

COUNTRY BY COUNTRY REPORTING

Figures at December, 31
2020



With regard to the provisions of the Bank of Italy Circular no. 285 of December 17, 2013, and subsequent updates ("**Circular 285**"), with this document, the BFF Banking Group (the "Group") publishes information inherent to the business, turnover and the number of full-time equivalent employees considering the composition of the Group and the relative geographical distribution.

The information to be published is defined by Appendix A, First Part, Title III, Chapter 2 of Circular 285.

The scope of consolidation relevant for the purposes of the financial statements reflects the aggregation of balance sheet and income statement items of Banca Farmafactoring S.p.A. (as of March 5, 2021, BFF Bank S.p.A.) (the "**Bank**"), BFF Finance Iberia S.A.U., BFF Polska S.A., its subsidiaries included in the BFF Polska Group, and the special purpose vehicle BFF SPV S.r.l.

Subsidiaries are companies over which the Group exercises control. The Group controls a company when it is exposed to the variable returns generated by it and has the ability to affect such returns through its power over the company. Generally, control is deemed to exist when more than half of the voting rights are directly or indirectly held, taking also into account potentially exercisable or convertible voting rights. All subsidiaries are consolidated on a line-by-line basis from the date on which control is transferred to the Group. Conversely, they are excluded from the scope of consolidation when such control ceases.

The table below provides information relating to the companies belonging to the Group, broken down on the basis of the countries in which they operate, with reference to the date of December 31, 2020.

Aside from what is set forth in the table below, please note that:

- ▶ following the Board of Directors resolution of January 29, 2019, on February 13, 2020 the Bank notified the Bank of Italy of its intention to open a branch in Greece, initiating the related authorisation process. This process was completed on April 15, 2020 upon receipt of the authorisation by the Greek Local Authority. The Greek branch finally became operational on September 11, 2020 following the completion of the administrative formalities at the Register of Companies and the local Tax Authority;
- ▶ on May 13, 2020 the Bank signed a binding agreement governing the acquisition from Equinova UK Holdco Limited of control of DEPObank and the subsequent merger by incorporation of the latter into the Bank. On June 24, 2020, the Boards of Directors of the Bank and of DEPObank approved the plan for the merger by incorporation. Following the authorisations from the authorities (Bank of Italy and European Central Bank) obtained on December 9, 2020, the Bank and DEPObank approved their respective illustrative reports on the Merger Plan for the merger by incorporation and convened their respective extraordinary shareholders' meetings to approve the merger. The transaction was finalised on March 1, 2021, the date of the transaction closing and the subsequent merger by incorporation of DEPObank. The Bank also changed its name to BFF Bank S.p.A. As a result of the closing, the bank entered into the relative merger deed with DEPObank, through which, effective starting on March 5, 2021, the merger by incorporation of DEPObank into BFF was finalised. Following the foregoing, Equinova holds 7.6% of the share capital of the new "combined entity".

Please note that the data shown in the table below refer exclusively to the Consolidated Financial Statements of Banca Farmafactoring S.p.A. at December 31, 2020, which were audited by PricewaterhouseCoopers S.p.A. No additional audit was expressly requested of the latter with regard to this report. Therefore, such data do not include those of the newly incorporated DEPObank.

Geographical area	Company	Type of business (1)	Turnover (2) – (4)	Number of full-time equivalent employees (3)	Profit or loss before taxes (4)	Taxes on profit or loss (4)	Public funding received (4)
Italy	BFF Bank S.p.A. (*)	A B	134.7	185.8	77.1	22.0	0.0
Spain	1. BFF Bank S.p.A. Branch Spagna (*) 2. BFF Finance Iberia S.A.U.	1. B 2. A	25.5	52.0	14.6	3.7	0.0
Portugal	BFF Bank S.p.A. Branch Portugal	A	7.1	8.7	5.8	1.6	0.0
Greece	BFF Bank S.p.A. Branch Grecia	A	2.8	3.7	1.7	0.5	0.0
Poland	1. BFF Bank S.p.A. Branch Polonia 2. BFF Polska S.A., 3. BFF Medfinance S.A., 4. Debt-Rnt sp. Z O.O., 5. Komunalny Fundusz Inwestycyjny Zamknięty, 6. MEDICO Niestandaryzowany Sekurytyzacyjny Fundusz Inwestycyjny Zamknięty	1. B 2-6. A C D	27.5	154.9	14.6	2.8	0.0
Czech Republic	BFF Česká Republika s.r.o.	A C	0.4	2.8	0.1	0.0	0.0
Slovakia	BFF Central Europe s.r.o.	A C	11.4	12.4	9.9	2.1	0.0
Total BFF Banking Group			209.4	420.2	123.7	32.6	0.0

(*) Please note that BFF Bank S.p.A. performs factoring activities in Italy as well as under the freedom to provide services in Croatia and France, while its branch in Spain carries out funding activities with the public through the online deposit account, also in Germany, the Netherlands and Ireland.

(1) Type of business

- A: performance of factoring activities by purchasing receivables on a non-recourse basis, as well as credit management service. The Group is specialised in the sale of receivables due from the National Healthcare System and the public administration in the countries in which it operates.
- B: performance of funding activities with the public through the online deposit account for retail customers and businesses. In Spain, this activity is carried out through the Bank's Spanish branch which also operates in Germany, the Netherlands and Ireland, under the freedom to provide services, with a product dedicated only to retail investors. In Poland, this activity is carried out through the Bank's Polish branch.
- C: financing the working capital of suppliers to the public administration, of existing and future receivables, of public sector and healthcare investments.
- D: performance of leasing activity.

(2) "Turnover" is the intermediation margin pursuant to Income Statement and Consolidated Income Statement item 120.

(3) The "Number of full time equivalent employees" is the ratio between the number of hours worked in total by all employees, excluding overtime, and the annual total established in the contract for a full-time employee.

(4) Values in € millions.

Certification by the financial reporting officer

The manager responsible for preparing the company's financial reports, Carlo Zanni, declares, pursuant to paragraph 2, Article 154-bis of the Consolidated Finance Act, that the accounting information contained in this document corresponds to the contents of accounting documents, books and records.

Carlo Zanni
Financial Reporting Officer