PRESS RELEASE

BFF announces consolidated financial results for 1H 2026

- **1H 2026 Adj. Net Profit at €81.3m (+8% YoY).**
- **Reported Net Profit at €51.4m[1], up 3% YoY excluding the €21m impact from Bank of Italy Inspection Report.**
- **Group Net Revenues[2] up 9% YoY at €216.1m, supported by Transaction Services performance.**
- **Increasingly diversified Loan book at €5.5bn (-5% vs. YE 2025), with focus on profitability and strategic deleveraging.**
- **Loan/Deposit ratio stable at 75% with Deposits at €7.3bn.**
- **38% of total assets represented by Italian Government bonds.**
- **In 6 months, Net Impaired Loans down 6% and RWA down 9%.**
- **Pro-forma[3] CET1 ratio at 11.1% and TCR at 13.6%, above regulatory requirements and up since YE 2025.**
- **Strategic options under review to ensure ongoing respect of capital ratios.**

Milan, 5th August 2026 – Today the Board of Directors of BFF Bank S.p.A. ("**BFF**", the "**Bank**", the "**Company**" or the "**Group**") approved BFF's first half 2026 Consolidated Financial Report.

The meeting was held in the presence of the Commissioners, Prof. Avv. Raffaele Lener and Mr. Francesco Fioretto, appointed by the Bank of Italy, pursuant to Article 75bis of the TUB, in the context of the Regulatory Measure announced on 29th March 2026.

[1] Please see paragraph "Consolidated Profit and Loss".
[2] Managerial data: includes releases of provisions partially offsetting associated lower revenues.
[3] Pro-forma for the sale of HTC Bonds completed on 28-Jul-26. It also includes the effect of EBA Q&A on Calendar provisioning (link) published on 3-Jul-26.

CONSOLIDATED PROFIT AND LOSS

As of 30th June 2026, net of **Cost of Funding** of **€119.5m** (**-20%** YoY), **Adjusted Net Revenues**[4] at **€216.1m, +9%** YoY, of which **€180.0m** from *Factoring, Lending & Credit Management* **("F&L")**, **€18.3m** from *Securities Services*, **€34.3m** from *Payments*, and **€103.1m** from *Corporate Center*[5].

1H 2026 Total Adjusted Operating Expenses including D&A, at **€99.6m** vs. €94.7m in 1H 2025. Adjusted LLPs and Provisions for Risks and Charges at **€6.2m**[4] vs. €0.9m in 1H 2025.

Overall **Adjusted Profit Before Taxes ("PBT")** of **€110.4m** (**+7%** YoY), with *F&L* down **19%** YoY, *Payments* down **2%** YoY, *Securities Services* up **78%** YoY and *Corporate Center* at **€16.0m** compared with a negative contribution of €3.2m in 1H 2025.

1H 2026 **Adjusted Net Profit** at **€81.3m**, **+8%** YoY, and 1H 2026 **Reported Net Profit**[6] at **€51.4m** down **27%** YoY but up **3%** YoY excluding **€21m** impact from Bank of Italy Inspection Report received in July.

CONSOLIDATED BALANCE SHEET

As of 30th June 2026, **consolidated Total Assets** at **€11.9bn, -10%** YoY. Italian Government bonds represent 38% of BFF's total assets.

Loan Book at **€5,503m**[7], down **6%** YoY, and **Volumes**[8] at **€3,501m**, down **17%** YoY.

At the end of June 2026, **Italian Government bond portfolio** entirely classified as *Held to Collect* or "HTC" at **€4.6bn** stable vs. the end of June 2025.

On the **Liabilities** side, the main changes vs. end of June 2025 and end of December 2025 are the following:

- **Deposits from Transaction Services** at **€5.9bn,** down by **€1.2bn** YoY (**-17%**) and by **€0.6bn** vs. the end of December 2025 (**-10%**);
- **Repos** (refinancing operations related to Italian Government Portfolio) at **€2.4bn**, up vs. €1.9bn at the end of June 2025 and vs. €2.3bn at the end of December 2025. In addition, the

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[4] Managerial data: includes releases of provisions partially offsetting associated lower revenues.
[5] Including €6.9m and €7.6m of capital gains realised in 1Q 2026 and 2Q 2026 from the roll-over of floaters Government bond portfolio, respectively.
[6] Reported Net Profit includes the following non-recurring items:
- +€7.8m post tax, +€11.5m pre tax, related to Stock Options & Stock Grant plans;
- -€0.9m post tax, -€1.3m pre tax, related to Customer contract amortization;
- -€21.2m post tax, -€23.9m pre tax, related to the impact of Bank of Italy Inspection Report;
- -€3.6m post tax, -€5.4m pre tax, related to provisions on negative court rulings in foreign Countries (excl. Italy);
- -€12.0m post tax, -€15.5m pre tax, of other non-recurring items.

[7] Loan Book portfolio includes fiscal receivables "Ecobonus" for €308m, which are accounted in "Other Asset" in the 1H 2026 Consolidated Financial Accounts and the stock of on-balance sheet LPIs and "Recovery Fees" at €739m.
[8] Managerial data.

Group has **€515m** of reverse repos as of June 2026;

- **On-line retail deposits** at **€1.4bn**, down vs. €1.6bn at the end of June 2025 and up vs. €1.3bn at the end of December 2025;
- **Social unsecured senior preferred bonds** at **€606m,** stable YoY and vs. end December 2025;
- BFF holds no European Central Bank "ECB" funding to be refinanced (PELTRO, TLTRO, etc.).

1H 2026 **Liquidity Coverage Ratio (LCR)** at **185.7%** and **Net Stable Funding Ratio (NSFR)** at **120.4%**, both up vs. end December 2025.

Leverage ratio as at end June 2026 at **6.1%**, stable vs. at end June 2025.

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Asset quality

The Group continues to benefit from low exposure to the private sector.

1H 2026 **Net Impaired Assets** (non-performing, unlikely to pay and past due) stand at **€2,905m**, vs. €1,715m as at June 2025 and vs. €3,084m as at December 2025. Net Impaired Assets are down 6% in the first six months of 2026, while the year-on-year increase mainly reflects the impact of the reclassification following the Regulatory Measure received by the Bank of Italy on 28th March 2026[9] and the subsequent Inspection Report received on 14th July 2026[10].

Net Impaired Assets at c. **74%**[11] of the Loan Book while maintaining a negligible loss given default.

As of the end of June 2026, **94%** of Net Impaired Assets exposure is towards Public Administration.

1H 2026 **Cost of Risk** stands at **11.9 basis points**[12].

1H 2026 **Net Non-Performing Loans ("NPLs"), excluding Italian Municipalities in conservatorship** ("*in dissesto*"), stand at **€6.0m,** vs. €9.7m at 1H 2025 and vs. €6.8m at YE 2025. Italian Municipalities in conservatorship are classified as NPLs, despite BFF's entitlement to receive 100% of the principal and LPIs at the end of the conservatorship process.

1H 2026 **NPLs, including Italian Municipalities in conservatorship**, stand at €70.8m, vs. €93.8m at YE 2025 (-25%).

[9] Please refer to the Press Release of 29th March 2026 (link).
[10] Please refer to the Press Release of 14th July 2026 (link).
[11] Excluding Cassa di Compensazione Garanzia and Fiscal credits.
[12] Managerial data: excludes releases of provisions partially offsetting associated lower revenues.

At the end of June 2026, **net Past Due** amounts to **€2,657m**, vs. €1,542m at 1H 2025 and vs. €2,916m at YE 2025. In 1H 2026, over €2bn of past due exposure was collected[13].

In line with the disclosure provided in previous years' financial statements, the classification of non-performing exposures is based on the definition of default for prudential purposes (i.e. non-performing, unlikely to pay and past due), regardless of the representation of any related credit risk. With specific reference to public sector entities classified as impaired as a result of delayed payments, **significant misalignments among accounting data, prudential metrics and the Bank's actual recovery expectations** may therefore emerge.

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Capital ratios

BFF **Common Equity Tier 1 ("CET1") ratio** stands at **10.34%** vs. a SREP of 9.86% including Capital Reserves[14] and the **Total Capital ratio ("TCR")** at **12.93%** vs. a SREP of 13.36%[15]. Both ratios include the Net Profit of the period.

CET1 and TCR pro-forma, adjusted for a €41m capital gain on the sale of Italian Government bonds in Jul-26, are respectively at 11.1% and 13.6%, both above SREP requirements.

TREA ratio stands at 23.37% in line with the regulatory requirement[16] of 23.36% and the LRE ratio stands at 11.06%, well above the regulatory requirement of 5.40%.

As of the end of June 2026, **Risk Weighted Assets ("RWAs")** – based on Basel Standard model – stand at **€5.8bn**, vs. €4.9bn at 1H 2025 and vs. €6.4bn at YE 2025. RWAs **density**[17] stands at **81%** vs. c. 62% at 1H 2025 and c. 84% at YE 2025.

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For further details please refer also to the "*1H 2026 Results*" presentation published in the *Investor > Results > Financial Results* section of BFF Group's website.

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[13] Managerial data, including collections on past due exposures purchased and collected during the period.
[14] These Reserves include: the Capital Conservation Buffer, the Countercyclical Capital Buffer and the Systemic Risk Buffer.
[15] Please refer to footnote 14. Please note that TCR breach of SREP is just related to the Capital Reserves amount.
[16] Please refer to footnote 14.
[17] Calculated as RWAs/Total assets excluding HTC bond portfolio and Cash and Cash Balances.

Going Concern and Capital Conservation Plan

Below follows the Bank's assessment of its ability to continue as a going concern, together with, also at Consob's request, an update on the status of the planned supporting actions.

The going concern assessment takes into account the breach of the Total Capital Ratio against the Overall Capital Requirements as of 30th June 2026 (which has been fully restored on a pro forma basis following the sale of Italian Government bonds – for further details see below).

Compared with previous estimates, the capital shortfall on Total Capital derived from the application of the interpretation set out in the EBA Q&A on calendar provisioning published on 3rd July 2026[18], which remains within the limits of the Capital Conservation Buffer. Regulatory compliance of the Total Capital Ratio was re-established through the sale of the above-mentioned HTC bond portfolio completed on 28th July 2026.

It is further confirmed that, in the absence of external initiatives and based on current projections, prospective capital shortfalls would be expected to arise in 2028, primarily as a consequence of the progressive application of so-called calendar provisioning to exposures classified as past due at 31st December 2025. With regard to liquidity indicators, the above-mentioned projections confirm compliance with regulatory requirements both as at 30th June 2026 and throughout the 2026-2028 period.

In order to mitigate the 2028 capital shortfall, the Group has identified a set of recovery initiatives and additional potential mitigating actions. In particular, a baseline scenario has been prepared and updated on the basis of the information available as of the date of approval of the consolidated interim financial statements on 5th August 2026 and based on the continuity of the Bank's current business model. The scenario is based on the assumption of a controlled decrease in Factoring & Lending loans, including a significant reduction in volumes versus certain debtors operating within the Polish factoring product known as the "Factoring Like Product". Based on both the assumptions underpinning this scenario, as well as on the effects of the sale and concurrent reinvestment transaction involving Italian government bonds classified under the HTC business model, completed on 28th July 2026 for a total amount of €3.1bn and disclosed to the market on the same date (link), the Group expects to maintain adequate profitability levels and compliance with capital requirements through the financial year 2027.

The Group has also identified further measures that may be activated if necessary and with some already under assessment and implementation, aimed at further strengthening its capital and regulatory position and supporting capital adequacy over the longer term.

These initiatives include a loan securitization currently under detailed assessment, for which a process to identify potential investors is underway with the support of two leading financial advisors as communicated previously. As of the approval date of these consolidated interim financial statements, the preliminary strategic analysis and the identification of the portfolio

[18] For further details please refer to the following link: https://www.eba.europa.eu/single-rule-book-qa/qna/view/publicId/2026_7753.

potentially subject to the transaction have been conducted. The final perimeter and structure of the transaction remain subject to further definition through discussions with potential investors and other stakeholders. Other preparatory activities and discussions with potential investors are also continuing.

The Bank may also consider, subject to market and other relevant conditions, the issuance of Tier 2 eligible subordinated instruments as an additional lever to further strengthen the Bank's capital position, as well as the issuance of senior instruments aimed at enhancing the MREL eligible liabilities base of the Group. In this regard, on 5th August 2026, the Bank's Board of Directors approved its renewed EMTN Programme, providing the framework that would enable the Bank to access the capital markets promptly should it decide to pursue such transactions. However, this measure is not included in the baseline capital conservation scenario.

The Board of Directors also initiated a process aimed at identifying one or more financial and strategic partners with the support of financial advisors. Following the launch of this process, the Bank has received preliminary and non-binding expressions of interest from both domestic and international parties and has commenced the related analyses and discussions, with a view to assess the feasibility, structure and potential benefits of possible strategic transactions, in the interests of the Bank and its stakeholders.

Other remedial measures, particularly those relating to the potential valorization of assets, are currently at a preliminary stage of assessment.

Accordingly, notwithstanding the significant uncertainty on the initiatives described above, the Board Directors believe, in light of the foregoing, that the Group will continue to operate as a going concern for the foreseeable future and have therefore prepared the consolidated interim financial statements on a going concern basis.

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Events after the 1H 2026 reporting period

AT1 coupon payment

On 9th July 2026, BFF informed that the Board of Directors approved the payment of the semi-annual coupon on the bond classified as Additional Tier 1 capital (Additional Tier 1 - AT1). For further details please refer to the related press release (link).

Bank of Italy Inspection Report

On 14th July 2026, BFF announced that it received the Inspection Report issued by the Bank of Italy following the review conducted between 4th December 2025 and 29th May 2026. For further details please refer to the related press release (link).

Revision of MREL Requirements

On 22nd July 2026, BFF announced that the Bank of Italy had completed the review process of the consolidated minimum requirements for own funds and eligible liabilities ("**MREL**") and notified the Bank of its new consolidated capital requirements, reduced from those previously in force. For further details please refer to the related press release (link).

Repositioning of HTC Government Bond Portfolio and EBA Q&A on calendar provisioning

On 28th July 2026, BFF completed the sale and reinvestment of approximately €3.1bn of Italian government bonds classified as Held to Collect (HTC), generating a pre-tax capital gain of approximately €62m. In addition, following the EBA Q&A published on 3rd July 2026, the Bank announced that the calendar provisioning effects related to exposures reclassified as past due on 30th June 2024 have been recognized in 1H 2026. For further details please refer to the related press release (link).

Interim Assignment of Responsibility for the Factoring & Lending Department to the Chief Executive Officer

Today, the Board of Directors assigned interim responsibility for the Factoring & Lending Department to the Chief Executive Officer and General Manager, Mr. Giuseppe Sica.

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Statement of the Financial Reporting Officer

The Financial Reporting Officer, Antonio Carnevale, declares, pursuant to paragraph 2 of article 154-*bis* of the Legislative Decree n° 58/1998 ("*Testo Unico della Finanza*"), that the accounting information contained in this press release corresponds to the document results, accounting books, and records of the Bank.

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Earnings call

1H 2026 consolidated results will be presented today, 5th August, at 19:30 CEST (18:30 BST, 13:30 EST) during a conference call, that can be followed after registering at this *link*. The invitation is published in the *Investors > Results > Financial results* section of BFF Group's website.

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This press release is available on-line on BFF Group's website www.bff.com within the *Investors > PR & Presentations > Press Releases* section.

BFF Banking Group
BFF Banking Group is the largest independent specialty finance in Italy and a leading player in Europe, specialized in the management and non-recourse factoring of trade receivables due from the Public Administrations, securities services, banking and corporate payments. The Group operates in Italy, Croatia, the Czech Republic, France, Greece, Poland, Portugal, Slovakia and Spain. BFF is listed on the Italian Stock Exchange.
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Consolidated Balance Sheet *(Values in € thousands)* [19, 20]

Assets items	30-Jun-25	31-Dec-25	30-Jun-26
Cash and cash equivalents	748,063	124,577	151,851
Financial assets measured at fair value through profit or loss:	178,776	181,243	188,192
a) financial assets held for trading	*122*	*1,358*	*7,380*
b) financial assets designated at fair value	-	-	-
c) other financial assets mandatorily measured at fair value	*178,655*	*179,885*	*180,812*
Financial assets measured at fair value through Other Comprehensive Income	143,738	151,718	159,546
Financial assets measured at amortized cost	11,176,544	10,779,917	10,557,360
a) due from banks	*1,097,573*	*854,821*	*803,589*
b) due from customers	*10,078,972*	*9,925,096*	*9,753,771*
Hedging instruments	-	-	406
Equity investments	13,846	15,323	16,270
Property, plant, and equipment	105,393	104,212	107,119
Intangible assets	74,270	67,240	61,727
of which: goodwill	*30,957*	*30,957*	*30,957*
Tax assets	113,270	134,329	103,034
a) current	*52,635*	*72,827*	*55,458*
b) deferred	*60,635*	*61,502*	*47,576*
Discontinued operations and non-current assets held for sale	-	-	-
Other assets	662,060	675,939	532,259
Total Assets	**13,215,961**	**12,234,498**	**11,877,764**

[19] Following FY24 Restatement, 1H25 figures reflect the following adjustments: c. -€19.7m Financial assets measured at amortized cost (Loans and Receivables with customers), c. +€14.1m Tax assets, c. +€8.6m Tax liabilities, c. +€3.4m Provisions for Risk and Charges and c. -€17.6m Reserves.

[20] Please note that the FY 2025 figures relating to asset item "Financial assets measured at amortised cost – due from customers" and liability item "Provisions for risks and charges – other provisions" have been reclassified for comparative purposes only.

Liabilities and Equity items	30-Jun-25	31-Dec-25	30-Jun-26
Financial liabilities measured at amortized cost	11,332,246	10,783,741	10,349,445
a) deposits from banks	*1,321,116*	*1,307,147*	*1,314,638*
b) deposits from customers	*9,406,108*	*8,856,635*	*8,429,043*
c) securities issued	*605,022*	*619,959*	*605,764*
Financial Liabilities Held for Trading	4,748	778	265
Hedging derivatives	*788*	*186*	-
Tax liabilities	183,558	163,633	154,946
a) current	*4,746*	*1,585*	*2,791*
b) deferred	*178,811*	*162,049*	*152,155*
Other liabilities	714,055	365,213	404,539
Employee severance indemnities	3,544	3,508	3,561
Provisions for risks and charges:	50,987	29,274	21,013
a) guarantees provided and commitments	*75*	*64*	*65*
b) pension funds and similar obligations	*6,189*	*6,329*	*6,001*
c) other provisions	*44,723*	*22,881*	*14,947*
Valuation reserves	23,974	30,022	39,217
Additional Tier1	150,000	150,000	150,000
Reserves	470,265	459,516	491,620
Share premium	66,277	66,277	66,277
Share capital	145,104	145,399	145,452
Treasury shares	0	-	-
Profit (Loss) for the period	70,414	36,951	51,430
Total Liabilities and Equity	**13,215,961**	**12,234,498**	**11,877,764**

Consolidated Income Statement *(Values in € thousands)*

Items	30-Jun-25	30-Jun-26
Interest and similar income	270,260	221,624
Interest and similar expenses	(145,726)	(115,583)
Net interest income	**124,534**	**106,041**
Fee and commission income	53,529	56,591
Fee and commission expenses	(11,481)	(11,142)
Net fees and commissions	**42,048**	**45,449**
Dividend income and similar revenue	11,792	9,828
Gains/ (Losses) on trading	7,783	5,221
Fair value adjustments in hedge accounting	-	-
Gains/ (Losses) on disposals/repurchases of:	-	14,508
a) financial assets measured at amortized cost	-	*14,508*
b) financial assets measured at fair value through Other Comprehensive Income	-	-
c) financial liabilities	-	-
Net income from other financial assets & liabilities at FV through profit or loss:	(3,977)	(1,683)
a) financial assets and liabilities designated at fair value	-	-
b) other financial assets compulsorily valued at fair value	*(3,977)*	*(1,683)*
Net banking income	**182,179**	**179,364**
Impairment (losses)/ reversals on:	(1,274)	(20,696)
a) financial assets measured at amortized cost	*(1,274)*	*(20,696)*
b) financial assets measured at fair value through Other Comprehensive Income	-	-
Net profit from banking activities	**180,905**	**158,668**
Net profit from financial and insurance activities	**180,905**	**158,668**
Administrative expenses:	(92,530)	(85,367)
a) personnel costs	*(39,541)*	*(25,858)*
b) other administrative expenses	*(52,989)*	*(59,509)*
Net provisions for risks and charges:	392	7,939
a) commitments and guarantees provided	*183*	*6*
b) other net provisions	*209*	*7,933*
Net (adjustments to)/writebacks on property, plant, and equipment	(2,594)	(3,557)
Net (adjustments to)/writebacks on intangible assets	(5,379)	(6,939)
Other operating (expenses)/income	15,560	2,024
Total operating expenses	**(84,551)**	**(85,901)**
Gains (Losses) on equity investments	406	3,103
Gains (Losses) on disposal on investments	-	-
Profit (Loss) before tax from continuing operations	**96,760**	**75,870**
Income taxes on profit from continuing operations	(26,346)	(24,440)
Profit (Loss) after taxes from continuing operations	70,414	51,430
Profit (Loss) after taxes from discontinued operations	-	-
Profit (Loss) for the period	**70,414**	**51,430**

Consolidated capital adequacy *(Values in € million)*

	30-Jun-25	31-Dec-25	30-Jun-26
Credit and Counterparty Risk	332.9	454.2	410.1
Market Risk	0.2	0.1	0.0
Operational Risk	59.7	53.9	53.9
Total Capital Requirements	**392.9**	**508.2**	**464.0**
Risk Weighted Assets (RWAs)	**4,910.7**	**6,352.2**	**5,799.8**

CET1	**702.9**	**631.7**	**599.9**
Tier I	**150.0**	**150.0**	**150.0**
Tier II	**0.0**	**0.0**	**0.0**
Own Funds	**852.9**	**781.7**	**749.9**

CET1 Capital ratio	***14.3%***	***9.9%***	***10.3%***
Tier I Capital ratio	***17.4%***	***12.3%***	***12.9%***
Total Capital ratio	***17.4%***	***12.3%***	***12.9%***

Asset quality *(Values in € thousands)*[21][22]

	30-Jun-26		
	Gross	Provision	Net
Non-performing loans (NPLs)	100,242	(29,484)	70,758
Unlikely to pay	206,014	(28,446)	177,568
Past due	2,785,589	(128,866)	2,656,722
Total impaired assets	**3,091,845**	**(186,797)**	**2,905,048**

	31-Dec-25		
	Gross	Provision	Net
Non-performing loans (NPLs)	128,868	(35,031)	93,837
Unlikely to pay	85,635	(11,342)	74,292
Past due	3,036,952	(121,401)	2,915,551
Total impaired assets	**3,251,455**	**(167,774)**	**3,083,680**

	30-Jun-25		
	Gross	Provision	Net
Non-performing loans (NPLs)	127,381	(21,490)	105,891
Unlikely to pay	76,224	(9,309)	66,915
Past due	1,545,781	(3,361)	1,542,420
Total impaired assets	**1,749,386**	**(34,159)**	**1,715,226**

[21] Please refer to footnote 19.
[22] Please refer to footnote 20.