250
Argentine peso	4.6422	4.2710
Czech koruna	24.9649	27.7542

3.1 Line-by-line consolidation method

The subsidiaries as well as the special purpose entities where the requisites of effective control are applicable are consolidated line by line.

Control is presumed to exist when the Parent Company owns, directly or indirectly through subsidiaries, more than half of the voting power of an entity or, in any event, when it has the power to govern the financial and operating policies of an investee. In the assessment of the control potential voting rights are also considered.

The consolidation of a subsidiary ceases commencing from the date when the Parent Company loses control.

In preparing the consolidated financial statements:

- the financial statements of the Parent Company and its subsidiaries are consolidated line by line. For consolidation purposes, if the financial year-end date of a company differs from that of the Parent Company, the former prepares interim financial statements at 31 December of each financial year;
- the carrying amount of the Parent Company's investment in each subsidiary and the Parent Company's portion of equity of each subsidiary are eliminated at the date of acquisition;
- minority shareholders' interests are shown as separate items; and
- intra-group balances are eliminated in full.

Subsidiaries consolidated line by line are acquired using the purchased method. The acquisition cost is the fair value, at the date of exchange, of assets given, liabilities incurred or assumed, and equity instruments issued by the acquirer, in exchange for control of the acquiree and includes any costs directly attributable to the transaction. The excess of the acquisition cost over the acquirer's interest in the net fair value of acquiree's identifiable assets, liabilities and contingent liabilities is accounted for as goodwill. Should the acquirer's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities exceed the cost of the business combination, the excess is immediately recognised in the profit and loss account.

Acquisitions of further minority interests of subsidiaries already consolidated line by line are accounted for as goodwill, i.e. the difference between the acquisition cost, including any costs directly attributable to these transactions, and the related minority shareholders' interests.

3.2 Consolidation using the equity method

IAS 28 defines an associate as an entity over which the investor has significant influence. Significant influence is the power to participate in the financial and operating policy decisions of the investee but is not control or joint control over those policies. If an investor holds, directly or indirectly through subsidiaries, 20% or more of the voting power of the investee, it is presumed that the investor has significant influence.

Under the equity method, the investment in an associate is initially recognised at cost (including goodwill) and the carrying amount is increased or reduced to recognise the change in the investor's share of the equity of the investee after the date of acquisition. The investor's share of the profit or loss of the investee, net of dividends, is recognised in its profit and loss account.

PART D - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting standards adopted in preparing the consolidated financial statements, and the contents of the items in the financial statements are presented in this section.

New accounting principles

Following the endorsement of the European Union, starting from the 1st of January 2008 new principles and amendments shall be applied. Following the most relevant changes for the Group are described.

Amendments to IAS 39 and IFRS 7 – Reclassifications of financial assets

The Regulation (EC) no. 1004 of 15 October 2008 endorsed the “Reclassification of financial assets” amendment to IAS 39 and IFRS 7, issued on 13 October 2008 which reviews the previous limitations on the reclassifications among the different financial instruments categories.

In particular, it is possible to reclassify a bond, no longer quoted due to the current market conditions, out of available for sale category into the loans and receivables category, if the entity has the intention and ability to hold the financial asset for the foreseeable future or until maturity.

Moreover, it is possible to reclassify a non derivative financial instrument held for trading out of the fair value through profit or loss category in rare circumstances (i.e.: the current financial market crisis, characterized by high prices volatility or inactive market), or if the financial instrument is a non quoted security and the entity has the intention and ability to hold it for the foreseeable future or until maturity.

The value to be applied in the case of reclassification is the fair value at the reclassification date. This value becomes the new amortised cost of the reclassified financial asset.

Generali Group has chosen not to apply the above mentioned amendments in its Financial Statements, with the exception of Banca Generali.

Generali Group has not decided for early adoption of IFRS 8, endorsed by the Regulation EC No. 1358 of 21 November 2007, which introduces new requirements related to presentations of nature and effect of different business activities in which company operates. In particular, the IFRS 8, which has to be applied not later than at 2009 year end closing, requires deeper disclosure with reference to the operational segments, services, geographical areas and main clients.

Balance sheet - Assets

1 – Intangible assets

In accordance with IAS 38, an intangible asset is recognised if, and only if, it is identifiable and controllable, it is probable that the expected future economic benefits attributable to the asset will flow to the company and the cost of the asset can be measured reliably.

This category includes goodwill and other intangible assets, such as goodwill recognised in the separate financial statements of the consolidated companies, software and purchased insurance portfolio.

1.1 – Goodwill

Goodwill is the excess of the cost of the business combination over the acquirer's interest in the net fair value of acquiree's identifiable assets, liabilities and contingent liabilities.

After initial recognition, goodwill is measured at cost less any impairment losses and it is no longer amortised. Realized gains and losses on investments in subsidiaries include the related goodwill. Goodwill is tested at least annually in order to identify any impairment losses.

The purpose of the impairment test on goodwill is to identify the existence of any impairment losses on the carrying amount recognised as intangible asset. In this context, cash-generating units to which the goodwill is allocated are identified and tested for impairment. Cash-generating units usually represent the consolidated units within the same primary segment in each country. The impairment loss is equal to the difference, if negative, between the carrying amount and the recoverable amount. The latter is the higher of the fair value of the cash-generating unit and its value in use, i.e. the present value of the future cash flows expected to be derived from the cash-generating units. The fair value of the cash generating unit is determined on the basis of current market quotation or valuation techniques usually adopted (mainly DDM or Enterprise value). The value in use is based on the present value of future cash inflows and outflows, considering projections on budgets/forecasts approved by management and covering a maximum period of five years. Cash flow projections for a period longer than five years are extrapolated using estimated growth rate. The discount rates reflect the free risk rate, adjusted to take account for specific risks. Should any previous impairment losses no longer exist, they cannot be reversed.

1.2 – Other intangible assets

Intangible assets with finite useful life are measured at cost less any accumulated amortisation and impairment losses. The amortisation is based on the useful life and begins when the asset is available for use. Specifically, the purchased software expenses are capitalised on the basis of the cost for purchase and usage. The costs related to their development and maintenance are charged to the profit and loss account of the period in which they are incurred.

Other intangible assets with indefinite useful life are not amortised. They are periodically tested for impairment.

1.2.1 Insurance contracts acquired in a business combination or portfolio transfer

In case of acquisition of life and non-life insurance contracts in a business combination or portfolio transfer, the Group recognises an intangible asset, i.e. the value of the acquired contractual relationships (Value Of Business Acquired).

The VOBA is the present value of the pre-tax future profit arising from the contracts in force at the purchase date, taking into account the probability of renewals of the one year contracts in the non-life segment. The related deferred taxes are accounted for as liabilities in the consolidated balance sheet.

The VOBA is amortized over the effective life of the contracts acquired, by using an amortization pattern reflecting the expected future profit recognition. Assumptions used in the development of the VOBA amortization pattern are consistent with the ones applied in its initial measurement. The amortization pattern is reviewed on yearly basis to assess its reliability and to verify the consistency with the assumptions used in the valuation of the corresponding insurance provisions.

The difference between the fair value of the insurance contracts acquired in a business combination or a portfolio transfer, and the insurance liabilities measured in accordance with the acquirer's accounting policies for the insurance contracts that it issues, is recognised as intangible asset and amortized over the period in which the acquirer recognises the corresponding profits.

The Generali Group applies this accounting treatment to the insurance liabilities assumed in the acquisition of insurance portfolios. Therefore, the assumed insurance liabilities are recognized in the balance sheet according to the acquirer's accounting policies for the insurance contracts that it issues. These intangible assets are not in the scope of IAS 38 and IAS 36.

The future VOBA recoverable amount is tested on yearly basis.

As for as the life portfolio, the recoverable amount of the value of the in force business acquired is carried out through the liability adequacy test (LAT) of the insurance provisions — mentioned in the paragraph 3.2 — taking into account, if any, the deferred acquisition costs recognised in the balance sheet. If any, the impairment losses are recognised in the profit or loss account and cannot be reversed in a subsequent period.

Similar criteria are applied for the initial recognition, the amortization and the impairment test of other contractual relationships arising from customer lists of asset management sector, acquired in a business combination where the acquiree belongs to the financial segment.

2 – Tangible assets

This item comprises land and buildings used for own activities and other tangible assets.

2.1 Land and buildings (self used)

In conformity with IAS 16, this item includes land and buildings held for use in the production or supply of goods or services or for administrative purposes.

Land and buildings (self used) are measured applying the cost model set out by IAS 16.

The cost of the self used property comprises purchase price and any directly attributable expenditure. The depreciation is systematically calculated applying specific economic/technical rates which are determined locally in accordance with the residual value over the useful economic life of each individual component of the property.

Land and buildings (self used) are measured at cost less any accumulated depreciation and impairment losses. Land and agricultural properties are not depreciated but periodically tested for impairment losses. Costs directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management are directly charged to the assets to which they refer and depreciated in accordance with the residual value over the assets' useful economic life. Cost of the day-to-day servicing are charged to the profit and loss account.

Finance leases of land and buildings are accounted for in conformity with IAS 17. The standard provides for lease transactions to be presented in accordance with their economic substance. It also requires that the overall cost of the leasehold property is recognised as a tangible asset, and, as a counter-entry, the present value of the minimum lease payments and the redemption cost of the asset are recognised as a financial liability.

2.2 – Other tangible assets

Property, plant, equipment and furniture are classified in this item. They are initially measured at cost and subsequently recognised net of any accumulated depreciation and impairment losses. They are systematically depreciated on the basis of economic/technical rates determined in accordance with their residual value over their useful economic life.

3 – Amounts ceded to reinsurers from insurance provisions

The item comprises amounts ceded to reinsurers from insurance provisions that fall under IFRS 4 scope. They are accounted for in accordance with the accounting principles applied to direct insurance contracts.

4 – Investments

4.1 – Land and buildings (investment properties)

In accordance with IAS 40, this item includes land and buildings held to earn rentals or for capital appreciation or both. Land and buildings for own activities and property inventories are instead classified as tangible assets. Furthermore, assets for which the sale is expected to be completed within one year are classified as non-current assets or disposal groups classified as held for sale.

To measure the value of land and buildings (investment properties), the Generali Group applies the cost model set out by IAS 40, and adopts the depreciation criteria defined by IAS 16. Please refer to the paragraph on land and buildings (self used) for information about criteria used by the Group and finance leases of land and buildings.

4.2 – Investments in subsidiaries, associated companies and joint ventures

This item includes investments in subsidiaries and associated companies valued at equity or at cost. Immaterial investments in subsidiaries and associated companies, as well as investments in associated companies and interests in joint ventures valued using the equity method belong to this category. A list of such investments is shown in attachment to the Notes.

4.3 – Held to maturity investments

The category comprises the non-derivative financial assets with fixed or determinable payments and fixed maturity that a company has the positive intention and ability to hold to maturity, other than loans and receivables and those initially designated as at fair value through profit or loss or as available for sale. The intent and ability to hold investments to maturity must be demonstrated when initially acquired and at each balance sheet date.

In the case of an early disposal (significant and not due to particular events) of said investments, any remaining investments must be reclassified as available for sale.

Held to maturity investments are accounted for at settlement date and measured at amortized cost.

The Generali Group limits the accounting of investments in this category.

4.4 – Loans and receivables

This category comprises non-derivative financial assets with fixed or determinable payments, not quoted in an active market. It does not include financial assets held for trading and those designated as at fair value through profit or loss or as available for sale upon initial recognition.

In detail, the Generali Group includes in this category some unquoted bonds, mortgage loans, policy loans, term deposits with credit institutions, deposits under reinsurance business accepted, repurchase agreements, receivables from banks or customers accounted for by companies of the financial segment, and the mandatory deposit reserve with the central bank.

The company's trade receivables are instead classified as receivables in the balance sheet.

Loans and receivables are accounted for at settlement date and measured at amortized cost using the effective interest rate method and considering any discounts or premiums obtained at the time of the acquisition which are accounted for over the remaining term to maturity. Gains or losses are recognised in the profit and loss account when the financial assets are derecognised or impaired as well as through the normal amortization process envisaged by the amortized cost principle.

4.5 – Available for sale financial assets

Available for sale financial assets are accounted for at the settlement date at their cost plus the transaction costs directly attributable to the acquisition.

The unrealized gains and losses on available for sale financial assets arising out of subsequent changes in value are recognised in equity in a specific reserve until they are sold or determined to be impaired. At this time the cumulative gains or losses previously recognised in equity are accounted for in the profit and loss account.

Fair value is the amount for which an asset could be exchanged or a liability settled, between knowledgeable, willing parties in an arm's length transaction. Therefore, it is presumed that the company is a going concern without any need to liquidate and undertake transactions on adverse terms.

In the case of financial assets quoted in active markets, the fair value is their bid price at the end of the trading day at period-end (Mark-to-Market – first level of the fair value hierarchy). A market is considered as active whether the prices are readily and regularly available and represent real market transactions carried out in a normal market environment.

If the market of a financial instrument is not active, the fair value should be determined using valuation techniques that enable to state which price the instrument should have had, at valuation date, in a free exchange carried out within normal market conditions.

A non active market is usually characterized by either none or significantly reduced transactions, high price volatility, relevant enlargements of the bid-ask spreads or an atypical liquidity premium implicit in the bid prices.

The valuation techniques should mainly use, if available, prices in recent transactions carried out in a normal market environment, if the market conditions are not significantly changed, or the fair value of instruments with similar characteristics, without considering subjective parameters (Comparable Approach – second level of the fair value hierarchy).

In case no recent transactions and instruments with similar characteristics are observable, discounted cash flow and option pricing models should be applied. The estimate of the fair value makes maximum use of market inputs and relies as little as possible on entity-specific inputs. The valuation technique incorporates all factors that market participants would consider in setting a price, such as yield curve of free-risk interest rates, i.e. parameters able to measure the credit risk, the liquidity risk and other risk factors. When no market inputs are observable or these need to be materially adjusted, the valuation techniques use internal financial models, which are based on internal assumptions and estimates (Mark-to-Model – third level of the fair value hierarchy).

This category includes quoted and unquoted equities, investment fund units not held for trading, nor designated as financial assets at fair value through profit or loss, and bonds, mainly quoted, designated as available for sale.

Interests on financial instruments available for sale are measured using the effective interest rate with impact on profit or loss. Dividends related to equities classified in this category are reported in profit or loss when the shareholder's right to receive payment is established.

4.6 – Financial assets at fair value through profit or loss

This category comprises financial assets held for trading, i.e. acquired mainly to be sold in a short term, and financial assets that upon initial recognition are designated as at fair value through profit or loss.

Both bonds and equities, mainly quoted, and all derivatives, unless designated as hedging instruments, are included in this category.

Financial assets at fair value through profit or loss take also account of investments back to policies where the investment risk is borne by the policyholders and back to pension funds in order to significantly reduce the valuation mismatch between assets and related liabilities.

Hybrid instruments, whose embedded derivatives cannot be separated from the host contracts, are classified as financial assets at fair value through profit or loss, as well (e.g. some structured financial instruments).

The financial assets at fair value through profit or loss are accounted for at settlement date and are measured at fair value. Their unrealized gains and losses at the end of the period are immediately accounted for in the profit and loss account.

5 – Receivables

This item includes receivables arising out of direct insurance and reinsurance operations, and other receivables.

5.1 – 5.2 – Receivables arising out of direct insurance and reinsurance operations

Receivables on premiums written in course of collection and receivables from intermediates, co-insurers and reinsurers are included in this item. They are accounted for at their carrying amounts and then at their presumed recoverable amounts.

5.3 – Other receivables

This item includes all other receivables not of an insurance or tax nature. They are accounted for at their carrying amounts and then at their presumed recoverable amounts.

6 – Other assets

Non-current assets or disposal groups classified as held for sale, deferred acquisition costs, tax receivables, deferred tax assets, and other assets are classified in this item.

6.1 – Non-current assets or disposal groups classified as held for sale

This item comprises non-current assets or disposal groups classified as held for sale under IFRS 5. They are measured at the lower of their carrying amount and fair value less costs to sell.

6.2 – Deferred acquisition costs

In accordance with IFRS 4, deferred acquisition costs are accounted for in line with local GAAP. This item includes acquisition commissions and other expenses directly or indirectly attributable to the acquisition or renewal contracts and deferrable over the term of the contracts.

6.3 – Deferred tax assets

Deferred tax assets are recognised D except the cases provided in paragraph 24 of IAS 12 D for all deductible temporary differences between the carrying amount of assets or liabilities and their tax base to the extent that it is probable that taxable income will be available, against which the deductible temporary differences can be utilised.

In the case of carryforward of unused tax losses and unused tax credits, deferred tax assets are recognised to the extent that it is probable that future taxable income will be available, against which the abovementioned unused tax losses or unused tax credits can be utilised.

Deferred tax assets are measured at the tax rates that are expected to be applied in the year when the asset is realized, based on tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date.

6.4 – Tax receivables

Receivables related to current income taxes as defined and regulated by IAS 12 are classified in this item. They are accounted for based on the tax laws in force in the countries where the consolidated subsidiaries have their registered offices.

6.5 – Other assets

The item mainly includes accrued income and prepayments, specifically accrued interest from bonds. It also comprises deferred commissions for investment management service related to investment contracts.

Deferred fee and commission income and expenses respectively include acquisition loadings and commissions related to investment contracts without DPF fair valued as provided for by IAS 39. Acquisition loadings and commissions related to these products are accounted for in accordance with the IAS 18 treatment of the investment management service component. They are recognised by reference to the stage of completion of the service rendered. Therefore, acquisition commissions are incremental costs directly attributable to securing and investment management service and are recognised as an asset, which is amortized throughout the whole policy term. Both deferred fee and commission income and expenses are amortized with a straight line approach, reasonably assuming that the management service is constantly rendered.

Similarly, acquisition loadings are deferred and accounted for as liabilities (among other liabilities under deferred income for investment management services).

Deferred commissions for investment management services are amortized, after assessing their recoverability in accordance with IAS 36.

7 – Cash and cash equivalents

Cash in hand and equivalent assets, cash and balances with banks payable on demand and with central banks are accounted for in this item at their carrying amounts.

Short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value are included in this item. Investments are qualified as cash equivalents only when they have a short maturity of 3 months or less from the date of the acquisition.

Balance sheet - Liabilities and equity

1 – Shareholders' equity

1.1 - Shareholders' equity attributable to the Group

1.1.1 Share capital

Ordinary shares are recognised as share capital and their value equals the nominal value.

1.1.2 Other equity instruments

The item includes preference shares and equity components of compound financial instruments.

1.1.3 Capital reserve

The item includes the share premium account of the Parent Company.

1.1.4 Revenue reserve and other reserves

The item comprises retained earnings or losses adjusted for the effect due to changes arising from the first-time application of IAS/IFRS, reserves for share-based payments, equalisation and catastrophe provisions not recognised as insurance provisions according to IFRS 4, legal reserves envisaged by the Italian Civil Code and special laws before the adoption of IAS, as well as reserves from consolidation process.

1.1.5 Own shares

As provided for by IAS 32, the item includes equity instruments held by the company which issues consolidated financial statements or by its consolidated subsidiaries.

1.1.6 Reserve for currency translation differences

The item comprises the exchange differences to be recognised in equity in accordance with IAS 21, which derive from accounting for transactions in foreign currencies and from translating the financial statements of foreign companies.

1.1.7 Reserve for unrealised gains and losses on available for sale financial assets

The item includes gains or losses arising from changes in the fair value of available for sale financial assets, as previously described in the corresponding item of financial investments.

The amounts are accounted for net of the related deferred taxes and deferred policyholder liabilities.

1.1.8 Reserve for other unrealised gains and losses through equity

The item includes the cash flow hedging derivatives reserve, the reserve for hedge of a net investment in a foreign operation and the reserve for revaluation model on tangible and intangible assets that is not adopted by the Group.

1.1.9 Result of the period

The item refers to the Group consolidated result of the period. Dividend payments are accounted for after the approval of the shareholders' general meeting.

1.2 - Shareholders' equity attributable to minority interests

The item comprises equity instruments of minority interests.

It also includes the reserve for unrealized gains and losses on available for sale investments attributable to minority interests.

2 – Other provisions

In compliance with IAS 37, the allocations to other provisions are recognised only when the company has a present obligation (legal or constructive) as a result of a past event and it is probable that the resources will be required to settle the obligation and their amount can be reliably estimated.

3 – Insurance provisions

This item comprises amounts, gross of ceded reinsurance, of liabilities related to insurance contracts and investment contracts with discretionary participation features that fall under IFRS 4 scope.

3.1 – Life insurance policies

In accordance with IFRS 4, policies of the life segment are classified as insurance contracts or investment contracts based on the significance of the underlying insurance risk.

Classification requires the following steps:

- identification of the characteristics of products (option, discretionary participation feature, etc.) and services rendered;
- determination of the level of insurance risk in the contract; and
- application of the international principle.

3.1.1 Insurance contracts and investment contracts with DPF

Premiums, payments and change in the insurance provision related to products whose insurance risk is considered significant (e.g. term insurance, whole life and endowment with annual premiums, life contingent annuities and contracts containing an option to elect at maturity a life contingent annuity at rates granted at inception, long-term health insurance and unit-linked with sum assured in case of death significantly higher than the value of the fund) or investment contracts with discretionary participation feature –DPF– (e.g. policies linked to segregated funds, contracts with additional benefits that are contractually based on the result of the company) are accounted for in accordance with previous local GAAP. Gross premiums are recognised as a revenue, net of cancellations of the period, and ceded premiums are recognised as expenses of the period.

3.1.2 Shadow accounting

In order to mitigate the valuation mismatch between financial investments carried at fair value according to IAS 39 and insurance provisions which are accounted for in accordance with previous local GAAP, shadow accounting is applied to insurance contracts and investments contracts with DPF. This accounting practice implies to ideally attribute to the policyholders part of the difference between IAS/IFRS valuation of the basis on which the profit sharing is determined and valuation which is used to determine the profit sharing actually paid.

Starting from the half-yearly 2008 consolidated financial statements, Generali Group rewired the way of applying the shadow accounting option according to the paragraph 30 of IFRS 4. In the absence of specific application guidelines on shadow accounting and, in compliance with IAS 8, the Group developed a valuation methodology aiming at providing information:

- representing more faithfully the economic substance of, in particular, Italian insurance business;
- more consistent throughout the Group;
- more relevant to economic decision-making needs of financial statements users. The methodology complies with the requirements of IFRS 4 in terms of liability adequacy test.

In particular, as for the Italian 'segregated funds' (*gestioni speciali*), in order to determine the policyholder's share in the difference between the IAS/IFRS valuation of the investments and the related statutory carrying amount in the segregated funds, the underlying assumption of realizing all the unrealized gains and losses at balance sheet date was abandoned. A solution more consistent to the ALM policies of the insurer and the obligations borne with the policyholders has been adopted.

The percentage for the policyholder participation is based on statutory or contractual regulation, since local regulation already foresees the protection of guaranteed obligations through the recognition of additional provisions for interest rate risk if future financial returns based on a proper time horizon are not sufficient to cover the financial guaranties included in the contract.

The accounting item arising from the shadow accounting application is included in the carrying amount of insurance liabilities whose adequacy is tested by the liability adequacy test (LAT) according to IFRS 4 (refer to paragraph 3.2 Life insurance provisions).

If this methodology had been applied to the consolidated Financial Statements as at 31 December 2007 no material financial or economic effect would have been generated.

In detail, the main accounting effect of the shadow accounting is double fold: on the one hand, the recognition of the policyholders' share of unrealized gains and losses on available for sale financial assets in the deferred policyholders' liabilities; on the other, the insurer's share is recognised in equity. If financial instruments are fair valued through profit or loss or financial investments are impaired, the difference between IAS/IFRS value and valuation used to determine the return which the profit sharing is based on is recognised in the profit and loss account together with a change in the deferred policyholder liabilities.

3.1.3 Investment contracts

Investment contracts without DPF mainly include unit/index-linked policies and pure capitalization contracts. These products are accounted for in accordance with IAS 39 as follows:

- the products are recognised as financial liabilities at fair value or at amortized cost. In detail, linked products are fair valued through profit or loss, while pure capitalization policies are generally valued at amortized cost;
- fee and commission income and expenses are recognised in the profit and loss account. Specifically, IAS 39 and IAS 18 require that they are separately identified and classified in the different components of: (i)

- origination, to be charged in the profit and loss account at the date of the issue of the product; and (ii) investment management service, to be recognised throughout the whole policy term by reference to the stage of completion of the service rendered;
- fee and commission income and incremental costs of pure capitalization contracts without DPF (other than administration costs and other non-incremental costs) are included in the initial carrying amount of the financial liability and recognised as an adjustment to the effective interest rate;
- the risk component of linked products is unbundled, if possible, and accounted for as insurance contracts.

3.2 - Life insurance provisions

Life insurance provisions are related to insurance contracts and investment contracts with discretionary participation features. Said provisions are accounted for based on local GAAP, in compliance with IFRS 4.

Liabilities related to insurance contracts and investment contracts with discretionary participation features are determined analytically for each kind of contract on the basis of appropriate actuarial assumptions. They meet all the existing commitments based on best estimates.

These actuarial assumptions take into consideration the most recent demographic tables of each country where the risk is underwritten, aspects of mortality, morbidity, determination of risk-free rates, expenses and inflation. The tax charge is based on laws in force.

Among life insurance provisions, the additional provisions to the mathematical ones, already envisaged by the local regulations in case of adverse changes in the interest rates or mortality, are classified as provisions for liability adequacy test.

The liability adequacy test envisaged by IFRS 4 is applied to verify that the insurance provisions – adjusted by the amount of deferred policyholders' liabilities – are adequate to cover the future cash flows coming from the abovementioned insurance contracts, based on current best estimates. Each inadequacy is charged to profit and loss account, initially reducing deferred acquisition costs and value of business acquired, and subsequently accounting for a provision.

As previously mentioned, insurance provisions include deferred policyholder liabilities related to contracts with DPF, in accordance with the shadow accounting.

3.3 Non-life insurance provisions

The local GAAP for each country is applied to the non-life insurance provisions, since all the existing policies fall under IFRS 4 scope. In conformity with the international standard, no provisions for future claims arising from future contracts are recognised, in line with the derecognition of the equalisation and catastrophe provisions and some additional components of the unearned premiums provisions, carried out on the date of the first-time application.

The provisions for unearned premiums includes the pro-rata temporis provision, which is the amounts of gross premiums written allocated to following financial periods, and the provision for unexpired risks, which provides for claims and expenses in excess of the related unearned premiums.

The provisions for outstanding claims are determined by a prudent assessment of damages, based on objective and prospective considerations of all predictable charges. Provisions are deemed adequate to cover payments of damages and the cost of settlement of claims related to accident occurred during the year but not yet reported.

The non-life insurance provisions meets the requirements of the liability adequacy test according to IFRS 4.

Amounts ceded to reinsurers from insurance provisions are determined in accordance with the criteria applied for the direct insurance and accepted reinsurance.

4 – Financial liabilities

Financial liabilities at fair value through profit or loss and financial liabilities at amortized cost are included in this item.

4.1 – Financial liabilities at fair value through profit or loss

The item refers to financial liabilities at fair value through profit or loss, as defined and regulated by IAS 39. In detail, it includes the financial liabilities related to investment contracts where the investment risk is borne by the policyholders as well as derivative liabilities.

4.2 – Other financial liabilities

The item includes financial liabilities within the scope of IAS 39 that are not classified as at fair value through profit or loss and are instead measured at amortized cost.

This item comprises both subordinated liabilities, which, in the case of bankruptcy, are to be repaid only after the claims of all other creditors have been met, and hybrid instruments. Hybrid instruments issued are measured at issue price, net of costs directly attributed to the transaction. The difference between the aforesaid price and the reimbursement price is recognised in the profit and loss account.

Furthermore, it includes liabilities to banks or customers, deposits received from reinsurers, bonds issued, other loans and financial liabilities at amortized cost related to investment contracts that do not fall under IFRS 4 scope.

5 – Payables

5.1 – 5.2 – Payables arising out of insurance and reinsurance operations

The item includes payables arising out of insurance and reinsurance operations.

5.3 – Other payables

This item mainly includes provisions for the Italian *Trattamento di fine rapporto* (employee severance pay). These provisions are accounted for in accordance with IAS 19 (see paragraph 6.4 below).

The Law No. 296 of 27 December 2006 (Financial Law 2007) introduced last year a new regulation for the Italian *Trattamento di fine rapporto* falling due from the 1 January 2007.

According to the new regulation:

- the TFR fund fallen due till 31 December 2006 is maintained in the company;
- as concerns the amounts falling due starting from the 1 January 2007, the employee shall elect as follows:
 - i) transfer to voluntary pension contribution;

- ii) maintenance of the amounts in the company, that shall transfer them to the *Fondo Tesoreria* of INPS (the Italian public social security institute).

Following the new regulation, starting from last year, TFR obligation fallen due before the 1 January 2007 is still classified as a defined benefit plan according to IAS 19. However, the amount has been restated without considering the assumptions related to the salary increase.

In particular, with reference to the TFR obligation fallen due before the 1st January 2007 the related amount is determined at that date, except for the discount effect, that shall be measured each period. As a consequence the “projected unit credit method” (please refer to paragraph ‘6.4 - Other liabilities’) is no longer applied to the TFR valuation and so there is no current service cost, which becomes the periodic contribution to voluntary pension contribution or to the *Fondo Tesoreria* of INPS.

The periodic contribution to a separate entity (both in case of voluntary pension contribution and transfer to the *Fondo Tesoreria*) related to amounts falling due starting from the 1 January 2007 are classified as defined contribution plans and accounted for in the profit or loss account.

6 – Other liabilities

The item comprises liabilities not elsewhere accounted for. In detail, it includes liabilities directly associated with non-current assets and disposal groups classified as held for sale, tax payables and deferred tax liabilities.

6.1 – Liabilities directly associated with non-current assets and disposal groups classified as held for sale

The item includes liabilities directly associated with non-current assets and disposal groups classified as held for sale, as defined by IFRS 5.

6.2 – Deferred tax liabilities

Deferred tax liabilities are recognised for all taxable temporary differences between the carrying amount of assets and liabilities and their tax base, except the cases provided for in paragraph 15 of IAS 12.

Deferred tax liabilities are measured at the tax rates that are expected to be applied in the period when the liabilities are settled, based on tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date.

6.3 – Tax payables

The item includes payables due to tax authorities for current taxes.

6.4 – Other liabilities

This item includes provisions for defined benefit plans, such as termination benefit liabilities and other long-term employee benefits (the Italian provision for *Trattamento di fine rapporto* is excluded and classified as other payables). In compliance with IAS 19, these provisions are measured according to the project unit credit

method. This method implies that the defined benefit liability is influenced by many variables, such as mortality, employee turnover, salary trends, expected inflation, expected rate of return on investments, etc. The liability recognised in the balance sheet represents the net total of the present value of the defined benefit obligation less the fair value of plan assets (if any), adjusted for any actuarial gains and losses and any past service costs not recognised. The rate used to discount future cash flows is determined by reference to market yields at the balance sheet date on high-quality corporate bonds. The actuarial assumptions are periodically tested to confirm their consistency. The actuarial gains and losses arising from subsequent changes in variables used to make estimates are recognised as income or expense to the extent that exceeds the greater of 10% of the present value of the defined benefit obligation at the end of the previous reporting period, and 10% of any plan assets at that date. The portion of actuarial gains and losses are amortized over the expected average remaining working lives of the employees participating in the plan.

Profit and loss account

1 – Income

1.1 – Earned premiums

The item includes gross earned premiums on insurance contracts and investment contracts with discretionary participation features, net of earned premiums ceded.

1.2 – Fee and commission income and income from financial service activities

The item includes fee and commission income for financial services rendered by companies belonging to the financial segment and fee and commission income related to investment contracts.

1.3 – Net income from financial instruments at fair value through profit or loss

The item comprises realized gains and losses, interests, dividends and unrealized gains and losses on financial assets and liabilities at fair value through profit or loss.

1.4 – Income from subsidiaries, associated companies and joint ventures

The item comprises income from investments in subsidiaries, associated companies and joint ventures, which are accounted for in the corresponding asset items of the balance sheet.

1.5 – Income from financial instruments and other investments

The item includes income from financial instruments not at fair value through profit or loss and from land and buildings (investment properties). In detail, it includes mainly interests from financial instruments measured using the effective interest method, other income from investments, including dividends recognised when the right arises, income from properties used by third parties, realized gains from financial assets, financial liabilities and investment properties and reversals of impairment.

1.6 – Other income

The item includes: revenue arising from sale of goods and rendering of services other than financial services; other insurance income; gains on foreign currency accounted for under IAS 21; realized gains and reversals of impairment on tangible assets and other assets; and any gains recognised on the re-measurement of non-current assets or disposal groups classified as held for sale.

2 – Expenses

2.1 – Net insurance benefits and claims

The item includes the amounts paid in respect of claims occurred during the period, maturities and surrenders, as well as the amounts of changes in insurance provisions that fall under IFRS 4 scope, net of recoveries and reinsurance. It also comprises changes in provision for deferred policyholders liabilities with impact on profit and loss account.

2.2 – Fee and commission expenses and expenses from financial service activities

The item includes fee and commission expenses for financial services received by companies belonging to the financial segment and fee and commission expenses related to investment contracts.

2.3 – Expenses from subsidiaries, associated companies and joint ventures

The item includes expenses from investments in subsidiaries, associated companies and joint ventures, which are accounted for in the corresponding asset items of the balance sheet.

2.4 – Expenses from financial instruments and other investments

The item comprises expenses from land and buildings (investment properties) and from financial instruments not at fair value through profit or loss. It includes: interest expense; expenses on land and buildings (investment properties), such as general property expenses and maintenance and repair expenses not recognised in the carrying amount of investment properties; realized losses from financial assets, financial liabilities and land and buildings (investment properties); depreciations and impairment of such investments.

2.5 – Acquisition and administration costs

The item comprises acquisition commissions, other acquisition costs and administration costs related to contracts that fall under IFRS 4 scope. Other acquisition costs and administration costs related to investment contracts without discretionary participation features are also included, as well as overheads and personnel expenses for investment management, and administration expenses of non-insurance companies.

2.6 – Other expenses

The item includes: other insurance expenses; allocation to provisions; losses on foreign currency accounted for under IAS 21; realized losses, impairment and depreciation of tangible assets not elsewhere allocated; and amortization of intangible assets. It also comprises any loss on the re-measurement of non-current assets or disposal groups classified as held for sale, other than discontinued operations.

3 – Income taxes

The item includes income taxes for the period and for previous years, deferred taxes and tax losses carried back.

Other information

1 – Use of estimates

The preparation of financial statements compliant to IFRS requires the Group to make estimates and assumptions that affect items reported in the consolidations financial balance sheet and income statement and the disclosure of contingent assets and liabilities. The use of estimates mainly refers to as follows:

- insurance provisions for life and non life segment;
- financial instruments measured at fair value;
- impairment test;
- deferred acquisition costs and value of business acquired;
- deferred taxes;
- defined benefit plan obligation;
- share-base payments.

Estimates are periodically reviewed and are based on key management's best knowledge of current facts and circumstances. However, due to the complexity and uncertainty affecting the above mentioned items, future events and actions, actual results ultimately may differ from those estimates, possibly significantly.

Further information on process used to determine assumptions affecting the above mentioned items and the main risk factors are included in the paragraphs on accounting principles and section E related to financial and insurance risk disclosure.

2 – Share based payments

The stock option plans granted by the Board are share based payments to compensate officers and employees. The fair value of the share options granted is estimated at the grant date. It is based on the option pricing model that takes into account, at the grant date, factors such as the exercise price and the life of the options, the current price of the underlying shares, the expected volatility of the share price, the dividends expected on the shares and the risk-free interest rate as well as the specific characteristics of the plan itself. Another factor common to share options is the possibility of early exercise of them. The binomial pricing model takes into account the possibility of early exercise of the options. If present, the pricing model estimates separately the option value and the probability that the market conditions are satisfied. Therefore, the fair value of equity instruments granted reflects market conditions.

The cost is charged to the profit and loss account and, as a counter-entry, to equity during the vesting period, by taking into account, if possible, the possibility of satisfaction of the vesting condition related to the options granted.

3 – Derivatives' accounting

Derivatives are financial instruments or other contracts with the following characteristics:

1. their value changes in response to the change in interest rate, security price, commodity price, foreign exchange rate, index of prices or rates, credit rating or other pre-defined underlying variables;
2. they require no initial net investment or, if necessary, an initial net investment that is smaller than one which would be required for other types of contracts that would be expected to have a similar response to changes in market factors;
3. they are settled at a future date.

Adopting the international accounting standards, the Generali Group has decided to account for all derivatives at fair value through profit or loss.

The Group has introduced the hedge accounting method, thus accounting for the cash flow hedge on interest expense rates and GBP/EUR exchange rate following the issue of some subordinated liabilities.

The portion of the gain or loss on the hedging instrument that is determined to be an effective hedge is recognized directly in an appropriate shareholders' equity reserve and reversed to profit and loss account when the gain or loss on hedged items is recognized. The ineffective portion of the gains or loss on the hedging instrument is recognized in profit or loss.

When the hedging instrument expires or is sold, or the hedge no longer meets the criteria for hedge accounting, the cumulative gain or loss on the hedging instruments, that remains recognized directly in equity from the period when the hedge was effective, remains separately recognized in equity until the forecast transaction occurs. However, if the forecasted transaction is no longer expected to occur, any related cumulative gain or loss on the hedging instrument that remains recognized directly in equity from the period when the hedge was effective is immediately recognized in profit or loss.

4 – Impairment losses

4.1 – Impairment losses on tangible and intangible assets

Whether there is any indication that an asset under IAS 36 scope may be impaired, tangible and intangible assets are subject to impairment test.

An impairment loss is recognised if the carrying amount of an asset exceeds its recoverable amount. The latter is the higher of its fair value (i.e. the amount obtainable from the sale of an asset in an arm's length transaction between knowledgeable, willing parties, less the costs of disposal) and its value in use (i.e. the present value of the future cash flows expected to be derived from the permanent use and disposal of the asset at the end of its useful life).

The impairment loss is charged to the profit and loss account and it is taken into consideration for the definition of the new base for the calculation of future depreciation/amortization.

Whether there is any indication that an impairment loss recognised for an asset in prior years may no longer exist, the carrying amount of the asset is increased to its recoverable amount. The increased carrying amount of the asset due to the reversal of impairment loss cannot exceed the carrying amount that would be determined if no impairment loss had been recognised for the asset in prior years, net of any amortisation accounted for in the meantime.

4.2 – Impairment losses on financial assets

As for financial assets, except investments at fair value through profit or loss, IAS 39 is applied whether there is any objective evidence that they are impaired.

Evidence of impairment includes, for example, significant financial difficulties of the issuer, default or delinquency in interest or principal payments, the probability that the borrower will enter bankruptcy or other financial reorganisation and the disappearance of an active market for that financial asset.

A significant or prolonged decline in the fair value of an investment in an equity instrument below its cost is considered as an objective evidence of impairment.

In particular, as for quoted equity instruments, an impairment arises when the fair value has been significantly below the weighted-average cost, usually considered to be more than 50%. Additionally, when the fair value has been below the weighted-average cost by more than 20 percent for more than 6 months, the investments are considered for impairment.

In all these cases, any impairment loss is recognized only after a careful analysis of the type of loss has established that there are the conditions to proceed with the corresponding recognition. The analysis includes considerations on the recoverable value of the investment, checks on the volatility of the stock versus the reference market or compared to competitors, and any other possible quality factor. The analytical level and detail of the analysis varies based on the significance of the latent losses of each investment. In the case of investments already impaired through profit or loss in the past, any further reductions in value are automatically accounted for as impairment losses.

If there is objective evidence of impairment the loss is measured as follows:

- on financial assets at amortized cost, as the difference between the asset's carrying amount and the present value of estimated future cash flows discounted at the financial asset's original effective interest rate;
- on available for sale financial assets, as the difference between the amount of the loss is measured as the difference between the acquisition cost (net of any principal repayment and amortization) and the current fair value.

If, in a subsequent period, the amount of the impairment loss decreases and the decrease can be related to events occurring after the impairment was recognised, the previously recognised impairment loss can be reversed.

In any case, the reversal of impairment on equities and investment fund units is not allowed by IAS 39.

5 – Segment reporting

Starting from 2007, the Generali Group has revised the layout of its Profit and Loss Account broken down by business sector, by unbundling costs pertaining to so-called holding activities separately from the other costs sustained in each of the three business sectors. This change is aimed at providing a better understanding of the Group's performance in the said business sectors and at aligning to the segment reporting presented by the main European competitors.

Holding costs are primarily made up of expenses sustained by the Parent Company and local subholdings for management and coordination activities, costs arising from the assignment of stock options and stock grants under incentive plans approved by the Parent Company, as well as interest expense on liabilities linked to the Group's financing activities.

As from 2007, whether a new fiscal law materially affects the operating result of the countries for which the policyholders' profit sharing is based on the net result of the period, the estimated non recurring effect on the income taxes attributable to the policyholders has been accounted for in the consolidation adjustments. Further information on the operating result is given in the appendix to the report on operations.

In order to ensure the uniformity of the information presented, the comparative data provided, including operating result broken down by country, have been similarly restated.

At 31 December 2008 the Generali Group identifies three main business segments worldwide:

1. non-life segment, which includes non-life insurance activities;
2. life segment, which includes life insurance activities;
3. financial segment, which includes banking and asset management activities.

As mentioned just above, the business segments do not include the costs related to holding activities.

Assets, liabilities, income and expenses of each segment are presented in the financial statements in the section I according to the ISVAP Regulation No. 7 of 13 July 2007.

Segment data come from a separate consolidation of the figures of subsidiaries and associated companies in each business segment, eliminating of the effects of the transactions between companies belonging to the same segment and, the carrying amount of the investments in subsidiaries and the related portion of equity. The reporting and control process implemented by the Generali Group implies that assets, liabilities, income and expenses of companies operating in different business segments are allocated to each segment through a specific segment reporting. Intra-group balances between companies belonging to different business segments are accounted for in the consolidation adjustments column in order to reconcile the segment information with the consolidated one. The segment financial statements are consistent with the consolidated ones.

In this context, the Generali Group adopts a new business approach on the profit and loss account segment reporting, characterized by the fact that some transactions between companies belonging to different segments are eliminated within each segment in conformity with IAS 14 requirements.

In detail, this approach presents the following main changes: both dividends received by non-life and financial companies and paid by companies of other segments, and realized gains and losses on intra-segment transactions are eliminated within the non-life and financial segments; both dividends received by life holding and paid by companies of other segments, and realized gains and losses on intra-segment transactions are eliminated within the life segment; and interest income and expense on loans between Group companies belonging to different segments are eliminated within the life segment.

The abovementioned approach has led to a reduction of consolidation adjustments, that currently include dividends received by life companies and paid by Group companies belonging to other segments, and net commissions for financial services rendered and received by Group companies.

In order to ensure the uniformity of the information presented, the comparative data provided, including the segment reporting have been similarly restated in accordance to the abovementioned segment approach, as to harmonize data.

The main changes on the segment reporting presented last year are shown in the table below.

6 – Information on financial and insurance risks

In accordance with IFRS7, endorsed by the Regulation (EC) No. 108 of 11 January 2006, the information which enables the users to evaluate the significance of financial instruments on the Group's financial position and performance and the nature and extent of risks arising from financial instruments to which the entity is exposed and how the entity manages those risks are disclosed in the part E of this financial statement.

In this section the Group provides with qualitative and quantitative information about exposure to credit, liquidity and market risks, arising from financial instruments and sensitivity analysis to assess the impact of variation of principal financial and insurance variables on equity, profit and loss or other relevant key indicator.

PART E – RISK REPORT

In the risk report the Group presents further information in order to enable the assessment of the significance of financial instruments and insurance contracts for an entity's financial position and performance. Furthermore, the Group provides information about its exposure to risks arising from financial instruments and insurance contracts, and it discloses the management's objectives, policies and processes for managing those risks, in accordance with IFRS7, endorsed by Regulation (EC) No.108 of 11 January 2006.

In order to reach an integrated view, the Generali Group has implemented an unique internal control and risk management system which aims at identifying, evaluating and monitoring the most important risks to which the Group is exposed, that means the risks whose consequences could affect the solvency of the Company or the solvency of the single business units, or negatively hamper company goals.

The main objectives of the internal control and risk management system of Generali Group is to maintain the identified risks below an acceptable level, to optimize the capital allocation and to improve the risk-adjusted performance of the Group.

The risk management processes apply to the whole Group, all the countries where it operates and each business unit. However, the degree of integration and depth varies with the complexity of the underlying risks. Integration of processes within the Group is fundamental to assure an efficient system of risk management and capital allocation for every business unit.

In 2008 many actions have been taken to improve the methodology, to optimise the risk management processes and to spread across the business units the culture of making decisions aimed at optimising the risk adjusted performance.

1 – Risk Management System

Risk management system is based on three main pillars:

- process of risk measurement, aimed at assessing the solvency of the Company,
- process of risk governance, aimed at defining and controlling the managerial decisions in relation with relevant risks,
- risk management culture, aimed at increasing the value creation.

The model has a decentralized approach and is based on a bottom up logic; the specific policies adopted by each Italian and foreign business unit are part of a main framework: the principles, the targets and the main risk management procedures defined by the Holding are spread and applied across the Group, with the purpose of maintaining a high degree of coherence and integration among the risk management systems of the different business units.

1.1 Roles and responsibility

The system is based on three different levels of responsibility:

- Group: for every country, the Holding sets the targets in terms of solvency, results and risk exposure, moreover it defines the risk management policy through a list of Guidelines for acceptance of the main risks.
- Country: the Regional Holding defines strategies and objectives for every firm, taking into account the local features and regulations, providing support for the implementation and controls the results. In particular, in order to assure a better solution to the specific features of local risks and changes in local regulation, the risk management responsibility and decisions are delegated to the Country Manager, respecting the

Group policy framework. To whom are also assigned performance targets for their respective area.

- Business Unit: every firm defines strategies and targets for the lines of business, in respect of the policy and the guidelines established by the Parent Company. The risk management involves the corporate governance of the Company and the operational and control structure, with defined responsibility levels, and aims to ensure in every moment the adequacy of the entire risk management system.

At Group level, the Parent Company Board of Directors approves the risk management policies and the strategies, as well as the risk tolerance level, defining performance targets coherent with the level of capital adequacy.

The Board of Directors is moreover committed to the creation of an organisational culture aimed at giving a high level of priority to the effective risk management and to the respect of strict controls on the operations.

The Board is constantly informed by the CEOs and also by the independent control department about the risk assessment of the Company and the Group, through periodical reports on results and the risk profile, or when it is necessary to intervene adopting corrective actions.

The Parent Company Top Management (composed by CEOs for the respective competence areas and by the General Manager) is responsible for the implementation of the risk management policy of the Company and the Group. In this role, the Top Management assigns the targets and the capital allocation to the Italian and foreign companies. Through Guidelines, it assures the implementation of operational limits by every single company and guarantees the prompt control and the constant monitoring of risk exposure.

The CEOs propose improvements to the risk management policy to the Board of Directors, or require specific actions to be taken by the country managers.

To this end, the Top Management is supported by the Group Risk Committee, composed by the heads of the main business areas (and also accountable for the related risks) and the Chief Risk Officer (CRO). The Committee ensures a fully integrated risk perspective (i.e. Enterprise Risk Management – ERM) across risk categories and countries, it evaluates the overall Group risk-exposure, it identifies risk-management opportunities and then recommends initiatives to the Top Management.

The CRO is responsible for monitoring and coordinating the overall ERM process, in particular, he provides information and suggestions to the Group Risk Committee and has strong relationship with Heads of the business areas. Moreover the CRO monitors ERM processes in the different Countries, supporting the CEOs in evaluating the effectiveness of the proposed plans developed and controlling the risk adjusted results.

A dedicated Risk Management and ALM Department supports the CRO in his duties.

The risk governance has been strengthened by establishing a Control Division, independent from operating functions. Within the Control Division, there are specific risk control Departments that, together with the Group Internal Audit Department, report to the Board of Directors

- Compliance Department: responsible for identifying, evaluating and preventing risks related to failure to comply with laws and regulations;
- Independent Risk Control Department: responsible for ensuring solidity of the whole risk management system also in compliance with ISVAP Regulation N°20.

Independent control activities are also performed by the Group Control Department, with regard to an analysis of the performance of the different countries.

2 – The ERM Policy

The Generali Group has developed the Enterprise Risk Management Policy to align the risk measurement methodology, the governance and the reporting of each company of the Group.

The governance of the Parent Company has been adopted, in its essential aspects, by each country and each company of the Group, considering their own features and regulations. A Risk Management Committee has been established in each company, made up of Chief Executive Officer (or General Manager), Heads of technical areas and, where present, Head of the local ERM.

The Risk Management Committee is in charge of supporting CEO in periodical reviews of the Company's risk profile relating to the different risk categories, and in developing possible proposals to submit to the Board. Each Italian Company has created an independent risk control department in compliance with Italian regulation.

A set of Guidelines has been prepared by the technical departments of the Corporate Centre of the Parent Company to align the risk underwriting methods and to define the operating limits on insurance and financial risks.

Each Company implements these guidelines by preparing and updating an Operating Limits Handbook, that is submitted to the Risk Management Committee and approved by Company Top Management.

The ERM Policy defines the most suitable standard that each Company should adopt for both qualitative and quantitative evaluation of the risks and the reporting. The reports are submitted to the Risk Management Committee and sent to the Parent Company.

The deepest level of integration in the risk management processes across the Group is defined, in cooperation with each Country, in function of the risks arising in local activities and from the expected added value generated by reinsurance, asset allocation and capital allocation optimization.

Minimum requirements in the risk integrated approach have to be met within the Group, in particular:

- implementation of Group Projects for the vertical integration (ALM, asset allocation);
- setting-up of local ERM functions in order to ensure an integrated view of the risks at Country level and a strong relationship with the ERM of the Parent Company.

Moreover integration relates to principles, methodology and tools used for measuring and aggregating risks at different levels of responsibility. In order to align and optimise the whole process, a shared IT system for the aggregation of Economic Capital, common rules related to support Group programs; common principles and sharing of best practices for the quantitative evaluation of each risk class are used.

2.1 Development of the Risk Management System

Through its insurance activity the Group is naturally exposed to several types of risks, which are related to movements of financial markets, to adverse development of insurance related risks, both in life and non life business, and generally to all the risks that affect ongoing organized economic operations.

These risks can be grouped in the following four main categories which will be later detailed: market risk, credit risk, insurance risk and operational risk.

Along with the specific measures for the risk categories considered by the Group, the calculation of the Risk Capital represents a comprehensive measure of risk that can be aggregated at the different organizational levels (Group, country and operative entity) and at the main business lines (life, non-life and asset management).

The Risk Capital is a risk measure that corresponds to the amount of capital to be held so that the market value of assets is greater than the market value of liabilities in twelve months' time, with a confidence level consistent with the target rating.

Risk management activities contribute to the goal of managing the enterprise performance on a risk-adjusted basis in all Group business units.

The internal models of Risk Capital have been improved to maintain a state of the art approach to calculation.

A project with the objective to increase the efficacy of internal models as decision making tool has started in the year. This project, which will continue in 2009, introduced also stability and sensitivity testing on main value and risk indicators.

During the year has started also the enlargement of the ERM model perimeter to minor countries with the objective to reach in 2009 the homogeneity of governance risk models in the entire Group.

3 - Strategic risk

Strategic risks regard external acts or internal decisions that might compromise the prospective competitive positioning of the Company. In this category are included risks related to: profitable growth, capital efficiency, governance alignment, risk appetite and tolerance, external growth, M&A activities and the credit rating of the Company.

The responsibility for strategic risk management is ascribed to the Top Management under the direct control of the Board of Directors and, for what concerns the local markets, to the responsible of each single country where the Group operates. The principal instrument, which directly involves these actors, is represented by strategic planning, arranged with a three year horizon and reviewed annually and based on the definition and allocation of risk-adjusted performance objectives. The control of strategic risks consists of a periodical valuation of the achieved results and of the adopted hypothesis together with the eventual adjustment to new market conditions. The control is carried out directly by the Top Management of the Company.

4 - Market risk

Unexpected movements in interest rates, prices of equities, real estate and in their volatilities might negatively impact the market value of the investments of the Group and consequently the shareholders' equity and financial result.

These assets are invested to meet the obligation towards both life and non-life policyholders and to earn a return for the capital subscribed by the shareholders.

The same changes might affect the present value of the insurance liabilities.

At year-end 2008 the investments whose market risk affects the Group were of 255.2 billions euro at market value¹.

¹ Investments whose market risk affects the Group are total investments excluded investments back to policies where the investment risk is borne by the policyholders, investments in subsidiaries, associated companies and joint ventures, derivatives, mortgage loans, receivables from banks or customers and other financial investments different than equities and bonds. While, self used properties are included.

(€ million)	31/12/2008		31/12/2007	
	Total fair value	Impact (%)	Total fair value	Impact (%)
Equities ^(*)	22,224.5	8.7	36,795.2	14.1
Bonds ^(**)	208,654.2	81.8	200,914.5	77.1
Land and buildings ^(***)	24,304.4	9.5	22,940.3	8.8
Total	255,183.2	100.0	260,650.0	100.0

(*) Investment fund units amount to 3.854,6 million (5.926,4 million at 31 December 2007).

(**) Investment fund units amount to 7.641,0 million (7.946,4 million at 31 December 2007).

(***) Investment fund units amount to 2.151,4 million (1.434,5 million at 31 December 2007) and it includes also self used properties fair value.

As mentioned above, the economic impact of changes in interest rate, equity and property values and corresponding volatilities for the shareholders will depend not only on the sensitivity of the assets to these shifts but also on how the same movements effect the present values of its insurance liabilities.

This effect is particularly significant for the life business because of minimum guaranteed rates of return and profit sharing arrangements. The impact of the minimum guaranteed rates of return on solvency, both on the short and long terms, is assessed through deterministic and stochastic analysis. These analyses are performed at company and single portfolio level and take into account the interaction between assets and liabilities helping to develop the product strategies and the strategic asset allocations with the aim at optimising the risk and return characteristics of the portfolios.

The following procedures and management actions are adopted on the single portfolios in order to control the Group exposure towards the financial markets:

- the credit and tactical asset allocation guidelines are being updated to the changing market conditions and to the changing ability of the Company to assume financial risks;
- cash flow or duration matching strategies;
- use of derivatives instruments as option, swap, swap options, interest rate forwards, interest and currency swaps, futures, caps and floors;
- portfolio and pricing management rules, coherent with sustainable guarantee level.

During 2008 market risk materialized, resulting in reduced asset valuations. Equity prices and credit spreads were particularly affected. As a result the Group put in place hedging strategies involving derivative financial instruments to manage market risk. These strategies were set up at Group level (i.e. macro hedge), continuously updated and followed up, involving all major operating countries.

Hedging on equities involved futures and put options, funded by selling out-of-the-money options, on the DJ Euro Stoxx 50 index. Hedging on bonds involved floors, partially funded by caps, and swaptions to hedge minimum guarantees on insurance contracts.

Forward contracts were used for the economic hedging of our foreign currency stakes and interest rate swaps to reduce the cost of financial debt.

The exposure of the Group to the financial impact arising from changes in the exchange rates of various currencies is not material. It should be noted that the currency risk arising from the recent issuance of subordinated debt in British pound sterling has been mitigated with specific hedging derivatives.

4.1 Life Segment

As a consequence of these peculiarities of Life Business, the analysis of Embedded Value sensitivities offers useful indications about the economic impact for the shareholders of changes in financial markets considering the impact both on assets and liabilities. As allowed by IFRS 4 the impact of changes in variables is represented as percentage change of Group's Embedded Value².

An Embedded Value is an actuarially determined estimate of the Group value, excluding any value attributable to future new business.

With reference to the covered business, and to the relevant consolidation perimeter (i.e. the operating life, health and pension companies of the group), the EV is equal to the sum of the Adjusted Net Asset Value (ANAV), and the Value In-Force (VIF):

- the Adjusted Net Asset Value which corresponds to the consolidated market value of the assets backing the shareholders' funds, net of taxes and policyholder interests on any unrealized capital gains, after the elimination of goodwill and DAC, net of other adjustments required to maintain consistency with the valuation of the in-force business, and before the payment of dividends from profits in the year;
- the Value In-Force, i.e. the present value of the projected stream of after-tax industrial profits that are expected to be generated by the business in force at the valuation date, assuming assets at local statutory book values equal to the technical reserves, after allowance for the cost of financial guarantees and options granted to policyholders, and less the frictional costs of holding the capital and the cost of non-financial risks.

Regarding the market risk Generali performs the following sensitivities on its Embedded Value:

- Yield curve +1%: sensitivity to an upward parallel shift of 100 basis points in the underlying market risk free rates, accompanied by an upward shift of 100 basis points in all economic assumptions;
- Yield curve -1%: sensitivity to a downward parallel shift of 100 basis points in the underlying market risk free rates, accompanied by a downward shift of 100 basis points in all economic assumptions;
- Equity and Property Value -10%: sensitivity to a 10% market value simultaneous reduction at valuation date for equity and property investments.

The changes in embedded value (%) at 31 December 2008 and 31 December 2007 are reported in the table below.

Life embedded value sensitivity

(%)	31/12/2008	31/12/2007
Interest rate +1%	5.33	1.71
Interest rate -1%	-10.59	-3.38
Equity/Property price -10%	-6.18	-5.19

When analyzing the data from a general point of view, if it is straightforward to note that the decrease in equity and real estate prices has a negative impact on the shareholders' value, must be noted that a shift in risk free

² Generali Group publishes annually also a separate Embedded Value report for life segment available for public.

rates might have both positive and negative effects, driven by assets and liabilities mismatch in terms of cash flow and duration.

Similarly to what reported at 31 December 2007, data at 31 December 2008 show that the Company bears the risk of interest rate downward movement. The impact is also higher than the increase corresponding to the opposite risk free variation, due to the presence of financial guarantees and options granted to policyholders, whose costs increase significantly in lower interest rates scenarios generating asymmetries in shareholders' results.

4.2 Non life and financial segment

Market risk refers to the economic impact of interest rates, equity change on a company's financial strength and can be represented by the impact on the result of the period and on the shareholder's equity of the Group.

Market risk evaluation has been performed, for both non-life and financial segments, following a bottom up approach and using a full evaluation model which calculates the change in value of each financial instrument caused by applied stress tests (+/- 100bp yield curve change, +/- 10% change for equity). The market risk evaluation was done on all portfolio on 31 December 2008.

Valuation of impact on Group's financial statements deriving from possible changes in interest rate was assessed both considering instrument with fixed interest rate (exposing Group to "fair value" risk with impact on equity or result depending on their accounting classification) and with floating interest rate (exposing Group to "cash flow" risk with impact on profit or loss). This impact was assessed considering the 12 month period ending on 31 December 2008.

The stress test of +/- 100bp on the yield curve implies a potential impact on the result of the period, caused on the one hand by the consequent change in the fair value of bonds and by the re-computation on coupon and accrued interest of floating rate securities.

Changes in interest rates and equity prices may have a potential impact on shareholders' equity. The impact is detailed in the table here below, which shows figures before and after the related deferred taxes.

Sensitivity on non life and financial Shareholders' equity

(%)	31/12/2008	31/12/2007
Interest rate +1%	-304.6	-277.8
Interest rate -1%	309.1	284.3
Equity price +10%	321.0	471.8
Equity price -10%	-317.6	-475.3

5 - Credit risk

5.1 Credit risk on financial investments

Credit risk refers to the economic impact, from downgrades and defaults of fixed income securities or counterparty, on company's financial strength. Furthermore, a general rise in spread level, due to credit crunch or liquidity crisis, impacts the financial strength of a company.

The Group has adopted some guidelines to limit the credit risk of the investments. These favour the purchase of investment grade securities and encourage the diversification and dispersion of the portfolio.

The Group uses a data warehouse to collect and consolidate the financial investments, which guarantees a homogeneous, time effective and high quality analysis of the financial risks.

The central financial risk control department reports monthly to the Group Risk Committee on the Groups' exposure to the components of the credit risk.

For the rating assessment of an issue or issuer, rating of the main agency ratings are used. In the case of different rating judgements, the second best value available is used. Securities without a rating are given an internal one based on credit analysis.

The central financial risk control department reports monthly to the Group Risk Committee on the Groups' exposure to the components of the credit risk.

The portfolio of fixed income investments of the Group is prudently built. The 56.3% of the securities are government issues or similar.

The distribution by rating class shows that the absolute majority of the fixed income investments is of high rating standing, with more than 93.8% higher or equal to A- rating.

In order to mitigate the counterparty risk of derivative financial investments, the following measures have been put in place: the selection of counterparties involved in the execution, the usage of exchange traded instruments and the integration of ISDA Master Agreements with the Credit Support Annex (CSA). CSA requires the counterparty to post collateral when the derivative position is beyond an agreed threshold.

Note that the majority of the credit risk bearing financial instruments is backing contractual obligations arising from life insurance policies, and that policyholders share part of the related risks, as described in the market risk section.

Rating of bonds

(€ million)	31/12/2008	Loans	Held to maturity investments	At fair value through profit or loss ^(***)	Available for sale fin. assets ^(**)	Bonds ^(*)	Impact (%)
AAA		25,625.6	883.6	3,955.7	50,270.3	80,735.2	40.2
AA		4,209.8	313.4	4,392.7	48,521.1	57,436.9	28.6
A		8,772.7	348.6	4,971.1	36,360.8	50,453.3	25.1
BBB		192.9	188.6	556.4	7,391.2	8,329.1	4.1
Non investment grade		176.1	1.2	299.0	354.3	830.6	0.4
Not Rated		622.1	144.3	651.7	1,810.1	3,228.1	1.6
Total ^(*)		39,599.2	1,879.8	14,826.5	144,707.8	201,013.2	100.0

(*) Investment fund units amount to 7,641.0 million euro and are excluded from the detail.

(**) Investment fund units amount to 6,140.0 million euro and are excluded from the detail.

(***) Investment fund units amount to 1,501.0 million euro and are excluded from the detail.

(€ million)	31/12/2007	Loans	Held to maturity investments	At fair value through profit or loss ^(***)	Available for sale fin. assets ^(**)	Bonds ^(*)	Impact (%)
AAA		22.016,5	623,2	4.452,3	54.621,2	81.713,2	42,3
AA		4.322,7	198,5	6.324,2	57.852,6	68.698,0	35,6
A		7.265,8	27,3	5.272,4	19.505,5	32.071,1	16,6
BBB		232,7	187,0	444,3	6.436,0	7.299,9	3,8
Non investment grade		196,7	1,0	69,8	343,1	610,8	0,3
Not Rated		470,9	123,9	779,7	1.200,6	2.575,1	1,3
Total ^(*)		34.505,4	1.161,0	17.342,7	139.959,1	192.968,1	100,0

(*) Investment fund units amount to 7,946.4 million euro and are excluded from the detail.

(**) Investment fund units amount to 6,291.6 million euro and are excluded from the detail.

(***) Investment fund units amount to 1,654.8 million euro and are excluded from the detail.

As far as the other financial instruments are concerned, mortgage loans and derivatives present, basically, an high credit quality with a credit rating AA; instead on the residual part of financial instruments is not usually available a grade.

Concerning financial assets not impaired, bonds are not past due, instead the major part of the receivables arising from insurance operations are due since around tree months.

5.2 Reinsurance credit risk

This risk relates to the ability of the reinsurance counterparties to fulfil their contractual obligations. The Group set centrally the main reliability and solvency criteria to take account of the risk exposure and the probability of default of each counterparty.

The main criteria refers to maximum exposure transferable to each counterpart. In principle, the maximum liability transferable to an individual reinsurer for each reinsurance programme should not exceed a given percentage of its shareholders' equity. Such exposure is generally further on reduced by applying a factor in accordance with the rating provided by S&P's or other rating agencies and with the type of business; for long-tail business more restrictive criteria are adopted.

Additionally, in order to achieve the best spread of credit risk, for each contract a maximum share of participation from each reinsurer is generally defined.

In order to identify the rating of each reinsurance Counterpart, the Group uses the evaluation express by the main Rating Agencies (Standard & Poor's and equivalents).

Rating of amounts ceded to reinsurers from insurance provisions

(€ million)	31/12/2008	31/12/2007
AAA	340.8	284.9
AA	3,324.5	3,191.7
A	1,175.5	750.2
BBB	19.7	16.6
Non investment grade	0.8	93.9
Not Rated	1,144.3	1,148.6
Total	6,005.5	5,485.8

The table above shows that the careful criteria for reinsurers' selection adopted by the Group in the last years has allowed us to have a significant concentration of the reinsurance credit risk with counterparts highly rated: the majority of them having rating A or above. The peak is in correspondence with AA class, while the limited percentage in AAA class reflects the existing situation in the reinsurance market in which only a small number of players has a AAA rating.

It's worth to outline that "not rated" counterparts are often reinsurers no longer active in the market and consequently not rated by agencies, however they are not necessarily weaker from the financial point of view. On the contrary they are quiet often part of important insurance Groups that benefit of high rating but decided to dismiss their reinsurance activity.

Local regulations, market practice or specific business types allow, in some circumstances, the Group to benefit from deposits from reinsurers and/or letter of credits as a guarantee of the ceded reserves, with a consequent mitigation of the related reinsurance credit risk.

6 - Liquidity risk

The Group faces appropriately and actively manages liquidity risk to meet its expected obligations and unexpected demands for cash. Key points of its strategy are a high credit rating and a strong financial position as confirmed by the most important Rating Agencies.

6.1 Financial liabilities

In order to achieve such remarkable results the Group set up a scrupulous analysis of its cash flows both on a short run outlook and on a long run perspective.

Its financial liabilities are mainly fixed-rate exposures and Euro denominated. With reference to the foreign currency exposures a hedging approach has been taken for stabilizing cash flows and currency risks.

In order to reduce the cost of the debt, some swaps have been opened on a part of the existing debt.

Liquidity risk is finally managed through the issuances of different kinds of financial instruments into the market and in such way allowing the Group to diversify its sources of funds touching the appetite of different investors.

Senior Bonds and Subordinated Liabilities are here below staggered by maturity. In the following tables we also included and staggered by maturity the undiscounted cash flows generated by such liabilities up to their maturity (or call date, if existent).

(€ million)	31/12/2008		31/12/2007	
	Undiscounted cash flow	Book value	Undiscounted cash flow	Book value
Up to 1 year	871.0	474.7	373.3	44.7
between 1 and 5 years	2,402.5	981.1	2,576.0	1,230.3
between 5 and 10 years	5,250.5	3,721.1	5,123.1	3,413.6
more than 10 years	1,673.9	864.1	1,747.1	1,157.6
Total subordinated liabilities	10,198.0	6,041.0	9,819.6	5,846.2

(€ million)	31/12/2008		31/12/2007	
	Undiscounted cash flow	Book value	Undiscounted cash flow	Book value
Up to 1 year	1,076.7	844.8	246.8	0.0
between 1 and 5 years	2,200.1	1,737.8	3,259.1	2,552.3
between 5 and 10 years	2,070.4	1,953.7	2,615.4	2,272.9
more than 10 years	0.0	0.0	0.0	0.0
Total bond issued	5,347.2	4,536.3	6,121.3	4,825.2

Among other financial liabilities, the liabilities to banks and customers basically refer to ordinary activity of Banca Generali and BSI and they are mainly on hand or on short term.

6.2 Insurance liabilities

As reported also on *Life Underwriting Risk Section*, the Company takes into account the impact of rational/irrational surrenders on its expected profits.

In the phase of product design, penalties for surrenders are allowed, calculated in order to partially compensate the eventual decrease of expected future profits. At the same time, for a relevant part of the portfolio, financial guarantees are not provided in case of surrender; this has a disincentive effect to policyholders and reduces the cost of this embedded option for the Company.

In addition, in all the valuations, including sensitivities reported on *Market Risk Section*, a dynamic surrender approach is implemented, taking into account the link between the return of policyholder funds and the financial market developments.

The surrender assumptions used both for the pricing and the valuation, in terms of value and risk, are periodically reviewed and updated with reference to the Company entity specific.

The table here below shows the amount of the life gross direct insurance provisions broken down by contractual maturity.

Life insurance provisions and financial liabilities related to investment contracts: maturity

(€ million)	Gross direct insurance	
	31/12/2008	31/12/2007
Up to 1 year	18,851.6	17,668.1
Between 1 and 5 years	66,153.3	59,180.1
Between 6 and 10 years	57,939.5	45,235.0
Between 11 and 20 years	65,659.2	58,437.5
More than 20 years	61,309.3	87,392.4
Total	269,913.0	267,913.1

The total insurance provisions include the gross direct amount of mathematical provisions, which amount to € 218,687.9 million (2007: € 210,570.8 million); provisions for policies where the investment risk is borne by the policyholders and for pension fund, which amount to € 34,865 million (2007: € 44,250.5million), the 6,894.0 million euro ageing provision for life segment (2007: € 6,171.7 million); and financial liabilities related to investment contracts, which amount to € 9.466 million (2007: € 6,920.1 million).

The big part of provision for outstanding claims which at 31 December 2008 amounted € 4,086.9 million (4,188.5 million in 2007) matures in first year.

With reference to non life segment, the table here below shows the amount of gross direct claims and unearned premiums reserves split by remaining maturity. The total liability is broken down by remaining duration in proportion to the cash flows expected to arise during each duration band.

Non life insurance provisions: maturity

(€ million)	Gross direct amount	
	31/12/2008	31/12/2007
Up to 1 year	13,160.9	12,394.0
Between 1 and 5 years	11,506.3	10,933.0
Between 6 and 10 years	4,141.5	4,000.5
Between 11 and 20 years	3,161.3	3,076.8
More than 20 years	0.0	0.0
Total	31,974.1	30,405.2

7 - Insurance risks

The insurance risk is being analyzed on both the life and the non-life businesses.

7.1 Life underwriting risk

In Group companies life portfolios there is a prevailing component of saving contracts, but there are also pure risk covers (death plus riders, such as accident, disability, dread disease, etc.) and some annuity portfolios, with the presence of the longevity risk.

The risks related to policies with prevailing saving component and with minimum interest rate guarantee are considered in a prudential way when pricing the guarantees, in line with the particular situation of the local financial markets, and taking also into account any relevant regulatory constraint. In the recent past a policy of re-definition of the structure of minimum guarantees has been pursued in order to lower their risk impact and their cost.

As far as the demographic risk related to pure risk portfolios is concerned, the mortality tables used in the pricing are prudent. The standard approach is to use population or experience tables with adequate safety loadings.

For the most important risk portfolios a detailed analysis of mortality experience is carried out every year in comparison with the expected mortality of the portfolio, determined according to the most up-to-date mortality tables available in each market. This analysis takes into consideration the mortality by sex, age, policy year, sum assured and other underwriting criteria. For all Group life companies there is anyway an aggregate valuation, developed inside the annual Embedded Value analysis, that examines the general mortality result comparing it with previous assumptions.

There is a particular emphasis, both at local and central level, in the underwriting of the new contracts, that considers both the medical and the financial and moral aspects. A Group standard for manuals, forms and medical and financial underwriting requirements has been established, both for death covers and for riders. Underwriting autonomy levels for companies are determined depending on their structure and their portfolio, while above the autonomy each risk is examined also by either the Underwriting Department of the Head Office (which is the main reinsurer for many Group companies) or by a local professional reinsurer.

As far as riders are concerned, which are mostly exposed to moral risks, maximum insurability levels by country and company are set, lower than those applied for death covers; at the same time, in order to mitigate those risks, consistent policy conditions are established, especially for what refers to policy exclusions.

In order to mitigate mortality and morbidity risk, another feature is reinsurance. As far as the surplus (proportional) reinsurance is concerned, Head Office acts very often as the main reinsurer for its subsidiaries, then retroceding to the reinsurance market the portions of individual risks exceeding its own retention. Sometimes reinsurance is made directly by the company to the local reinsurance market, with Head Office's support and agreement. As far as the catastrophe risk is concerned, it is related to geographical concentrations, which are typical of group insurance, and it is covered acquiring, at a central or local level, ad hoc non proportional covers, and sometimes diversifying the risk, for instance adopting adequate underwriting policies.

As refers to longevity risk, which is not very significant in the life business of the Group; for the most important portfolios of annuities in course of payment, there is a annual evaluation for the adequacy of the technical bases, that considers also those risks related to any mismatch between the liabilities and the corresponding assets. As far as new business is concerned, in each country demographic assumptions reflecting future mortality trends are used, while for group contracts, if possible, mortality adjustments clauses are considered. For policies which foresee an accumulation phase and at maturity an annuity conversion option for the lump sum, no guarantee is normally allowed on the technical basis for the determination of the annuity to be paid in the future.

As far as lapse risk (risks related to voluntary withdrawal from the contract) and expense risk (risks related to inadequacy of charges and loadings in the premiums in order to cover future expenses) are concerned, they are evaluated in a prudential manner in the pricing of new products, considering in the construction and the profit testing of a new tariff assumptions derived from the experience of the company, or if it is not sufficiently reliable or suitable, the experience of the other Group entities of the same country or the general experience

of the local market. In order to mitigate lapse risk, surrender penalties are generally considered in the tariff and are determined in such a way to compensate, at least partially, the loss of future profits. In the annual Embedded Value analysis, both locally and centrally, the coherency of the assumptions with the actual experience is verified.

The tables below show the concentration of gross direct premiums of life segment by line of business and by geographical area.

Gross direct premiums by line of business and by geographical area

(€ million)	31/12/2008	Individual traditional	Individual unit/index linked	Health	Group	Total
Italy		11,693.4	1,650.1	0.0	1,336.1	14,679.6
Germany		5,741.3	3,249.3	2,018.7	711.5	11,720.9
France		7,372.5	1,422.1	840.4	827.6	10,462.6
Spain		801.0	20.9	0.0	395.8	1,217.7
Austria		506.6	419.9	203.2	0.0	1,129.7
Switzerland		188.3	658.9	8.9	3.2	859.4
Central and Eastern Europe		1,090.8	450.9	167.6	37.1	1,746.3
Rest of Europe		503.2	1,001.7	23.3	440.0	1,968.1
Rest of World		673.6	114.8	211.8	1,146.8	2,147.0
Total		28,570.6	8,988.7	3,473.9	4,898.2	45,931.3

(€ million)	31/12/2007	Individual traditional	Individual unit/index linked	Health	Group	Total
Italy		11,421.4	2,510.6	0.0	1,109.2	15,041.2
Germany		5,626.2	2,864.3	1,939.4	735.0	11,164.8
France		7,001.1	2,714.1	739.9	833.0	11,288.2
Spain		528.9	28.7	0.0	425.6	983.2
Austria		437.5	277.6	195.6	0.0	910.7
Switzerland		185.5	627.8	9.4	9.7	832.4
Central and Eastern Europe		247.3	268.3	19.4	35.4	570.4
Rest of Europe		330.7	935.8	17.5	369.3	1,653.3
Rest of World		580.0	196.6	161.8	1,046.6	1,985.0
Total		26,358.6	10,423.8	3,082.9	4,563.8	44,429.2

The table below shows the concentration of insurance provisions of life gross direct business by level of financial guarantee.

Life insurance provisions: financial guarantee

(€ million)	Gross direct insurance	
	31/12/2008	31/12/2007
Liabilities with guaranteed interest (*)	218,635.5	203,021.9
between 0% and 1%	29,438.8	26,257.8
between 1% and 3%	67,328.7	65,669.1
between 3% and 4%	74,171.8	67,228.6
between 4% and 5%	45,056.4	42,172.7
more than 5 %	2,639.8	1,693.9
Provisions without guaranteed interest	38,638.2	52,316.5
Provisions matched by specific assets	12,639.3	12,574.6
Total	269,913.0	267,913.1

(*) The upper bound of each range is excluded.

The total insurance provisions include the gross direct amount of mathematical provisions, provisions for policies where the investment risk is borne by the policyholders and for pension fund, the ageing provision for life segment, which is included in other provisions of life segment and financial liabilities related to investment.

Regarding the life underwriting risk Generali Group performs the following sensitivities on its Embedded Value:

- Maintenance expenses -10%: sensitivity to a 10% decrease of maintenance expenses;
- Lapse Rate -10%: sensitivity to a 10% decrease of lapse rates;
- Mortality/morbidity for risk business -5%: sensitivity to a 5% decrease of mortality/morbidity for all product lines except annuities (e.g. term assurance, whole life, annuity during the accumulation period...);
- Mortality for annuity business -5%: sensitivity to a 5% decrease of mortality for annuity business only (e.g. annuities in payment).

The table below shows, in percentage, the changes in the Life Embedded Value due to changes in the best estimate demographic and expense assumptions applied in the Life Embedded Value calculation. A reduction of expenses and mortality rates (except for annuities) has positive effect on Embedded Value; on the contrary, for the annuities, a reduction in mortality rates leads to a decrease of Life Embedded Value. Regarding lapse, a decrease in surrender assumptions could produce both positive and negative effect, linked to the portfolio structure; in particular the magnitude of variances depends on the alignment of return of the fund, level of guarantee and structure of surrender penalties. The offsetting effects of different impacts in the Generali Group results in an increase in the Embedded Value when the lapse rates decrease.

Life embedded value sensitivity

(%)	31/12/2008	31/12/2007
Expenses -10%	2.67	1.73
Lapse rate -10%	2.23	1.56
Mortality -5%	2.68	1.97
Annuity Mortality -5%	-0.78	-0.47

Life embedded value changes in percentage arising from opposite changes in best estimate assumptions in respect to the ones shown in the table are substantially symmetric.

7.2 Non-life underwriting risk

The risk arising from the underwriting of non-life insurance depends on the type of risks being underwritten and is related to the uncertainty in underwriting results deriving from two main components: pricing risk, including catastrophe risk, and reserving risk.

7.2.1 Pricing risk

Pricing risk derives from the possibility that premium charged is insufficient to cover claims and expenses. In order to quantify it, the Generali Group assesses its exposure to attritional claims, large claims and catastrophes, gross and net of reinsurance, for the most relevant part of its portfolio.

Regarding this risk, the Generali Group:

- has developed stochastic or deterministic bottom-up simulation models, which are validated by sensitivity analyses and stress tests;
- determines – for frequency risks, large risks and catastrophe risks (such as earthquake, flood, windstorm, etc.) possible loss scenarios and risk capital requirements, also in consideration of reinsurance structure (proportional, excess of loss, etc.), net retention and cover;
- adopts, also for evaluating reinsurance cessions, models that are consistent with Value Based Management principles, which consider value creation estimated from risk capital as the metric to be used to evaluate the efficiency and adequacy of the solutions to be chosen.

The Group uses the results of the aforementioned analyses to manage risk, thus protecting itself from possible extreme scenarios, as could happen in the event of large catastrophe losses. The Group periodically monitors its exposure to such scenarios and takes the appropriate steps to ensure that in such instances the total amount of claims remains within an acceptable level. In all territories with significant catastrophe risk, the Group seeks appropriate reinsurance protection.

Regarding treaty reinsurance, the Group has adopted a reinsurance strategy and business model that is based on central coordination and governance and predominantly local execution.

The reinsurance model is based on a detailed bottom-up analysis of the risk for each individual portfolio. Every company decides on the most suitable reinsurance protection it needs. This includes, for each class of business, the type of structure, the level of retention and the protection to be purchased.

The Corporate Center is responsible for validating this process, while the Regional Holding or the Local

Company is responsible for the placement of the contracts. Starting from 2009 the placement of treaties for the Italian Group Companies has been centralised within the Corporate Center, while an increasing number of programs have been placed on a regional basis.

The placement of facultative reinsurance is managed by the Group companies as this kind of protection heavily relies on the individual risk evaluation carried out in the underwriting departments.

Reinsurance counterparts are chosen in accordance with the criteria defined by the Corporate Center (as described in paragraph 5.2).

7.2.2 Reserving risk

Reserving risk relates to the uncertainty in reserve run-off and considers the possibility that reserves are not sufficient to cover all eventual liabilities towards insured and damaged parties.

This assessment is closely related to the estimation of reserve amounts. For this reason, both processes are performed together to ensure consistency, using claim triangles and all other relevant information, which are collected and analysed according to specific guidelines.

The following table shows the cumulative claim payments and the ultimate cost of claims by accident year and their development from 2001 to 2008. The ultimate cost includes paid losses, outstanding reserves on reported losses, estimated reserves for IBNR claims and ULAE. The amounts refer to direct business gross of reinsurance and recoveries (the latter amounting to € 519.5 million in 2008).

The difference between the ultimate cost of claims and the cumulative paid losses for calendar year 2008 constitutes the claim reserve for accident years 2001 to 2008. The reserve reported in the balance sheet also includes a residual claim reserve that is composed almost exclusively by the accident years not reported in the development triangle.

The observed trend in the ultimate cost for generations 2001-2008 indicates the adequate level of prudence adopted by the Generali Group in its reserving policy.

Claims development

(€ million)	2001	2002	2003	2004	2005	2006	2007	2008	Total
Cumulative claim payments									
at the end of accident year	4,665.3	5,131.8	4,968.6	4,969.4	5,285.0	5,460.8	5,910.0	6,188.9	
one year later	8,005.4	8,644.1	8,410.1	8,444.0	8,873.6	9,248.6	10,062.9		
two years later	9,097.7	9,595.8	9,290.5	9,449.1	9,925.7	10,369.6			
three years later	9,614.2	10,053.0	9,799.2	9,960.0	10,443.9				
four years later	9,915.8	10,339.3	10,110.4	10,241.9					
five years later	10,145.7	10,543.4	10,332.5						
six years later	10,317.8	10,721.7							
seven years later	10,459.1								
Estimate of ultimate cumulative claims costs:									
at the end of accident year	11,381.2	12,339.2	12,284.9	12,360.8	12,658.1	13,210.6	13,938.6	14,368.1	102,541.5
one year later	11,496.0	12,026.1	12,003.7	12,141.5	12,556.4	13,083.0	13,809.6		
two years later	11,370.7	11,888.2	11,726.6	11,855.0	12,276.6	12,839.3			
three years later	11,351.3	11,865.4	11,586.2	11,700.9	12,125.1				
four years later	11,339.6	11,767.3	11,562.9	11,612.4					
five years later	11,312.0	11,672.0	11,491.6						
six years later	11,315.0	11,647.3							
seven years later	11,280.5								
Estimate of ultimate cumulative claims costs at reporting date	11,280.5	11,647.3	11,491.6	11,612.4	12,125.1	12,839.3	13,809.6	14,368.1	99,173.9
Cumulative payments to date	-10,459.1	-10,721.7	-10,332.5	-10,241.9	-10,443.9	-10,369.6	-10,062.9	-6,188.9	-78,820.5
Provision recognised in the balance sheet	821.4	925.6	1,159.1	1,370.4	1,681.3	2,469.8	3,746.7	8,179.2	20,353.5
Provision not included in the claims development table									6,232.9
Total provision included in the balance sheet									26,586.4

7.2.3 – The underwriting policy

In the non-life branches, the Group underwriting policy embraces all lines of business, while targeting the development of retail and small/medium enterprise business.

The focus is mainly on products characterized by low or medium volatility, with only a minor and selective presence in market segments such as, for example, energy and accepted reinsurance.

The underwriting guidelines are particularly prudent with reference to emerging risks (electromagnetic fields, genetically modified organisms, nanotechnologies, etc.), while asbestos related covers are generally excluded.

The underwriting activity is geographically diversified, although mainly concentrated in continental Europe, which accounts for 95 % of direct gross written premiums.

The following table shows the concentration of non-life direct gross written premiums split by line of business and geographical area.

Gross written premiums (direct insurance) by line of business and by geographical area

(€ million)	31/12/2008	Motor	Non motor		Total
		Personal	Commercial/ Industrial	Accident/ Health (*)	
Italy		3,259.1	840.3	1,957.4	7,441.3
Germany		1,168.5	1,151.9	282.0	3,056.8
France		1,073.2	1,316.0	683.4	3,511.5
Spain		539.7	279.9	556.0	1,532.2
Austria		612.6	367.0	193.7	1,310.2
Switzerland		245.2	129.8	2.4	472.8
Central and Eastern Europe		1,310.9	328.6	498.6	2,402.8
Rest of Europe		330.4	100.7	225.0	758.5
Rest of World		620.4	42.9	319.4	1,057.9
Total		9,160.1	4,557.2	4,717.8	21,543.9

(*) Life segment includes health insurance with life features.

(€ million)	31/12/2007	Motor	Non motor		Total
		Personal	Commercial/ Industrial	Accident/ Health (*)	
Italy		3,786.7	836.8	1,964.8	8,003.7
Germany		1,198.2	1,120.7	271.2	3,033.1
France		1,095.4	1,186.0	670.9	3,383.6
Spain		563.8	263.5	529.3	1,510.5
Austria		628.5	350.3	188.3	1,294.1
Switzerland		234.2	121.4	4.8	450.2
Central and Eastern Europe		561.0	151.3	208.4	991.0
Rest of Europe		300.6	101.4	236.4	723.8
Rest of World		536.2	38.6	303.5	972.8
Total		8,904.7	4,169.8	4,377.7	20,362.9

(*) Life segment includes health insurance with life features.

8 - Operating risk and other risks

In order to grant a whole analysis of company risk, the Generali Group has identified and monitored three further classes of risk:

- operational risk, defined as the potential losses, including opportunity costs, arising from lacks or under-performance in internal processes, human resources and systems or from other causes which may result from internal and external reasons.
- disclosure risks, arising from the capability of information systems to support internal decisions and to facilitate a proper communication to external stakeholders.

The responsibility for the operational risks is assigned to each business unit. Operational plans aligned with risk-adjusted targets, are identified and actions are taken in order to mitigate risks which could potentially jeopardise the performance in term of capital consumption and volatility of operating results.

The country manager is directly responsible for controlling these risks.

The Parent Company has set some common principles for these kind of risks:

- policies and basic requirements to handle specific risk-sources are defined at the Group level;
- a detailed operational risks classification and standard criteria to be applied to the whole Group in order to identify and evaluate operational risks within the company's processes;
- specific meetings (Risk Meeting) have been set up in order to identify and evaluate main risks related to processes, controls associated to risks, and possible mitigation actions to be implemented;
- criteria to measure operational risk are defined by the Parent Company;
- Group Internal Audit Department sets common methodologies and principles guiding the internal audit activities in order to identify the most relevant processes to be audited.

Disclosure risks management is also delegated to each business unit, as they are close to risk-sources and information users. The Parent Company identifies policies, methods and tools to manage internal and external information flows, affecting the whole Group.

Assicurazioni Generali has adopted rules and best practices recommended by "Guida per l'Informazione al mercato", settled by Forum ref. on disclosure of corporate information.

The attention paid by the Group to information disclosure to the market reliability is confirmed by the certification of the European Embedded Value methodology and results for the Life business, assigned by an external and independent actuarial consultancy.

9 - Risk monitoring by third parties

The risk of the Generali Group is also monitored by third parties such as the insurance regulators of the countries where the Group is active.

The leading rating agencies periodically assess the financial strength of the Group expressing a judgment on the ability to meet the ongoing obligations assumed toward policyholders.

This assessment is performed taking into account several factors such as, as financial and economic data, the positioning of the Group within its markets, and the strategies developed and implemented by the management.

The main rating agencies have in 2008 confirmed their rating judgment.

Moody's confirmed the Aa3 rating and confirmed outlook as stable.

Standard & Poor's has assigned Generali an AA rating, changing outlook to negative. In February 2009 Fitch concluded its assessment with judgement AA-, posting its outlook at "Rating watch – negative".

At the end of 2008 the financial strength ratings of the Generali Group assessed by four rating agencies were the following:

Rating agency	2008	Rating	Outlook
Standard & Poor's		AA	Negative
AM Best		A+	Stable
Fitch		AA	Negative
Moody's		Aa3	Stable

10 – Capital management

The objectives of the Group capital management policy are:

- To guarantee the accomplishment of solvency requirements as defined by the specific laws of each sector where the participated companies operate (insurance sector; banking and financial sector);
- To safeguard the going concern and the capacity to develop the own activity;
- To continue to guarantee an adequate remuneration of the shareholders' capital;
- To determine adequate pricing policies which are suitable for the risk level of each sectors' activity.

In every country the Group operates, local laws and/or local supervisor authorities require a minimum capital. This minimum capital should be maintained by each subsidiary to face its insurance obligations and operational risks. This minimum level of capital has been continuatively maintained during the financial year.

The Group is a financial conglomerate and it is subject to a supplementary supervision about adequacy capital requirements, risk concentration, intra-group transactions and internal control. In 2008, the preliminary Group available margin amounts to € 19.4 billion (€ 21.3 billion at 31 December 2007) and the preliminary Group required margin to € 15.8 billion (€ 14.9 billion at 31 December 2007). Therefore, the preliminary Group solvency I cover ratio (i.e. the ratio of available margin to required margin) is 123% (143% at 31 December 2007). The change is mainly attributable to the acquisitions occurred in 2008 and to the downturn in the financial markets.

With reference to the Solvency I cover ratio the following sensitivity analyses to market risks have been performed:

- Equity -30%: a 30% reduction in equity market value at balance sheet date affects the ratio by around 15 percentage points;
- Yield curve +1%: an upward parallel shift of 100 basis points in the underlying market risk free rates at balance sheet date affects the ratio by around 10 percentage points;
- Yield curve -1%: a downward parallel shift of 100 basis points in the underlying market risk free rates at balance sheet date increases the ratio by around 10 percentage points.

The capital management policy is based on a consistent approach for the evaluation of the economic value and its related risks and makes use of proper internal models ("Life Embedded Value", "Economic Balance Sheet" and "Economic Capital").

This approach in fact anticipates the expected development within “Solvency II” framework, that is the solvency regulation for insurance companies which European Commission is now developing. As confirmed in the Framework Directive issued in 2007, the future capital requirements will focus on economic solvency of insurance companies and will reflect more precisely the specific risk positions, giving also possible credits for risk management policies.

In this phase of changes in law and market conditions, the capital management policy integrates the internal economic logic with the necessary considerations about existing capital constraints, with reference in particular to current local and Group solvency requirements and Rating Agencies requirements.



Victoria Memorial, Calcutta - India

PART F - NOTES ON THE BALANCE SHEET

Balance sheet - Assets

1 – Intangible assets

(€ million)	31/12/2008	31/12/2007
Goodwill	5,739.1	4,385.1
Other intangible assets	3,553.9	1,719.9
Purchased goodwill	411.8	416.3
Software	409.7	284.0
Value of in-force business arising from insurance business combination	2,108.4	681.5
Other intangible assets	624.0	338.2
Total	9,293.0	6,105.1

1.1 – Goodwill

(€ million)	31/12/2008	31/12/2007
Carrying amount as at 31 December previous year	4,385.1	4,760.5
Changes in consolidation scope	1,354.0	-375.4
Carrying amount as at 31 December current year	5,739.1	4,385.1

The change of the period was mainly attributable to the acquisition of Ceška group companies transferred from PPF group to Generali PPF Holding (€ 577.3 million), Banca del Gottardo group (€ 401.7 million, net of € 11.1 million ceded to minority shareholders of Banca Generali through the sell of Banca del Gottardo Italia) and the purchase of minority shares of AMB group occurred in the year (€ 312.2 million).

The table below shows the goodwill by relevant companies.

(€ million)	31/12/2008	31/12/2007
AMB Generali Holding AG	2,179.0	1,866.9
Toro Group	1,326.4	1,326.4
Ceska Group	577.3	-
BSI - Banca del Gottardo Group (*)	414.6	27.9
Generali France Group	417.1	417.1
Generali Schweiz Holding AG	236.5	217.4
Generali Holding Vienna AG	153.4	153.4
Migdal Insurance Holding	135.4	135.4
Other	299.4	240.5
Total goodwill	5,739.1	4,385.1

(*) Amount includes € 384.2 million of goodwill activated on acquisition of Banca del Gottardo and € 30.4 million on BSI. Goodwill activated on Banca del Gottardo Italia (€ 11.1 million net of minorities) is not included, since it was merged with Banca Generali Group and is shown in row "Other".

The cash generating units have been established in accordance with the Group's participation structure and they are evaluated in coherence with the principles ratified by IAS 36. In particular, the Dividend Discount Model (DDM) has been used for the determination of the value in use.

Specifically, the Dividend Discount Model (DDM) has been used for the determination of the value in use for the following cash generating unit: AMB Generali Holding AG, Toro group, Ceska group, BSI group and Generali Schweiz Holding AG.

The Dividend Discount Model is based on the hypothesis that the value of a cash generating unit is equal to the present value of the cash flows available for its shareholders. These cash flows are supposed to be equal to the flows deriving from the distributable dividends, maintaining an adequate capital structure as required by the laws in force and the economic nature, in order to maintain the expected future development. According to this method the value of the cash generating unit is equal to the sum of the discounted amount of future dividends and the terminal value of the cash generating unit itself.

The application of this criterion has entailed in general the following phases:

- Explicit forecast of the future cash flows to be distributed to the shareholders in the planned time frame, taking into account the limit due to the necessity of maintaining an adequate capital level;
- Calculation of the cash generating unit's terminal value, that is the foreseen value of the cash generating unit at the end of the latest year planned;
- With reference to the forecast of the future cash flows of each cash generating unit, the detailed information included in the last available Rolling Plan 2009-2011 have been considered. The main economic-financial data (requested and available solvency margin, net profit) have been calculated for two further years (2012 and 2013) on the basis of the growth registered in the last year of the Plan (2011) in order to extend the forecast period;
- Regarding the terminal value, a growth rate between 1% and 3% has been applied on the cash flows of the latest Plan year;
- The discount rate of the future cash flows (between 6% and 11%) has been defined on the basis of the Capital Asset Pricing Model formula (CAPM). This model considers the return rate of risk-free investments

(between 2% and 5%), the Beta of each business segment (between 0.8% and 1.2%) and the consequent premium return requested by the capital market of reference regarding risk-free investments.

In addition, it has been carried out a sensitivity analysis on the results arising from the change in discounted future cash flow rate and perpetual growth rate of the future cash flow to be distributed in order to get the related range.

The Economic Balance Sheet method has been used for the determination of the fair value for the following cash generating unit: Generali France group and Generali Holding Vienna AG.

This method implies the re-valuation to current values of all the assets and liabilities of the company in order to trace them back to their future utility and also the estimation of the value of in force business according to the fundamentals of actuarial methodology. In other words, the value of future profits generated by the policies in the portfolio at the valuation date is determined net of the maintenance costs for an adequate solvency level.

In practice, the embedded value of the cash generating unit is defined as the sum of the economic values referring to the net capital at current values and the value of the life and non life portfolio in force at the valuation date.

The valorisation of these cash generating units through the Economic Balance Sheet method can be considered as a prudential approach since the application of this model does not consider the future profits related to the new production.

1.2 –Other intangible assets

Purchased goodwill mainly refers to Intesa Vita SpA, into which bancassurance operations from the Generali Group and Intesa San Paolo were concentrated into 2003.

Value in force acquired in business combinations in appliance with IFRS 3 amounts to € 2,108.4 million, is attributable to:

- the acquisitions taken place in 2006 of Toro Group (€ 491.0 million net of amortisation of the period) and in the CEE countries (€ 67.7 million, net of amortisation of the period),
- the acquisition of Bawag PSK Versicherung in 2007 brought to a further activation of € 63.2 million, net of amortisation of the period,
- the acquisitions of Ceška group and Banca del Gottardo, whose allocation of purchased price was concluded in the second half of 2008, brought to a further activation of € 1,486.5 million and € 204.3 million, net of amortisation of the year.

Deferred tax liabilities are accounted for with reference to the above mentioned intangible assets. Further information on calculation method is detailed in the paragraph 1.2 of part D.

2 – Tangible assets

2.1 – Land and buildings (self used)

The main changes occurred in the period and the fair value of the properties used for own activity by the Parent Company and its subsidiaries are shown in the table below.

(€ million)	31/12/2008	31/12/2007
Gross bookvalue as at 31 December previous year	3,687.9	3,810.3
Accumulated depreciation and impairment as at 31 December previous year	-858.8	-796.3
Carrying amount as at 31 December previous year	2,829.1	3,014.0
Foreign currency translation effects	26.0	-14.3
Increases	502.1	76.0
Capitalized expenses	181.8	116.0
Changes in consolidation scope	170.9	-3.0
Reclassifications	-41.9	-277.1
Decreases	-384.1	-12.9
Depreciation of the period	-48.0	-43.0
Net impairment loss of the period	-0.4	-26.6
Carrying amount as at 31 December current year	3,235.5	2,829.1
Accumulated depreciation and impairment as at 31 December current year	885.6	858.8
Gross bookvalue as at 31 December current year	4,121.1	3,687.9
Fair value	4,022.9	3,655.6

The fair value of land and buildings (self used) is mainly based on external appraisals.

2.2 – Other tangible assets

The other tangible assets, mainly consisting of furniture, fittings and office equipment, amount to € 557.2 million (€ 466.3 million, net of any accumulated depreciation and impairment losses).

3 – Amounts ceded to reinsurers from insurance provisions

(€ million)	Direct insurance		Accepted reinsurance		Total	
	31/12/2008	31/12/2007	31/12/2008	31/12/2007	31/12/2008	31/12/2007
Non-life amounts ceded to reinsurers from insurance provisions (*)	3,564.1	2,833.4	953.9	957.9	4,518.0	3,791.4
Provisions for unearned premiums	581.2	446.8	112.9	122.6	694.1	569.5
Provisions for outstanding claims	2,976.7	2,379.0	840.6	834.9	3,817.3	3,213.9
Other insurance provisions	6.3	7.6	0.4	0.4	6.6	8.1
Life amounts ceded to reinsurers from insurance provisions (*)	779.7	782.5	707.7	911.9	1,487.4	1,694.4
Provisions for outstanding claims	264.3	264.6	116.3	104.6	380.6	369.2
Mathematical provisions	454.6	445.3	591.3	807.2	1,046.0	1,252.5
“Provisions for policies where the investment risk is borne by the policyholders and provisions for pension funds”	0.8	1.4	0.0	0.0	0.8	1.4
Other insurance provisions	60.0	71.2	0.0	0.1	60.0	71.3
Total	4,343.8	3,615.9	1,661.6	1,869.9	6,005.5	5,485.8

(*) After the elimination of intra-group transactions between segments.

4 – Investments

(€ million)	31/12/2008		31/12/2007	
	Total bookvalue	Impact (%)	Total bookvalue	Impact (%)
Equities (*)	22,224.5	6.8	36,795.2	10.9
Available for sale financial assets	18,709.0		31,951.4	
Financial assets at fair value through profit or loss	3,515.5		4,843.8	
Bonds (**)	207,842.4	63.5	201,682.9	59.9
Loans	38,888.5		35,301.9	
Held to maturity investments	1,778.7		1,132.9	
Available for sale financial assets	150,847.8		146,250.7	
Financial assets at fair value through profit or loss	16,327.5		18,997.4	
Investments back to policies where the investment risk is borne by the policyholders	41,351.4	12.6	50,711.8	15.1
Other investments (***)	55,716.6	17.0	47,426.9	14.1
Land and buildings (investment properties)	14,624.7		13,341.0	
Investments in subsidiaries, associated companies and joint ventures	2,568.4		2,735.9	
Derivatives	3,012.6		1,367.8	
Mortgage loans	8,835.2		7,537.8	

(continues)

(continues)

(€ million)	31/12/2008		31/12/2007	
	Total bookvalue	Impact (%)	Total bookvalue	Impact (%)
Receivables from banks or customers	6,999.7		5,691.2	
Policy loans	3,324.5		3,244.7	
Term deposits with credit institutions	6,275.0		4,726.2	
Other investments	10,076.4		8,782.3	
Total	327,134.9	100.0	336,616.9	100.0

(*) Investment fund units amount to 3.854,6 million (5.926,4 million at 31 December 2007).

(**) Investment fund units amount to 7.641,0 million (7.946,4 million at 31 December 2007).

(***) Investment fund units amount to 3.471,9 million (3.072,6 million at 31 December 2007).

4.1 – Land and buildings (investment properties)

The table below reports the main changes in land and buildings (investment properties), i.e. those held to earn rentals or capital appreciation or both, and their fair value.

(€ million)	31/12/2008	31/12/2007
Gross bookvalue as at 31 December previous year	13,418.3	12,807.2
Accumulated depreciation and impairment as at 31 December previous year	-1,511.8	-1,441.9
Carrying amount as at 31 December previous year	11,906.5	11,365.3
Foreign currency translation effects	96.8	-47.5
Increases	2,161.5	1,227.1
Capitalized expenses	55.7	42.3
Changes in consolidation scope	139.6	-1.5
Reclassification	30.4	247.0
Decreases	-1,733.2	-779.7
Depreciation of the period	-130.5	-122.1
Net impairment loss of the period	-53.5	-24.5
Carrying amount as at 31 December current year	12,473.3	11,906.5
Accumulated amortization and impairment as at 31 December current year	1,473.7	1,511.8
Gross bookvalue as at 31 December current year	13,947.0	13,418.3
Fair value	18,130.1	17,850.2

The fair value of land and buildings (investment properties) is mainly based on external appraisals.

4.2 – Investments in subsidiaries, associated companies and joint ventures

(€ million)	31/12/2008	31/12/2007
Investments in non-consolidated subsidiaries	732.3	527.9
Investments in associated companies valued at equity	1,376.7	1,715.6
Investments in joint ventures	98.6	12.8
Investments in other associated companies	360.7	479.5
Total	2,568.4	2,735.9

The decrease of investments in associated companies valued at equity (€ 338.9 million) is mainly attributable to the impairment of Telco occurred in the fourth quarter of 2008.

The increase of investments in non-consolidated subsidiaries (€ 204.4 million) is mainly due to the participation in Generali Partecipazione S.p.A..

4.3 – Held to maturity investments

(€ million)	31/12/2008	31/12/2007
Quoted bonds	1,778.7	1,132.9
Other held to maturity investments	19.3	15.5
Total	1,798.0	1,148.4

The Group limits the accounting of investments that companies have the positive intention to hold to maturity. Therefore, these account for only 0.5% of total investments.

The amount basically represents quoted bonds, mainly medium-long term with high rating classes and fixed interest rate.

The increase is due to the reclassification of bonds adopted by Banca Generali group, in accordance with IAS 39 amendments, as explained before.

The fair value of held to maturity investments is € 1,899.0 million, of which € 1,879.8 represented by quoted bonds.

4.4 – Loans and receivables

(€ million)	31/12/2008	31/12/2007
Loans	62,192.7	55,679.8
Unquoted bonds	38,888.5	35,301.9
Deposits under reinsurance business accepted	429.9	457.6
Other loans and receivables	22,874.4	19,920.2
Mortgage loans	8,835.2	7,537.8
Policy loans	3,324.5	3,244.7
Term deposits with credit institutions	6,275.0	4,726.2
Other loans	4,439.7	4,411.5
Receivables from banks or customers	6,999.7	5,691.2
Receivables from banks	3,909.7	4,582.3
Receivables from customers	3,090.0	1,108.9
Total	69,192.5	61,371.0

This category accounts for 21.2% of total investments. It mainly consists of unquoted bonds and mortgage loans, which represent 62.5% and 14.2% of total loans, respectively.

The rating of bonds is higher than A-. More than 85% of bonds is represented by fixed interest rate bonds, mostly medium- or long-term government bonds.

Receivables from banks and customers are basically short-term receivables.

The fair value of total loans amounts to € 63,317.6 million, of which € 39,599.2 related to bonds.

4.5 – Available for sale financial assets

(€ million)	31/12/2008	31/12/2007
Unquoted equities at cost	364.7	430.5
Equities at fair value	15,926.5	28,297.7
Quoted	14,382.7	26,000.4
Unquoted	1,543.8	2,297.3
Bonds	144,707.7	139,959.1
Quoted	133,767.7	127,113.5
Unquoted	10,940.0	12,845.6
Investment fund units	11,216.7	11,748.2
Other available for sale financial assets	1,485.6	497.9
Total	173,701.1	180,933.4

As already mentioned, available for sale financial assets are measured at fair value and unrealized gains and losses on these assets are accounted for in equity in an appropriate reserve. The amortized cost of available for sale financial assets amounts to € 179, 930.1 million.

(€ million)	31/12/2008	Fair value	Unrealized gains / losses	Amortized cost
Unquoted equities at cost		364.7	0.0	364.7
Equities at fair value		15,926.5	-3,270.6	19,197.1
Bonds		144,707.7	-2,193.5	146,901.3
Investment fund units		11,216.7	-775.7	11,992.4
Other available for sale financial assets		1,485.6	10.8	1,474.7
Total		173,701.1	-6,229.0	179,930.1

(€ million)	31/12/2007	Fair value	Unrealized gains / losses	Amortized cost
Unquoted equities at cost		430.5	0.0	430.5
Equities at fair value		28,297.7	5,581.3	22,716.4
Bonds		139,959.1	-2,064.6	142,023.7
Investment fund units		11,748.2	975.1	10,773.1
Other available for sale financial assets		497.9	14.8	483.1
Total		180,933.4	4,506.6	176,426.8

This category accounts for 53.1% of total investments.

In particular, available for sale bonds represent 72.5% of total bonds and they are mainly government bonds, with fixed interest rate and rating higher than A-. The maturity is shown in the table below.

(€ million)	Fair value 31/12/2008	Fair value 31/12/2007
Up to 1 year	12,348.4	10,808.3
Between 1 and 5 years	39,987.1	38,268.5
Between 5 and 10 years	42,931.8	42,696.9
More than 10 years	49,254.7	47,820.4
Perpetual	185.8	365.0
Total	144,707.8	139,959.1

Realized gains and losses, and unrealized losses on available for sale financial assets are shown in the table below.

(€ million)	31/12/2008	Realized gains	Realized losses	Impairment losses
Equities		1,247.3	-1,074.7	-3,533.5
Bonds		626.7	-488.9	-227.0
Investment fund units		251.6	-232.1	-258.0
Other available for sale financial assets		45.9	-42.0	-33.6
Total		2,171.5	-1,837.7	-4,052.1

(€ million)	31/12/2007	Realized gains	Realized losses	Impairment losses
Equities		2,686.2	-530.2	-202.5
Bonds		209.6	-480.8	-0.3
Investment fund units		267.0	-47.9	-23.4
Other available for sale financial assets		19.1	-2.4	-20.3
Total		3,181.9	-1,061.2	-246.6

The Group has implemented a valuation method which is based on a pricing model for the 6.8% of its bonds, for an amount of € 13,647.1 million of corporate bonds held in the main Group's countries.

4.6 – Financial assets at fair value through profit or loss

(€ million)	Financial assets held for trading		Financial assets designated as at fair value through profit or loss		Total financial assets at fair value through profit or loss	
	31/12/2008	31/12/2007	31/12/2008	31/12/2007	31/12/2008	31/12/2007
Equities	362.5	509.5	1,716.3	1,631.2	2,078.8	2,140.7
Quoted	362.5	509.5	1,046.7	1,518.6	1,409.2	2,028.1
Unquoted	0.0	0.0	669.6	112.5	669.6	112.5
Bonds	1,485.6	3,689.8	13,340.9	13,652.8	14,826.5	17,342.6
Quoted	1,236.1	3,689.8	10,291.5	9,805.2	11,527.6	13,495.1
Unquoted	249.5	0.0	3,049.4	3,847.5	3,298.8	3,847.5
Investment fund units	563.3	20.8	3,187.5	5,176.4	3,750.8	5,197.2
Derivatives	2,177.4	403.6	835.2	964.2	3,012.6	1,367.8
Investments back to policies where the investment risk is borne by the policyholders and back to pension funds	0.0	0.0	41,351.4	50,711.8	41,351.4	50,711.8
Other financial investments	13.0	227.9	2,368.6	1,533.7	2,381.6	1,761.6
Total	4,601.8	4,851.6	62,799.9	73,670.0	67,401.7	78,521.6

This category accounts for 20.6% of total investments. In particular, these investments are concentrated in life segment (€ 62,667.3 million, which accounts for 93.0% of this category). The weight of non-life segment (€ 1,821.5 million) and financial segment (€ 2,923.7 million) on this item is 2.7% and 4.3% respectively.

This category includes also investments back to policies where the risk is borne by the policyholders, which amount to € 41,351.4 million.

(€ million)	Policies where the investment risk is borne by the policyholders		Pension funds		Total	
	31/12/2008	31/12/2007	31/12/2008	31/12/2007	31/12/2008	31/12/2007
Assets	40,619.3	50,103.9	732.1	607.9	41,351.4	50,711.8
Total	40,619.3	50,103.9	732.1	607.9	41,351.4	50,711.8
Financial liabilities	6,261.8	6,147.6	285.7	280.7	6,547.5	6,428.3
Insurance provisions ^(*)	34,661.5	44,138.4	302.9	217.8	34,964.4	44,356.2
Total	40,923.4	50,286.0	588.6	498.6	41,511.9	50,784.5

(*) Insurance provisions are net of amounts ceded to reinsurers from insurance provisions.

5 – Receivables

This category includes receivables arising out of direct insurance and reinsurance operations, and other receivables. Other receivables, which amount to € 767.2 million, refer to the real estate activity.

6 – Other assets

(€ million)	31/12/2008	31/12/2007
Non-current assets or disposal groups classified as held for sale	41.1	83.4
Deferred acquisition costs	1,712.7	1,531.7
Tax receivables	2,615.6	2,387.9
Deferred tax assets	5,011.5	3,268.0
Other assets	6,339.4	5,858.5
Accrued interest income	4,186.3	3,847.9
Other accrued income	340.5	271.0
Deferred income	332.5	250.5
Deferred commissions for investment management services	107.0	69.2
Other assets	1,373.1	1,419.8
Total	15,720.3	13,129.5

Non-current assets or disposal groups classified as held for sale include real estates property for which the sale is expected to be completed within one year. In accordance with IFRS 5, such real estates are accounted for in a separate item and are measured at the lower between their carrying amount and the fair value net of selling costs.

Deferred acquisition costs

(€ million)	Segment Life		Segment Non Life		Total	
	31/12/2008	31/12/2007	31/12/2008	31/12/2007	31/12/2008	31/12/2007
Carrying amount as at 31 December previous year	1,048.1	886.7	483.6	472.4	1,531.7	1,359.1
Acquisition costs deferred	344.0	314.6	88.0	133.0	432.0	447.6
Changes in consolidation scope	0.2	-3.9	50.1	-19.2	50.4	-23.1
Amortization of the period	-193.0	-149.3	-105.7	-102.6	-298.8	-251.9
Other movements	0.0	0.0	-2.6	0.0	-2.6	0.0
Carrying amount as at 31 December current year	1,199.3	1,048.1	513.4	483.6	1,712.7	1,531.7

The deferred acquisition costs increased from € 1,531.7 million at 31 December 2007 to € 1,712.7 million at 31 December 2008. The increase was also due to the entrance of the Ceška group in the consolidation scope.

7 – Cash and cash equivalents

(€ million)	31/12/2008	31/12/2007
Cash and cash equivalents	3,365.4	2,335.3
Cash and balances with central banks	3.4	66.8
Cash at bank	7,168.3	5,062.5
Total	10,537.2	7,464.6

The increase in Cash and cash equivalent is attributable to BSI group, mainly as a consequence of the acquisition of Banca del Gottardo group.

Balance Sheet - Equity and liabilities

1 – Shareholders' equity

(€ million)	31/12/2008	31/12/2007
Shareholders' equity attributable to the Group	11,312.8	14,789.6
Share capital	1,410.1	1,409.5
Capital reserves	4,567.2	4,554.0
Revenue reserves and other reserves	7,526.5	5,745.5
(Own shares)	-1,866.8	-1,875.4
Reserve for currency translation differences	-108.5	-95.7
Reserve for unrealized gains and losses on available for sale financial assets	-1,105.7	2,024.2
Reserve for other unrealized gains and losses through equity	29.1	111.9
Result of the period	860.9	2,915.6
Shareholders' equity attributable to minority interests	4,160.3	3,560.9
Total	15,473.1	18,350.6

Share capital is made up of 1,410,113,747 ordinary shares with a par value of € 1.

Own shares amount to € 1,866.8 million, or 64,176,653 shares, compared to € 1,875.4 million at 31 December 2007.

The reserve for unrealized gains and losses on available for sale financial assets, i.e. the balance between unrealized gains and losses on financial assets, net of life deferred policyholder liabilities and deferred taxes - went from € 2,024.2 million at 31 December 2007 to € -1,105.7 million. The decrease in this reserve is due to the decline of the equity market values, as a consequence of the downturn in the financial markets, partly offset by the reduction of net unrealised losses on bonds.

The reserve for other unrealized gains and losses through equity includes gains and losses on GBP/Euro exchange rate and interest expense rates hedging derivative instruments, classified as cash flow hedge, realized following the issue of some subordinated liabilities. The unrealized gains and losses on hedging derivatives are deferred through this reserve of the shareholders' capital and reversed to profit and loss account when the gains or losses on hedged items are recognized.

The increase in shareholders' equity attributable to minority interests is substantially due to the consolidation of the companies transferred from PPF group into Generali PPF Holding, whose minority interest share is 49%, and also to the transfer of Generali Central and Eastern Europe companies to Generali PPF Holding, which leads the minority interest to 49%.

2 – Other provisions

(€ million)	31/12/2008	31/12/2007
Provisions for taxation	409.8	547.1
Provisions for commitments	936.2	640.5
Other provisions	602.4	547.7
Total	1,948.3	1,735.4

Other provisions include the provision for restructuring charges.
The main changes occurred in the period are shown in the table below.

(€ million)	31/12/2008	31/12/2007
Carrying amount as at 31 December previous year	1,735.4	1,672.1
Foreign currency translation effects	3.0	-1.2
Changes in consolidation scope	113.2	-4.0
Variations	96.7	68.5
Carrying amount as at 31 December current year	1,948.3	1,735.4

3 – Insurance provisions

(€ million)	Direct insurance		Accepted reinsurance		Total	
	31/12/2008	31/12/2007	31/12/2008	31/12/2007	31/12/2008	31/12/2007
Non-life insurance provisions (*)	32,387.3	30,735.5	1,376.7	1,414.3	33,764.0	32,149.8
Provisions for unearned premiums	5,907.2	5,429.6	107.1	111.1	6,014.2	5,540.7
Provisions for outstanding claims	26,066.9	24,975.6	1,264.8	1,298.5	27,331.7	26,274.1
Other insurance provisions	413.2	330.3	4.8	4.8	418.0	335.1
of which provisions for liability adequacy test	5.9	2.5	0.0	0.0	5.9	2.5
Life insurance provisions (*)	266,455.9	277,426.4	1,540.9	1,429.6	267,996.8	278,856.1
Provisions for outstanding claims	4,086.9	4,188.5	685.5	542.3	4,772.3	4,730.8
Mathematical provisions	218,687.9	210,570.8	664.6	720.1	219,352.5	211,290.9
Provisions for policies where the investment risk is borne by the policyholders and provisions for pension funds	34,865.0	44,250.5	100.2	107.2	34,965.2	44,357.6
Other insurance provisions	8,816.1	18,416.7	90.6	60.1	8,906.7	18,476.8
of which provisions for liability adequacy test	1,120.0	867.0	17.4	18.8	1,137.4	885.8
of which deferred policyholder liabilities	-7,329.9	2,652.9	0.0	0.0	-7,329.9	2,652.9
Total	298,843.1	308,162.0	2,917.6	2,844.0	301,760.7	311,005.9

(*) After the elimination of intra-group transactions between segments.

The increase in the non-life insurance provisions is mainly attributable to the inclusion of Ceška group companies in the consolidation area.

The development of life insurance provisions (up 3.8% compared to 2007) was affected by the sizable decrease in the market value of unit-index linked product and to the reduction of deferred policyholder liabilities, due to the unfavourable market situation.

Total of other life insurance provisions includes both provisions for profit sharing and premium refunds, which amount to € 8,056.7 million compared to € 8,592.4 million in 2007, and ageing provisions for life segment, which amount to € 6,898.7 million compared to € 6,176.3 million in 2007.

Provisions for outstanding claims

(€ million)	Gross direct insurance	
	31/12/2008	31/12/2007
Motor	11,618.1	11,168.2
Non motor	14,448.8	13,807.4
Personal and commercial lines	12,038.3	11,492.5
Accident/Health (*)	2,410.5	2,314.9
Total	26,066.9	24,975.6

(*) Life segment includes health insurance with life features.

The weight of motor line of business provision on net claims provisions was largely stable at 44.6% (44.7 at in the same period of 2007). Among non motor lines of business, the personal and commercial ones weight for 83.3%.

Insurance provisions and financial liabilities related to policies of the life segment

(€ million)	Net	
	31/12/2008	31/12/2007
Insurance contracts	190,584.8	181,516.8
Investment contracts with discretionary participation feature	69,571.9	79,042.7
Total insurance provisions	260,156.6	260,559.5
Investments contracts fair valued	6,907.5	6,684.6
Investments contracts at amortised cost	2,558.5	235.5
Total financial liabilities	9,466.0	6,920.1
Total	269,622.6	267,479.6

Total insurance provisions includes the following items: mathematical provisions, and provisions for policies where the investment risk is borne by the policyholders and for pension fund net of reinsurance, which amount to € 218,306.6 million and € 34,964.4 million, respectively; and net ageing provisions for life segment, which are € 6,885.6 million and accounted for in other insurance provisions of the life segment.

Policies with significant insurance risk account for 70.7% of total life portfolio (67.9% at 2007), while investment contracts with discretionary participation feature account for 25.8% (29.6% in 2007). Investment contracts within the scope of IAS 39 account for 3.5% compared to 2.6% in 2007. They are mainly unit/index linked policies without significant insurance risk.

Mathematical provisions and ageing for life segment

(€ million)	Gross direct amount	
	31/12/2008	31/12/2007
Carrying amount as at 31 December previous year	216,742.6	209,354.9
Foreign currency translation effects	769.2	-486.7
Premiums and payments	-1,726.4	-783.1
Interests and bonuses credited to policyholders	7,618.8	8,765.7
Change of the management component	-25.8	-21.3
Acquisitions, disinvestments and other movements	2,203.5	-86.9
Carrying amount as at 31 December current year	225,581.9	216,742.6

Interest and bonuses credited to the policyholders include the attribution of financial return and the transfer of technical margins to the policyholders, mainly in Germany.

The decline in premiums and payments is mainly attributable to an increase in surrenders.

The increase in acquisitions is due to the inclusion in the consolidation area of the Ceska group.

Provisions for policies where the investment risk is borne by the policyholders and for pension funds

(€ million)	Gross direct amount	
	31/12/2008	31/12/2007
Carrying amount as at 31st December previous year	44,250.4	41,405.5
Foreign currency translation effects	333.0	-70.8
Premiums and claims	-147.5	2,290.4
Interests and bonuses credited to policyholders	-9,577.6	1,160.7
Acquisitions, disinvestments and other	6.8	-535.4
Carrying amount as at 31st December current year	34,865.0	44,250.4

Deferred policyholders liabilities

(€ million)	31/12/2008	31/12/2007
Carrying amount as at 31 December previous year	2,652.9	7,944.5
Foreign currency translation effects	4.2	-9.8
Change of the period	-9,965.1	-5,260.4
Acquisitions and disinvestments	-21.9	-21.3
Carrying amount as at 31 December current year	-7,329.9	2,652.9

The decrease is mainly due to the attribution to the policyholders of a share of the net unrealized gains on available for sale financial assets and financial instruments fair valued through profit or loss in the portfolio of companies operating in the life segment.

4 – Financial liabilities

4.1 – Financial liabilities at fair value through profit or loss

(€ million)	Financial liabilities held for trading		Financial liabilities designated as at fair value through profit or loss		Total	
	31/12/2008	31/12/2007	31/12/2008	31/12/2007	31/12/2008	31/12/2007
Financial liabilities related to investment contracts issued by insurance companies	0.0	0.0	6,907.5	6,684.6	6,907.5	6,684.6
where the investment risk is borne by the policyholders	0.0	0.0	6,261.8	6,147.6	6,261.8	6,147.6
pension funds	0.0	0.0	285.7	280.7	285.7	280.7
other financial liabilities related to investment contracts	0.0	0.0	360.0	256.3	360.0	256.3
Derivatives	1,784.2	183.8	621.3	674.3	2,405.5	858.3
Other financial liabilities	0.0	0.0	460.4	63.4	460.4	63.4
Total	1,784.2	183.8	7,989.1	7,422.3	9,773.3	7,606.2

4.2 – Other financial liabilities

(€ million)	31/12/2008	31/12/2007
Subordinated liabilities	6,041.0	5,846.2
Loans and bonds	12,732.7	9,418.7
Deposits received from reinsurers	996.0	1,230.5
Bonds	4,536.3	4,825.2
Other loans	3,936.0	3,039.3
Financial liabilities related to investment contracts issued by insurance companies	2,558.5	235.5
Hedging derivatives	705.9	88.1
Liabilities to banks or customers	18,183.5	12,655.4
Liabilities to banks	511.7	449.7
Liabilities to customers	17,671.8	12,205.7
Total	36,957.2	27,920.3

Here below a list of the main subordinated issuances in the market and their features:

Issuer	Coupon	Outstanding ^(*)	Currency	Issue date	Call date	Maturity
Assicurazioni Generali	6.90%	750.0	EUR	20.07.2000	20.07.2012	20.07.2022
Generali Finance B.V.	5.06%	500.0	EUR	28.05.1999	28.05.2009	28.05.2019
Assicurazioni Generali	6.27%	350.0	GBP	16.06.2006	16.06.2026	Perp.
Assicurazioni Generali	6.42%	495.0	GBP	08.02.2007	08.02.2022	Perp.
Generali Finance B.V.	6.21%	700.0	GBP	16.06.2006	16.06.2016	Perp.
Generali Finance B.V.	5.48%	1,250.0	EUR	08.02.2007	08.02.2017	Perp.
Generali Finance B.V.	5.32%	1,275.0	EUR	16.06.2006	16.06.2016	Perp.

(*) in € million.

In February 2008, within the acquisition of Banca del Gottardo group, Assicurazioni Generali subscribed a bridge loan by a pool of three banks, which amounted to 1,000 million. By the end of 2008 this amount was reduced to € 250 millions as a result of an unquoted *private placement* issue.

The fair value of subordinated liabilities amounts to € 4,696.9 million.

The table below shows the subordinated liabilities by maturity referring to the callable date.

(€ million)	31/12/2008	Book value	Fair value
Up to 1 year		474.7	500.5
Between 1 and 5 years		981.1	1,007.4
Between 5 and 10 years		3,721.1	2,636.5
More than 10 years		864.1	552.5
Total subordinated liabilities		6,041.0	4,696.9

(€ million)	31/12/2007	Book value	Fair value
Up to 1 year		20.7	20.7
Between 1 and 5 years		537.3	554.0
Between 5 and 10 years		4,151.3	4,177.5
More than 10 years		1,137.0	1,128.9
Total subordinated liabilities		5,846.2	5,881.0

The amount of bonds issued includes senior issues, whose a list of quoted ones is shown:

Issuer	Coupon	Outstanding ^(*)	Currency	Issue date	Maturity
Assicurazioni Generali	6.15%	1,750.0	EUR	20.07.2000	20.07.2010
Assicurazioni Generali (ex INA)	4.50%	750.0	EUR	28.05.1999	28.05.2009
Generali Finance B.V.	4.75%	1,500.0	EUR	12.05.1999	12.05.2014
Generali Finance B.V.	3.88%	500.0	EUR	06.05.2005	06.05.2015
Generali (Schweiz) Holding	2.50%	150.0	CHF	05.02.2004	05.02.2009

(*) in € million.

The fair value of bonds issued (mainly fixed interest rate bonds) amounts to € 4,761.1 million.

The table below shows bonds by maturity.

(€ million)	31/12/2008	Book value	Fair value
Up to 1 year		844.8	870.3
Between 1 and 5 years		1,737.8	1,843.5
Between 5 and 10 years		1,953.7	2,047.4
More than 10 years		0.0	0.0
Total bonds		4,536.3	4,761.1

(€ million)	31/12/2007	Book value	Fair value
Up to 1 year		0.0	0.0
Between 1 and 5 years		2,552.3	2,677.8
Between 5 and 10 years		2,272.9	2,315.4
More than 10 years		0.0	0.0
Total bonds		4,825.2	4,993.2

The increase in other loans is mainly attributable to the above mentioned acquisition of Banca del Gottardo.

Liabilities to banks and customers are mainly payable on demand or short term liabilities.

5 – Payables

(€ million)	31/12/2008	31/12/2007
Payables arising out of direct insurance operations	3,601.4	3,290.9
Payables arising out of reinsurance operations	893.6	752.9
Other payables	2,684.8	2,584.5
Payables to employees	760.7	749.7
Provision for defined benefit plans (employee severance pay)	142.7	156.2
Payables to clients and suppliers	740.1	713.4
Social security	143.5	195.0
Other payables	897.9	770.2
Total	7,179.9	6,628.3

Other payables include € 165.8 million related to real estate activities. They are mainly due within a year.

6 – Other liabilities

(€ million)	31/12/2008	31/12/2007
Liabilities directly associated to non-current assets and disposal groups classified as held for sale	0.0	0.0
Deferred tax liabilities	5,461.0	3,678.7
Tax payables	893.1	1,166.6
Other liabilities	4,491.8	4,451.4
Provision for other defined benefit plans	2,480.8	2,433.5
Termination benefit liabilities	101.9	137.7
Accrued interest expense	365.9	352.9
Other accrued expenses	303.8	155.9
Deferred expenses	104.2	97.5
Deferred income for investment management services	27.8	28.1
Other liabilities	1,107.5	1,245.9
Total	10,845.9	9,296.8

Provisions for defined benefit plan

The pension benefits of Generali Group's employees are mainly in form of defined benefit plans and defined contribution plans.

As for defined benefit plans, participants are granted a defined pension benefits by the employers or via external entities.

The main defined benefits plans are concentrated in Germany, Austria and Switzerland; while in Italy the provision for *Trattamento di fine rapporto* (employee severance pay) matured until 1st January 2007 is included in the provisions for defined benefit plan.

(€ million)	31/12/2008	31/12/2007
Present value of defined benefit plan obligation	3,800.4	3,194.4
Fair value of plan assets	-1,321.2	-682.2
Status funded	2,479.3	2,512.2
Net actuarial gains or (losses) not recognised	145.0	77.8
Past service cost not recognised	-0.9	-0.3
Net liability recognised in the Balance Sheet	2,623.4	2,589.7

The funded status arising from the application of IAS 19 decreases from € 2,512.2 million to € 2,479.3 million.

The increase of both the present value of defined benefit plan obligation and the fair value of plan assets is mainly attributable to the entrance of Banca del Gottardo group in the consolidation scope. On comparable basis, the

decline of the present value of the defined benefit plan obligation due to the raise of the discount rate applied in the "Project Unit Credit Method" valuation.

For many of the Group's defined benefit plans there are assets that are designated, but not legally segregated, to meet the pension defined benefit obligations. These are investments related to insurance policies issued by Generali Group insurers, or other investments owned by the Group entities. Consequently, in accordance with IAS 19 these are not recognised as plan assets and so cannot be deducted from the defined benefit obligations. However, to obtain the economic net liability for defined benefit plans these assets would have to be netted against the present value of the related pension obligations.

This is predominantly for Germany and Austria, where the Group retains the 60% of the present value of defined benefit obligations. Moreover, in these countries, the pension guarantee associations, against yearly contributions paid by the companies, are liable under its articles of association for the fulfilment of the pension commitments granted in case of companies insolvency.

The net defined benefit plans expense of the year recognised in the profit or loss account arises from the following items:

(€ million)	31/12/2008	31/12/2007
Current service cost	87.9	75.3
Interest expense	167.1	140.7
Expected return on plan assets	-53.4	-28.5
Net actuarial losses recognised in the period	13.8	-0.1
Past service cost	3.3	9.6
Curtailments and settlements effect	-6.5	-26.6
Net expense recognised in the income statement	212.2	170.4

The increase in the net pension cost is mainly attributable to the entrance of Banca del Gottardo group in the consolidation scope. Then, the increase compared to last year is due to the raise of interest cost and the gain reported last year as a consequence of the Financial Law 2007 on the valuation of the TFR obligation.

The table below shows the net defined benefit plans liability movements occurred during the financial year 2008:

(€ million)	31/12/2008	31/12/2007
Net liability as at 31 December previous year	2,589.7	2,511.1
Foreign currency translation effects	2.4	-1.9
Net expense recognised in the income statement	211.9	170.4
Contributions and benefits paid	-212.6	-77.5
Changes in consolidation scope	53.4	-12.3
Net liability as at 31 December current year	2,623.4	2,589.7

The defined benefit plans' weighted-average asset allocation by asset category is as follows:

	(%) 31/12/2008	(%) 31/12/2007
Bonds	55.6	60.2
Equities	15.5	14.8
Rael estates	15.6	11.4
Investment fund units	1.9	3.8
Other investments	11.4	9.8
Total	100.0	100.0

The assumptions used in the actuarial calculation of the defined benefit obligations and the related periodic pension cost are based on the best estimates of each companies granting defined benefit plans.

The weighted-average principal assumptions used to calculate the Group's defined benefit obligations – except the Italian provisions for *Trattamento di fine rapporto* (employee severance pay) – of the financial year 2008 are as follows:

	(%) 31/12/2008	(%) 31/12/2007
Discount rate	5.2	5.0
Expected long-term rate of return on plan assets	4.1	4.1
Rate of salary increase	3.1	2.9
Rate of pension increase	1.6	1.8

PART G - NOTES ON THE PROFIT AND LOSS ACCOUNT

1 – Income

1.1 – Net earned premiums

(€ million)	Gross amount		Reinsurers' share		Importo netto	
	31/12/2008	31/12/2007	31/12/2008	31/12/2007	31/12/2008	31/12/2007
Non-life earned premiums	21,800.0	20,639.3	-1,852.4	-1,845.2	19,947.6	18,794.1
Premiums written	21,989.7	20,844.5	-1,889.2	-1,843.3	20,100.5	19,001.2
Change in the provision for unearned premiums	-189.7	-205.2	36.8	-1.9	-152.9	-207.0
Life premiums	42,816.1	43,868.7	-781.5	-841.8	42,034.6	43,027.0
Total	64,616.2	64,508.0	-2,634.0	-2,686.9	61,982.2	61,821.1

1.2 – Fee and commissions income and income from financial service activities

(€ million)	31/12/2008	31/12/2007
Fee and commission income from banking activity	183.4	368.9
Fee and commission income from asset management activity	751.7	418.9
Fee and commission income related to investment contracts	204.8	174.1
Total	1,139.9	961.9

1.3 – Net income from financial assets at fair value through profit or loss

(€ million)	Financial investments held for trading		Financial investments back to policies where the investment risk is borne by the policyholders and related to pension funds		Financial investments designated as at fair value through profit or loss		Total financial investments at fair value through profit or loss	
	31/12/2008	31/12/2007	31/12/2008	31/12/2007	31/12/2008	31/12/2007	31/12/2008	31/12/2007
Interest and other income	208.8	438.1	725.2	846.5	856.9	780.4	1,790.9	2,065.0
Realized gains	887.8	393.6	206.4	270.2	1,016.5	402.5	2,110.7	1,066.4
Realized losses	-644.0	-232.2	-1,157.3	-215.3	-1,638.1	-253.1	-3,439.5	-700.6
Unrealized gains	428.1	702.0	2,761.3	3,277.5	845.2	288.7	4,034.6	4,268.2
Unrealized losses	-560.5	-502.1	-12,400.7	-2,923.8	-3,531.0	-859.6	-16,492.1	-4,285.5
Total	320.2	799.5	-9,865.1	1,255.2	-2,450.5	359.0	-11,995.5	2,413.6

1.4 – Income and expenses from subsidiaries, associated companies and joint ventures

(€ million)	31/12/2008	31/12/2007
Dividends and other income	80.4	36.6
Realized gains	402.2	433.3
Reversal of impairment	0.0	1.5
Total	482.7	471.4

1.5 – Income from other financial instruments and land and buildings (investment properties)

(€ million)	31/12/2008	31/12/2007
Interest income	10,719.9	9,870.3
Interest income from held to maturity investments	65.6	86.7
Interest income from loans and receivables	3,239.0	2,718.4
Interest income from available for sale financial assets	7,191.2	6,879.9
Interest income from other receivables	28.0	19.0
Interest income from cash and cash equivalents	196.0	166.2
Other income	2,465.1	2,399.1
Income from land and buildings (investment properties)	935.8	891.8
Other income from available for sale financial assets	1,529.3	1,507.3
Realized gains	2,825.8	3,538.5
Realized gains on land and buildings (investment properties)	632.2	343.9
Realized gains on held to maturity investments	2.9	0.0
Realized gains on loans and receivables	0.6	7.7
Realized gains on available for sale financial assets	2,171.5	3,181.9
Realized gains on other receivable	0.0	0.0
Realized gains on financial liabilities at amortised cost	18.7	5.0
Reversal of impairment	113.9	116.8
Reversal of impairment of land and buildings (investment properties)	18.3	28.5
Reversal of impairment of loans and receivables	42.8	25.3
Reversal of impairment of available for sale financial assets	0.3	0.0
Reversal of impairment of other receivables	52.6	63.1
Total	16,124.8	15,924.8

1.6 – Other income

(€ million)	31/12/2008	31/12/2007
Gains on foreign currencies	1,395.0	389.9
Income from tangible assets	172.1	87.5
Reversal of other provisions	133.9	81.2
Leasing fees	3.4	1.3
Income from service and assistance activities and recovery of charges	464.0	369.1
Income from non-current assets or disposal group classified as held for sale	61.2	52.2
Other technical income	309.0	362.7
Other income	281.8	330.2
Total	2,820.5	1,674.1

2 – Expenses

2.1 – Net insurance benefits and claims

(€ million)	Gross amount		Reinsurers' share		31/12/2008	31/12/2007
	31/12/2008	31/12/2007	31/12/2008	31/12/2007		
Non-life net insurance benefits and claims	15,328.9	13,931.9	-1,522.4	-971.9	13,806.5	12,960.0
Claims paid	14,679.3	13,622.3	-1,157.1	-1,105.1	13,522.2	12,517.1
Change in the provisions for outstanding claims	541.7	474.0	-367.3	138.9	174.4	612.9
Change in claims paid to be recovered	44.0	-198.3	0.3	-7.1	44.3	-205.4
Change in other insurance provisions	64.0	34.0	1.7	1.4	65.7	35.4
Life net insurance benefits and claims	31,266.6	49,081.6	-479.0	-559.4	30,787.6	48,522.3
Claims payments	38,752.6	36,024.0	-459.0	-423.5	38,293.5	35,600.5
Change in the provisions for outstanding claims	-9.9	532.5	-4.1	-18.0	-14.0	514.5
Change in the mathematical provisions	5,073.0	7,522.4	-23.4	-98.4	5,049.6	7,424.0
Change in the provisions for policies where the investment risk is borne by the policyholders and provisions for pension funds	-9,732.1	3,463.5	-11.8	0.0	-9,743.9	3,463.4
Change in other insurance provisions	-2,816.9	1,539.3	19.3	-19.5	-2,797.6	1,519.8
Total	46,595.5	63,013.6	-2,001.4	-1,531.3	44,594.1	61,482.2

The increase of payments in the life segment (up 7.6%) is mainly attributable the surrenders increasing trend (up 8.7%).

2.2 – Fee and commissions expenses and expenses from financial service activities

(€ million)	31/12/2008	31/12/2007
Fee and commission expenses from banking activity	208.8	212.4
Fee and commission expenses from asset management activity	100.7	83.3
Fee and commission expenses related to investment contracts	135.5	102.7
Total	445.0	398.4

2.3 – Expenses from subsidiaries, associated companies and joint ventures

(€ million)	31/12/2008	31/12/2007
Realized losses	11.4	20.4
Impairment losses	452.8	7.4
Total	464.2	27.8

The impairment losses on subsidiaries, associated companies and joint ventures mainly refer to the impairment booked on Telco.

2.4 – Expenses from other financial instruments and land and buildings (investment properties)

(€ million)	31/12/2008	31/12/2007
Interest expense	1,531.4	1,315.3
Interest expense on subordinated liabilities	360.1	346.1
Interest expense on loans, bonds and other payables	940.0	767.3
Interest expense on deposits received from reinsurers	37.3	42.3
Other interest expense	194.0	159.7
Other expenses	348.4	281.1
Depreciation of land and buildings (investment properties)	130.5	122.1
Expenses from land and buildings (investment properties)	217.9	159.0
Realized losses	1,851.5	1,076.1
Realized losses on land and buildings (investment properties)	5.6	0.9
Realized losses on held to maturity investments	0.0	0.0
Realized losses on loans and receivables	6.1	12.3
Realized losses on available for sale financial assets	1,837.7	1,061.2
Realized losses on other receivables	2.0	1.6
Realized losses on financial liabilities at amortized cost	0.0	0.0

(continues)

(continues)

(€ million)	31/12/2008	31/12/2007
Impairment losses	4,702.6	428.2
Impairment of land and buildings (investment properties)	71.8	53.0
Impairment of loans and receivables	534.6	92.7
Impairment of available for sale financial assets	4,052.1	246.6
Impairment of other receivables	44.0	35.9
Total	8,433.9	3,100.6

2.5 – Acquisition and administration costs

(€ million)	Non-life segment		Life segment		Financial segment	
	31/12/2008	31/12/2007	31/12/2008	31/12/2007	31/12/2008	31/12/2007
Net acquisition costs and other commissions	4,181.5	3,903.5	3,919.8	3,803.7	0.0	0.0
Investment management expenses ^(*)	80.6	74.5	343.8	370.1	1.6	2.1
Other administration costs	1,318.2	1,197.4	1,114.0	1,034.7	692.4	475.5
Total	5,580.3	5,175.4	5,377.6	5,208.5	694.0	477.6

(*) Before the elimination of intra-group transactions between segments

In other administration costs of the life segment, administration expenses related to investment contracts amount to € 70.0 (2007: € 44.4 million), while administrative expenses of non-insurance companies amount to € 10.7 million (2007: € 8.0 million). In the non-life segment, administrative expenses of non-insurance companies increased from € 53.5 million to € 67.0 million.

2.6 – Other expenses

(€ million)	31/12/2008	31/12/2007
Amortization and impairment of intangible assets	364.1	188.3
Amortization of tangible assets	106.7	94.6
Expenses from tangible assets	161.8	99.6
Losses on foreign currencies	948.3	449.2
Restructuring charges, termination employee benefit expenses and allocation to other provisions	396.1	517.4
Other taxes	138.2	133.1
Expenses from service and assistance activities and charges incurred on behalf of third parties	325.4	259.5
Expenses from non-current assets or disposal group classified as held for sale	0.6	0.9
Other technical expenses	451.7	456.1
Holding costs	323.7	367.7
Other expenses	308.1	229.4
Total	3,524.6	2,795.7

3 – Income taxes

(€ million)	31/12/2008	31/12/2007
Income taxes	556.7	1,089.5
Italy	90.8	358.7
Other countries	465.9	730.8
Deferred taxes	-84.2	252.3
Italy	161.0	96.6
Other countries	-245.2	155.7
Total	472.5	1,341.7

Over the 2008 year, income taxes decreased by € 869.2 million, whereas the tax rate increased from 28.5% to 30.8%, with a growth of 2.3 percentage points compared to the previous year.

In order to properly assess the tax rate and its change, the non-recurring effects which affected both 2007 and 2008 have to be taken into consideration.

Specifically, the previous year was positively affected by a net benefit of around € 80 million deriving from the release of deferred taxes due to the 2007 tax reforms in Italy and in Germany and by an increased amount of exempt capital gains, among which the most relevant was the one realized by the sale of Nuova Tirrena (€ 76.7 million).

The current year benefited from the exempt capital gain of € 334.8 million realized on the transfer of the part of the Central and Eastern European insurance operations to Generali PPF Holding.

Notwithstanding, 2008 tax rate was negatively affected by an increased amount of non-deductible impairment losses on equity securities and by a lower amount of exempt dividends cashed in by Group companies.

The table below shows the reconciliation between expected and effective tax rate, which is based on tax rates currently in force in each country for each consolidated subsidiary and takes into consideration the impact of the intra-group operations.

(€ million)	31/12/2008	31/12/2007
Expected income tax rate	27.24%	31.27%
Earnings before taxes	1,536.5	4,716.3
Expected income tax expense	418.5	1,474.8
Net tax exempt income	68.4	-232.3
Effect of tax losses	-4.0	-12.8
IRAP and other local income taxes	51.5	193.5
Other adjustments	-61.8	-81.5
Tax expenses	472.5	1,341.7
Effective tax rate	30.75%	28.45%

The expected income tax rate is calculated on the basis of the weighted average of the tax rates currently in force in each country for each consolidated subsidiary. Such tax rate is applied to the consolidated earnings before taxes in order to calculate the expected tax expense.

The table below shows the expiry date of recognised fiscal losses carried forward. Fiscal losses carried forward are recognised to the extent that is probable that income will be sufficient to offset the amount of the losses before their expiration.

(€ million)	31/12/2008	31/12/2007
2009	0.0	0.0
2010	2.0	0.1
2011	0.0	1.0
2012	0.0	10.7
2013	0.2	0.0
2014	46.2	0.0
2015	0.0	0.0
2016	3.5	0.0
2017	0.0	0.0
2018	35.1	0.0
2019	0.0	0.0
Unlimited	41.1	47.5
Fiscal losses carried forward	128.1	59.8

Deferred tax assets and liabilities are detailed in the tables below according to the nature of the temporary differences which have originated such deferred taxes.

(€ million)	31/12/2008	31/12/2007
Intangible assets	64.5	43.8
Tangible assets	67.1	66.7
Land and buildings (investment properties)	421.4	491.6
Available for sale financial assets	2,224.2	1,005.8
Other investments	77.8	58.1
Deferred acquisition costs	144.3	141.0
Other assets	280.7	225.4
Fiscal losses carried forward	128.1	59.8
Allocation to other provisions and payables	227.1	208.9
Insurance provisions	345.8	273.3
Financial liabilities and other liabilities	430.7	490.8
Other	599.8	202.8
Total deferred tax assets	5,011.5	3,268.0

(€ million)	31/12/2008	31/12/2007
Intangible assets	574.3	282.5
Tangible assets	116.8	108.9
Land and buildings (investment properties)	324.2	335.2
Available for sale financial assets	2,424.4	813.0
Other investments	298.8	544.6
Deferred acquisition costs	583.1	519.9
Other assets	75.9	98.3
Allocation to other provisions and payables	117.4	85.4
Insurance provisions	610.7	398.9
Financial liabilities and other liabilities	212.8	344.3
Other	122.5	147.7
Total deferred tax liabilities	5,461.0	3,678.7

PART H - OTHER INFORMATION

1 – Information on employees

Number of employees

	31/12/2008	31/12/2007
Managers	2,338	2,146
Employees	58,229	46,110
Sales attendants	23,422	19,041
Others	74	9
Total	84,063	67,306

The increase occurred in the number of employees is basically related to the enlargement of the consolidation area.

Personnel expenses incurred in the financial year 2008 amounts to € 3.890 million, compared to € 3,341 million in 2007, of which € 138.1 million represent expenses recognised for defined contribution plans and other long term employee benefit.

2 – Share-based compensation plans

2.1 - Share-based compensation plans granted by the Parent Company

At 31 December 2008, share-based compensation plans on shares granted by the Parent Company are as follows:

- 2001-2003 stock option plan for the executive and non-executive personnel of Generali and companies in the Generali Group;
- 2005 stock option plan for the Company's Chairman and Managing Directors;
- 2005-2007 stock option plan for the executive and non-executive personnel of Generali and companies in the Generali Group;
- 2006-2008 stock option plan for the Company's Chairman and Managing Directors;
- 2008-2010 Stock Option Plan for executive and non-executive personnel of Generali and the companies in the Generali Group;
- 2008-2009 Stock Option Plan for the Company's Chairman and Managing Directors.

Stock option plans for Group managers and employees

The 2008-2010 Stock Option Plan for executive and non-executive personnel of Generali and the companies in the Generali Group, approved by the Shareholders' Meeting of 26th April 2008, shall cover the three-year period 2008/2010. This plan shall divide managers into six bands by using criteria considering their different levels of responsibility, their contribution to economic results and the position covered by them within the company. Each band corresponds to a specific number of options.

The number of options due to each beneficiary results from the number of options associated to the belonging category times an individual multiplier assigned to each beneficiary according to the importance of the individual's role, achieved goals, skills, performance, age, experience and potential.

Each option carries the right to subscribe to one share upon payment of the exercise price equal to the arithmetic average price of reference prices of the quotation of shares on the Italian Electronic stock exchange run by Borsa Italiana S.p.A., recorded from the assignment date of option rights back to the same day of the previous calendar month.

The managers may exercise the options, in one or several transactions, within three years (exercise period) and after three, four or five years have elapsed from the options assignment date (vesting period), for the third part of the options assigned to them.

At grant date, the fair value of the option assigned amounts to € 6.28 per option (vesting period equal to three years), € 6.58 (vesting period equal to four years) and € 6.76 (vesting period equal to five years).

The cost related to this plan is equal to the fair value of options on allotment date multiplied by the estimated number of options expected to reach maturity after achievement of maturity conditions. cost pro rata sharing shall be effected throughout vesting period.

The costs arising from this new stock option plan charged in the 2008 profit or loss account of the period amounted to € 5.3 million.

At the balance sheet date, both stock options granted to the Group managers and employees related to the tranche of the 2005-2007 plan, and the tranche of the 2001-2003 plan, are still available.

Stock option plans for the Chairman and the Managing Directors of the Parent Company

During 2008, the Parent Company approved, Shareholders' Meeting of 26th April 2008, the stock option plan 2008-2009 for the Chairman and the Managing Directors. This plan shall cover the two-year period 2008/2009.

The Chairman and the Managing Directors may exercise options, in one or more settlements, within a three-year time frame (exercise period), after three or four years of options' allotment date (vesting period), respectively for the first and second half of allotted options thereto.

At grant date, the fair value of the option assigned amounts to € 6.28 per option (vesting period equal to three years) and € 6.58 (vesting period equal to four years).

The cost related to this plan is equal to the fair value of options on allotment date multiplied by the estimated number of options expected to reach maturity after achievement of maturity conditions. cost pro rata sharing shall be effected throughout vesting period.

The costs arising from this new stock option plan charged in the 2008 profit or loss account of the period amounted to € 2.3 million.

At the balance sheet date, the stock options granted to the Parent Company Chairman and Managing Directors related to 2005 plan, the tranche related to the plan 2006-2008, and 2002 and 2003 grants, are still available.

A summary of number of options and their weighted average exercise price is shown in the table below:

(€ million)	Personnel		Chairman, managing directors and general managers	
	Number of options	Weighted average exercise price	Number of options	Weighted average exercise price
Options outstanding as at 31 December previous year	11,041,480	27.4	9,803,750	26.8
granted	6,957,500	28.8	3,900,000	28.8
forfeited	70,000	30.3	0	0.0
exercised	410,675	24.5	0	0.0
expired	1,414,575	33.9	73,900	34.7
Options outstanding as at 31 December current year	16,103,980	27.5	13,629,850	27.4
of which exercisable	5,012,230	23.2	6,144,850	24.5

The weighted average expiry date of the stock options granted to managers and employees and outstanding at the balance sheet date is on 12 February 2013. The average expiry date of the stock option granted to the Parent Company Chairman and Managing Directors is on 3 September 2011.

The total 2008 cost arising from share-based compensation plans granted by the Parent Company under the scope of IFRS 2 amounted to € 24.4 million.

2.2 - Share-based compensation plans granted by the other Group companies

The main share-based payments granted by the other Group companies are detailed here below.

Share-based compensation plans granted by Banca Generali

At 31 December 2008, the share-based compensation plans granted by Banca Generali are as follows: two stock option plans, respectively reserved to the financial advisors and some managers of the group; two stock granting plans for the top management of the group; and a previous stock granting plan assigned to the financial advisors of the Prime Consult network.

At 31 December 2008, the options related to the stock option plan granted to employees of the group companies amounted to 884,500 options. During 2008 65,000 options were granted at € 5,6 per option.

At the balance sheet date, there are 2,617,940 outstanding stock options for the financial advisors. Options were significantly reduced last year with reference to the non-achievement of performance objectives related to the plan.

	Number of options	exercise price
Options outstanding as at 31 December previous year	4,095,826	7.5
granted	255,326	8.1
forfeited	121,332	9.0
exercised	0	-
expired	0	-
Options outstanding as at 31 December current year	4,229,820	7.1

As for the plan granted to the employees, the fair value at measurement date is € 1.9, while the fair value of stock options granted to the financial advisory is between € 1.6 and € 1.7 depending on the exercise date foreseen.

The fair value related to the new options granted during the month on February 2007 has been € 2.7.

With reference to the stock granting plan reserved to the top management of the group, the fair value is equal to the price related to the public purchase offer on 11 Novembre 2006, € 8.0 per share with a total amount of € 5,343.0 million, gross of tax impact.

With reference to the stock granting plan assigned to the financial advisors of the Prime Consult network, 418,295 ordinary shares were granted during 2008.

The costs arising from new share-based compensation plan granted by Banca Generali charged in the profit or loss account of the period amounted to € 2.4 million, of which € 1.8 million related to the plan granted to financial advisory and € 0.6 million related to the plan granted to the managers of the group.

The costs related to the stock option plan granted by the subsidiary Banca BSI Italia SpA charged on profit or loss amounted to € 108 thousands.

Share-based compensation plans granted by Alleanza Assicurazioni

At the balance sheet date, there are 731,596 outstanding stock options for the employees and the Managing Directors of Alleanza Assicurazioni.

The number of options and their weighted average exercise price are summarized in the table below:

	Number of options	exercise price
Options outstanding as at 31 December previous year	1,078,330	10.0
granted	0	-
forfeited	0	-
exercised	0	-
expired	346,734	14.1
Options outstanding as at 31 December current year	731,596	8.1
of which exercisable	731,596	8.1

The weighted average expiry date is on 25 September 2009.

On 27 April 2006 the shareholders' meeting approved a stock granting plan for Managing Directors, general managers and other managers of Alleanza Assicurazioni. The maximum numbers of ordinary treasury shares of Alleanza granted was 430,000.

The grant is conditional on the achievement of performance objectives fixed by the board and verified during the meeting convened for the approval of the Alleanza consolidated financial statements or in a subsequent period.

The duration of the plan is 3 years with reference to the financial years 2006, 2007 and 2008.

Share-based compensation plans granted by Generali France

At the balance sheet date there are the following share-based compensation plans granted by Generali France to the employees of Generali France group: three stock grant plans approved on 21 December 2006, 20 December 2007 and 4 December 2008 by the board and a stock granting plan as part of the celebrations for the 175th anniversary of the Parent Company foundation, reserved to the employees of the Generali France group.

At 31 December 2008, the number of shares granted amounted to 5,961,580 ordinary shares, of which 1,035,580 related to the plan granted for 175th anniversary of foundation of Parent Company.

The total costs arising from share-based compensation plan granted by Generali France under scope of IFRS 2 have been € 18.4 million. The plans are considered as cash-settled and so a € 31million liability was accounted for them.

3 – Earnings per share

	31/12/2008	31/12/2007
Result of the period (€ million)	860.9	2,915.6
Weighted average number of ordinary shares outstanding	1,348,892,498	1,380,221,437
Basic earnings per share (€)	0.64	2.11

Basic earnings per share are calculated by dividing the result of the period by the weighted average number of ordinary shares outstanding during the period. The weighted average number of ordinary shares outstanding is adjusted for the Parent Company's average number of shares owned by itself or by other Group companies during the period.

	31/12/2008	31/12/2007
Result of the period (€ million)	860.9	2,915.6
Weighted average number of ordinary shares outstanding	1,348,892,498	1,380,221,437
Adjustments for stock option	458,194	2,757,134
Weighted average number of ordinary shares outstanding for diluted earnings per share	1,349,350,692	1,382,978,571
Diluted earnings per share (€)	0.64	2.11

Diluted earnings per share reflect the dilution effect of potential ordinary shares. To calculate them, in 2008 the weighted average number of outstanding shares includes 458,194 dilutive potential ordinary shares (2,757,134 in 2007), arising from stock option plan for managers and employees of the Parent Company and the other Group companies.

4 – Related party disclosure

With regard to transactions with related parties, the main intra-group activities, conducted at market prices or at cost, were undertaken through relations of reinsurance and co-insurance, administration and management of securities and real estate assets, leasing, loans and guarantees, IT and administrative services, personnel secondment, and claim settlement.

These services substantially aim at guaranteeing the streamlining of operational functions, greater economies in overall management, appropriate levels of service and an exploitation of Group-wide synergies. The most significant economic and financial transactions with Group companies that are not included in the consolidation area are listed below.

(€ million)	31/12/2008	Subsidiaries with significant control not consolidated	Associated companies	Other related parties ^(*)
Loans		124.8	27.8	1,566.3
Loans issued		-8.8	-0.2	-656.9
Interest income		4.7	6.5	75.2
Interest expense		0.0	0.0	-21.1

(*) Other related parties mainly refer to transaction between the Group and Mediobanca and PPF Group.

In the reorganization of the reinsurance activity following to the acquisition of the PPF group, it must be pointed out that CP Reinsurance Company Ltd was ceded to PPF Group N.V., a Company controlled by Petr Kellner.

The reinsurance activities, mainly captive, of CP Reinsurance Company Ltd were transferred to the new established GP Reinsurance EAD Company, included in the Group, with effect from 1st January 2009.

As far as the financial liabilities are concerned, we highlight the hybrid loan amounting to € 500 million granted by Mediobanca to Generali during the 2008.

The 2008 emoluments due to board members, statutory auditors and general managers, including those of subsidiary companies, are indicated in the following table.

Person		Office held		Emoluments (in euro)			
Name and Surname	Office held	Period covered by the mandate	End of mandate	Emoluments for mandate	Non-monetary benefits	Bonuses and incentives	Other emoluments
Antoine BERNHEIM ⁽¹⁾	Chairman	1.1-31.12.08	24.04.2010	2,170,000		900,233	180,697 ⁽³⁾
	Director	1.1-31.12.08	24.04.2010	190,578			
Gabriele GALATERI DI GENOLA ⁽¹⁾	Vice Chairman	1.1-31.12.08	24.04.2010	182,578			
Sergio BALBINOT ⁽¹⁾	Director	1.1-31.12.08	24.04.2010	190,578			
	Managing Dir.	1.1-31.12.08	24.04.2010	800,000		397,074	145,448 ⁽⁴⁾
	Gen.Manager	1.1-31.12.08	-	800,000		266,692	
Giovanni PERISSINOTTO ⁽¹⁾	Director	1.1-31.12.08	24.04.2010	190,578			
	Managing Dir.	1.1-31.12.08	24.04.2010	800,000		397,074	
	Gen.Manager	1.1-31.12.08	-	800,000		266,692	
Luigi Arturo BIANCHI	Director	1.1-31.12.08	24.04.2010	148,487			
Ana Patricia BOTIN	Director	1.1-31.12.08	24.04.2010	116,487			
Francesco Gaetano CALTAGIRONE	Director	1.1-31.12.08	24.04.2010	132,486			
Diego DELLA VALLE	Director	1.1-31.12.08	24.04.2010	124,487			
Leonardo DEL VECCHIO	Director	1.1-31.12.08	24.04.2010	132,486			
Loic HENNEKINNE	Director	1.1-31.12.08	24.04.2010	148,487			
Petr KELLNER	Director	1.1-31.12.08	24.04.2010	124,487			
Klaus-Peter MUELLER	Director	1.1-31.12.08	24.04.2010	104,487			
Alberto Nicola NAGEL ⁽¹⁾	Director	1.1-31.12.08	24.04.2010	190,578	⁽⁵⁾		
Alessandro PEDERSOLI	Director	1.1-31.12.08	24.04.2010	150,486			
Lorenzo PELLICOLI ⁽¹⁾	Director	1.1-31.12.08	24.04.2010	190,578			
Reinfried POHL	Director	1.1-31.12.08	24.04.2010	108,487			108,451 ⁽⁶⁾
Kai Uwe RICKE	Director	1.1-31.12.08	24.04.2010	124,487			
Vittorio RIPA DI MEANA ⁽²⁾	Director	1.1-29.12.08	-	185,733			
Paolo SCARONI	Director	1.1-31.12.08	24.04.2010	128,487			
Claude TENDIL	Director	1.1-31.12.08	24.04.2010	132,487			1,686,000 ⁽⁷⁾
Gianfranco BARBATO	Chairman of the Board of Auditors	1.1-26.04.08	-	24,041			74,880 ⁽⁸⁾
Eugenio COLUCCI	Chairman of the Board of Auditors	26.4-31.12.08	30.04.2011	102,740			
Paolo D'AGNOLO	Eff. Auditor	1.1-26.04.08	-	16,027			91,228 ⁽⁹⁾
Gaetano TERRIN	Eff. Auditor	1.1-31.12.08	30.04.2011	84,520			133,883 ⁽¹⁰⁾
Giuseppe ALESSIO VERNI'	Eff. Auditor	26.4-31.12.08	30.04.2011	68,493			158,087 ⁽¹¹⁾
Raffaele AGRUSTI	Gen.Manager	1.1-31.12.08	-	900,000	1,701	266,692	
Managers with Strategic Responsibility				3,571,166	29,954	842,000	129,967

(1) It refers to Members of the Board of Directors who served on the Executive Committee for the entire financial year.

(2) Member of the Board of Directors who served on the Executive Committee until 29 December 2008.

- (3) The emoluments indicated include those due for the offices held in 2008 in the following companies: Alleanza Assicurazioni, Generali Deutschland Holding, Generali España Holding, Generali France and BSI. The payments for Generali Holding Vienna will be established by the Company's General Shareholders' Meeting this year. The sums paid to Generali Deutschland Holding only regard the attendance fees; the portion inherent to profit-sharing will be established by the Shareholders' Meeting scheduled in the first half of the current financial year.
- (4) The emoluments indicated include those due for the offices held in 2008 in the following companies: Generali Deutschland Holding, Aachener u. Muenchener Lebensversicherung AG, Aachener u. Muenchener Versicherung AG, Generali France, Banco Vitalicio, La Estrella, Generali España Holding, Generali Schweiz Holding AG, Migdal Insurance & Financial Holdings and Europ Assistance Holding. The emoluments for Generali Holding Vienna will be established by the Company's General Shareholders' Meeting this year. The amounts paid by Generali Deutschland Holding and Banco Vitalicio only regard the attending fees; those relative to the profit sharing will be determined from the shareholders' meeting during the first half of the current year.
- (5) The emolument was paid directly to Mediobanca
- (6) Emoluments for the offices held in 2008 in the following companies: Generali Deutschland Holding, Aachener u. Muenchener Versicherung AG and Aachener u. Muenchener Lebensversicherung. The sums paid to Generali Deutschland Holding only regard the attendance fees; the portion inherent to profit-sharing will be established by the Shareholders' Meeting scheduled in the first half of the current financial year.
- (7) Furthermore during the 2008 financial year Generali France furthermore assigned M. Tendil 140,000 stock options free of charge to subscribe Generali France shares, whose value will be that of the said shareholding on 31 December 2010 (calculated using a method that takes account of the value of adjusted shareholders' equity, the value of the portfolio and goodwill). The final grant is subject to the beneficiary's fulfilment of certain performance targets and remaining in office. 40% of the shares stemming from the exercise of the said stock options must be held by M. Tendil for the entire duration of his term of office as Chairman of Generali France while the remaining 60% of the stock options may be disposed of solely from 1 January 2015 onwards.
- (8) Emolument for the office of Chairman of the Board of Statutory Auditors of Ina Assitalia.
- (9) Emoluments due for the offices of Permanent Auditor for the subsidiaries Generali Gestione Immobiliare, Generali Business Solutions, Generali Properties, Sementi Dom Dotto, Genagricola, Enofila, Casaletto and Banca Generali.
- (10) Emoluments due for the offices of Chairman of the Board of Auditors for Alleanza Assicurazioni, Intesa Vita and Fondi Alleanza Sgr and Permanent Auditor for Generali Immobiliare Italia and Finagen.
- (11) Emoluments due for the offices of Chairman of the Board of Statutory Auditors of Banca BSI Italia, Banca Generali, Europ Assistance Italia, Generali Horizon, Genertellife, S. Alessandro Fiduciaria and Permanent Auditor of Europ Assistance Service Genertel, Intouch, Simgenia, Ums Immobiliare Genova.

5 – Significant non-recurring events and transactions

As already explained in this report, in second half of January, after obtaining the required permits, the joint-venture agreement between Generali and the PPF Group was finalized, to establish Generali PPF Holding, uniting the Eastern and Central European insurance activities of the Generali Group and the PPF Group. Transferring part of the Eastern and Central European insurance activities to Generali PPF Holding the Generali Group realised a profit of € 334.8 million, equal to the capital gain recognized to the companies transferred compared to the carrying value of net transferred assets. Furthermore, in March, the Generali Group completed the acquisition of Banca del Gottardo from Swiss Life. Following this transaction, Banca del Gottardo was merged in BSI. The impacts of these non recurring transactions on the Group's financial position and performance were disclosed within this financial report.

6 – Atypical and/or unusual transactions

During the year, there were no atypical and/or unusual transactions, which — because of materiality, nature of counterparties, subject of the transaction, transfer price determination method and occurrence close to the balance sheet date — might give raise to any doubts about the correctness and exhaustiveness of this report, conflict of interests, preservation of equity and protection of minorities.

7 – Additional disclosures on business combinations

The main acquisitions occurred during the year 2008, i.e. Banca del Gottardo group and PPF group, are disclosed based on IFRS3.

General statements are as follows:

- acquiree's assets and liabilities were measured at fair value at the acquisition date. The excess of the cost of the business combination over the acquirer's interest in the fair value of the net acquiree's assets, including intangible assets, was recognised as goodwill;
- the result of the acquired entities was recognised in the consolidated financial statements since the acquisition date;
- in accordance with IFRS 3, the measurement of the acquiree's assets and liabilities can be finalized within twelve months of the acquisition date.

7.1 – Acquisition of Ceška group

On 17 January 2008, Generali Group finalised the acquisition of Ceška group, which operates both life and non-life businesses and holds its insurance operations in Czech Republic, Russia, Slovakia, Kazakhstan, Ukraine. This acquisition allows Generali Group to continue to pursue growth aims in the eastern European markets.

Taking into account also the Central and Eastern European companies transferred to Generali PPF Holding, the acquisition price amounted to € 1,836 million.

At year-end 2008, the Ceška group consolidated result amounts to € -39.6 million (result before taxes, including VOBA amortisation and the result of Generali PPF Holding and the ones of Slovakian companies merged in Generali Slovakian companies).

The table below shows the fair value of acquiree's assets and liabilities.

(€ million)	Book value	Fair value adj. and account. standards harmonization	Intangible assets	Total fair value
Assets	6,773.2	-21.2	1,635.2	8,387.2
Intangible assets	93.7	-40.0	1,635.2	1,688.9
Investments	5,624.6	16.4	0.0	5,640.9
Amounts ceded to reinsurers from insurance provisions	339.9	0.0	0.0	339.9
Deferred tax assets	12.0	0.0	0.0	12.0
Cash and cash equivalent	121.6	0.0	0.0	121.6
Other assets	581.4	2.4	0.0	583.9
Liabilities	5,899.2	0.0	312.5	6,211.6
Provisions	90.5	0.0	0.0	90.5
Insurance provisions	3,812.3	0.0	0.0	3,812.3
Financial liabilities	1,432.9	0.0	0.0	1,432.9
Deferred tax liabilities	29.0	0.0	312.5	341.4
Other liabilities	534.4	0.0	0.0	534.4
Net assets acquired	874.0	-21.2	1,322.8	2,175.6
(Minority interests)				-1,066.0
Goodwill				726.5
Acquisition price				1,836.0

The activation of goodwill amounted to € 577.3 million. It is affected by € 149.2 million of losses on foreign currency exchange rates, accumulated from the acquisition date to the closing balance sheet date.

The € 1,635 million intangible assets recognised at the acquisition dated have been identified, gross of deferred taxes (which amounted to € 312 million).

7.2 – Acquisition of Banca del Gottardo

On 7 March 2008, Banca Svizzera Italiana (BSI) finalized the acquisition of Banca del Gottardo group, in Lugano. The transaction forms part of the plan for expansion into the private banking and asset management sector, where Banca del Gottardo group operates.

Taking also into consideration assets under management of the Banca del Gottardo group, the acquisition price amounted to € 1,121.9 million.

At year-end 2008, the consolidated result before taxes of Banca del Gottardo group amount to € 36.1 million (gross of restructuring plans).

The table below shows the fair value of acquiree's assets and liabilities.

(€ million)	Book value	Fair value adj. and account. standards harmonization	Intangible assets	Total fair value
Assets	7,945.6	61.2	204.3	8,211.1
Intangible assets	4.9	-4.9	204.3	204.3
Investments	7,208.5	38.5	0.0	7,247.0
Amounts ceded to reinsurers from insurance provisions	0.0	0.0	0.0	0.0
Deferred tax assets	6.7	7.1	0.0	13.8
Cash and cash equivalent	655.2	0.0	0.0	655.2
Other assets	70.3	20.5	0.0	90.8
Liabilities	-7,435.1	-27.5	0.0	-7,462.4
Provisions	-22.1	6.7	0.0	-15.4
Insurance provisions	0.0	0.0	0.0	0.0
Financial liabilities	-4,920.4	0.0	0.0	-4,920.4
Deferred tax liabilities	-1.7	-6.9	0.0	-8.6
Other liabilities	-2,490.9	-27.3	0.0	-2,518.1
Net assets acquired	510.5	33.7	204.3	748.6
(Minority interests)				0.0
Goodwill				373.3
Acquisition price				1,121.9

The activation of goodwill totalled € 412.8 million. It is affected by € 39.5 million of currency gains on Euro toward Swiss Franc, accumulated since the acquisition date to 31 December 2008. In October 2008 part of this goodwill (equal to € 28.6 million) has been transferred to Banca Generali through the sell of Banca del Gottardo Italia, which led to the cession of € 11.1 million to minority shareholders of Banca Generali. The residual activated goodwill totalled € 401.7 million, € 384.2 million related to BSI group and 17.5 related to Banca Generali.

The € 204.3 million intangible assets recognised at the acquisition dated have been identified (20 years useful life). This amount has been determined considering assets under management of Banca del Gottardo group.

8 – Audit and other service fees for the fiscal year

In table below, filled under the article 149-*duodecis* of Consob Regulation, are reported the 2008 fees for auditing services from auditing company of Parent company and companies within audit company's network.

(€ thousands)	31/12/2008	
	PwC Italy	PwC Network
Parent Company	1,092.0	235.0
Audit fee	950.0	211.0
Attestation service fees	142.0	24.0
Other service fees	0.0	0.0
Subsidiaries	1,661.8	13,680.1
Audit fee	1,282.0	12,950.8
Attest service fees	143.4	72.8
Other service fees	236.4	656.5
of which Tax service fees	15.0	446.3
of which Other services	221.4	210.2
Total	2,753.8	13,915.1



Renmin Guangchang - Shanghai, China



Appendices
to the Notes



Company **ASSICURAZIONI GENERALI S.p.A.**

CONSOLIDATED STATEMENTS

Appendices to the Notes

at 31 December 2008

(Amounts in € million)

SEGMENT REPORTING - BALANCE SHEET

		NON-LIFE SEGMENT		LIFE SEGMENT	
		31/12/2008	31/12/2007	31/12/2008	31/12/2007
1	INTANGIBLE ASSETS	4,344.4	3,579.9	4,187.9	2,393.9
2	TANGIBLE ASSETS	2,108.7	1,837.8	1,398.8	1,300.0
3	AMOUNTS CEDED TO REINSURERS FROM INSURANCE PROVISIONS	4,525.8	3,875.9	1,523.3	1,757.8
4	INVESTMENTS	49,125.9	48,668.9	289,301.9	299,909.7
4.1	Land and buildings (investment properties)	5,629.6	5,051.9	6,959.3	6,838.2
4.2	Investments in subsidiaries, associated companies and joint vent	12,950.5	11,181.4	13,666.3	13,498.2
4.3	Held to maturity investments	122.6	117.8	1,069.0	1,020.4
4.4	Loans and receivables	9,744.9	9,456.3	52,035.8	46,963.5
4.5	Available for sale financial assets	18,856.7	21,202.0	152,904.3	158,531.3
4.6	Financial assets at fair value through profit or loss	1,821.5	1,659.5	62,667.3	73,057.9
5	RECEIVABLES	7,522.9	7,173.1	5,267.3	4,896.3
6	OTHER ASSETS	5,124.6	3,945.7	10,384.1	8,584.7
6.1	Deferred acquisition costs	513.4	483.6	1,199.3	1,048.1
6.2	Other assets	4,611.2	3,462.1	9,184.8	7,536.7
7	CASH AND CASH EQUIVALENTS	2,208.4	2,667.8	5,124.9	5,023.9
	TOTAL ASSETS	74,960.8	71,749.2	317,188.3	323,866.2
1	SHAREHOLDERS' EQUITY				
2	OTHER PROVISIONS	850.7	1,028.5	876.1	549.6
3	INSURANCE PROVISIONS	33,768.0	32,230.4	268,011.5	278,958.7
4	FINANCIAL LIABILITIES	13,343.6	11,230.8	19,437.1	16,275.1
4.1	Financial liabilities at fair value through profit or loss	181.0	110.7	7,710.4	7,128.0
4.2	Other financial liabilities	13,162.5	11,120.1	11,726.7	9,147.2
5	PAYABLES	4,013.5	3,387.2	4,527.0	4,879.9
6	OTHER LIABILITIES	5,125.3	5,134.1	5,384.2	3,534.0
	TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES				

FINANCIAL SEGMENT		CONSOLIDATION ADJUSTMENTS		TOTAL	
31/12/2008	31/12/2007	31/12/2008	31/12/2007	31/12/2008	31/12/2007
759.9	130.8	0.7	0.4	9,293.0	6,105.1
285.7	155.8	-0.6	0.0	3,792.7	3,293.6
0.0	0.0	-43.6	-147.9	6,005.5	5,485.8
20,034.8	16,275.9	-31,327.7	-28,237.5	327,134.9	336,616.9
22.9	16.4	-138.5	0.0	12,473.3	11,906.5
58.1	97.0	-24,106.4	-22,040.8	2,568.4	2,735.9
606.4	10.3	0.0	0.0	1,798.0	1,148.4
14,483.6	11,086.6	-7,071.9	-6,135.4	69,192.5	61,371.0
1,940.2	1,259.9	0.0	-59.8	173,701.1	180,933.4
2,923.7	3,805.7	-10.9	-1.5	67,401.7	78,521.6
221.2	186.3	-1,556.5	-1,807.6	11,454.9	10,448.1
470.6	749.0	-259.0	-149.9	15,720.3	13,129.5
0.0	0.0	0.0	0.0	1,712.7	1,531.7
470.6	749.0	-259.0	-149.9	14,007.6	11,597.8
4,286.5	1,079.2	-1,082.7	-1,306.3	10,537.2	7,464.6
26,058.7	18,576.9	-34,269.4	-31,648.9	383,938.4	382,543.5
				15,473.1	18,350.6
242.3	181.0	-20.8	-23.7	1,948.3	1,735.4
0.0	0.0	-18.8	-183.2	301,760.7	311,005.9
22,148.4	15,513.4	-8,198.6	-7,492.8	46,730.5	35,526.5
1,892.8	369.0	-10.9	-1.5	9,773.3	7,606.2
20,255.7	15,144.3	-8,187.8	-7,491.3	36,957.2	27,920.3
177.8	153.9	-1,538.4	-1,792.7	7,179.9	6,628.3
496.5	755.0	-160.1	-126.3	10,845.9	9,296.8
				383,938.4	382,543.5

SEGMENT REPORTING - PROFIT AND LOSS ACCOUNT

		NON-LIFE SEGMENT		LIFE SEGMENT	
		31/12/2008	31/12/2007	31/12/2008	31/12/2007
1.1	Net earned premiums	19,947.6	18,794.1	42,034.6	43,027.0
1.1.1	Gross earned premiums	21,800.0	20,639.3	42,816.1	43,868.7
1.1.2	Earned premiums ceded	-1,852.4	-1,845.2	-781.5	-841.8
1.2	Fee and commission income and income from financial service activities	0.0	0.0	225.6	203.8
1.3	Net income from financial instruments at fair value through profit or loss	-10.6	152.9	-12,056.7	2,116.1
1.4	Income from subsidiaries, associated companies and joint ventures	432.6	193.4	146.2	387.0
1.5	Income from other financial instruments and land and buildings (investment properties)	2,702.9	2,674.4	12,771.9	12,702.2
1.6	Other income	1,356.5	889.7	1,317.7	713.7
1	TOTAL INCOME	24,429.0	22,704.5	44,439.2	59,149.9
2.1	Net insurance benefits and claims	13,806.5	12,960.0	30,787.6	48,522.3
2.1.1	Claims paid and change in the insurance provisions	15,328.9	13,931.9	31,266.6	49,081.6
2.1.2	Reinsurers' share	-1,522.4	-971.9	-479.0	-559.4
2.2	Fee and commission expenses	0.1	0.0	135.5	102.7
2.3	Expenses from subsidiaries, associated companies and joint ventures	82.5	14.7	387.3	13.1
2.4	Expenses from other financial instruments and land and buildings (investment properties)	1,784.4	649.3	5,398.0	1,441.6
2.5	Acquisition and administration costs	5,580.3	5,175.4	5,377.6	5,208.5
2.6	Other expenses	1,643.7	1,443.8	1,389.0	903.7
2	TOTAL EXPENSES	22,897.6	20,243.2	43,475.0	56,191.9
EARNINGS BEFORE TAXES		1,531.4	2,461.3	964.2	2,958.0

FINANCIAL SEGMENT		HOLDING EXPENSES		CONSOLIDATION ADJUSTMENTS		TOTAL	
31/12/2008	31/12/2007	31/12/2008	31/12/2007	31/12/2008	31/12/2007	31/12/2008	31/12/2007
0.0	0.0		0.0	0.0	0.0	61,982.2	61,821.1
	0.0		0.0	0.0	0.0	64,616.2	64,508.0
0.0	0.0		0.0	0.0	0.0	-2,634.0	-2,686.9
1,036.7	870.6		0.0	-122.4	-112.5	1,139.9	961.9
71.8	145.9		0.0	0.0	-1.4	-11,995.5	2,413.5
21.6	13.9		0.0	-117.7	-123.0	482.7	471.4
862.5	613.8		0.0	-212.5	-65.5	16,124.8	15,924.8
219.8	112.2		0.0	-73.5	-41.5	2,820.5	1,674.1
2,212.5	1,756.3	0.0	0.0	-526.1	-343.8	70,554.6	83,266.9
0.0	0.0		0.0	-53.8	-67.1	44,540.3	61,415.1
	0.0		0.0	-53.8	-67.1	46,541.7	62,946.5
0.0	0.0		0.0	0.0	0.0	-2,001.4	-1,531.3
333.2	329.8		0.0	-23.7	-34.1	445.0	398.4
0.2	1.9		0.0	-5.9	-2.0	464.2	27.8
652.1	458.6	667.9	611.3	-68.6	-60.2	8,433.9	3,100.6
694.0	477.6		0.0	-41.8	-48.6	11,610.1	10,812.9
292.8	147.7	323.7	367.7	-124.6	-67.2	3,524.6	2,795.7
1,972.3	1,415.7	991.6	979.0	-318.4	-279.1	69,018.1	78,550.5
240.2	340.7	-991.6	-979.0	-207.7	-64.7	1,536.5	4,716.3

	At amortized cost	At revalued amount or at fair value	Total
Land and buildings (investment properties)	12,473.3		12,473.3
Land and buildings (self used)	3,235.5		3,235.5
Other tangible assets	557.2		557.2
Other intangible assets	3,553.9		3,553.9

Amounts ceded to reinsurers from insurance provisions

Appendix 4

	Direct insurance		Accepted reinsurance		Total book value	
	31/12/2008	31/12/2007	31/12/2008	31/12/2007	31/12/2008	31/12/2007
Non-life amounts ceded to reinsurers from insurance provisions	3,564.1	2,833.4	953.9	957.9	4,518.0	3,791.4
Provisions for unearned premiums	581.2	446.8	112.9	122.6	694.1	569.5
Provisions for outstanding claims	2,976.7	2,379.0	840.6	834.9	3,817.3	3,213.9
Other insurance provisions	6.3	7.6	0.4	0.4	6.6	8.1
Life amounts ceded to reinsurers from insurance provisions (*)	779.7	782.5	707.7	911.9	1,487.4	1,694.4
Provisions for outstanding claims	264.3	264.6	116.3	104.6	380.6	369.2
Mathematical provisions	454.6	445.3	591.3	807.2	1,046.0	1,252.5
Provisions for policies where the investment risk is borne by the policyholders and provisions for pension funds	0.8	1.4	0.0	0.0	0.8	1.4
Other insurance provisions	60.0	71.2	0.0	0.1	60.0	71.3
Mathematical and other insurance provisions	778.9	781.1	707.7	911.9	1,486.6	1,693.0
Total	4,343.8	3,615.9	1,661.6	1,869.9	6,005.5	5,485.8

(*) After the elimination of intra-group transactions between segments.

	Held to maturity investments		Loans and receivables		Available for sale financial assets		Financial assets at fair value through profit or loss				Total book value		
							Financial assets held for trading		Financial assets designated as at fair value through profit or loss				
	31/12/2008	31/12/2007	31/12/2008	31/12/2007	31/12/2008	31/12/2007	31/12/2008	31/12/2007	31/12/2008	31/12/2007	31/12/2008	31/12/2007	
Equities at cost		0.0					364.7	430.5			0.0		430.5
Equities at fair value		0.0	0.0	0.0	15,926.5	28,297.7	362.5	509.5	2,835.0	3,332.1	19,123.9	32,139.3	
of which quoted equities		0.0	0.0	0.0	14,382.7	26,000.4	362.5	509.5	2,165.4	3,219.6	16,910.6	29,729.5	
Bonds		1,778.7	1,132.9	38,888.5	35,301.9	144,707.7	139,959.1	1,485.6	3,689.8	27,715.3	214,575.8	209,581.6	
of which quoted bonds		1,778.7	1,132.9	0.0	0.0	133,767.7	127,113.5	1,236.1	3,689.8	24,665.9	161,448.5	157,586.6	
Investment fund units		0.0	0.0	0.0	0.0	11,216.7	11,748.2	563.3	20.8	27,367.6	39,147.6	48,919.4	
Loans and receivables from customers		0.0	0.0	3,090.0	1,108.9	0.0	0.0	0.0	0.0	0.0	3,090.0	1,108.9	
Loans and receivables from banks		0.0	0.0	3,909.7	4,582.3	0.0	0.0	0.0	0.0	0.0	3,909.7	4,582.3	
Deposits under reinsurance business accepted		0.0	0.0	429.9	457.6	0.0	0.0	0.0	0.0	0.0	429.9	457.6	
Deposit components of reinsurance contracts		0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
Other loans and receivables		0.0	0.0	22,874.4	19,920.2	0.0	0.0	0.0	0.0	0.0	22,874.4	19,920.2	
Derivatives		0.0	0.0	0.0	0.0	0.0	0.0	2,177.4	403.6	835.2	3,012.6	1,367.8	
Hedging derivatives ^(*)		0.0	0.0	0.0	0.0	-3.2	-13.7	0.0	0.0	0.0	-3.2	-13.7	
Other financial investments		19.3	15.5	0.0	0.0	1,488.7	511.6	13.0	227.9	4,046.8	5,567.8	3,480.5	
Total		1,798.0	1,148.4	69,192.5	61,371.0	173,701.1	180,933.4	4,601.8	4,851.6	62,799.9	312,093.2	321,974.5	

(*) In accordance with Regolamento n°7 of 13 July 2007 hedging derivatives are only derivatives for which hedge accounting is applied.

	Policies where the investment risk is borne by the policyholders		Pension funds		Total	
	31/12/2008	31/12/2007	31/12/2008	31/12/2007	31/12/2008	31/12/2007
Assets						
Intra-group assets (*)	40,619.3	50,103.9	732.1	607.9	41,351.4	50,711.8
	0.0	0.0	0.0	0.0	0.0	0.0
Total	40,619.3	50,103.9	732.1	607.9	41,351.4	50,711.8
Financial liabilities	6,261.8	6,147.6	285.7	280.7	6,547.5	6,428.3
Insurance provisions (**)	34,661.5	44,138.4	302.9	217.8	34,964.4	44,356.2
Intra-group liabilities (*)	0.0	0.0	0.0	0.0	0.0	0.0
Total	40,923.4	50,286.0	588.6	498.6	41,511.9	50,784.5

(*) Intra-group assets and liabilities refer to assets and liabilities which are eliminated in the consolidation process.

(**) Insurance provisions are net of amounts ceded to reinsurers from insurance provisions.

	Direct insurance		Accepted reinsurance		Total book value	
	31/12/2008	31/12/2007	31/12/2008	31/12/2007	31/12/2008	31/12/2007
Non-life insurance provisions (*)	32,387.3	30,735.5	1,376.7	1,414.3	33,764.0	32,149.8
Provisions for unearned premiums	5,907.2	5,429.6	107.1	111.1	6,014.2	5,540.7
Provisions for outstanding claims	26,066.9	24,975.6	1,264.8	1,298.5	27,331.7	26,274.1
Other insurance provisions	413.2	330.3	4.8	4.8	418.0	335.1
of which provisions for liability adequacy test	5.9	2.5	0.0	0.0	5.9	2.5
Life insurance provisions (*)	266,455.9	277,426.4	1,540.9	1,429.6	267,996.8	278,856.1
Provisions for outstanding claims	4,086.9	4,188.5	685.5	542.3	4,772.3	4,730.8
Mathematical provisions	218,687.9	210,570.8	664.6	720.1	219,352.5	211,290.9
Provisions for policies where the investment risk is borne by the policyholders and provisions for pension funds	34,865.0	44,250.5	100.2	107.2	34,965.2	44,357.6
Other insurance provisions	8,816.1	18,416.7	90.6	60.1	8,906.7	18,476.8
of which provisions for liability adequacy test	1,120.0	867.0	17.4	18.8	1,137.4	885.8
of which deferred policyholder liabilities	-7,329.9	2,652.9	0.0	0.0	-7,329.9	2,652.9
Total	298,843.1	308,162.0	2,917.6	2,844.0	301,760.7	311,005.9

(*) After the elimination of intra-group transactions between segments.

Appendix 8

	Financial liabilities at fair value through profit or loss				Other financial liabilities		Total book value	
	Financial liabilities held for trading		Financial liabilities designated as at fair value through profit or loss		31/12/2008	31/12/2007	31/12/2008	31/12/2007
	31/12/2008	31/12/2007	31/12/2008	31/12/2007				
Preference shares	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Subordinated liabilities	0.0	0.0	0.0	0.0	6,041.0	5,846.2	6,041.0	5,846.2
Financial liabilities related to investment contracts issued by insurance companies	0.0	0.0	6,907.5	6,684.6	2,558.5	235.5	9,466.0	6,920.1
where the investment risk is borne by the policyholders	0.0	0.0	6,261.8	6,147.6	0.0	0.0	6,261.8	6,147.6
pension funds	0.0	0.0	285.7	280.7	0.0	0.0	285.7	280.7
other liabilities related to investment contracts	0.0	0.0	360.0	256.3	2,558.5	235.5	2,918.5	491.8
Deposits received from reinsurers	0.0	0.0	0.0	0.0	996.0	1,230.5	996.0	1,230.5
Deposit components of insurance contract	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Bonds	0.0	0.0	0.0	0.0	4,536.3	4,825.2	4,536.3	4,825.2
Liabilities to customers	0.0	0.0	0.0	0.0	17,671.8	12,205.7	17,671.8	12,205.7
Liabilities to banks	0.0	0.0	0.0	0.0	511.7	449.7	511.7	449.7
Other loans	0.0	0.0	0.0	0.0	3,936.0	3,039.3	3,936.0	3,039.3
Derivatives	1,784.2	183.8	621.3	674.3	0.0	0.0	2,405.5	858.2
Hedging derivatives (*)	0.0	0.0	0.0	0.0	705.9	88.1	705.9	88.1
Other financial liabilities	0.0	0.0	460.4	63.4	0.0	0.0	460.4	63.4
Total	1,784.2	183.8	7,989.2	7,422.3	36,957.2	27,920.3	46,730.5	35,526.5

(*) In accordance with Regolamento n°7 of 13 July 2007 hedging derivatives are only derivatives for which hedge accounting is applied.

	31/12/2008			31/12/2007		
	Gross amount	Reinsurers' share	Net amount	Gross amount	Reinsurers' share	Net amount
NON-LIFE SEGMENT						
NET EARNED PREMIUMS	21,800.0	1,852.4	19,947.6	20,639.3	1,845.2	18,794.1
a Premiums written	21,989.7	1,889.2	20,100.5	20,844.5	1,843.3	19,001.2
b Change in the provisions for unearned premiums	-189.7	-36.8	-152.9	-205.2	1.9	-207.0
NET INSURANCE BENEFITS AND CLAIMS	15,328.9	1,522.4	13,806.5	13,931.9	971.9	12,960.0
a Claims paid	14,679.3	1,157.1	13,522.2	13,622.3	1,105.1	12,517.1
b Change in the provisions for outstanding claims	541.7	367.3	174.4	474.0	-138.9	612.9
c Change in claims to be recovered	44.0	-0.3	44.3	-198.3	7.1	-205.4
d Change in other insurance provisions	64.0	-1.7	65.7	34.0	-1.4	35.4
LIFE SEGMENT						
NET PREMIUMS	42,816.1	781.5	42,034.6	43,868.7	841.8	43,027.0
NET INSURANCE BENEFITS AND CLAIMS	31,266.6	479.0	30,787.6	49,081.6	559.4	48,522.3
a Claims paid	38,752.6	459.0	38,293.5	36,024.0	423.5	35,600.5
b Change in the provisions for outstanding claims	-9.9	4.1	-14.0	532.5	18.0	514.5
c Change in the mathematical provisions	5,073.0	23.4	5,049.6	7,522.4	98.4	7,424.0
d Change in the provisions for policies where the investment risk is borne by the policyholders and the provisions for pension funds	-9,732.1	11.8	-9,743.9	3,463.5	0.0	3,463.4
e Change in other insurance provisions	-2,816.9	-19.3	-2,797.6	1,539.3	19.5	1,519.8

Income and expenses from investments, receivables and payables

Appendix 10

	Interest	Other income	Other expenses	Realized gains	Realized losses	Total unrealized gains and losses	Unrealized gains and reversal of impairment losses		Unrealized losses and impairment losses		Total unrealized gains and losses	Total income and expenses 31/12/2008	Total income and expenses 31/12/2007
							Unrealized gains	Reversal of impairment losses	Unrealized losses	Impairment losses			
Income and expenses from investments	11,671.0	3,193.4	348.4	4,941.2	4,840.5	14,616.6	3,388.8	61.4	15,884.3	5,111.3	-17,545.4	-2,928.8	17,090.8
a from land and buildings (investment properties)		935.8	348.4	632.2	5.6	1,213.9		18.3		71.8	-53.5	1,160.3	930.8
b from investments in subsidiaries, associated companies and joint ventures		80.4	0.0	402.2	11.4	471.3		0.0		452.8	-452.7	18.5	443.5
c from held to maturity investments	65.6			2.9	0.0	68.5		0.0		0.0	0.0	68.5	86.7
d from loans and receivables	3,239.0			0.6	6.1	3,233.5		42.8		534.6	-491.8	2,741.7	2,646.3
e from available for sale financial assets	7,191.2	1,529.3		2,171.5	1,837.7	9,054.3		0.3		4,052.1	-4,051.9	5,002.4	10,263.6
f from financial assets held for trading	120.4	88.6		674.1	332.1	551.0	357.2		432.0		-74.8	476.2	875.2
g from financial assets designated as at fair value through profit or loss	1,054.7	559.3		1,057.7	2,647.5	24.2	3,031.7		15,452.4		-12,420.7	-12,396.5	1,844.6
Income and expenses from receivables	28.0			0.0	2.0	26.0		52.6		44.0	8.6	34.6	44.6
Income and expenses from cash and cash equivalents	196.0					196.0					0.0	196.0	166.2
Income and expenses from financial liabilities	-1,563.5	0.0	0.0	397.6	459.9	-1,625.8	645.8	0.0	607.8	0.0	37.9	-1,587.9	1,618.1
a from financial liabilities held for trading	-0.2			213.7	312.0	-98.4	70.9		128.5		-57.6	-156.0	76.7
b from financial liabilities designated as at fair value through profit or loss	-31.9			165.2	148.0	-14.7	574.9		479.3		95.6	80.8	229.5
c from other financial liabilities	-1,531.4			18.7	0.0	-1,512.7					0.0	-1,512.7	1,311.9
Income and expenses from payables						0.0					0.0	0.0	0.0
Total	10,331.5	3,193.4	348.4	5,338.8	5,302.4	13,212.9	4,034.6	114.0	16,492.1	5,155.4	-17,498.9	-4,286.0	15,683.5

	Non-life segment		Life segment	
	31/12/2008	31/12/2007	31/12/2008	31/12/2007
Commissions and other acquisition costs	4,482.9	4,190.8	4,024.1	3,905.0
Acquisition and administration commissions	3,203.7	3,094.5	2,854.7	2,781.0
Other acquisition costs	1,015.7	891.4	1,204.2	1,169.4
Change in deferred acquisition costs	23.5	-36.9	-151.0	-164.1
Collecting commissions	240.0	241.8	116.2	118.8
Commissions and profit commissions from reinsurers	-301.4	-287.3	-104.3	-101.3
Investment management expenses ^(*)	80.6	74.5	343.8	370.1
Other administration costs	1,318.2	1,197.4	1,114.0	1,034.7
Total	5,580.3	5,175.4	5,377.6	5,208.5

(*) Before the elimination of intra-group transactions between segments.



Darbar Sahib - Amritsar, India



Change in the consolidation area
compared to 2007

Subsidiaries consolidated
line by line

Non-consolidated subsidiaries
and associated companies



Change in the consolidation area^(*) compared to 2007

Newly consolidated:

1.	2 ISO (SASU), Parigi
2.	Access Health Africa (Pty) Ltd, Johannesburg
3.	Allgemeine Immobilien-Verwaltungs-Gesellschaft mbH, Vienna
4.	Alpine Services Ltd, Nassau
5.	AM Gesellschaft für betriebliche Altersversorgung mbH, Aquisgrana
6.	AM Gesellschaft für Verkaufsförderung mbH, Francoforte
7.	AM Siebte Immobilien AG & Co., Aquisgrana
8.	AMB Generali Finanzdienstleistung GmbH, Aquisgrana
9.	AMB Generali Immobilien GmbH, Colonia
10.	AMB Generali Pensionsfonds AG, Francoforte
11.	AMB Generali SicherungsManagement GmbH, Colonia
12.	AO Ceskaja strachovaja kompanija Kazachstan, Almaty
13.	Assicurazioni Generali (Insurance Managers) Ltd, St. Peter Port
14.	Asistencia Banorte Generali S.A. de C.V., Monterrey - N.L.
15.	Assitim S.r.l., Trieste
16.	ATLAS Dienstleistungen für Vermögensberatung GmbH, Francoforte
17.	Banca del Gottardo Italia, Bergamo
18.	Banque du Gothard, Lussemburgo
19.	BG Fiduciaria - SIM S.p.A., Trieste
20.	BG Investment Luxembourg S.A., Lussemburgo
21.	BSI Bank Limited, Singapore
22.	BSI Investment Advisors (Panama) Inc., Panama City
23.	BSI Trust Corp. (Bahamas) Ltd, Nassau
24.	BSI Trust Corp. (Channel Island) Ltd, St. Peter Port
25.	BSI Trust Corporation (Malta) Ltd, Valletta
26.	BSI-Generali Asia Limited, Wanchai
27.	B-Source S.A., Manno
28.	Cafel Inversiones 2008, S.L., Madrid
29.	Canadian Medical Network Inc., Markham
30.	Care Assist Pty Ltd, Johannesburg
31.	Care Consult Versicherungsmaker GmbH, Vienna
32.	Ceska pojistovna Ukraine - life insurance, Kiev
33.	Ceska pojistovna ZDRAVI a.s., Praga
34.	Ceska pojistovna, a.s., Praga
35.	Ceskaja strachovaja kompanija, Mosca
36.	Cestar S.r.l., Pero
37.	Comercial Banorte Generali S.A. de C.V., Monterrey - N.L.
38.	Corelli S.a.r.l., Senningerberg
39.	Cosmos Finanzservice GmbH, Saarbruecken
40.	CP DIRECT, a.s., Praga
41.	CP INVEST invest.spol. a.s., Praga
42.	CP Strategic Investments B.V., Amsterdam
43.	CZI Holdings N.V., Amsterdam
44.	CZI Ukraine, Pension fund administrator, Kiev
45.	DO Liegenschaftsverwaltung spo, Praga
46.	Dreieck Fiduciaria S.A., Lugano
47.	EOS Servizi Fiduciari S.p.A., Milano

Change in the consolidation area^(*) compared to 2007

Newly consolidated:

48.	Europ Assistance Gesellschaft mbH, Vienna
49.	Europ Assistance USA Inc., Washington
50.	Europ Assistance Worldwide Services (South Africa) Ltd, Midrand
51.	Europäische Reiseversicherung GVAG (R), Mosca
52.	Europäische Reiseversicherung GVAG (U), Kiev
53.	Fafid S.p.A., Milano
54.	FATA Asigurari Agricole S.A., Bucarest
55.	Fondo Cimarosa, Milano
56.	Genamerica Management Corporation, New York
57.	General Securities Corporation of North America, New York
58.	Generali Alapkezelő Rt., Budapest
59.	Generali AutoProgram Spzoo, Varsavia
60.	Generali Biztosítási Ügynök és Marketing Kft, Budapest
61.	Generali Capital Finance B.V., Amsterdam
62.	Generali Claims Solutions LLC, Wilmington
63.	Generali Consulting Solutions LLC, Wilmington
64.	Generali Employee Benefits Gesellschaft mbH, Francoforte
65.	Generali Factoring S.p.A., Mogliano Veneto
66.	Generali Fond de Pensii SA, Bucarest
67.	Generali Foreign Insurance Company Inc., Minsk
68.	Generali Horizon B.V., Amsterdam
69.	Generali Horizon S.p.A., Trieste
70.	Generali Immobilier Gestion, Parigi
71.	Generali Ingatlan Vagyongezelo és Szolgáltató Kft., Budapest
72.	Generali International Business Solutions - s.c.a.r.l., Trieste
73.	Generali Penzijní Fond a.s., Praga
74.	Generali Portfolio Management (CI) Ltd, St. Peter Port
75.	Generali PPF Holding B.V., Amsterdam
76.	Generali Property Investments SGR S.p.A., Trieste
77.	Generali Real Estate s.r.o., Praga
78.	Generali Realities Ltd., Tel Aviv
79.	Generali Thalia Investments Italy SGR S.p.A., Trieste
80.	Generali Velky Spalicek S.r.o., Praga
81.	Generali Vermögensverwaltung GmbH & Co. KG, Aquisgrana
82.	Generali Zakrila Medical and Dental Center EOOD, Sofia
83.	Generali/AIV Leasing Salzburg GmbH, Vienna
84.	Generali/AIV Leasing St.Pölten GmbH, Vienna
85.	Generali/AIV Leasing Vorarlberg GmbH, Vienna
86.	Genertel Biztosító Zrt, Budapest
87.	Genertel Servizi Assicurativi S.r.l., Mogliano Veneto
88.	Gensegur Agencia de Seguros SA, Madrid
89.	GLL AMB Generali 200 State Street, Monaco
90.	GLL AMB Generali Bankcenter S.à.r.l., Lussemburgo
91.	GLL AMB Generali City 22 S.a.r.l., Lussemburgo
92.	GLL AMB Generali South Express S.à.r.l., Lussemburgo
93.	GLL City 22 SL, Barcellona
94.	GLL South Express S.A., Bruxelles

Change in the consolidation area^(*) compared to 2007

Newly consolidated:

95.	Gotam Fund Management, Lussemburgo
96.	Gotam Umbrella Fund, Lussemburgo
97.	Gottardo Asset Management sgr, Nassau
98.	Gottardo Equity Fund, Lussemburgo
99.	Gottardo Gestion SGICIC, S.A., Madrid
100.	Gottardo Inversione Finacieras S.A., Madrid
101.	Gottardo Patrimonios, A.V., S.A., Madrid
102.	Gottardo Strategy Fund, Lussemburgo
103.	GP Reinsurance EAD, Sofia
104.	Heracles Immobiliare S.r.l., Trieste
105.	Instituto del Seguro de Misiones S.A., Posadas - Misiones
106.	Interunfall/AIV-Leasing Salzburg GmbH, Vienna
107.	Interunfall/AIV-Leasing Voarlberg GmbH, Vienna
108.	Intesa Life Limited, Dublino
109.	IXIA N.V., Herent
110.	LawCall Marketing Pty Ltd, Randburg
111.	Lion River II, Amsterdam
112.	Lloyd Immobilien GmbH, Monaco
113.	MRI Criticare Medical Rescue (Pty) Ltd, Johannesburg
114.	NV Schadeverzekering Maatschappij De Nederlanden van Nu, Amsterdam
115.	Oudart Gestion S.A., Parigi
116.	Oudart Patrimoine Sarl, Parigi
117.	Oudart S.A., Parigi
118.	Penzijni fond CP, a.s., Praga
119.	PPF Asset Management a.s., Praga
120.	PT Asuransi Jiwa Arta Mandiri Prima, Giakarta
121.	Risk-Aktiv Consulting GmbH, Vienna
122.	Ritenere S.A., Buenos Aires
123.	S. Alessandro Fiduciaria SpA, Milano
124.	Sammartini S.à.r.l., Senningerberg
125.	Schloss Bensberg Management GmbH, Bergisch Gladbach
126.	SCI Beaune Logistique 1, Parigi
127.	SCI Continent Asnieres, Parigi
128.	SCI Pierre-Grenier, Parigi
129.	Servicios Banorte Generali S.A. de C.V., Monterrey - N.L.
130.	SIMGENIA S.p.A. SIM, Trieste
131.	Terra Nova V Montreuil SCI, Parigi
132.	Thalia S.A., Lugano
133.	Torelli S.à.r.l., Lussemburgo
134.	Tradicion Seguros S.A., Buenos Aires
135.	Volksfürsorge 7.Immobilien AG & Co. KG, Amburgo
136.	Volksfürsorge AG Vertriebsgesellschaft für Vorsorge- und Finanzprodukte, Amburgo
137.	Voluntary Pension Fund Management Company, DELTA GENERALI, Belgrado
138.	Worldwide Assistance Canada Inc., Toronto
139.	Zad Victoria AD, Sofia

Change in the consolidation^(*) area compared to 2007

Company disposed of/wound up :

1.	Alleanza Investment Public Limited Company, Dublino
2.	Alfinanz Deutsche Vermögensberatung AG, Aquisgrana
3.	AMB Generali Lloyd GmbH (fusa in Volksfürsorge Holding AG), Aquisgrana
4.	Banca Unione di Credito (Cayman) Ltd., Gran Kayman
5.	BARET (Badenia) Verw.: AMGI, Colonia
6.	Europ Assistance Servicios S.A. (fusa in Europ Assistance Servicios Integrales de Gestion, S.A.), Madrid
7.	Europ Assistance Société d'Assistance S.A. (fusa in Europ Assistance Belgium S.A.), Lussemburgo
8.	France Assurances S.A. (fusa in Generali Vie S.A.), Parigi
9.	Generali Lebensversicherung AG (fusa in Volksfürsorge Deutsche Sachversicherung che cambia nome in Generali Lebensversicherung AG), Monaco
10.	Generali Lloyd Aktiengesellschaft (fusa in Volksfürsorge Holding AG), Monaco
11.	Generali Real Estate.s.r.o. (fusa in Generali Pojistovna a.s.), Praga
12.	Generali Servizi Amministrativi S.r.l. (fusa in General Business Solutions S.p.A.), Mogliano Veneto
13.	Generali Servizi Informatici S.r.l. (fusa in General Business Solutions S.p.A.), Mogliano Veneto
14.	Generali Versicherung Aktiengesellschaft (fusa in Volksfürsorge Deutsche Sachversicherung che cambia nome in Generali Versicherung AG), Monaco
15.	GEPAFI - Generali Participation Financiere S.A., Bruxelles
16.	Gestion de Equipajes S.A. (fusa in Legal Assistance Multauto, S.A.), Madrid
17.	Icare Servicios S.A. (fusa in Legal Assistance Multauto, S.A.), Barcellona
18.	Immobiliare 19 S.p.A. (fusa in Prunus S.p.A.), Trieste
19.	Immobiliare Commerciale XX S.r.l., Torino
20.	Immobiliare Commerciale XXII S.r.l., Torino
21.	Intouch S.r.l. (fusa in Europ Assistance Vai S.r.l.), Milano

(*) Consolidation area consists of companies consolidated "line by line".

Subsidiaries consolidated line by line

Company	Country	Currency	Share capital in original currency	Method ⁽¹⁾	Activity ⁽²⁾	Direct	Indirect	Shareholding % Through	Total	Group equity ratio % ⁽³⁾
Assicurazioni Generali S.p.A.	086	EUR	1,410,113,747	G	1		0.01	GBS S.c.p.A.	0.45	100.00
							0.01	Augusta Assicurazioni S.p.A.		
							0.42	Ina Assitalia S.p.A.		
Alleanza Assicurazioni S.p.A.	086	EUR	423,306,711	G	1	47.51			50.33	50.31
							0.01	Flandria Participations Fin.		
							0.02	AachenMünchener Lebensvers.		
							0.03	Generali Lebensversicherung AG		
							0.01	Central Krankenversicherung AG		
							0.78	Vitalicio Torre Cerdà S.I.		
							0.01	Intesa Vita S.p.A.		
							0.12	Toro Assicurazioni S.p.A.		
							0.19	La Venezia Assicurazioni		
							1.64	Ina Assitalia S.p.A.		
Genertel S.p.A.	086	EUR	23,000,000	G	1	100.00			100.00	100.00
UMS S.p.A.	086	EUR	15,993,180	G	10	99.90			99.90	99.90
Intesa Vita S.p.A.	086	EUR	394,226,300	G	1		50.00	Alleanza Assicurazioni S.p.A.	50.00	25.16
Generali Factoring S.p.A.	086	EUR	1,500,000	G	11	100.00			100.00	100.00
Risparmio Assicurazioni S.p.A.	086	EUR	5,175,152	G	11	100.00			100.00	100.00
Europ Assistance Italia S.p.A.	086	EUR	12,000,000	G	1	26.05			87.08	87.04
							61.03	Europ Assistance Holding S.A.		
Europ Assistance Service SpA	086	EUR	4,325,000	G	11		100.00	Europ Assistance Italia S.p.A.	100.00	87.04
Europ Assistance Trade S.p.A.	086	EUR	540,000	G	11		91.56	Europ Assistance Italia S.p.A.	100.00	87.04
							8.44	Europ Assistance Service SpA		
Europ Assistance Vai S.r.l.	086	EUR	468,000	G	11		50.89	Europ Assistance Service SpA	99.78	86.85
							48.89	Europ Assistance Trade S.p.A.		
Generali Horizon S.p.A.	086	EUR	15,520,000	G	9	100.00			100.00	100.00
Generali Properties S.p.A.	086	EUR	357,686,860	G	10	52.07			100.00	76.18
							47.93	Alleanza Assicurazioni S.p.A.		
Assitimm S.r.l.	086	EUR	100,000	G	10	1.00			100.00	76.42
							99.00	Generali Properties S.p.A.		
Heracles Immobiliare S.r.l.	086	EUR	1,200,000	G	10		100.00	Generali Properties S.p.A.	100.00	76.18
Prunus S.p.A.	086	EUR	11,610,000	G	10		100.00	Generali Properties S.p.A.	100.00	76.18
Genagricola S.p.A.	086	EUR	114,350,000	G	11	100.00			100.00	100.00
Agricola San Giorgio S.p.A.	086	EUR	22,160,000	G	11		100.00	Alleanza Assicurazioni S.p.A.	100.00	50.31
S. Alessandro Fiduciaria SpA	086	EUR	100,000	G	11		100.00	Banca Generali S.p.A.	100.00	60.97
Finagen S.p.A.	086	EUR	6,700,000	G	8		0.10	Generali Investments Limited	100.00	50.36
							99.90	Alleanza Assicurazioni S.p.A.		
Banca Generali S.p.A.	086	EUR	111,313,176	G	7	60.93			61.00	60.97
							0.07	Banca BSI Italia S.p.A.		
Fondi Alleanza SGR S.p.A.	086	EUR	5,200,000	G	8		100.00	Alleanza Assicurazioni S.p.A.	100.00	50.31
Fondo Scarlatti	086	EUR	655,537,033	G	10	11.40			65.29	51.09
							20.37	Alleanza Assicurazioni S.p.A.		
							1.78	Genertel S.p.A.		
							2.07	Intesa Vita S.p.A.		
							8.31	Generali Properties S.p.A.		

Subsidiaries consolidated line by line

Company	Country	Currency	Share capital in original currency	Method ⁽¹⁾	Activity ⁽²⁾	Shareholding %				Group equity ratio % ⁽³⁾
						Direct	Indirect	Through	Total	
							2.31	Prunus S.p.A.		
							1.98	Toro Assicurazioni S.p.A.		
							3.55	La Venezia Assicurazioni		
							10.74	Ina Assitalia S.p.A.		
							2.77	Fata Assicurazioni Danni SpA		
G.G.I. S.p.A.	086	EUR	780,000	G	11	100.00			100.00	100.00
EOS Servizi Fiduciari SpA	086	EUR	600,000	G	11		100.00	BSI S.A.	100.00	100.00
G.I.B.S. s.c.a.r.l.	086	EUR	27,000	G	11	66.67			100.00	99.99
							3.70	Generali Belgium S.A.		
							18.52	Generali Vie S.A.		
							7.41	La Venezia Assicurazioni		
							3.70	Generali Vida de Seguros S.A.		
GBS S.c.p.A.	086	EUR	8,010,000	G	11	96.87			100.00	99.55
							0.25	Alleanza Assicurazioni S.p.A.		
							0.25	Genertel S.p.A.		
							0.25	Banca Generali S.p.A.		
							0.05	G.I.B.S. s.c.a.r.l.		
							0.25	Toro Assicurazioni S.p.A.		
							0.25	Augusta Assicurazioni S.p.A.		
							0.25	Augusta Vita S.p.A.		
							0.05	Banca BSI Italia S.p.A.		
							0.01	BG Fiduciaria Sim S.p.A.		
							0.25	BG SGR S.p.A.		
							0.01	Generali Immobiliare Italia GR		
							0.25	SIMGENIA S.p.A. SIM		
							0.25	La Venezia Assicurazioni		
							0.25	Ina Assitalia S.p.A.		
							0.01	Fata Vita S.p.A.		
							0.25	Fata Assicurazioni Danni SpA		
							0.25	Generali SGR S.p.A.		
Genertel Servizi Assicurativi	086	EUR	20,000	G	11		50.00	Genertel S.p.A.	100.00	100.00
							50.00	La Venezia Assicurazioni		
Banca del Gottardo Italia	086	EUR	38,576,280	G	7		100.00	Banca BSI Italia S.p.A.	100.00	60.97
Gotam SGR S.p.A.	086	EUR	2,050,000	G	8		100.00	BSI S.A.	100.00	100.00
Toro Assicurazioni S.p.A.	086	EUR	184,173,606	G	1	100.00			100.00	100.00
Augusta Assicurazioni S.p.A.	086	EUR	26,000,000	G	1		100.00	Toro Assicurazioni S.p.A.	100.00	100.00
Augusta Vita S.p.A.	086	EUR	39,000,000	G	1		100.00	Augusta Assicurazioni S.p.A.	100.00	100.00
ISIM S.p.A.	086	EUR	113,900,000	G	10		100.00	Toro Assicurazioni S.p.A.	100.00	100.00
D.A.S. S.p.A.	086	EUR	2,750,000	G	1		50.01	Toro Assicurazioni S.p.A.	50.01	50.01
Immobiliare Commerciale XXVI	086	EUR	100	G	10		100.00	ISIM S.p.A.	100.00	100.00
Banca BSI Italia S.p.A.	086	EUR	80,235,162	G	7		100.00	Banca Generali S.p.A.	100.00	60.97
BG Fiduciaria Sim S.p.A.	086	EUR	5,200,000	G	8		100.00	Banca Generali S.p.A.	100.00	60.97
BG SGR S.p.A.	086	EUR	6,475,000	G	8		100.00	Banca Generali S.p.A.	100.00	60.97
Generali Immobiliare Italia GR	086	EUR	5,000,000	G	8		100.00	Gen Inv S.p.A.	100.00	97.54
Gen Inv S.p.A.	086	EUR	39,000,000	G	9	40.00			100.00	97.54

Subsidiaries consolidated line by line

Company	Country	Currency	Share capital in original currency	Method ⁽¹⁾	Activity ⁽²⁾	Direct	Indirect	Shareholding % Through	Total	Group equity ratio % ⁽³⁾
							30.00	Generali Deutschland Holding		
							30.00	Generali France S.A.		
SIMGENIA S.p.A. SIM	086	EUR	5,200,000	G	8		100.00	Banca Generali S.p.A.	100.00	60.97
G.T.I. SGR p.A.	086	EUR	5,200,000	G	8		20.00	BSI S.A.	90.00	88.28
							70.00	Generali SGR S.p.A.		
La Venezia Assicurazioni	086	EUR	95,200,000	G	1	100.00			100.00	100.00
Cestar S.r.l.	086	EUR	3,100,000	G	11	100.00			100.00	100.00
Ina Assitalia S.p.A.	086	EUR	368,628,450	G	1	100.00			100.00	100.00
Fata Vita S.p.A.	086	EUR	5,202,079	G	1	99.96			99.96	99.96
Fata Assicurazioni Danni SpA	086	EUR	5,202,079	G	1	99.96			99.96	99.96
Inf - Societa' Agricola S.p.A.	086	EUR	15,480,000	G	11		100.00	Genagricola S.p.A.	100.00	100.00
Generali SGR S.p.A.	086	EUR	26,250,000	G	8		100.00	Gen Inv S.p.A.	100.00	97.54
Dialog Lebensversicherungs AG	094	EUR	2,045,200	G	2		100.00	Generali Beteiligungs AG	100.00	91.92
Generali Deutschland Holding	094	EUR	137,420,785	G	5		0.93	Generali Belgium S.A.	93.02	91.82
							0.19	Generali Assurances Générales		
							0.75	Generali Personenversicherung		
							80.19	Generali Beteiligungs-GmbH		
							5.10	Generali Vermögensverwaltung K		
							0.93	La Estrella S.A.		
							2.14	Vitalicio Torre Cerdà S.I.		
							1.86	Alleanza Assicurazioni S.p.A.		
							0.93	Generali Levensverz. Maatsch.		
Fondo Cimarosa	086	EUR	314,250,000	G	10	15.91			100.00	81.03
							23.79	Alleanza Assicurazioni S.p.A		
							19.73	Generali Properties S.p.A.		
							10.34	Prunus S.p.A.		
							3.26	Toro Assicurazioni S.p.A.		
							4.77	La Venezia Assicurazioni		
							22.20	Ina Assitalia S.p.A.		
Fafid S.p.A.	086	EUR	150,000	G	11		100.00	BSI S.A.	100.00	100.00
AachenMünchener Lebensvers.	094	EUR	71,269,998	G	2		100.00	Generali Deutschland Holding	100.00	91.82
AachenMünchener Versicherung	094	EUR	136,463,896	G	2		100.00	Generali Deutschland Holding	100.00	91.82
Generali Lebensversicherung AG	094	EUR	124,053,300	G	2		100.00	Generali Beteiligungs AG	100.00	91.92
Generali Versicherung AG	094	EUR	27,358,000	G	2		100.00	Generali Beteiligungs AG	100.00	91.92
Central Krankenversicherung AG	094	EUR	34,017,984	G	2		100.00	Generali Deutschland Holding	100.00	91.82
Europ Assistance Versicherung	094	EUR	2,800,000	G	2		25.00	Generali Deutschland Holding	100.00	97.91
							75.00	Europ Assistance Holding S.A.		
EA Service GmbH	094	EUR	250,000	G	11		100.00	Europ Assistance Versicherung	100.00	97.91
Cosmos Lebensversicherungs AG	094	EUR	10,739,616	G	2		100.00	Generali Deutschland Holding	100.00	91.82
Cosmos Versicherung AG	094	EUR	9,205,200	G	2		100.00	Generali Deutschland Holding	100.00	91.82
ENVIVAS Krankenversicherung AG	094	EUR	1,022,800	G	2		100.00	Generali Deutschland Holding	100.00	91.82
AdvoCard Rechtsschutzvers.	094	EUR	12,920,265	G	2		29.29	AachenMünchener Versicherung	100.00	91.89
							70.71	Generali Versicherung AG		
Volksfürsorge Pensionskasse AG	094	EUR	5,025,000	G	2		100.00	Generali Beteiligungs AG	100.00	91.92
Generali Deutschland Pensionsk	094	EUR	7,500,000	G	2		100.00	Generali Deutschland Holding	100.00	91.82

Subsidiaries consolidated line by line

Company	Country	Currency	Share capital in original currency	Method ⁽¹⁾	Activity ⁽²⁾	Shareholding %				Group equity ratio % ⁽³⁾
						Direct	Indirect	Through	Total	
Generali Beteiligungs-GmbH	094	EUR	1,005,000	G	4	100.00			100.00	100.00
Generali Vermögensverwaltung K	094	EUR	258,700,000	G	9		94.90	Generali Beteiligungs-GmbH	94.90	94.90
Lloyd Immobilien GmbH	094	EUR	204,600	G	10		100.00	Generali Beteiligungs AG	100.00	91.92
ALLWO GmbH	094	EUR	17,895,500	G	10		46.86	AachenMünchener Lebensvers.	100.00	91.87
							53.14	Generali Lebensversicherung AG		
Generali 3. Immobilien AG&CoKG	094	EUR	24,626,000	G	10		100.00	Generali Lebensversicherung AG	100.00	91.92
Generali Private Equity Invest	094	EUR	1,000,000	G	9		100.00	Gen Inv S.p.A.	100.00	97.54
Generali Investments Deut. KAG	094	EUR	9,050,000	G	8		100.00	Gen Inv S.p.A.	100.00	97.54
PENSOR Pensionsfonds AG	094	EUR	5,100,000	G	2		100.00	Generali Beteiligungs AG	100.00	91.92
Generali Beteiligungs AG	094	EUR	66,963,298	G	4		98.78	Generali Deutschland Holding	100.00	91.92
							1.22	Transocean Holding Corporation		
AMCO Beteiligungs-GmbH	094	EUR	500,000	G	4		100.00	Generali Deutschland Holding	100.00	91.82
AM Erste Immobilien AG&Co. KG	094	EUR	97,162,805	G	10		100.00	AachenMünchener Lebensvers.	100.00	91.82
Central Erste Immobilien AG&KG	094	EUR	4,823,507	G	10		100.00	Central Krankenversicherung AG	100.00	91.82
Central Zweite Immobilien AGKG	094	EUR	12,371,997	G	10		100.00	Central Krankenversicherung AG	100.00	91.82
Deutsche Bausparkasse Badenia	094	EUR	40,560,000	G	7		68.70	Generali Deutschland Holding	100.00	91.85
							31.30	Generali Lebensversicherung AG		
Volksfürsorge 1 Immobilien AGKG	094	EUR	3,583	G	10		100.00	Generali Lebensversicherung AG	100.00	91.92
Thuringia Generali 1 Immobilien	094	EUR	21,388,630	G	10		100.00	Generali Lebensversicherung AG	100.00	91.92
Thuringia Generali 2 Immobilien	094	EUR	75,156,271	G	10		100.00	Generali Lebensversicherung AG	100.00	91.92
AM Vers Erste Immobilien KG	094	EUR	31,691,486	G	10		100.00	AachenMünchener Versicherung	100.00	91.82
Generali Employee Benefits	094	EUR	61,400	G	11		100.00	Generali Deutschland Holding	100.00	91.82
AMB Generali Pensionsfonds AG	094	EUR	3,000,000	G	2		100.00	Generali Beteiligungs AG	100.00	91.92
AM Sechste Immobilien AG KG	094	EUR	25,000	G	10		100.00	AachenMünchener Lebensvers.	100.00	91.82
AM Siebte Immobilien AG&Co. KG	094	EUR	25,000	G	10		100.00	AachenMünchener Lebensvers.	100.00	91.82
DBB Vermögensverwaltung GmbHKG	094	EUR	21,214,579	G	10		100.00	Deutsche Bausparkasse Badenia	100.00	91.85
Generali Deutschland Services	094	EUR	100,000	G	11		100.00	Generali Deutschland Holding	100.00	91.82
Generali Deutschland Schadenm.	094	EUR	100,000	G	11		100.00	Generali Deutschland Holding	100.00	91.82
Generali Deutschland Finanzd.	094	EUR	52,000	G	11		100.00	Generali Deutschland Holding	100.00	91.82
Generali Deutschland Informat.	094	EUR	15,000,000	G	11		100.00	Generali Deutschland Holding	100.00	91.82
ATLAS Dienstleistungen	094	EUR	4,090,335	G	11		74.00	AachenMünchener Lebensvers.	74.00	67.95
AM Ges. betr. Altersversorgung	094	EUR	60,000	G	11		100.00	AachenMünchener Lebensvers.	100.00	91.82
Cosmos Finanzservice GmbH	094	EUR	25,565	G	11		100.00	Cosmos Versicherung AG	100.00	91.82
Generali Deutschland Immobil.	094	EUR	682,655	G	10		100.00	Generali Deutschland Holding	100.00	91.82
Schloss Bensberg Management	094	EUR	250,000	G	10		100.00	AachenMünchener Lebensvers.	100.00	91.82
AM Ges. für Verkaufsförderung	094	EUR	500,000	G	11		100.00	ATLAS Dienstleistungen	100.00	67.95
Volksfürsorge 2 Immobilien AGKG	094	EUR	120,995,519	G	10		100.00	Generali Lebensversicherung AG	100.00	91.92
Generali Deutschland Sicherung	094	EUR	25,000	G	11		100.00	Generali Deutschland Holding	100.00	91.82
Volksfürsorge 3 Immobilien AGKG	094	EUR	155,767,170	G	10		100.00	Generali Lebensversicherung AG	100.00	91.92
Volksfürsorge 4 Immobilien AGKG	094	EUR	63,730,134	G	10		100.00	Generali Lebensversicherung AG	100.00	91.92
Volksfürsorge 5 Immobilien AGKG	094	EUR	33,956,211	G	10		100.00	Generali Lebensversicherung AG	100.00	91.92
Volksfürsorge 6 Immobilien AGKG	094	EUR	41,316,598	G	10		100.00	Generali Lebensversicherung AG	100.00	91.92
Volksfürsorge 7 Immobilien AGKG	094	EUR	25,000	G	10		100.00	Generali Lebensversicherung AG	100.00	91.92
Volksfürsorge AG Vertriebsges.	094	EUR	1,100,000	G	11		100.00	Generali Beteiligungs AG	100.00	91.92
AAREC (Diverse) Verw. AMGI	094	EUR	1,585,872,292	G	11		24.57	AachenMünchener Lebensvers.	76.75	70.50

Subsidiaries consolidated line by line

Company	Country	Currency	Share capital in original currency	Method ⁽¹⁾	Activity ⁽²⁾	Direct	Indirect	Shareholding % Through	Total	Group equity ratio % ⁽³⁾
							2.00	AachenMünchener Versicherung		
							29.64	Generali Lebensversicherung AG		
							9.74	Central Krankenversicherung AG		
							10.60	Cosmos Lebensversicherungs AG		
							0.20	AdvoCard Rechtsschutzvers.		
ALAOT (AML) Verw.: AMGI	094	EUR	280,963,876	G	11		100.00	AachenMünchener Lebensvers.	100.00	91.82
CLAOT (CL) Verw.: AMGI	094	EUR	165,480,691	G	11		100.00	Cosmos Lebensversicherungs AG	100.00	91.82
AVAOT (AMV) Verw.: AMGI	094	EUR	192,661,815	G	11		37.38	AachenMünchener Versicherung	67.28	61.80
							13.60	Generali Lebensversicherung AG		
							16.30	AdvoCard Rechtsschutzvers.		
CEAOT/CWF (Central) Verw.: AMGI	094	EUR	229,306,684	G	11		100.00	Central Krankenversicherung AG	100.00	91.82
VLAOT (VDL) Verw.: AMGI	094	EUR	763,232,553	G	11		100.00	Generali Lebensversicherung AG	100.00	91.92
AMEP-Cofonds (AMB) Verw.: CO	094	EUR	244,592,372	G	11		100.00	Generali Deutschland Holding	100.00	91.82
AMLE-Cofonds (AML) Verw.: CO	094	EUR	300,646,482	G	11		100.00	AachenMünchener Lebensvers.	100.00	91.82
VOCO-Fonds I (VDL) Verw.: CO	094	EUR	662,074,620	G	11		100.00	Generali Lebensversicherung AG	100.00	91.92
VOCO-Fonds III (VDL) Verw.: CO	094	EUR	534,387,601	G	11		100.00	Generali Lebensversicherung AG	100.00	91.92
NABUCO I (Badenia) Verw.: CO	094	EUR	265,821,130	G	11		100.00	Deutsche Bausparkasse Badenia	100.00	91.85
AMB Generali Bond Europa Plus	094	EUR	116,209,746	G	11		73.11	AachenMünchener Lebensvers.	94.59	86.75
							12.37	Generali Lebensversicherung AG		
							8.63	Central Krankenversicherung AG		
							0.49	ATLAS Dienstleistungen		
AMB Generali Bond Global	094	EUR	24,313,001	G	11		81.12	Generali Lebensversicherung AG	95.55	87.82
							14.43	Cosmos Lebensversicherungs AG		
AMB Generali Aktien Global	094	EUR	34,383,379	G	11		44.91	Generali Lebensversicherung AG	75.05	68.96
							30.14	Cosmos Lebensversicherungs AG		
GLJ-Fonds OIK	094	EUR	141,578,576	G	11		35.04	Generali Versicherung AG (A)	41.36	40.85
							6.32	Dialog Lebensversicherungs AG		
Vofü Fonds I Hamburgische KG	094	EUR	14,800,000	G	10		59.29	Generali Beteiligungs AG	59.29	54.50
Grundstücksges. Stadtlagerhaus	094	EUR	25,560,874	G	10		50.00	Generali Lebensversicherung AG	100.00	91.92
							50.00	Generali Versicherung AG		
AMB Generali Aktien Euroland	094	EUR	32,729,107	G	11		21.71	AachenMünchener Lebensvers.	70.57	64.84
							48.86	Generali Lebensversicherung AG		
PENSOR Cofonds	094	EUR	66,131,388	G	11		100.00	PENSOR Pensionsfonds AG	100.00	91.92
AMB Generali Aktien Deutschel.	094	EUR	77,892,125	G	11		83.11	Generali Lebensversicherung AG	83.58	76.82
							0.47	PENSOR Pensionsfonds AG		
GLL AMB Generali Prop. Fund I	094	EUR	43,390,849	G	11		100.00	GLL AMB Generali Cross-Border	100.00	77.16
GLL AMB Generali Prop. Fund II	094	EUR	45,822,903	G	11		100.00	GLL AMB Generali Cross-Border	100.00	77.16
VDL US\$ Corporate Bond Fund	094	USD	125,241,652	G	11		100.00	Generali Lebensversicherung AG	100.00	91.92
GLL AMB Generali 200 State	094	EUR	2,010,000	G	11		100.00	GLL AMB Generali Cross-Border	100.00	77.16
GLLAE (GEL) Verw.: AMGI	094	EUR	274,233,326	G	11		100.00	Generali Lebensversicherung AG	100.00	87.67
GESACO (GEV) Verw.: CO	094	EUR	87,171,572	G	11		100.00	Generali Versicherung AG	100.00	87.10
GELECO (GEL) Verw.: CO	094	EUR	317,160,237	G	11		100.00	Generali Lebensversicherung AG	100.00	87.67
ELCOFONDS (GEL) Verw.: CO	094	EUR	286,428,931	G	11		100.00	Generali Lebensversicherung AG	100.00	87.67
Generali Grundstücksverwaltung	094	EUR	21,572,284	G	10		5.10	Generali Lebensversicherung AG	100.00	87.13
							94.90	Generali Versicherung AG		

Subsidiaries consolidated line by line

Company	Country	Currency	Share capital in original currency	Method ⁽¹⁾	Activity ⁽²⁾	Direct	Indirect	Shareholding % Through	Total	Group equity ratio % ⁽³⁾
Icare S.A.	029	EUR	3,500,010	G	4		100.00	Europ Assistance Holding S.A.	100.00	99.94
Generali IARD S.A.	029	EUR	59,493,775	G	2		20.23	Generali Vie S.A.	100.00	99.98
							79.77	Generali France Assurance S.A.		
Generali Vie S.A.	029	EUR	285,863,760	G	2		1.52	Generali IARD S.A.	99.99	99.97
							98.47	Generali France Assurance S.A.		
L'Equité IARD S.A.	029	EUR	15,569,320	G	2		99.98	Generali France Assurance S.A.	99.98	99.95
Européenne de Protection Jur.	029	EUR	2,610,000	G	2		0.01	Generali IARD S.A.	100.00	99.98
							0.01	Generali Vie S.A.		
							99.99	Generali France Assurance S.A.		
AM Prudence S.A.	029	EUR	6,342,777	G	2		100.00	Generali France S.A.	100.00	99.98
Europ Assistance France S.A.	029	EUR	2,464,320	G	11		99.98	Europ Assistance Holding S.A.	99.98	99.92
Bien-Être Assistance S.A.	029	EUR	1,000,000	G	11		50.00	Europ Assistance France S.A.	50.00	49.96
Generali Investments France SA	029	EUR	3,750,000	G	8		0.01	Generali Vie S.A.	100.00	98.78
							50.98	Generali France Assurance S.A.		
							49.00	Gen Inv S.p.A.		
Generali France S.A.	029	EUR	113,897,495	G	4	67.29			99.98	99.98
							32.69	Part. Maat. Graafschap Holland		
Europ Assistance Holding S.A.	029	EUR	14,910,000	G	2		21.13	Generali IARD S.A.	99.97	99.94
							10.75	Generali Vie S.A.		
							53.73	Generali France S.A.		
							9.36	Generali France Assurance S.A.		
							5.01	Part. Maat. Graafschap Holland		
Suresnes Immobilier S.A.	029	EUR	43,040,000	G	10		100.00	Generali Vie S.A.	100.00	99.97
Generali Immobilier Gestion	029	EUR	1,000,000	G	10		100.00	Generali France Assurance S.A.	100.00	99.98
Generali Immobilier Conseil	029	EUR	37,500	G	10		0.04	Generali IARD S.A.	99.96	99.94
							0.16	Generali Vie S.A.		
							99.76	Generali France Assurance S.A.		
Generali France Assurance S.A.	029	EUR	1,038,510,560	G	5		100.00	Generali France S.A.	100.00	99.98
E-Cie Vie S.A.	029	EUR	62,362,780	G	2		100.00	Generali France Assurance S.A.	100.00	99.98
BSI Ifabanque S.A.	029	EUR	15,785,200	G	7		51.00	BSI S.A.	51.00	51.00
Expert & Finance S.A.	029	EUR	3,680,510	G	11		88.83	Generali Vie S.A.	88.83	88.80
Saint Ouen C1 SAS	029	EUR	29,600	G	10		80.00	Tartini S.à.r.l.	80.00	72.38
Saint Ouen C1 SCI	029	EUR	1,000	G	10		99.90	Saint Ouen C1 SAS	100.00	72.40
							0.10	Tartini S.à.r.l.		
Terra Nova V Montreuil SCI	029	EUR	1,000	G	10		0.10	Generali Vie S.A.	100.00	90.49
							99.90	Sammartini S.à.r.l.		
OIJ S.A.	029	EUR	6,709,745	G	11		100.00	Generali France Assurance S.A.	100.00	99.98
Generali Gestion S.A.	029	EUR	270,000	G	11		0.06	Generali Vie S.A.	99.92	98.70
							99.83	Generali Investments France SA		
							0.03	Generali France S.A.		
Immob.Comm. Indes Orientales	029	EUR	134,543,500	G	10	0.83			100.00	95.18
							2.50	Banco Vitalicio de España		
							2.50	La Estrella S.A.		
							70.00	Generali Vie S.A.		
							20.00	Generali Properties S.p.A.		

Subsidiaries consolidated line by line

Company	Country	Currency	Share capital in original currency	Method ⁽¹⁾	Activity ⁽²⁾	Direct	Indirect	Shareholding % Through	Total	Group equity ratio % ⁽³⁾
							3.33	Generali Real Estate Inv. B.V.		
							0.83	Generali Vida de Seguros S.A.		
SAS IMMOBILIO CBI	029	EUR	76,322,520	G	10		100.00	Immob.Comm. Indes Orientales	100.00	95.18
Oudart S.A.	029	EUR	5,500,000	G	11		100.00	BSI S.A.	100.00	100.00
Oudart Gestion S.A.	029	EUR	1,000,000	G	8		100.00	Oudart S.A.	100.00	100.00
Oudart Patrimoine Sarl	029	EUR	38,125	G	8		96.00	Oudart S.A.	100.00	100.00
							4.00	Oudart Gestion S.A.		
Europ Assistance S.A.	029	EUR	23,601,857	G	2		100.00	Europ Assistance Holding S.A.	100.00	99.94
Foncière Hypersud S.A.	029	EUR	50,000,205	G	10		49.00	Generali Vie S.A.	49.00	48.98
Icare Assurance S.A.	029	EUR	1,276,416	G	2		100.00	Icare S.A.	100.00	99.94
Infoparc S.A.	029	EUR	160,000	G	11		100.00	Icare S.A.	100.00	99.94
Generali Reaumur S.A.	029	EUR	10,643,469	G	10		100.00	Generali Vie S.A.	100.00	99.97
Immob. St-Honoré les Feuillans	029	EUR	330,000	G	10		0.01	Generali Vie S.A.	99.99	99.96
							99.98	SCI du Coq		
SCI du 174 Rue de Rivoli	029	EUR	19,760,152	G	10		100.00	Generali Vie S.A.	100.00	99.97
SCI du 54 Avenue Hoche	029	EUR	152,400	G	10		100.00	Generali Vie S.A.	100.00	99.97
SCI des 5 et 7 Rue Drouot	029	EUR	30,553,520	G	10		100.00	Generali Vie S.A.	100.00	99.97
SCI Generali Pierre	029	EUR	10,113,505	G	10		1.11	Generali IARD S.A.	99.90	99.88
							38.15	Generali Vie S.A.		
							60.63	SCI Generali Wagram		
SCI Generali Pyramides	029	EUR	30,160,815	G	10		67.88	Generali IARD S.A.	100.00	99.98
							32.12	SCI Generali Wagram		
SCI Generali Wagram	029	EUR	284,147	G	10		100.00	Generali IARD S.A.	100.00	99.98
SCI des 48et50 BD Batignolles	029	EUR	9,800,000	G	10		100.00	Generali IARD S.A.	100.00	99.98
SCI du 24 Rue de Mogador	029	EUR	8,095,500	G	10		100.00	Generali Vie S.A.	100.00	99.97
SCI du 29 Rue de Poissonniers	029	EUR	20,587,500	G	10		0.01	Generali Vie S.A.	100.00	99.97
							99.99	SCI du Coq		
SCI du Coq	029	EUR	36,793,365	G	10		0.81	Generali IARD S.A.	100.00	99.97
							99.19	Generali Vie S.A.		
SCI Espace Seine-Generali	029	EUR	153,000	G	10		100.00	Generali Vie S.A.	100.00	99.97
SCI GPA Pierre	029	EUR	40,800,000	G	10		1.20	Generali IARD S.A.	100.00	99.97
							98.80	Generali Vie S.A.		
SCI Haussmann 50-Generali	029	EUR	43,450,000	G	10		100.00	Generali Vie S.A.	100.00	99.97
SCI Lagny Cuvier-Generali	029	EUR	100,000	G	10		0.10	Generali IARD S.A.	100.00	99.97
							99.90	Generali Vie S.A.		
SCI Landy-Novatis	029	EUR	1,000,000	G	10		100.00	Generali Vie S.A.	100.00	99.97
Generali Habitat SCpl	029	EUR	15,241,905	G	10		81.96	Generali Vie S.A.	81.96	81.94
Rocher Pierre SCpl	029	EUR	35,401,086	G	10		48.52	Generali Vie S.A.	48.52	48.51
SCI Generali Asnieres	029	EUR	27,000	G	10		100.00	Generali IARD S.A.	100.00	99.98
SCI Generali Pierre-Grenier	029	EUR	35,000	G	10		100.00	Generali IARD S.A.	100.00	99.98
SCI Lagny 68-70-Generali	029	EUR	1,000,000	G	10		100.00	Generali Vie S.A.	100.00	99.97
SCI Landy-Wilo	029	EUR	1,000,000	G	10		0.10	Generali IARD S.A.	100.00	99.97
							99.90	Generali Vie S.A.		
SCI Generali Le Jade	029	EUR	10,000	G	10		100.00	Generali Vie S.A.	100.00	99.97
SCI du 2/4 BD Haussmann	029	EUR	200,000	G	10		0.05	Generali IARD S.A.	100.00	99.97

Subsidiaries consolidated line by line

Company	Country	Currency	Share capital in original currency	Method ⁽¹⁾	Activity ⁽²⁾	Direct	Indirect	Shareholding % Through	Total	Group equity ratio % ⁽³⁾
							99.95	Generali Vie S.A.		
Generali Belle Feuille	029	EUR	10,596,827	G	10		100.00	Generali Vie S.A.	100.00	99.97
SCI Le Rivay	029	EUR	7,021,196	G	10		100.00	Generali Vie S.A.	100.00	99.97
SCI Generali Daumesnil	029	EUR	29,324,139	G	10		45.00	Generali IARD S.A.	100.00	99.97
							55.00	SCI GPA Pierre		
SCI Generali Le Franklin	029	EUR	5,443,549	G	10		99.57	Generali Vie S.A.	100.00	99.97
							0.43	SCI Le Rivay		
SCI GPA Commerce 1	029	EUR	100,000	G	10		100.00	Generali IARD S.A.	100.00	99.98
SCI GPA Commerce 2	029	EUR	100,000	G	10		100.00	Generali IARD S.A.	100.00	99.98
SC Generali Logistique	029	EUR	160,001,000	G	10		100.00	Generali Vie S.A.	100.00	99.97
SCI Beaune Logistique 1	029	EUR	8,001,000	G	10		100.00	SC Generali Logistique	100.00	99.97
Parcolog Lille Henin Beaumont1	029	EUR	744,797	G	10		100.00	SC Generali Logistique	100.00	99.97
SCI Iris La Défense	029	EUR	1,350	G	10		44.44	Generali IARD S.A.	100.00	99.97
							33.33	Generali Vie S.A.		
							22.22	Generali France Assurance S.A.		
SAS 2 ISO	029	EUR	29,008,320	G	10		100.00	Generali Vie S.A.	100.00	99.97
GFA Caraïbes	029	EUR	5,742,000	G	2		100.00	Generali France Assurance S.A.	100.00	99.98
Prudence Creole	029	EUR	6,164,000	G	2		0.01	Generali France S.A.	93.08	93.06
							93.06	Generali France Assurance S.A.		
Generali Rückversicherung AG	008	EUR	8,833,000	G	5	100.00			100.00	100.00
Generali Holding Vienna AG	008	EUR	63,732,464	G	5		29.32	Generali Rückversicherung AG	100.00	100.00
							0.35	Generali Assurances Générales		
							2.66	Generali IARD S.A.		
							0.08	Generali Worldwide Insurance		
							29.72	Part. Maat. Graafschap Holland		
							0.05	Generali Finance B.V.		
							37.81	Transocean Holding Corporation		
Europäische Reiseversicherungs	008	EUR	730,000	G	2		74.99	Generali Holding Vienna AG	74.99	74.99
Generali Versicherung AG (A)	008	EUR	27,338,520	G	2		7.81	Generali Rückversicherung AG	100.00	100.00
							92.19	Generali Holding Vienna AG		
BAWAG PSK Versicherung AG	008	EUR	12,000,000	G	2		50.01	Generali Holding Vienna AG	50.01	50.01
Europ Assistance Gesellschaft	008	EUR	70,000	G	11		25.00	Generali Holding Vienna AG	100.00	99.96
							75.00	Europ Assistance Holding S.A.		
Generali Sales Promotion GmbH	008	EUR	50,000	G	11		100.00	Generali Versicherung AG (A)	100.00	100.00
Allgemeine Immobilien-Verw.	008	EUR	145,346	G	10	37.50			100.00	100.00
							62.50	Generali Holding Vienna AG		
Allgemeine Immobilien Verw. KG	008	EUR	17,441,553	G	10		100.00	Generali Versicherung AG (A)	100.00	100.00
Generali Capital Management	008	EUR	150,000	G	8		75.01	Generali Holding Vienna AG	100.00	97.95
							24.99	Generali Deutschland Holding		
Generali IT-Solutions GmbH	008	EUR	17,500	G	11		75.03	Generali Holding Vienna AG	100.00	97.96
							24.97	Generali Deutschland Informat.		
Generali Immobilien AG	008	EUR	72,673	G	10		100.00	Generali Versicherung AG (A)	100.00	100.00
CA Global Property Int. Imm.AG	008	EUR	11,264,315	G	10		67.74	Generali Versicherung AG (A)	67.74	67.74
Generali VIS Informatik GmbH	008	EUR	35,000	G	11		100.00	Generali Holding Vienna AG	100.00	100.00
Generali Pensionskasse AG	008	EUR	300,000	G	8		100.00	Generali Holding Vienna AG	100.00	100.00

Subsidiaries consolidated line by line

Company	Country	Currency	Share capital in original currency	Method ⁽¹⁾	Activity ⁽²⁾	Direct	Indirect	Shareholding % Through	Total	Group equity ratio % ⁽³⁾
Generali Bank AG	008	EUR	20,000,000	G	7		78.57	Generali Holding Vienna AG	100.00	100.00
							21.43	Generali Versicherung AG (A)		
Interunfall/AV-Leasing Vorar.	008	EUR	18,168	G	11		10.00	Generali Versicherung AG (A)	100.00	100.00
							90.00	Allgemeine Immobilien Verw. KG		
Generali Leasing GmbH	008	EUR	730,000	G	11		75.00	Generali Versicherung AG (A)	75.00	75.00
Care Consult Versicherungsmak.	008	EUR	138,078	G	11		100.00	Europäische Reiseversicherungs	100.00	74.99
Generali/AV Leasing Vorarl.	008	EUR	18,168	G	11		10.00	Generali Versicherung AG (A)	100.00	100.00
							90.00	Allgemeine Immobilien Verw. KG		
Generali/AV Leasing Salzburg	008	EUR	18,168	G	11		10.00	Generali Versicherung AG (A)	100.00	100.00
							90.00	Allgemeine Immobilien Verw. KG		
Generali/AV Leasing St.Pölten	008	EUR	18,168	G	11		10.00	Generali Versicherung AG (A)	100.00	100.00
							90.00	Allgemeine Immobilien Verw. KG		
Interunfall/AV-Leasing Salz.	008	EUR	18,168	G	11		10.00	Generali Versicherung AG (A)	100.00	100.00
							90.00	Allgemeine Immobilien Verw. KG		
Mondomix	008	EUR	339,296	G	11		97.40	Generali Versicherung AG (A)	98.11	98.11
							0.71	Generali Pensionskasse AG		
Akzent	008	EUR	1,228	G	11		18.32	Generali Holding Vienna AG	100.00	100.00
							80.05	Generali Versicherung AG (A)		
							1.63	Generali Pensionskasse AG		
GLStock-Fonds	008	EUR	4,040	G	11		100.00	Generali Versicherung AG (A)	100.00	100.00
GSStock-Fonds	008	EUR	1,682	G	11		100.00	Generali Versicherung AG (A)	100.00	100.00
GLBond Spezialfonds	008	EUR	9,330	G	11		97.86	Generali Versicherung AG (A)	100.00	100.00
							2.14	Generali Pensionskasse AG		
GSBond Spezialfonds	008	EUR	3,650	G	11		100.00	Generali Versicherung AG (A)	100.00	100.00
GEN4A Spezialfonds	008	EUR	55,500	G	11		100.00	Generali Versicherung AG (A)	100.00	100.00
CEE Liquid	008	EUR	73,861	G	11		89.36	Generali Versicherung AG (A)	100.00	96.28
							3.05	Generali Pensionskasse AG		
							7.60	Generali Pojistovna a.s.		
BAWAG Spezial 6	008	EUR	12,230	G	11		100.00	BAWAG PSK Versicherung AG	100.00	50.01
Banco Vitalicio de España	067	EUR	26,090,262	G	2		90.32	Generali España Holding S.A.	99.93	99.92
							9.61	Hermes S.L.		
La Estrella S.A.	067	EUR	31,356,741	G	2		99.83	Generali España Holding S.A.	99.83	99.83
Cajamar Vida S.A.	067	EUR	9,015,200	G	2		50.00	Generali España Holding S.A.	50.00	50.00
Europ Assistance España S.A.	067	EUR	3,612,000	G	2		5.00	Banco Vitalicio de España	100.00	99.94
							95.00	Europ Assistance Holding S.A.		
Europ Assistance SldG, S.A.	067	EUR	400,000	G	11		100.00	Europ Assistance España S.A.	100.00	99.94
Coris Asistencia S.A.	067	EUR	120,202	G	11		100.00	Europ Assistance SldG, S.A.	100.00	99.94
Coris Gestion S.I.	067	EUR	3,008	G	11		100.00	Europ Assistance SldG, S.A.	100.00	99.94
Generali España Holding S.A.	067	EUR	563,490,658	G	4	100.00			100.00	100.00
Hermes S.L.	067	EUR	24,933,093	G	10		100.00	La Estrella S.A.	100.00	99.83
Vitalicio Torre Cerdà S.I.	067	EUR	1,112,880	G	10		90.66	Banco Vitalicio de España	100.00	99.91
							9.34	Generali España AIE		
Generali España AIE	067	EUR	35,596,000	G	11		68.19	Banco Vitalicio de España	100.00	99.89
							31.80	La Estrella S.A.		
							0.02	Generali España Holding S.A.		

Subsidiaries consolidated line by line

Company	Country	Currency	Share capital in original currency	Method ⁽¹⁾	Activity ⁽²⁾	Direct	Indirect	Shareholding % Through	Total	Group equity ratio % ⁽³⁾
GLL City22 S.L.	067	EUR	10,003,006	G	11		100.00	GLL AMB Generali City22 Srl	100.00	77.16
Gensegur Agencia de Seguros SA	067	EUR	60,101	G	11		100.00	La Estrella S.A.	100.00	99.83
Cafel Inversiones 2008, S.L.	067	EUR	3,006	G	10		100.00	Frescobaldi S.à.r.l.	100.00	90.48
BSI Spain Wealth and A.M.	067	EUR	1,968,700	G	9		100.00	BSI S.A.	100.00	100.00
BSI Spain Asset Management, SA	067	EUR	1,091,250	G	11		100.00	BSI Spain Wealth and A.M.	100.00	100.00
BSI Spain Wealth Management AV	067	EUR	712,250	G	11		100.00	BSI Spain Wealth and A.M.	100.00	100.00
Europ Assistance Ltd	031	GBP	10,000	G	11		100.00	Europ Assistance Holdings Ltd	100.00	99.94
Europ Assistance Insurance Ltd	031	GBP	21,000,000	G	2		100.00	Europ Assistance Holdings Ltd	100.00	99.94
Europ Assistance Holdings Ltd	031	GBP	23,200,000	G	4		100.00	Europ Assistance Holding S.A.	100.00	99.94
Generali Belgium S.A.	009	EUR	40,000,000	G	2	32.29			99.99	99.92
							3.80	Flandria Participations Fin.		
							33.37	Genervest S.A.		
							5.34	Genass-Invest S.A.		
							24.91	Part. Maat. Graafschap Holland		
							0.28	Generali Finance B.V.		
Europ Assistance Belgium S.A.	009	EUR	6,012,000	G	2		100.00	Europ Assistance Holding S.A.	100.00	99.94
Europ Assistance Services S.A.	009	EUR	186,000	G	11		20.00	Generali Belgium S.A.	100.00	99.94
							80.00	Europ Assistance Belgium S.A.		
Adriatica S.A.	009	EUR	1,150,000	G	4		100.00	Generali Beteiligungs AG	100.00	91.92
Flandria Participations Fin.	009	EUR	62,085,100	G	4	80.07			100.00	99.99
							19.93	Generali Vie S.A.		
Genervest S.A.	009	EUR	2,810,000	G	4	64.96			100.00	100.00
							35.04	Part. Maat. Graafschap Holland		
Genass-Invest S.A.	009	EUR	34,235,504	G	4		26.50	Generali Levensverz. Maatsch.	100.00	98.55
							73.50	Generali Beleggingen B.V.		
Generali Belgium Invest S.A.	009	EUR	9,300,000	G	10		100.00	Generali Belgium S.A.	100.00	99.92
IXIA N.V.	009	EUR	62,000	G	11		96.00	Generali Belgium S.A.	100.00	99.92
							4.00	Generali Belgium Invest S.A.		
GLL South Express S.A.	009	EUR	20,000,000	G	11		0.01	GLL AMB Generali Cross-Border	100.00	77.16
							99.99	GLL AMB Generali South Express		
Generali Levensverz. Maatsch.	050	EUR	2,268,901	G	2		100.00	Generali Verzekeringsgroep NV	100.00	98.55
Generali Schadeverz. Maatsch.	050	EUR	1,361,341	G	2		100.00	Generali Verzekeringsgroep NV	100.00	98.55
Generali Capital Finance B.V.	050	EUR	10,000,000	G	8	25.00			100.00	100.00
							75.00	Generali Finance B.V.		
Part. Maat. Graafschap Holland	050	EUR	1,525,183,230	G	4	70.50			100.00	100.00
							6.56	Toro Assicurazioni S.p.A.		
							6.56	La Venezia Assicurazioni		
							16.39	Ina Assitalia S.p.A.		
Generali Verzekeringsgroep NV	050	EUR	5,545,103	G	4	12.77			98.55	98.55
							36.46	Part. Maat. Graafschap Holland		
							18.17	BV Algemene Holding en Financ.		
							31.17	Transocean Holding Corporation		
BV Algemene Holding en Financ.	050	EUR	4,696,625	G	4		100.00	Generali Holding Vienna AG	100.00	100.00
Generali Beleggingen B.V.	050	EUR	14,520,967	G	4		100.00	Generali Verzekeringsgroep NV	100.00	98.55
Participatie Maat. Transhol	050	EUR	1,633,609	G	4		100.00	Transocean Holding Corporation	100.00	100.00

Subsidiaries consolidated line by line

Company	Country	Currency	Share capital in original currency	Method ⁽¹⁾	Activity ⁽²⁾	Direct	Indirect	Shareholding % Through	Total	Group equity ratio % ⁽³⁾
Generali Finance B.V.	050	EUR	100,000,000	G	4	100.00			100.00	100.00
Redoze Holding N.V.	050	EUR	22,689,011	G	4	6.02			100.00	100.00
							50.01	Generali Worldwide Insurance		
							43.97	Transocean Holding Corporation		
Generali Asia N.V.	050	EUR	120,000	G	4		60.00	Part. Maat. Graafschap Holland	60.00	60.00
Generali Turkey Holding B.V.	050	EUR	22,000	G	4		100.00	Part. Maat. Graafschap Holland	100.00	100.00
Generali Vastgoed B.V.	050	EUR	18,151	G	10		100.00	Generali Levensverz. Maatsch.	100.00	98.55
Generali Real Estate Inv. B.V.	050	EUR	100,000,000	G	10		46.73	Generali Belgium S.A.	100.00	99.24
							2.94	Generali Belgium Invest S.A.		
							0.33	IXIA N.V.		
							50.00	Generali Vastgoed B.V.		
Lion River I N.V.	050	EUR	5,000,010	G	9		100.00	Lion River II N.V.	100.00	98.55
Generali Horizon B.V.	050	EUR	90,760	G	4		100.00	Generali Worldwide Insurance	100.00	100.00
Lion River II N.V.	050	EUR	45,378	G	11		100.00	Generali Verzekeringsgroep NV	100.00	98.55
NV De Nederlanden van Nu	050	EUR	500,000	G	2		100.00	Generali Verzekeringsgroep NV	100.00	98.55
Generali PPF Holding B.V.	050	EUR	18,000	G	4	51.00			51.00	51.00
CZI Holdings N.V.	050	EUR	2,662,000,000	G	4		100.00	Generali PPF Holding B.V.	100.00	51.00
CP Strategic Investments B.V.	050	EUR	25,179,000	G	4		100.00	Ceska pojistovna, a.s.	100.00	51.00
Generali PanEurope Limited	040	EUR	30,634,869	G	2		49.98	Generali Worldwide Insurance	100.00	100.00
							48.96	Generali Investments Limited		
							1.06	Generali Finance B.V.		
Intesa Life Limited	040	EUR	1	G	11		100.00	Intesa Vita S.p.A.	100.00	25.16
Europ Assistance (Ireland) Ltd	040	EUR	127	G	11		100.00	Europ Assistance Holdings Ltd	100.00	99.94
Generali Investments Limited	040	EUR	30,000,000	G	4	100.00			100.00	100.00
Genirland Limited	040	EUR	113,660,000	G	9		100.00	Part. Maat. Graafschap Holland	100.00	100.00
Generali Life A.E.	032	EUR	8,790,000	G	2	99.97			100.00	100.00
							0.03	Generali Hellas A.E.A.Z.		
Generali Hellas A.E.A.Z.	032	EUR	13,527,415	G	2	99.22			100.00	100.00
							0.78	Generali Life A.E.		
Generali Luxembourg S.A.	092	EUR	2,021,065	G	2		99.00	Generali Belgium S.A.	100.00	99.92
							1.00	Generali Belgium Invest S.A.		
Generali Real Estate Fund Sicv	092	EUR	177,807,504	G	8	25.59			91.74	90.48
							9.77	Generali Immobilien AG		
							1.70	Generali Belgium S.A.		
							2.73	AachenMünchener Lebensvers.		
							11.72	Generali Lebensversicherung AG		
							2.44	Banco Vitalicio de España		
							2.44	La Estrella S.A.		
							24.42	Generali Vie S.A.		
							9.76	Generali Real Estate Inv. B.V.		
							1.17	Generali Vida de Seguros S.A.		
Tartini S.à.r.l.	092	EUR	25,000	G	9		100.00	Generali Real Estate Fund Sicv	100.00	90.48
Frescobaldi S.à.r.l.	092	EUR	12,500	G	11		100.00	Generali Real Estate Fund Sicv	100.00	90.48
GLL AMB Generali Cross-Border	092	EUR	223,250,000	G	9		28.00	AachenMünchener Lebensvers.	84.00	77.16
							32.00	Generali Lebensversicherung AG		

Subsidiaries consolidated line by line

Company	Country	Currency	Share capital in original currency	Method ⁽¹⁾	Activity ⁽²⁾	Direct	Indirect	Shareholding % Through	Total	Group equity ratio % ⁽³⁾
							16.00	Central Krankenversicherung AG		
							8.00	Cosmos Lebensversicherungs AG		
BG Investment Luxembourg S.A.	092	EUR	2,000,000	G	11		100.00	Banca Generali S.p.A.	100.00	60.97
GLL AMB Generali City22 Sàrl	092	EUR	112,500	G	11		100.00	GLL AMB Generali Cross-Border	100.00	77.16
Corelli S.à.r.l.	092	EUR	12,500	G	9		100.00	Generali Real Estate Fund Sicv	100.00	90.48
Torelli S.à.r.l.	092	EUR	12,500	G	9		100.00	Generali Real Estate Fund Sicv	100.00	90.48
Sammartini S.à.r.l.	092	EUR	12,500	G	9		100.00	Generali Real Estate Fund Sicv	100.00	90.48
GLL AMB Generali Bankcenter	092	EUR	469,000	G	11		100.00	GLL AMB Generali Cross-Border	100.00	77.16
GLL AMB Generali South Express	092	EUR	212,500	G	11		100.00	GLL AMB Generali Cross-Border	100.00	77.16
Gotam Fund Management	092	EUR	125,000	G	11		99.98	BSI S.A.	100.00	100.00
							0.02	BSI Luxembourg S.A.		
BSI Luxembourg S.A.	092	EUR	14,000,000	G	7		100.00	BSI S.A.	100.00	100.00
Gotam Umbrella Fund	092	EUR	200,000	G	11		99.50	BSI S.A.	100.00	100.00
							0.50	BSI Luxembourg S.A.		
Gottardo Equity Fund	092	EUR	250,000	G	11		99.50	BSI S.A.	100.00	100.00
							0.50	BSI Luxembourg S.A.		
Gottardo Strategy Fund	092	EUR	250,000	G	11		99.50	BSI S.A.	100.00	100.00
							0.50	BSI Luxembourg S.A.		
Generali Vida de Seguros S.A.	055	EUR	9,000,000	G	2	99.99			99.99	99.99
Europ Assistance Portugal	055	EUR	7,500,000	G	2		53.00	Europ Assistance Holding S.A.	53.00	52.97
Europ Assistance Serviços S.A.	055	EUR	250,000	G	11		99.90	Europ Assistance Portugal	99.90	52.92
Generali-Providencia Biztosító	077	HUF	4,500,000	G	2		100.00	Generali PPF Holding B.V.	100.00	51.00
Europai Utazási Biztosító Rt.	077	HUF	400,000	G	2		13.00	Europäische Reiseversicherungs	74.00	40.86
							61.00	Generali-Providencia Biztosító		
Generali Ingatlan Kft	077	HUF	1,250,000	G	10		96.00	Generali-Providencia Biztosító	100.00	51.00
							4.00	Generali Biztosítási Ügyn. Kft		
Generali Eпитő-és Tervező	077	HUF	4,046,788	G	10		99.00	Generali-Providencia Biztosító	100.00	51.00
							1.00	Generali Ingatlan Kft		
Generali Biztosítási Ügyn. Kft	077	HUF	603,000	G	8		98.34	Generali-Providencia Biztosító	100.00	51.00
							1.66	Generali Ingatlan Kft		
Generali Alapkezelő Rt.	077	HUF	500,000	G	8		74.00	Generali-Providencia Biztosító	100.00	51.00
							26.00	Generali PPF Holding B.V.		
Generel Biztosító Zrt	077	HUF	2,450,000	G	2		100.00	Generali-Providencia Biztosító	100.00	51.00
Generali Towarzystwo Ubezpiec.	054	PLN	190,310,000	G	2		100.00	Generali PPF Holding B.V.	100.00	51.00
Generali Zycie S.A.	054	PLN	61,000,000	G	2		100.00	Generali PPF Holding B.V.	100.00	51.00
Generali Finance Sp. z o.o.	054	PLN	22,050,000	G	8		100.00	Generali PTE S.A.	100.00	51.09
Generali PTE S.A.	054	PLN	145,500,000	G	11		3.44	Generali PPF Holding B.V.	100.00	51.00
							96.56	Generali Towarzystwo Ubezpiec.		
Generali AutoProgram Spzoo	054	PLN	100,000	G	11		100.00	Generali Finance Sp. z o.o.	100.00	51.09
Generali Pojistovna a.s.	275	CZK	500,000,000	G	2		100.00	Generali PPF Holding B.V.	100.00	51.00
Generali Velky Spalicek S.r.o.	275	CZK	1,800,000	G	10		100.00	Generali Immobilien AG	100.00	100.00
DO Liegenschaftsverwaltung	275	CZK	35,000,000	G	10		100.00	Generali Pojistovna a.s.	100.00	51.00
PCS Praha Center Ssro	275	CZK	396,206,000	G	10		100.00	CA Global Property Int. Imm.AG	100.00	67.74
Generali Penzijní Fond a.s.	275	CZK	50,000,000	G	11		100.00	Generali Pojistovna a.s.	100.00	51.00
Ceska pojistovna, a.s.	275	CZK	4,000,000,000	G	2		100.00	CZI Holdings N.V.	100.00	51.00

Subsidiaries consolidated line by line

Company	Country	Currency	Share capital in original currency	Method ⁽¹⁾	Activity ⁽²⁾	Direct	Indirect	Shareholding % Through	Total	Group equity ratio % ⁽³⁾
Penzijni fond CP, a.s.	275	CZK	213,699,560	G	11		100.00	Ceska pojistovna, a.s.	100.00	51.00
Ceska pojistovna Zdravi a.s.	275	CZK	100,000,000	G	2		100.00	Ceska pojistovna, a.s.	100.00	51.00
PPF Asset Management a.s.	275	CZK	52,000,000	G	8		100.00	CZI Holdings N.V.	100.00	51.00
CP Invest Invest.spol. a.s.	275	CZK	91,000,000	G	8		100.00	Ceska pojistovna, a.s.	100.00	51.00
CP Direct, a.s.	275	CZK	20,000,000	G	11		100.00	Ceska pojistovna, a.s.	100.00	51.00
Zad Victoria AD	012	BGN	10,110,000	G	2		67.00	Fata Assicurazioni Danni SpA	67.00	66.97
Generali Bulgaria Holding AD	012	BGN	93,600,000	G	4		100.00	Generali PPF Holding B.V.	100.00	51.00
Generali Insurance AD	012	BGN	15,000,000	G	2		99.87	Generali Bulgaria Holding AD	99.87	50.93
Generali Insurance Life AD	012	BGN	10,000,000	G	2		99.49	Generali Bulgaria Holding AD	99.49	50.74
Generali Zakrila Health-Insur.	012	BGN	10,000,000	G	2		97.47	Generali Bulgaria Holding AD	97.47	49.71
Generali Zakrila MediDental	012	BGN	100,000	G	11		100.00	Generali Zakrila Health-Insur.	100.00	49.71
GP Reinsurance EAD	012	BGN	6,400,000	G	5		100.00	Generali PPF Holding B.V.	100.00	51.00
Generali Slovensko Poistovna	276	SKK	750,000,000	G	2		56.62	Generali PPF Holding B.V.	100.00	51.00
							43.38	CP Strategic Investments B.V.		
Generali Zavarovalnica dd	260	EUR	35,020,322	G	2		99.84	Generali PPF Holding B.V.	99.84	50.92
Generali Garant Life Ins. JSC	263	UAH	10,200,000	G	3		35.85	Generali Holding Vienna AG	51.00	43.79
							15.15	Generali Garant Insurance JSC		
Generali Garant Insurance JSC	263	UAH	86,388,000	G	3		52.39	Generali Holding Vienna AG	52.39	52.39
Europäische Reiseversicherung	263	UAH	14,360,000	G	3		69.90	Europäische Reiseversicherungs	100.00	79.61
							25.10	Europ Assistance Versicherung		
							5.00	Generali Garant Insurance JSC		
Ceska pojistovna Ukraine	263	UAH	20,050,000	G	3		100.00	CP Strategic Investments B.V.	100.00	51.00
CZI Ukraine Pension fund	263	UAH	4,090,500	G	11		99.99	CZI Holdings N.V.	99.99	50.99
Generali Osiguranje d.d.	261	HRK	81,000,000	G	3		100.00	Generali PPF Holding B.V.	100.00	51.00
BSI Monaco SAM	091	EUR	10,000,000	G	7		100.00	BSI S.A.	100.00	100.00
Generali Assurances Générales	071	CHF	27,342,400	G	3		99.92	Generali (Schweiz) Holding AG	99.92	99.92
Generali Personenversicherung	071	CHF	60,320,000	G	3		100.00	Generali (Schweiz) Holding AG	100.00	100.00
Fortuna Rechtsschutz-Vers.	071	CHF	3,000,000	G	3		100.00	Generali (Schweiz) Holding AG	100.00	100.00
Europ Assistance (Suisse) S.A.	071	CHF	200,000	G	11		100.00	Europ Assistance (CH) Holding	100.00	75.96
Europ Assistance (CH) Assur.	071	CHF	3,000,000	G	3		100.00	Europ Assistance (CH) Holding	100.00	75.96
Europ Assistance (CH) Holding	071	CHF	1,400,000	G	4		1.00	Generali (Schweiz) Holding AG	76.00	75.96
							75.00	Europ Assistance Holding S.A.		
Generali (Schweiz) Holding AG	071	CHF	3,053,500	G	4	58.95			100.00	100.00
							41.05	Redoze Holding N.V.		
Fortuna Investment AG	071	CHF	1,000,000	G	8		100.00	Generali (Schweiz) Holding AG	100.00	100.00
BSI S.A.	071	CHF	1,840,000,000	G	7		100.00	Part. Maat. Graafschap Holland	100.00	100.00
Thalia S.A.	071	CHF	1,000,000	G	9		51.00	BSI S.A.	100.00	98.79
							49.00	Generali SGR S.p.A.		
B-Source S.A.	071	CHF	2,400,000	G	11		100.00	BSI S.A.	100.00	100.00
Dreieck Fiduciaria S.A.	071	CHF	500,000	G	11		100.00	BSI S.A.	100.00	100.00
Luganov SA	071	CHF	3,000,000	G	11		100.00	BSI S.A.	100.00	100.00
BSI Trust Corp. (Malta)	105	MTL	50,000	G	11		98.00	BSI S.A.	98.00	98.00
Generali Worldwide Insurance	201	EUR	86,733,397	G	3		100.00	Part. Maat. Graafschap Holland	100.00	100.00
Generali International Ltd	201	EUR	13,938,259	G	3		100.00	Generali Worldwide Insurance	100.00	100.00
BSI Generali Bank (CI) Ltd	201	GBP	1,425,422	G	7		100.00	Generali Worldwide Insurance	100.00	100.00

Subsidiaries consolidated line by line

Company	Country	Currency	Share capital in original currency	Method ⁽¹⁾	Activity ⁽²⁾	Direct	Indirect	Shareholding % Through	Total	Group equity ratio % ⁽³⁾
Generali Portfolio Management	201	USD	194,544	G	4		100.00	Generali Worldwide Insurance	100.00	100.00
BSI Trust Corp. (Channel Isl.)	201	USD	200,000	G	11		100.00	BSI S.A.	100.00	100.00
A.G. Insurance Managers Ltd	201	GBP	10,000	G	11	99.94			99.94	99.94
Europäische Reiseversicherung	262	RUB	70,000,000	G	3		100.00	Europäische Reiseversicherungs	100.00	74.99
Češskája strachovaja kompanija	262	RUB	86,667,900	G	3		100.00	Ceska pojistovna, a.s.	100.00	51.00
Fortuna Lebens-Versicherung AG	090	CHF	10,000,000	G	3		100.00	Generali (Schweiz) Holding AG	100.00	100.00
Fortuna Investment AG, Vaduz	090	CHF	1,000,000	G	11		100.00	Generali (Schweiz) Holding AG	100.00	100.00
Generali Asigurari S.A.	061	RON	120,000,000	G	3		83.79	Generali Holding Vienna AG	83.79	83.78
SC FATA Asigurari Agricole SA	061	RON	30,000,000	G	2		100.00	Fata Assicurazioni Danni SpA	100.00	99.96
Generali Fond de Pensii SA	061	RON	71,000,000	G	11		100.00	Ceska pojistovna, a.s.	100.00	51.00
Generali Foreign Insurance Co	264	BYR	3,166,810	G	3		35.00	Ceska pojistovna, a.s.	100.00	51.00
							32.50	Ceska pojistovna Zdravi a.s.		
							32.50	Generali Slovensko Poistovna		
Delta Generali Osiguranje a.d.	289	RSD	2,072,582,400	G	3		50.02	Generali PPF Holding B.V.	50.02	25.51
Delta Generali RE a.d.	289	RSD	476,201,499	G	6		99.99	Delta Generali Osiguranje a.d.	99.99	25.51
Voluntary Pension Fund M.Delta	289	RSD	135,000,000	G	8		100.00	Delta Generali Osiguranje a.d.	100.00	25.51
AO Ceskaja Kazachstan	269	KZT	1,000,000,000	G	3		100.00	Ceska pojistovna, a.s.	100.00	51.00
GLL Properties Fund I LP	069	USD	108,254,462	G	10		100.00	GLL AMB Generali Prop. Fund I	100.00	77.16
GLL Properties Fund II LP	069	USD	48,277,740	G	11		100.00	GLL AMB Generali Prop. Fund II	100.00	77.16
GLL Properties 444 NM LP	069	USD	48,277,740	G	10		100.00	GLL Properties Fund II LP	100.00	77.16
Generali USA Life Reassurance	069	USD	10,000,000	G	6		100.00	Generali U.S. Holdings Inc.	100.00	100.00
Europ Assistance USA Inc.	069	USD	5,000,000	G	11		100.00	Europ Assistance Holding S.A.	100.00	99.94
Transocean Holding Corporation	069	USD	4,980,600	G	4	100.00			100.00	100.00
General Securities Corp.	069	USD	688,000	G	9		100.00	Transocean Holding Corporation	100.00	100.00
Generali U.S. Holdings Inc.	069	USD	1,000	G	4	100.00			100.00	100.00
Genamerica Management Corp.	069	USD	100,000	G	11	100.00			100.00	100.00
Generali Consulting Solutions	069	USD	156,420	G	11	100.00			100.00	100.00
Generali Claims Solutions LLC	069	USD	100,000	G	11		100.00	Generali Consulting Solutions	100.00	100.00
Generali Sigorta A.S.	076	TRY	18,300,000	G	3		99.67	Generali Turkey Holding B.V.	99.67	99.67
Worldwide Assistance Canada	013	CAD	6,738,011	G	11		100.00	Europ Assistance Holding S.A.	100.00	99.94
Canadian Medical Network Inc.	013	CAD	203	G	11		100.00	Worldwide Assistance Canada	100.00	99.94
Generali Corporate S.A.	006	ARS	5,700,000	G	3	100.00			100.00	100.00
Caja de Seguros S.A.	006	ARS	225,000,000	G	3		99.00	Caja de Ahorro y Seguro S.A.	99.00	69.30
La Caja de Seguros de Retiro	006	ARS	5,020,000	G	3		95.00	Caja de Seguros S.A.	100.00	69.34
							5.00	Caja de Ahorro y Seguro S.A.		
Inst. del Seguro de Misiones	006	ARS	4,530,000	G	3		94.95	Caja de Seguros S.A.	99.95	69.30
							5.00	Caja de Ahorro y Seguro S.A.		
La Estrella Seguros de Retiro	006	ARS	27,256,439	G	3		50.00	Caja de Seguros S.A.	50.00	34.65
Tradición Seguros S.A.	006	ARS	3,327,700	G	3		3.10	Caja de Seguros S.A.	100.00	69.98
							96.90	Caja de Ahorro y Seguro S.A.		
Caja de Ahorro y Seguro S.A.	006	ARS	143,575,000	G	4	62.50			70.00	70.00
							7.50	Genirland Limited		
Ritenere S.A.	006	ARS	12,000	G	11		0.83	Caja de Seguros S.A.	100.00	69.99
							99.17	Caja de Ahorro y Seguro S.A.		
Generali do Brasil	011	BRL	148,950,544	G	3	1.82			99.98	99.98

Subsidiaries consolidated line by line

Company	Country	Currency	Share capital in original currency	Method ⁽¹⁾	Activity ⁽²⁾	Direct	Indirect	Shareholding % Through	Total	Group equity ratio % ⁽³⁾
							72.62	Transocean do Brasil Part.		
							25.54	GENPAR Empr. e Partec. S.A.		
Transocean do Brasil Part.	011	BRL	179,302,100	G	4	99.99			100.00	100.00
							0.01	Transocean Holding Corporation		
GENPAR Empr. e Partec. S.A.	011	BRL	23,185,409	G	4		100.00	Transocean Holding Corporation	100.00	100.00
Generali Ecuador S.A.	024	USD	2,130,000	G	3	51.74			51.74	51.74
Generali Colombia Vida S.A.	017	COP	4,199,990	G	3	15.38			99.81	90.44
							68.28	Generali Colombia S.A.		
							16.16	Transocean Holding Corporation		
Generali Colombia S.A.	017	COP	14,700,000	G	3	81.83			86.28	86.28
							4.44	Transocean Holding Corporation		
Migdal Insurance Co. Ltd	182	ILS	29,682,371	G	3		100.00	Migdal Insurance&Fin. Holding	100.00	69.79
Migdal Insurance&Fin. Holding	182	ILS	10,459,000	G	4	0.98			69.79	69.79
							42.85	Part. Maat. Graafschap Holland		
							25.96	Participatie Maat. Transhol		
Migdal Eshkol Finansim B.M.	182	ILS	485,000	G	9		100.00	Migdal Insurance Co. Ltd	100.00	69.79
Generali Realities Ltd	182	ILS	2	G	10	100.00			100.00	100.00
Aseguradora General S.A.	033	GTQ	72,000,000	G	3	51.00			51.00	51.00
Seguros Banorte Generali SA CV	046	MXN	757,736,827	G	3		21.85	Flandria Participations Fin.	49.00	49.00
							21.85	Part. Maat. Graafschap Holland		
							5.31	Transocean Holding Corporation		
Pensiones Banorte Generali S.A	046	MXN	191,470,260	G	3		24.50	Flandria Participations Fin.	49.00	49.00
							24.50	Part. Maat. Graafschap Holland		
Assistencia Banorte Generali	046	MXN	50,000	G	11		99.00	Seguros Banorte Generali SA CV	100.00	49.00
							1.00	Pensiones Banorte Generali S.A		
Solida Banorte Generali Afore	046	MXN	543,559,244	G	11		24.50	Flandria Participations Fin.	49.00	49.00
							24.50	Part. Maat. Graafschap Holland		
Comercial Banorte Generali SA	046	MXN	5,800,000	G	11		33.00	Seguros Banorte Generali SA CV	100.00	49.00
							33.00	Pensiones Banorte Generali S.A		
							34.00	Solida Banorte Generali Afore		
Servicios Banorte Generali SA	046	MXN	2,300,000	G	11		33.00	Seguros Banorte Generali SA CV	100.00	49.00
							33.00	Pensiones Banorte Generali S.A		
							34.00	Solida Banorte Generali Afore		
Generali Pilipinas Life Ass.	027	PHP	1,116,151,531	G	3		100.00	Generali Pilipinas Holding	100.00	36.00
Generali Pilipinas Insurance	027	PHP	958,420,137	G	3		100.00	Generali Pilipinas Holding	100.00	36.00
Generali Pilipinas Holding	027	PHP	1,874,342,000	G	4		60.00	Generali Asia N.V.	60.00	36.00
Generali Assurance (Thailand)	072	THB	1,000,000,000	G	3		25.00	Generali Asia N.V.	75.00	32.43
							50.00	KAG Holding Co. Ltd		
Generali Insurance (Thailand)	072	THB	300,000,000	G	3		25.00	Generali Asia N.V.	75.00	32.43
							50.00	KAG Holding Co. Ltd		
IWF Holding Co. Ltd	072	THB	2,100,000	G	4		58.10	Generali Asia N.V.	58.10	34.86
KAG Holding Co. Ltd	072	THB	707,244,200	G	4		100.00	IWF Holding Co. Ltd	100.00	34.86
Generali China Life Insurance	016	CNY	2,700,000,000	G	3	50.00			50.00	50.00
Generali China Insurance	016	CNY	500,000,000	G	3	50.00			50.00	50.00
Asuransi Jiwa Arta Mandiri Pr.	129	IDR	50,000,000	G	3		84.00	Generali Asia N.V.	84.00	50.40

Subsidiaries consolidated line by line

Company	Country	Currency	Share capital in original currency	Method ⁽¹⁾	Activity ⁽²⁾	Shareholding %				Group equity ratio % ⁽³⁾
						Direct	Indirect	Through	Total	
BSI-Generali Asia Ltd	103	HKD	10,000,000	G	9	50.00			100.00	100.00
							50.00	BSI S.A.		
Generali Reassurance (Bermuda)	207	USD	250,000	G	6		100.00	Generali U.S. Holdings Inc.	100.00	100.00
BSI Bank Ltd	147	USD	24,000,000	G	7		100.00	BSI S.A.	100.00	100.00
BSI Investment Advisors Panama	051	USD	410,000	G	11		51.00	BSI S.A.	51.00	51.00
BSI Overseas (Bahamas) Ltd	160	USD	10,000,000	G	8		100.00	BSI S.A.	100.00	100.00
BSI Trust Corp. (Bahamas) Ltd	160	USD	1,000,000	G	8		100.00	BSI S.A.	100.00	100.00
Alpine Services Ltd	160	USD	10,000	G	9		100.00	BSI Trust Corp. (Bahamas) Ltd	100.00	100.00
Europ Assistance WS (S.Africa)	078	ZAR	18,264,900	G	11		61.00	Europ Assistance Holding S.A.	61.00	60.97
LawCall Marketing Pty Ltd	078	ZAR	100	G	11		100.00	Europ Assistance WS (S.Africa)	100.00	60.97
24 Fix (Pty) Ltd	078	ZAR	4,249,769	G	11		100.00	Europ Assistance WS (S.Africa)	100.00	60.97
Access Health South Africa Ltd	078	ZAR	4,000	G	11		100.00	Europ Assistance WS (S.Africa)	100.00	60.97
MRI Criticare Medical Rescue	078	ZAR	200	G	11		100.00	Europ Assistance WS (S.Africa)	100.00	60.97

The percentage of consolidation in each subsidiaries consolidated line by line is 100.00%

(1) Consolidation method: Line-by-line consolidation method = G; Proportionate consolidation method = P; Line-by-line consolidation method arising from joint management = U

(2) 1 = Italian insurance companies; 2 = EU insurance companies; 3 = non EU insurance companies; 4 = insurance holding companies; 5 = EU reinsurance companies; 6 = non EU reinsurance companies; 7 = banks; 8 = asset management companies; 10 = real estate companies; 11 = other

(3) Net Group participation percentage

The total percentage of votes exercitable at shareholders' general meeting, which differs from that of direct on indirect shareholding, is as follows:

Intesa Vita 55,56%

Generali Verzekeringsgroep NV 98,56%

IWF Holding Co. Ltd 100%

Non-consolidated subsidiaries and associated companies

Company	Country	Currency	Share capital in original currency	Activity ⁽¹⁾	Type ⁽²⁾	Direct	Indirect	Shareholding % Through	Total	Group equity ratio % ⁽³⁾	Book value (€ thousand)
Icare Servizi S.p.A.	086	EUR	10,500	a	11		100.00	Europ Assistance Italia S.p.A.	100.00	87.04	
Phone Business Service S.r.l.	086	EUR	10,000	a	11		100.00	Europ Assistance Service SpA	100.00	87.04	10
A7 S.r.l. (**)	086	EUR	200,000	c	10	20.50			40.10	30.36	1,526
							19.60	Alleanza Assicurazioni S.p.A.			
Valore Immobiliare S.r.l.	086	EUR	10,000	b	10		49.00	Generali Properties S.p.A.	49.00	37.33	
Dolphin Investments S.r.l.	086	EUR	30,800	b	9		32.47	Generali Horizon S.p.A.	32.47	32.47	
Initium S.r.l. (**)	086	EUR	250,000	b	10		49.00	Generali Properties S.p.A.	49.00	37.33	4,465
CityLife S.r.l. (**)	086	EUR	208,500,000	b	10		26.67	Generali Properties S.p.A.	26.67	20.32	52,506
Continuum S.r.l. (**)	086	EUR	9,263,466	b	10		40.00	Generali Properties S.p.A.	40.00	30.47	1,801
Sementi Ross S.r.l.	086	EUR	102,800	a	11		100.00	Sementi Dom Dotto S.p.A.	100.00	100.00	
Il Pino S.r.l.	086	EUR	15,000	a	11		100.00	Genagricola S.p.A.	100.00	100.00	8,266
Sementi Dom Dotto S.p.A.	086	EUR	1,459,500	a	11		100.00	Genagricola S.p.A.	100.00	100.00	2,484
Enofila S.r.l.	086	EUR	2,972,000	a	11	100.00			100.00	100.00	2,972
Il Gelso - Società Agricola	086	EUR	20,000	a	11		100.00	Enofila S.r.l.	100.00	100.00	
Casaleto S.r.l.	086	EUR	1,976,000	a	11		100.00	Genagricola S.p.A.	100.00	100.00	1,976
Il Tiglio - Società Agricola	086	EUR	20,000	a	11		100.00	Enofila S.r.l.	100.00	100.00	
Ippocastano - Società Agricola	086	EUR	20,000	a	11		100.00	Enofila S.r.l.	100.00	100.00	
Agenzia la Torre S.r.l.	086	EUR	20,000	a	11		100.00	Sementi Dom Dotto S.p.A.	100.00	100.00	
Natalia S.r.l.	086	EUR	90,000	a	11		100.00	Agricola San Giorgio S.p.A.	100.00	50.31	4,684
Intesa Previdenza SIM S.p.A.	086	EUR	15,300,000	b	8	21.47			21.47	21.47	3,947
Investimenti Marittimi S.p.A.	086	EUR	103,000,000	b	9	30.00			30.00	30.00	30,900
Servizi Tecnologici Avanzati	086	EUR	102,000	b	11	25.00			25.00	25.00	
Cross Factor S.p.A. (**)	086	EUR	1,032,000	b	11		20.00	BSI S.A.	20.00	20.00	289
Tiberina S.r.l.	086	EUR	20,000	a	11		100.00	Ina Assitalia S.p.A.	100.00	100.00	20
Net International S.p.A.	086	EUR	3,750,000	b	9		20.00	Flandria Participations Fin.	20.00	20.00	
Jupiter 12 S.r.l.	086	EUR	12,000	a	10		100.00	Fata Assicurazioni Danni SpA	100.00	99.96	3,716
Telco S.p.A. (**)	086	EUR	4,849,038,420	b	11	11.89			27.80	24.57	890,433
							0.41	AachenMünchener Lebensvers.			
							0.07	AachenMünchener Versicherung			
							1.16	Generali Lebensversicherung AG			
							0.05	Generali Versicherung AG			
							0.17	Central Krankenversicherung AG			
							0.11	Cosmos Lebensversicherungs AG			
							2.08	Generali Vie S.A.			
							6.19	Alleanza Assicurazioni S.p.A.			
							5.69	Ina Assitalia S.p.A.			
Consel S.p.A. (**)	086	EUR	21,930,002	b	9		30.23	Toro Assicurazioni S.p.A.	30.23	30.23	25,209
AEON Trust Soc. Italiana Trust	086	EUR	100,000	a	11		100.00	BSI S.A.	100.00	100.00	112
CGM Italia SIM S.p.A.	086	EUR	750,000	b	11		20.00	BSI S.A.	20.00	20.00	168
Generali Partecipazioni S.p.A.	086	EUR	34,000,000	a	9	100.00			100.00	100.00	403,341
Solaris S.r.l. (**)	086	EUR	20,000	b	10		40.00	Generali Properties S.p.A.	40.00	30.47	5,238
IMPRE-Finanziaria d'Impresa	086	EUR	7,500,000	b	9		20.00	Ina Assitalia S.p.A.	20.00	20.00	1,500
Donatello Intermediazione Srl	086	EUR	59,060	a	11	10.87			100.00	100.00	76
							89.13	Ina Assitalia S.p.A.			
Ente Teatrale Italiano	086	EUR	61,975	b	11	33.33			33.33	33.33	0

Non-consolidated subsidiaries and associated companies

Company	Country	Currency	Share capital in original currency	Activity ⁽¹⁾	Type ⁽²⁾	Direct	Indirect	Shareholding % Through	Total	Group equity ratio % ⁽³⁾	Book value (€ thousand)
Intereuropasim S.p.A.	086	EUR	n.a.	a	11		85.00	BSI S.A.	85.00	85.00	0
DOTTO CAP FVG Ag Ass	086	EUR	10,000	c	11		50.00	Sementi Dom Dotto S.p.A.	50.00	50.00	
BBG Beteiligungsges.	094	EUR	25,600	a	9		100.00	Generali Beteiligungs AG	100.00	91.92	51
COMMERZ PARTNER GmbH	094	EUR	250,000	b	11		40.60	Generali Lebensversicherung AG	50.00	45.95	
							9.40	Deutsche Bausparkasse Badenia			
GLL GmbH & Co. Retail KG	094	EUR	370,000,000	b	11	26.07			46.28	46.28	171,824
							5.05	AachenMünchener Lebensvers.			
							7.58	Generali Lebensversicherung AG			
							7.58	Central Krankenversicherung AG			
GLL Real Estate Partners GmbH	094	EUR	1,000,000	b	10		49.50	Flandria Participations Fin.	49.50	49.50	9,008
Zweite AM RE Verwaltungs GmbH	094	EUR	25,000	a	9		100.00	AachenMünchener Versicherung	100.00	91.82	25
IV Verwaltungsges.für Vers.	094	EUR	25,600	a	11		100.00	Generali Beteiligungs AG	100.00	91.92	26
Walter Sohn GmbH	094	EUR	25,600	a	11		100.00	Generali Beteiligungs AG	100.00	91.92	205
Deutscher Lloyd GmbH	094	EUR	30,700	a	11		100.00	Generali Beteiligungs AG	100.00	91.92	
MLV Beteiligungsverwaltungsges.	094	EUR	51,129	a	9		100.00	Generali Holding Vienna AG	100.00	100.00	51
Walter Sohn GmbH & Co. KG	094	EUR	199,404	a	11		7.69	Generali Beteiligungs AG	100.00	91.92	
							92.31	Walter Sohn GmbH			
Generali Finanz Service GmbH	094	EUR	26,000	a	11		100.00	Generali Beteiligungs AG	100.00	91.92	
Azur Space Solar Power GmbH	094	EUR	100,000	a	11		100.00	Renewable Investment Holding	100.00	100.00	
Deutsche Vermögensberatung AG (**)	094	EUR	120,000,000	b	11		50.00	Generali Deutschland Holding	50.00	45.91	217,847
Thuringia Versicherungsvermit.	094	EUR	61,355	a	11		16.67	IV Verwaltungsges.für Vers.	16.67	15.32	
Volksfürsorge Pensionsmanagem.	094	EUR	52,000	a	11		100.00	Generali Lebensversicherung AG	100.00	91.92	54
Volksfürsorge Fixed Assets	094	EUR	104,000	a	11		100.00	Generali Lebensversicherung AG	100.00	91.92	104
Cosmos Fixed Assets GmbH	094	EUR	25,000	a	9		100.00	Cosmos Lebensversicherungs AG	100.00	91.82	24
Central Fixed Assets GmbH	094	EUR	25,000	a	9		100.00	Central Krankenversicherung AG	100.00	91.82	25
Hotel und Seniorenr. Rosenpark	094	EUR	511,292	b	11		25.00	AachenMünchener Lebensvers.	25.00	22.95	
Versicherungsmakler Beteilig.	094	EUR	1,550,000	b	11		26.00	Generali Versicherung AG	26.00	23.90	4,930
AM RE Verwaltungs GmbH	094	EUR	25,000	a	9		100.00	AachenMünchener Lebensvers.	100.00	91.82	25
AM Versicherungsvermittlung	094	EUR	25,000	a	11		100.00	AachenMünchener Versicherung	100.00	91.82	25
ver.di Service GmbH	094	EUR	75,000	b	11		33.33	Generali Lebensversicherung AG	33.33	30.64	35
Icare Allemagne S.A.	094	EUR	25,000	a	11		100.00	Icare S.A.	100.00	99.94	25
IG BCE Mitglieder-Service GmbH	094	EUR	50,000	b	11		33.33	Generali Lebensversicherung AG	33.33	30.64	32
IG BAU Mitglieder-Service GmbH	094	EUR	50,000	b	11		33.33	Generali Lebensversicherung AG	33.33	30.64	14
VOV GmbH	094	EUR	154,000	b	11		15.00	AachenMünchener Versicherung	30.00	26.10	763
							15.00	Generali Versicherung AG			
Einkaufszentrum Louisen-Center (**)	094	EUR	7,600,000	c	10		73.68	Generali Deutschland Immobil.	73.68	67.66	5,021
Schroder Nordic Property Fund (**)	094	EUR	1,000,000	b	11		30.00	Generali Lebensversicherung AG	30.00	27.58	21,900
Generali Verwaltungs GmbH	094	EUR	25,000	a	9		100.00	Generali Beteiligungs-GmbH	100.00	100.00	25
GG Einkaufszentrum Marienplatz (**)	094	EUR	14,810,000	c	10		73.30	AachenMünchener Versicherung	73.30	67.30	10,314
Louisen-Ctr Bad Homburg Verw	094	EUR	25,000	a	10		74.00	AMB Generali Immobilien	74.00	62.24	19
Verwaltungsges. Marienplatz	094	EUR	25,000	a	10		74.00	Generali Deutschland Immobil.	74.00	67.95	19
RRP GmbH & Co. KG	094	USD	106,645,000	a	10		18.75	AachenMünchener Lebensvers.	62.49	57.40	
							25.00	Generali Lebensversicherung AG			
							18.75	Central Krankenversicherung AG			

Non-consolidated subsidiaries and associated companies

Company	Country	Currency	Share capital in original currency	Activity ⁽¹⁾	Type ⁽²⁾	Direct	Indirect	Shareholding % Through	Total	Group equity ratio % ⁽³⁾	Book value (€ thousand)
Alstercampus Verwaltungs mbh	094	EUR	25,000	a	9		100.00	Generali Deutschland Immobil.	100.00	91.82	25
G.&G. Lüder Versicherungsmakl.	094	EUR	153,388	b	11		50.00	Generali Versicherung AG	50.00	43.55	
Generali Seminarzentrum GmbH	094	EUR	25,600	a	11		100.00	Generali Versicherung AG	100.00	91.92	
Versicherungs-Planer-Vermittl.	094	EUR	25,600	a	11		100.00	Generali Lebensversicherung AG	100.00	91.92	20
Kleylein & Cie Actuarial Serv.	094	EUR	25,750	a	11		60.00	Generali Lebensversicherung AG	60.00	52.60	102
Groupeement Technique d'Assur.	029	EUR	10,000	b	11		45.00	Generali Vie S.A.	45.00	44.99	726
Global Car Services S.A.	029	EUR	10,000	b	11		50.00	Europ Assistance France S.A.	50.00	49.96	
Cofifo S.A.	029	EUR	4,500,000	a	9		100.00	Generali Vie S.A.	100.00	99.97	5,250
SAI Trois Collines de Mougins	029	EUR	184,463	b	10		33.31	Generali IARD S.A.	48.26	48.25	167
							14.96	Generali Vie S.A.			
Saint Christoly Bordeaux	029	EUR	304,898	b	10		50.00	Generali IARD S.A.	50.00	49.99	
Generali Challenges S.A.	029	EUR	39,000	a	11		100.00	Generali France S.A.	100.00	99.98	
Generali 3 S.A.	029	EUR	39,000	a	11		100.00	Generali IARD S.A.	100.00	99.98	32
Sorgho S.A.	029	FRF	10,000,000	b	11		10.00	Generali IARD S.A.	20.00	19.99	
							10.00	Generali Vie S.A.			
Afiport S.A.	029	EUR	40,000	a	9		99.76	BSI Ifabanque S.A.	99.76	50.88	
Generali Reassurance Courtage	029	EUR	3,016,656	a	11		99.99	Generali France Assurance S.A.	99.99	99.97	2,219
Generali Thalia Investments SA	029	EUR	1,000,000	a	8		25.00	BSI S.A.	100.00	98.28	1,790
							10.00	Thalia S.A.			
							65.00	Gen Inv S.p.A.			
Noreco S.A.	029	FRF	2,000,000	a	11		0.03	Generali IARD S.A.	99.93	99.90	557
							0.05	Generali Vie S.A.			
							0.03	L'Equité IARD S.A.			
							0.03	Européenne de Protection Jur.			
							99.80	Generali France S.A.			
Trieste Courtage S.A.	029	EUR	416,000	a	11		0.02	Generali Vie S.A.	99.98	99.96	39
							99.96	Generali France Assurance S.A.			
Bourbon Courtage S.A.	029	EUR	124,500	a	11		0.12	Generali IARD S.A.	100.00	93.07	127
							0.12	Generali Vie S.A.			
							99.76	Prudence Creole			
Generali Gerance S.A.	029	EUR	228,000	a	11		99.67	Generali Vie S.A.	99.67	99.64	241
Europ Assistance IHS Services	029	EUR	37,000	a	11		100.00	Europ Assistance Holding S.A.	100.00	99.94	2,765
E3 S.A.	029	EUR	5,000	a	11		100.00	Europ Assistance Holding S.A.	100.00	99.94	5
Risque et Sérénité S.A.	029	EUR	2,654,410	b	9		16.36	Generali Vie S.A.	46.98	46.96	5,102
							30.62	Generali France Assurance S.A.			
Arche SA	029	EUR	120,975	a	10		79.31	Cofifo S.A.	79.31	79.28	
GIE Réunion aérienne	029	EUR	10,000	a	11		24.93	Generali IARD S.A.	24.93	24.92	
GIE Réunion spatiale	029	EUR	10,000	a	11		25.17	Generali IARD S.A.	25.17	25.16	
Europ Teleassistance S.A.	029	EUR	100,000	a	11		100.00	Europ Assistance France S.A.	100.00	99.92	100
Gestas S.A.	029	EUR	32,000	a	11		100.00	Icare S.A.	100.00	99.94	152
SCI du 130 BD Bineau	029	EUR	7,220,000	a	10		100.00	Generali IARD S.A.	100.00	99.98	
SCI France Momay Toulouse	029	EUR	9,148,464	a	10		100.00	Generali Vie S.A.	100.00	99.97	
SCI Res Bois des Roches	029	EUR	38,000,152	a	10		100.00	Generali Vie S.A.	100.00	99.97	
SCOA de Foncaude	029	EUR	1,910,690	a	10		100.00	Generali Vie S.A.	100.00	99.97	1,841

Non-consolidated subsidiaries and associated companies

Company	Country	Currency	Share capital in original currency	Activity ⁽¹⁾	Type ⁽²⁾	Direct	Indirect	Shareholding % Through	Total	Group equity ratio % ⁽³⁾	Book value (€ thousand)
SCI du Chateau La France	029	EUR	5,485,987	a	10		100.00	Generali Vie S.A.	100.00	99.97	
SCI France Mornay Lyon	029	EUR	6,645,000	a	10		100.00	Generali Vie S.A.	100.00	99.97	
SCI Les 3 Collines Le Ferandou	029	EUR	304,000	b	10		33.30	Generali IARD S.A.	48.30	48.29	142
							15.00	Generali Vie S.A.			
SC Progador (SCI)	029	EUR	405,000	a	10		0.37	Generali IARD S.A.	100.00	99.97	
							99.63	Generali Vie S.A.			
SCI Cogipar	029	EUR	10,000	a	10		100.00	Generali Vie S.A.	100.00	99.97	
SCI Font Romeu Neige et Soleil	029	EUR	15,200	a	10		100.00	Generali IARD S.A.	100.00	99.98	
SCI Immovie	029	EUR	17,662	a	10		0.02	Generali IARD S.A.	100.00	99.97	823
							99.98	Generali Vie S.A.			
SCI Viroflay 10-12 Libération	029	EUR	3,000	a	10		100.00	Generali Vie S.A.	100.00	99.97	
SCI Les Serres Le Touquet	029	EUR	1,500	a	10		76.00	Generali IARD S.A.	100.00	99.97	
							24.00	Generali Vie S.A.			
SCI Montrose Parc	029	EUR	3,812,500	a	10		27.50	Generali IARD S.A.	70.00	69.98	2,669
							42.50	Generali Vie S.A.			
SNC Domaine Pont de L'Arche	029	EUR	152,500	a	10		35.00	Generali IARD S.A.	70.00	69.98	107
							35.00	Generali Vie S.A.			
GIE Eur Ass Clearing Center	029	EUR	n.a.	a	11		100.00	Europ Assistance Holding S.A.	100.00	99.94	
GIE Eur Ass Sys information	029	EUR	n.a.	a	11		100.00	Europ Assistance Holding S.A.	100.00	99.94	
Generali Gestion Santé (GIE)	029	EUR	n.a.	a	11		100.00	Generali IARD S.A.	100.00	99.98	
GIE Le Restaurant Haussmann	029	EUR	n.a.	a	11		100.00	Generali France Assurance S.A.	100.00	99.98	
Réseau Generali France (GIE)	029	EUR	n.a.	a	11		100.00	Generali IARD S.A.	100.00	99.98	
Generali Carnot	029	EUR	783,705	a	10		100.00	Generali Vie S.A.	100.00	99.97	
SCI St Marc	029	EUR	50,000	a	10		99.00	Prudence Creole	100.00	93.06	
							1.00	Bourbon Courtage S.A.			
Generali le Moncey Sarl	029	EUR	919,020	a	10		100.00	Generali Vie S.A.	100.00	99.97	
GIE Groupe Zurich Agencies	029	EUR	n.a.	a	11		100.00	Generali IARD S.A.	100.00	99.97	
GIE Generali Agences	029	EUR	100	a	11		80.00	Generali IARD S.A.	100.00	99.97	
							20.00	Generali Vie S.A.			
SK Versicherung AG (**)	008	EUR	3,633,500	b	2		20.43	Generali Holding Vienna AG	39.66	39.66	2,788
							19.23	Generali Versicherung AG (A)			
Drei-Banken Versicherungs-AG (**)	008	ATS	100,000,000	b	7		20.00	Generali Holding Vienna AG	20.00	20.00	5,074
Triumph Vermögenplanung GmbH	008	EUR	36,336	a	11		100.00	Generali Sales Promotion GmbH	100.00	100.00	640
Treugeld Vermögensplanung GmbH	008	EUR	145,346	a	11		100.00	Generali Sales Promotion GmbH	100.00	100.00	160
Versicherungsdienst BAWAG PSK	008	EUR	40,000	b	11		49.99	Generali Holding Vienna AG	49.99	49.99	146
Generali 3Banken Holding AG (**)	008	EUR	70,000	b	9		49.30	Generali Versicherung AG (A)	49.30	49.30	65,406
Hypo Holding GmbH (**)	008	EUR	50,000	b	9		25.00	Generali Holding Vienna AG	25.00	25.00	61,210
Foundationsquartier GmbH	008	EUR	35,000	a	11		66.70	Generali Holding Vienna AG	66.70	66.70	23
Generali Beteiligungsverwalt.	008	EUR	35,000	a	4		100.00	Generali Holding Vienna AG	100.00	100.00	18
Generali Vermögensberatung	008	EUR	35,000	a	11		100.00	Generali Versicherung AG (A)	100.00	100.00	35
M.O.F. Beta Immobilien AG	008	EUR	1,000	b	10		20.00	Generali Immobilien AG	20.00	20.00	10,344
M.O.F. Immobilien AG	008	EUR	1,000,000	b	10		20.00	Generali Immobilien AG	20.00	20.00	9,634
GHV-Split Vermögensverwaltung	008	EUR	3,956,477	a	11		67.23	Generali Rückversicherung AG	67.23	67.23	3,674
Generali FinanzService GmbH	008	EUR	50,000	a	11		100.00	Generali Bank AG	100.00	100.00	50

Non-consolidated subsidiaries and associated companies

Company	Country	Currency	Share capital in original currency	Activity ⁽¹⁾	Type ⁽²⁾	Direct	Indirect	Shareholding % Through	Total	Group equity ratio % ⁽³⁾	Book value (€ thousand)
AVS Privatkunden Versicherungs	008	EUR	36,000	a	11		90.00	Generali Sales Promotion GmbH	90.00	90.00	954
3 Banken-Generali Investment (**)	008	EUR	2,600,000	b	8		48.57	Generali Holding Vienna AG	48.57	48.57	1,678
Risk-Aktiv Versicherungsserv.	008	EUR	35,000	a	11		100.00	Generali Versicherung AG (A)	100.00	100.00	35
BONUS-Mitarbeitervorsorgekass. (**)	008	EUR	1,500,000	b	11		50.00	Generali Holding Vienna AG	50.00	50.00	1,244
Generali Telefon-Auftragsserv.	008	EUR	35,000	a	11		100.00	Generali Bank AG	100.00	100.00	35
Car Care Consult Versicherungs	008	EUR	35,000	a	11		100.00	Generali Sales Promotion GmbH	100.00	100.00	35
Medwell Internet Services GmbH	008	EUR	496,000	a	11		100.00	Generali Sales Promotion GmbH	100.00	100.00	258
Generali Betriebsrestaurazion	008	EUR	36,336	a	11		100.00	Generali Versicherung AG (A)	100.00	100.00	484
MAS Versicherungsmakler GmbH	008	EUR	36,336	a	11		100.00	Generali Sales Promotion GmbH	100.00	100.00	53
TTC-Training Center Unterem.	008	EUR	35,000	a	11		100.00	Europäische Reiseversicherungs	100.00	74.99	204
Global Private Equity Holding	008	EUR	7,500,000	b	9		11.62	Generali Versicherung AG (A)	23.02	21.61	3,766
							11.39	Generali Lebensversicherung AG			
PSC Insurance-Consulting GmbH	008	EUR	54,504	a	11		100.00	Generali Sales Promotion GmbH	100.00	100.00	71
3-BG Cash	008	EUR	11,775	b	11		16.99	Generali Versicherung AG (A)	21.44	21.44	21,316
							4.46	Generali Pensionskasse AG			
3 Banken Nachhaltigkeitsfonds	008	EUR	8,269,000	b	11		15.97	Generali Versicherung AG (A)	22.63	22.63	
							6.66	Generali Pensionskasse AG			
3 Banken Inflationsschutzfonds	008	EUR	5,948,710	b	11		37.82	Generali Versicherung AG (A)	42.03	42.03	23,212
							4.20	Generali Pensionskasse AG			
Tishman Speyer Europ Strategic	031	EUR	36,848,362	a	11		25.00	AachenMünchener Lebensvers.	75.00	68.91	
							50.00	Generali Lebensversicherung AG			
Robert Malatier	031	GBP	51,258	b	11		24.93	Generali IARD S.A.	24.93	24.92	350
Tenax Capital Limited	031	GBP	300,000	b	9		49.00	Genirland Limited	49.00	49.00	154
BSI Generali UK Ltd	031	GBP	250,000	a	8		100.00	BSI S.A.	100.00	100.00	910
Global Investment Planning Ltd	031	GBP	10,000	a	11		100.00	BSI S.A.	100.00	100.00	15
Leumi Insurance Services (UK)	031	GBP	1,296,000	a	11		51.00	Migdal Holdings & Management	100.00	69.79	
							49.00	Ihud Insurance Agencies Ltd			
Dedale S.A.	009	EUR	1,000,005	a	11		99.97	Generali Belgium S.A.	100.00	99.92	1,000
							0.03	Generali Belgium Invest S.A.			
Icare Service Sprl	009	EUR	6,250	a	11		100.00	Icare S.A.	100.00	99.94	
BVBA Verzekeringskant. Soenen	009	EUR	18,600	a	11		99.80	Generali Belgium S.A.	99.80	99.72	2,016
Groupe Vervietois d'Assureurs	009	EUR	62,000	a	11		99.92	Generali Belgium S.A.	100.00	99.92	571
							0.08	Generali Belgium Invest S.A.			
Europ Assistance Nederland BV	050	EUR	363,000	a	11		100.00	VHD Holding BV	100.00	57.14	
VHD Holding BV	050	EUR	1,389,253	a	11		57.17	Europ Assistance Holding S.A.	57.17	57.14	4,881
VHD Europenet BV	050	EUR	20,000	a	11		100.00	VHD Holding BV	100.00	57.14	
VHD Facilitair BV	050	EUR	90,756	a	11		100.00	VHD Holding BV	100.00	57.14	
VHD Car and Service BV	050	EUR	18,151	a	11		100.00	VHD Holding BV	100.00	57.14	
VHD Omnicare BV	050	EUR	18,000	a	11		100.00	VHD Holding BV	100.00	57.14	
CORIS NL BV	050	EUR	18,151	a	11		100.00	VHD Omnicare BV	100.00	57.14	
Saxon Land B.V.	050	EUR	18,200	b	10		50.00	Part. Maat. Graafschap Holland	50.00	50.00	
Generali Vermogensbeheer B.V.	050	EUR	18,151	a	11		100.00	Generali Verzekeringsgroep NV	100.00	98.55	18
Nederlands Algemeen Verzek.	050	EUR	18,151	a	11		100.00	Generali Verzekeringsgroep NV	100.00	98.55	18
Lippmann Deelnemingen B.V.	050	EUR	5,445,363	b	11		33.32	Nederlands Algemeen Verzek.	33.32	32.84	

Non-consolidated subsidiaries and associated companies

Company	Country	Currency	Share capital in original currency	Activity ⁽¹⁾	Type ⁽²⁾	Direct	Indirect	Shareholding % Through	Total	Group equity ratio % ⁽³⁾	Book value (€ thousand)
ANAC Verzekeringen B.V.	050	EUR	12,500	a	11		100.00	Nederlands Algemeen Verzek.	100.00	98.55	
Assurantiekantoor Kerkhof B.V.	050	EUR	18,151	a	11		100.00	Nederlands Algemeen Verzek.	100.00	98.55	
Ocrapor Beheer B.V.	050	EUR	18,000	b	11		25.00	CZI Holdings N.V.	25.00	12.75	6,736
Second Pillar S.A. (**)	032	EUR	60,000	b	11		25.00	BSI S.A.	25.00	25.00	23
Renewable Investment Holding	092	EUR	1,000,000	a	8		100.00	BSI S.A.	100.00	100.00	1,102
Nord Est Investment Partners	092	EUR	100,996	b	9	24.26			24.26	24.26	1,462
UBS (Lux) Euro Value Added	092	EUR	282,200,000	b	10		7.09	Generali Lebensversicherung AG	26.58	23.15	31,268
							7.09	AachenMünchener Lebensvers.			
							1.77	AachenMünchener Versicherung			
							10.63	Volksfürsorge Deutsche Lebens.			
Generali Investment Luxembourg	092	EUR	1,288,125	a	11		100.00	Gen Inv S.p.A.	100.00	97.54	2,142
BSI Art Collection S.A.	092	CHF	1,000,000	a	9		99.00	BSI S.A.	99.00	99.00	641
NEIP II S.A.- Sicar	092	EUR	1,500,000	b	9	47.39			47.39	47.39	13,775
Holding Klege S.a.r.l.	092	EUR	n.a.	c	9		50.00	Torelli S.à.r.l.	50.00	45.24	6
Alcmena Sàrl	092	EUR	34,000	b	9		20.00	BSI S.A.	20.00	20.00	
Europ Assistance Travel S.A.	067	EUR	60,101	a	11		99.90	Europ Assistance SldG, S.A.	99.90	99.84	219
Bioventure Trading S.A.	055	EUR	50,000	a	11		100.00	BSI S.A.	100.00	100.00	56
Ponte Alta Lda	055	EUR	400,000	a	11		100.00	Europ Assistance Portugal	100.00	52.97	400
Primeira Cruz Lda	055	EUR	660,982	a	11		60.00	Ponte Alta Lda	60.00	31.78	
Lordship Consultadoria e Serv.	055	EUR	50,000	a	11		100.00	BSI S.A.	100.00	100.00	56
BPSA 10 S.A.	055	EUR	n.a.	c	10		100.00	Klege Portugal S.A.	100.00	45.24	
Klege Portugal S.A.	055	EUR	n.a.	c	9		100.00	Holding Klege S.a.r.l.	100.00	45.24	
Europ Assistance A/S	021	DKK	500,000	a	11		100.00	Europ Assistance Holding S.A.	100.00	99.94	
Europ Assistance Polska Spzoo	054	PLN	250,000	a	11		100.00	Europ Assistance Holding S.A.	100.00	99.94	73
Europ Assistance Kft	077	HUF	24,000,000	a	11		74.00	Europ Assistance Holding S.A.	100.00	87.22	104
							26.00	Generali-Providencia Biztosító			
Shaza & Tóptorony zrt (**)	77	HUF	n.a.	b	11		50.00	GLL AMB Generali Bankcenter	50.00	38.58	40,300
Famillio Befektetési Tanácsadó	077	HUF	426,000,000	a	11		98.59	Generali-Providencia Biztosító	98.59	50.28	0
Váci utca Center Kft	077	HUF	1,218,000,000	a	10		100.00	Generali Immobilien AG	100.00	100.00	16,840
Európai Utazásbiztosítás-közv.	077	HUF	3,000,000	a	11		100.00	Európai Utazási Biztosító R.t.	100.00	40.86	15
Europ Assistance s.r.o.	275	CZK	2,900,000	a	11		100.00	Europ Assistance Holding S.A.	100.00	99.94	470
Generali Car Care s.r.o.	275	CZK	1,000,000	a	11		100.00	Generali Pojistovna a.s.	100.00	51.00	37
Generali Servis s.r.o.	275	CZK	100,000	a	11		100.00	Generali Pojistovna a.s.	100.00	51.00	4
Univerzální správa majetku as	275	CZK	1,000,000	a	11		100.00	Ceska pojistovna, a.s.	100.00	51.00	1,910
První Callin agentura a.s.	275	CZK	3,000,000	a	11		100.00	Ceska pojistovna, a.s.	100.00	51.00	627
REFICOR s.r.o.	275	CZK	100,000	a	11		100.00	Ceska pojistovna, a.s.	100.00	51.00	821
Contractual Digital Floor a.s.	275	CZK	1,000,000	a	11		51.00	Ceska pojistovna, a.s.	51.00	26.01	
Karlův Most	275	CZK	2,987,000	a	11		100.00	Ceska pojistovna, a.s.	100.00	51.00	111
Pankrac Services, s.r.o.	275	CZK	1,247,372,000	a	10		100.00	Ceska pojistovna, a.s.	100.00	51.00	75,136
Generali Net Insurance Broker	012	BGN	50,000	a	11		100.00	Generali Bulgaria Holding AD	100.00	51.00	51
Europ Assistance (Scandinavia)	068	SEK	725,000	a	11		100.00	Europ Assistance Holding S.A.	100.00	99.94	
Europ Assistance Claims AB	068	SEK	100,000	a	11		100.00	Europ Assistance Holding S.A.	100.00	99.94	
MAKB s.r.o.	276	SKK	220,000	a	10		100.00	Generali Immobilien AG	100.00	100.00	6
Outputcenter s.r.o.	276	SKK	200,000	a	10		100.00	Generali Immobilien AG	100.00	100.00	66

Non-consolidated subsidiaries and associated companies

Company	Country	Currency	Share capital in original currency	Activity ⁽¹⁾	Type ⁽²⁾	Direct	Indirect	Shareholding % Through	Total	Group equity ratio % ⁽³⁾	Book value (€ thousand)
VUB Generali d.s.s., a.s. (**)	276	SKK	304,000,000	b	11		50.00	Generali Slovensko Poistovna	50.00	25.50	10,559
Generali Consulting s.r.o.	276	SKK	210,000	a	11		100.00	Generali Slovensko Poistovna	100.00	51.00	
Generali IT S.s.r.o.	276	SKK	5,000,000	a	11		100.00	Generali VIS Informatik GmbH	100.00	100.00	132
CP Servises s.r.o.	276	SKK	200,000	a	11		100.00	Generali Slovensko Poistovna	100.00	51.00	7
Gradua Finance, a.s.	276	SKK	10,000,000	a	11		100.00	CZI Holdings N.V.	100.00	51.00	406
Delta Generali Holding d.o.o.	290	EUR	2,500,000	a	11		51.00	Delta Generali Osiguranje a.d.	51.00	13.01	2,015
Delta Generali Zivotna Osigur.	290	EUR	1,000,000	a	4		100.00	Delta Generali Holding d.o.o.	100.00	13.01	
Delta Generali Osiguranj ad	290	EUR	2,900,000	a	3		100.00	Delta Generali Holding d.o.o.	100.00	13.01	
EuroAssistance Ltd	263	UAH	1,000,000	a	11		100.00	Generali Garant Insurance JSC	100.00	52.39	94
Eurotransitservice JSC	263	UAH	85,000	a	11		70.29	Generali Garant Insurance JSC	70.29	36.82	
Transinvestservice Ltd	263	UAH	644,000	a	11		90.06	Generali Garant Insurance JSC	90.06	47.18	
Sviko Ltd	263	UAH	4,280,873	a	11		99.92	Generali Garant Insurance JSC	99.92	52.34	
Garant-Trast Ltd	263	UAH	9,987,403	a	11		99.96	Generali Garant Insurance JSC	99.96	52.36	
Garant-Consulting Ltd	263	UAH	1,486,267	a	11		99.06	Generali Garant Insurance JSC	99.06	51.89	
Diana Private Enterprise	263	UAH	75,000	a	11		100.00	Generali Garant Insurance JSC	100.00	52.39	
Leasing Company 'Garant' JSC	263	UAH	60,000	b	11		25.00	Generali Garant Insurance JSC	25.00	13.10	
Autoalliance Pension Fund	263	UAH	133,000	b	11		25.00	Generali Garant Insurance JSC	25.00	13.10	
Malvina Ltd	263	UAH	38,200	b	9		40.58	Generali Garant Insurance JSC	40.58	21.26	
Chernigivautotrans JSC	263	UAH	146,020	b	10		48.53	Generali Garant Insurance JSC	48.53	25.42	
Fastiv-AUTO JSC	263	UAH	305,500	b	11		21.06	Generali Garant Insurance JSC	21.06	11.03	
Financial Services LLC	263	UAH	250,000	a	11		99.99	CZI Holdings N.V.	99.99	50.99	32
Generali PPF Asset Management	263	UAH	7,750,800	a	8		99.99	CZI Holdings N.V.	99.99	51.00	885
AIV d.o.o.	261	HRK	20,000	a	10		100.00	Allgemeine Immobilien-Verw.	100.00	100.00	3
CPM Internacional d.o.o.	261	HRK	275,600	a	11		100.00	Sementi Dom Dotto S.p.A.	100.00	100.00	
Financial Strategy Monaco SAM	091	EUR	750,000	b	11		20.00	BSI Monaco SAM	20.00	20.00	150
CGPM SAM	091	EUR	500,000	b	11		20.00	BSI Monaco SAM	20.00	20.00	
Podium S.A.M. (**)	091	EUR	150,000	b	11		30.00	BSI S.A.	30.00	30.00	45
BSI Laran S.A.	071	CHF	1,000,000	a	9		100.00	BSI S.A.	100.00	100.00	135
SIL Soc. Immobiliare Lugano	071	CHF	15,200,000	b	10		18.12	BSI S.A.	18.12	18.12	
BSI Wertheim Merchant House SA	071	CHF	300,000	b	11		50.00	BSI S.A.	50.00	50.00	101
BSI Art Collection S.A.	071	CHF	100,000	a	11		100.00	BSI S.A.	100.00	100.00	68
Aldon AG	071	CHF	100,000	a	11		100.00	BSI S.A.	100.00	100.00	68
Calas S.A.	071	CHF	100,000	a	11		100.00	BSI S.A.	100.00	100.00	68
Finmo S.A.	071	CHF	50,000	a	11		100.00	BSI S.A.	100.00	100.00	34
Funicolare Lugano-Paradiso	071	CHF	600,000	b	11		31.08	BSI S.A.	31.08	31.08	
Autolinee Regionali Luganesi	071	CHF	653,000	b	11		27.58	BSI S.A.	27.58	27.58	
Finnat Gestioni S.A.	071	CHF	500,000	b	11		30.00	BSI S.A.	30.00	30.00	101
Valiance Capital S.A.	071	CHF	100,000	b	11		30.00	BSI S.A.	30.00	30.00	20
Ganos S.A.	071	CHF	100,000	a	11		100.00	BSI S.A.	100.00	100.00	68
Generali Group Partner AG	071	CHF	100,000	a	11		100.00	Generali (Schweiz) Holding AG	100.00	100.00	68
Foot.Pro S.A.	071	CHF	250,000	a	11		100.00	BSI S.A.	100.00	100.00	0
Convivium S.A.	071	CHF	2,000,000	a	10		100.00	BSI S.A.	100.00	100.00	1,284
Livolsi e Associati Private SA (**)	071	CHF	1,000,000	b	11		40.00	BSI S.A.	40.00	40.00	545
GMT Fine Chemical S.A.	071	CHF	2,200,000	b	11		22.73	Alpine Services Ltd	22.73	22.73	

Non-consolidated subsidiaries and associated companies

Company	Country	Currency	Share capital in original currency	Activity ⁽¹⁾	Type ⁽²⁾	Direct	Indirect	Shareholding % Through	Total	Group equity ratio % ⁽³⁾	Book value (€ thousand)
Dagma S.A.	071	CHF	250,000	b	11		20.00	Dreieck Fiduciaria S.A.	20.00	20.00	0
Gothard Trust S.A.	071	CHF	100,000	a	11		100.00	Dreieck Fiduciaria S.A.	100.00	100.00	68
Citadel Ins. Co. PLC	105	MTL	2,000,000	b	11		21.00	Ina Assitalia S.p.A.	21.00	21.00	978
Europ Assistance Océanie S.A.	105	XPF	24,000,000	a	11		74.88	Europ Assistance Holding S.A.	74.88	74.83	286
BSI Administrators Ltd	201	USD	10,000	a	11		100.00	BSI Generali Bank (CI) Ltd	100.00	100.00	
Image Market LLC	262	RUB	32,150,000	a	11		100.00	CZI Holdings N.V.	100.00	51.00	2,848
Europ Assistance CEI 000	262	RUB	10,000	a	11		100.00	Europ Assistance Holding S.A.	100.00	99.94	0
Europ Assistance Vostok 000	262	RUB	10,000	a	11		60.00	Europ Assistance CEI 000	60.00	59.97	
ooo Fynansovj servis	262	RUB	100,000	a	9		100.00	Ceska pojistovna, a.s.	100.00	51.00	
AIW-Administrare de Cladiri	061	ROL	50,000	a	11		100.00	Allgemeine Immobilien-Verw.	100.00	100.00	14
Famillio Broker de Pensii	061	ROL	25,000	a	11		99.60	Famillio Befektetési Tanácsadó	100.00	50.28	
							0.40	Famillio Agent de Asigurare			
Famillio Agent de Asigurare	061	ROL	4,500,200	a	11		100.00	Famillio Befektetési Tanácsadó	100.00	50.28	
S.C. Genagricola Romania	061	ROL	37,082,570	a	11		100.00	Genagricola S.p.A.	100.00	100.00	10,603
S.C. San Pietro Romania	061	ROL	422,570	a	11		100.00	Agricola San Giorgio S.p.A.	100.00	50.31	2,703
S.C. Aqua Mures	061	ROL	410,000,000	a	11		99.00	Genagricola S.p.A.	100.00	100.00	10
							1.00	Casaletto S.r.l			
S.C. La Quercia S.r.l.	061	RON	35,900	a	11		100.00	Inf - Societa' Agricola S.p.A.	100.00	100.00	10
Europ Assistance North America	069	USD	10	a	11		100.00	Europ Assistance Holding S.A.	100.00	99.94	16,639
CSA Inc.	069	USD	174,500	a	11		100.00	Europ Assistance North America	100.00	99.94	
Global Medical Management Inc.	069	USD	1,333	a	11		100.00	Europ Assistance North America	100.00	99.94	
GLL 200 State Street L.P.(**)	069	USD	1,000	c	11		49.90	GLL AMB Generali 200 State	49.90	38.50	31,669
Courtage Inter Caraibes	213	EUR	38,100	a	11		99.76	GFA Caraibes	99.76	99.74	38
EA Bahamas Ltd	160	USD	5,000	a	11		99.98	Europ Assistance IHS Services	99.98	99.92	
GTC Nominee Ltd	160	USD	10,000	a	11		100.00	BSI Trust Corp. (Bahamas) Ltd	100.00	100.00	12
Atacama Investments Ltd (**)	249	USD	29,640,085	b	11		10.12	BSI Overseas (Bahamas) Ltd	39.46	39.46	8,484
							29.34	BSI S.A.			
La Caja ART S.A.	006	ARS	70,500,000	b	3		50.00	Caja de Seguros S.A.	50.00	34.65	4,944
Europ Assistance Argentina S.A	006	ARS	2,786,456	a	11		34.00	Caja de Seguros S.A.	100.00	58.52	142
							66.00	Ponte Alta Lda			
Worldwide Assistance Brasil	011	BRL	2,975,000	a	11		100.00	Primeira Cruz Lda	100.00	31.78	
BSI Serviços Ltda	011	BRL	2,111,134	a	11		100.00	BSI S.A.	100.00	100.00	0
Consortio	011	BRL	n.a.	a	11		100.00	Worldwide Assistance Brasil	100.00	31.78	
BSI Servicios Internacionales	015	CLP	64,000,000	a	11		100.00	BSI S.A.	100.00	100.00	0
Europ Assistance SA (Chile)	015	CLP	335,500,000	a	11		25.50	Europ Assistance Holding S.A.	51.00	38.99	109
							25.50	Ponte Alta Lda			
La Nacional Cia Inmobiliaria	024	USD	47,647	a	10		100.00	Generali Ecuador S.A.	100.00	51.74	853
Migdal Holdings & Management	182	ILS	810	a	4		100.00	Migdal Insurance Co. Ltd	100.00	69.79	2,201
Mivtach-Simon Insurance Ag.	182	ILS	1	a	9		100.00	Migdal Holdings & Management	100.00	69.79	
Migdal Hitum ve Kidum Asakim	182	ILS	5,001,053	a	9		100.00	Migdal Capital Markets (1965)	100.00	69.79	
Migdal P.E. Ltd	182	ILS	100	a	9		100.00	Migdal Investments Management	100.00	69.79	
Migdal Real Estate Holdings	182	ILS	6,166	a	10		100.00	Migdal Insurance Co. Ltd	100.00	69.79	
Ashmoret Tihona Ltd	182	ILS	1,000	a	10		100.00	Migdal Insurance Co. Ltd	100.00	69.79	
Hamagen Properties Ltd	182	ILS	6,090,837	a	10		100.00	Migdal Insurance Co. Ltd	100.00	69.79	

Non-consolidated subsidiaries and associated companies

Company	Country	Currency	Share capital in original currency	Activity ⁽¹⁾	Type ⁽²⁾	Direct	Indirect	Shareholding % Through	Total	Group equity ratio % ⁽³⁾	Book value (€ thousand)
Pel - Hamagen House Ltd	182	ILS	14,066,596	a	10		100.00	Hamagen Properties Ltd	100.00	69.79	
Migdal Alumim Investment House	182	ILS	50,000	a	8		100.00	Migdal Stock Exchange Services	100.00	69.79	
New Makefet Pension & Benefit	182	ILS	1,698	a	8		100.00	Migdal Insurance Co. Ltd	100.00	69.79	43,922
Amot Habituah Assurance Ag	182	ILS	4	a	11		100.00	Mivtach-Simon Insurance Ag.	100.00	69.79	
Amir Aloni Assurance Ag	182	ILS	400	a	11		75.00	Mivtach-Simon Insurance Ag.	75.00	52.34	
Madanes Financial Services Ltd	182	ILS	10,000	b	11		50.00	Migdal Investment Portfolio M.	50.00	34.89	
Makefet Financial Services	182	ILS	1,000	a	11		55.00	New Makefet Pension & Benefit	100.00	55.66	
							45.00	Froline Exclusive Ltd			
New Makefet Providence Fund	182	ILS	1,500,000	a	8		100.00	New Makefet Pension & Benefit	100.00	69.79	
Froline Exclusive Ltd	182	ILS	1,000	a	11		55.00	New Makefet Pension & Benefit	55.00	38.38	
Amit Insurance Agencies Ltd	182	ILS	n.a.	a	11		100.00	Ihud Insurance Agencies Ltd	100.00	69.79	
Shaham Veinstein (Netanya)	182	ILS	112	a	11		100.00	Shaham Insurance Agencies Ltd	100.00	69.79	
Sopher Moshe Insurance Ag	182	ILS	157	b	11		35.03	Shaham Insurance Agencies Ltd	35.03	24.45	
Reshef Insurance Agencies Ltd	182	ILS	120	a	11		50.00	Sagi Yogev Life Assur. Agency	50.00	34.89	
Migdal Platinum Provident Ltd	182	ILS	1,100,000	a	8		100.00	Migdal Capital Markets (1965)	100.00	69.79	
Migdal Credit Services Ltd	182	ILS	100	a	11		100.00	Migdal Eshkol Finansim B.M.	100.00	69.79	2,343
Migdal Financial Services Ltd	182	ILS	320,000	a	11		100.00	Migdal Eshkol Finansim B.M.	100.00	69.79	286
Migdal Leasing Ltd	182	ILS	100	a	11		100.00	Migdal Eshkol Finansim B.M.	100.00	69.79	2,275
Migdal Trust Funds Ltd	182	ILS	259,518,001	a	9		100.00	Migdal Stock Exchange Services	100.00	69.79	
Municipalit Insurance Agency	182	ILS	100	b	11		50.00	Peltours Insurance Agencies	50.00	25.57	
Ihud Insurance Agencies Ltd	182	ILS	1,500	a	11		100.00	Migdal Holdings & Management	100.00	69.79	
Peltours Insurance Agencies	182	ILS	256,000	a	11		73.28	Migdal Holdings & Management	73.28	51.14	
Sagi Yogev Life Assur. Agency	182	ILS	3,000	a	11		100.00	Migdal Holdings & Management	100.00	69.79	
Shamgad Claims Management Co.	182	ILS	2	a	11		100.00	Migdal Insurance Co. Ltd	100.00	69.79	
Maestro Ltd	182	ILS	n.a.	a	11		100.00	Migdal Insurance Co. Ltd	100.00	69.79	
Data Car Israel Ltd	182	ILS	30,000	b	11		50.00	Migdal Insurance Co. Ltd	50.00	34.89	94
Migdal Mngmt & Provident Funds	182	ILS	905,000	a	11		100.00	Migdal Insurance Co. Ltd	100.00	69.79	254
Rav Ofek Ltd	182	ILS	10,000	b	11		25.00	Migdal Holdings & Management	25.00	17.45	
Shaham Insurance Agencies Ltd	182	ILS	1,818	a	11		100.00	Migdal Holdings & Management	100.00	69.79	
Leibowitz Streichman Consult.	182	ILS	1,000	a	11		100.00	Peltours Insurance Agencies	100.00	51.14	
Ihud-David Berman Ins. Ag.	182	ILS	5	a	11		100.00	Peltours Insurance Agencies	100.00	51.14	
Mivtach Gonen Pension Ins. LAA	182	ILS	100	a	11		75.00	Mivtach-Simon Insurance Ag.	75.00	52.34	
Migdal Investment Portfolio M.	182	ILS	50,000	a	8		100.00	Migdal Capital Markets (1965)	100.00	69.79	
Yozma Pension Fund Ltd	182	ILS	n.a.	a	11		100.00	Migdal Insurance Co. Ltd	100.00	69.79	286
HG Migdal I, LLC	182	ILS	n.a.	a	10		100.00	Migdal Insurance Co. Ltd	100.00	69.79	
HG Migdal II, LLC	182	ILS	n.a.	a	10		100.00	Migdal Insurance Co. Ltd	100.00	69.79	
Migdal Capital Markets (MS)Ltd	182	ILS	50	a	9		100.00	Migdal Capital Markets (1965)	100.00	69.79	
Avgad Yahalom Management Ltd	182	ILS	1,100	b	10		47.45	Migdal Real Estate Holdings	47.45	33.12	
Mivtach Granot Assurance Ag.	182	ILS	250	b	11		40.00	Mivtach-Simon Insurance Ag.	40.00	27.92	
Mivtach Rom Insurance Agency	182	ILS	200	a	11		64.00	Mivtach-Simon Insurance Ag.	64.00	44.67	
Mivtach Simon Rubinstein Mor	182	ILS	200	a	11		64.00	Mivtach-Simon Insurance Ag.	64.00	44.67	
TIP-Planning and Pension Cons.	182	ILS	100	a	11		100.00	Mivtach-Simon Insurance Ag.	100.00	69.79	
Tvuna Life Assurance Agency	182	ILS	30	b	11		33.33	Mivtach-Simon Insurance Ag.	33.33	23.26	
Yeud Life Assurance Agency Ltd	182	ILS	100	a	11		100.00	Mivtach-Simon Insurance Ag.	100.00	69.79	

Non-consolidated subsidiaries and associated companies

Company	Country	Currency	Share capital in original currency	Activity ⁽¹⁾	Type ⁽²⁾	Direct	Indirect	Shareholding % Through	Total	Group equity ratio % ⁽³⁾	Book value (€ thousand)
Mivtach-Peltours Insurance Ag.	182	ILS	100	a	11		100.00	Mivtach-Simon Insurance Ag.	100.00	69.79	
Ihud Peltours Diamonds Ins.Ag.	182	ILS	100	a	11		100.00	Peltours Insurance Agencies	100.00	51.14	
Mivtach-Simon Ag. Management	182	ILS	100	a	9		100.00	Mivtach-Simon Insurance Ag.	100.00	69.79	
Migdal Capital Markets (1965)	182	ILS	268,551,676	a	9		100.00	Migdal Investments Management	100.00	69.79	
Migdal Investments Management	182	ILS	100	a	9		100.00	Migdal Insurance&Fin. Holding	100.00	69.79	73,336
Migdal Stock Exchange Services	182	ILS	259,506,539	a	11		100.00	Migdal Capital Markets (1965)	100.00	69.79	
Tunisie Assistance S.A.	075	TND	1,000,000	b	11		33.00	Europ Assistance Holding S.A.	33.00	32.98	268
Europ Assistance Medical SI SA	075	TND	100,000	b	11		44.00	Europ Assistance Holding S.A.	44.00	43.98	31
Carthage Assistance Services	075	TND	425,000	b	11		49.01	Europ Assistance Holding S.A.	49.01	48.98	271
Maghreb S.A.	075	TND	10,000,000	b	3	44.17			44.17	44.17	2,311
GFA Haiti S.A.	034	HTG	1,250,000	b	11		15.00	GFA Caraïbes	30.00	29.96	4
							15.00	Courtage Inter Caraïbes			
Europ Assistance México S.A.	046	MXN	69,799	b	11		49.00	Europ Assistance Holding S.A.	49.00	48.97	
BSI Servicios S.A.	080	UYU	1,100,000	a	11		100.00	BSI S.A.	100.00	100.00	
EA Travel Assistance Services	016	EUR	1,750,000	a	11		100.00	Europ Assistance Holding S.A.	100.00	99.94	1,750
Future Generali India Life (**)	114	INR	1,850,000,000	c	3		25.50	Part. Maat. Graafschap Holland	25.50	25.50	6,046
Future Generali India Insur(**)	114	INR	1,500,000,000	c	3		25.50	Part. Maat. Graafschap Holland	25.50	25.50	3,737
Europ Assistance India Private	114	INR	81,536,230	a	11		100.00	Europ Assistance Holding S.A.	100.00	99.94	1,684
Europ Assistance (Taiwan) Ltd	022	TWD	5,000,000	a	11		100.00	Europ Assistance Holding S.A.	100.00	99.94	
Europ Assistance Worldwide Pte	147	SGD	182,102	a	11		100.00	Europ Assistance Holding S.A.	100.00	99.94	
Intl Inheritance Planning Ltd	049	NZD	5,000	a	9		100.00	BSI S.A.	100.00	100.00	3
Care Management Network Inc.	118	BBD	9,000,000	a	11		100.00	EA Bahamas Ltd	100.00	99.92	

n.a.: not applicable

(1) a = non-consolidated subsidiaries (IAS 27); b = associated companies (IAS 28); c = joint ventures (IAS 31)

(2) 1 = Italian insurance companies; 2 = EU insurance companies; 3 = non EU insurance companies; 4 = insurance holding companies; 5 = EU reinsurance companies; 6 = non EU reinsurance companies; 7 = banks; 8 = asset management companies; 10 = real estate companies; 11 = other

(3) Net Group participation percentage

(**) Associated company valued at equity

The total percentage of votes exercisable at shareholders' general meeting, which differs from that of direct or indirect shareholding, is as follows:

GLL Real Estate Partners GmbH 40,00%

SIL Soc. Immobiliare Lugano 27,55%

Thuringia Versicherungsvermit. 80,00%

Avgad Yahalom Management Ltd 47,00%

Tenax Capital Limited 49,00%

NEIP II S.A.- Sicar 48,39%

List of countries

Country	Country code
ARGENTINA	006
AUSTRIA	008
BAHAMAS	160
BARBADOS	118
BELGIUM	009
BERMUDA	207
BRASIL	011
BULGARIA	012
BYELORUSSIA	264
CANADA	013
CHILE	015
CIPRO	101
COLOMBIA	017
CROATIA	261
CZECH REPUBLIC	275
DENMARK	021
ECUADOR	024
EIRE	040
FRANCE	029
GERMANY	094
GREECE	032
GUATEMALA	033
GUERNSEY	201
HAITI	034
HONG KONG	103
INDIA	114
INDONESIA	129
ISRAEL	182
ITALY	086
KAZAKISTAN	269
LIECHTENSTEIN	090
LUXEMBOURG	092
MALTA	104
MARTINICA	213
MEXICO	046
MONACO	091
NETHERLANDS	050
NEW ZELAND	049
PANAMA	051
PEOPLE'S REPUBLIC OF CHINA	016
PHILIPPINES	027

List of countries

Country	Country code
POLAND	054
POLYNESIAN FRENCH	105
PORTUGAL	055
REUNION	247
ROMANIA	061
RUSSIA	262
SERBIA	289
SINGAPORE	147
SLOVAK REPUBLIC	276
SLOVENIA	260
SOUTH AFRICA REPUBLIC	078
SPAIN	067
SWEDEN	068
SWITZERLAND	071
TAIWAN	022
THAILAND	072
TUNISIA	075
TURKEY	076
U.S.A.	069
UCRAINA	263
UNGARY	077
UNITED KINGDOM	031
URUGUAY	080
VIRGIN ISLAND	249

List of currencies

Currency	Currency code
Argentine Peso	ARS
Austrian Schilling	ATS
Barbados Dollar	BBD
Lev (Bulgaria)	BGN
Brazilian Real	BRL
Canadian Dollar	CAD
Swiss Franc	CHF
Swiss Franc	CHF
Chilean Peso	CLP
Chinese Renminbi	CNY
Colombian Peso	COP
Dinaro	CSD
Cypriot Pound	CYP
Czech Krona	CZK
Danish Krone	DKK
European Euro	EUR
French Franc	FRF
British Pound	GBP
Guatemalan Quetzal	GTQ
Hong Kong Dollar	HKD
Croatian Kuna	HRK
Haitian Gourde	HTG
Hungarian Forint	HUF
Indonesian Rupiah	IDR
Israeli Scheckel	ILS
Indian Rupee	INR
Tenge (Kazakhstan)	KZT
Maltese Lira	MTL
Mexican Pesos	MXN
New Zealand Dollars	NZD
Philippine Peso	PHP
Polish Zloty (new)	PLN
Romanian Leu	ROL
Dinaro S&M	RSD
Russian Ruble	RUB
Swedish Krona	SEK
Singapore Dollar	SGD
Slovenian Tolar	SIT
Slovakian Krona	SKK
Thailand Baht	THB
Tunisian Dinar	TND

List of currencies

Currency	Currency code
New Turkish Lira	TRY
New Taiwan Dollar	TWD
Ukraine Hryvnia	UAH
United States Dollar	USD
Uruguayan Peso (new)	UYU
CFP Franc	XPF
South African Rand	ZAR



Skyline, Macau - China



Attestation on the Consolidated
financial statements in accordance with
art. 154/*bis* of Legislative Decree 58/98



ATTESTATION ON THE CONSOLIDATED FINANCIAL STATEMENTS IN ACCORDANCE WITH ART. 154-*B/S* OF LEGISLATIVE DECREE 58/98

1. The undersigned, Giovanni Perissinotto, in his capacity as Managing Director, and Raffaele Agrusti, in his capacity as Manager charged with preparing the financial reports of Assicurazioni Generali S.p.A., hereby confirm, taking also into account the provisions of Art. 154-*bis*, paragraphs 3 and 4, of Legislative Decree No. 58 dated 24 February 1998,
 - the adequacy with respect to the Company's structure and
 - the effective applicationof the administrative and accounting procedures in place for preparing the consolidated financial statements at 31 December 2008.
2. The adequacy of administrative and accounting procedures in place for preparing the consolidated financial statements at 31 December 2008 has been assessed resting upon a process established by Assicurazioni Generali S.p.A. on the basis of the guidelines set out in the *Internal Control – Integrated Framework* issued by the *Committee of Sponsoring Organizations of the Treadway Commission*, an internationally-accepted reference framework.
3. The undersigned further confirm that:
 - 3.1 the consolidated financial statements at 31 December 2008:
 - a) are prepared in compliance with applicable international accounting standards recognized by the European Community pursuant to Regulation (EC) No. 1606/2002 of the European Parliament and of the Council of 19 July 2002, with the provisions of Legislative Decree No. 38 of 28 February 2005, with the Italian Civil Code, with Legislative Decree No. 209 of 7 September 2005 and with applicable provisions, regulations and circular letters issued by ISVAP;
 - b) correspond to the related books and accounting records;
 - c) provide a true and correct representation of the financial position of the issuer and the group of companies included in the scope of consolidation;
 - 3.2 the directors' report contains a reliable analysis of the business outlook and management result, the financial position of the issuer and group companies included in the scope of consolidation and a description of the main risks and uncertain situation to which they are exposed.

Venice, 20 March 2009

Giovanni Perissinotto
Managing Director

ASSICURAZIONI GENERALI S.p.A.

Raffaele Agrusti
*Manager charged with preparing
the Company's financial reports*

ASSICURAZIONI GENERALI S.p.A.



Skyline, Hong Kong - China



Independent Auditor's report



**AUDITORS' REPORT IN ACCORDANCE WITH ARTICLE 156 OF LAW
DECREE N° 58 DATED 24 FEBRUARY 1998 AND WITH ARTICLE 102 OF THE
LAW DECREE N° 209 DATED 7 SEPTEMBER 2005**

To the Shareholders of
Assicurazioni Generali SpA

CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 DECEMBER 2008

- 1 We have audited the consolidated financial statements, which comprise the balance sheet, the income statement, the statement of changes in shareholders' equity, the cash flow statement and the related notes of Assicurazioni Generali SpA and its subsidiaries (the "Generali Group") as of 31 December 2008. Assicurazioni Generali SpA's Directors are responsible for the preparation of these financial statements in compliance with International Financial Reporting Standards as adopted by European Union, as well as with the Regulation issued to implement article 90 of the Legislative Decree N.209/2005. Our responsibility is to express an opinion on these consolidated financial statements based on our audit.
- 2 We conducted our audit in accordance with the auditing standards and criteria recommended by CONSOB, the Italian Commission for listed companies and the Stock Exchange. In accordance with those standards and criteria, the audit has been planned and performed to obtain the necessary assurance about whether the consolidated financial statements are free of material misstatement and, taken as a whole, are presented fairly. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, as well as assessing the accounting principles used and the reasonableness of estimates made by the Directors. We believe that our audit provides a reasonable basis for our opinion.

For the opinion on the consolidated financial statements of the prior period, which are presented for comparative purposes, reference is made to our report dated 3 April 2008.

- 3 In our opinion, the consolidated financial statements of Assicurazioni Generali SpA as of 31 December 2008 comply with the International Financial Reporting Standards as adopted by the European Union and with the Regulation issued to implement article 90 of the Law Decree N. 209/2005; accordingly, they give a true and fair view of the consolidated financial position, the consolidated results of operations, the changes in the consolidated shareholders' equity and the consolidated cash flows of Generali Group for the year then ended.
- 4 The Directors of Assicurazioni Generali SpA are responsible for the preparation of the Board of Directors' Report in accordance with the applicable laws and regulations. Our responsibility is to express an opinion on the consistency of the Boards of Directors' Report with the consolidated financial statements, as required by article 156, paragraph 4-bis, letter d), of the Legislative Decree 58/98. For this purpose, we have performed the procedures required under Auditing Standard N.001 issued by the Italian Accounting Profession (CNDCEC) and recommended by CONSOB. In our opinion the Board's of Directors' Report is consistent with the consolidated financial statements of Assicurazioni Generali SpA as of 31 December 2008.

Milan, 2 April 2009

(This report has been translated from the original which was issued in accordance with Italian legislation)

PricewaterhouseCoopers SpA

Ezio Bassi
(Partner)

Editing:
Consolidation Department

Co-ordination:
Group Communication Department/
Human Resources Dept. – General Services

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