BANCA SISTEMA

INTERIM CONSOLIDATED FINANCIAL REPORT

AT 30 JUNE 2026

CONTENTS

DIRECTORS' REPORT AT 30 JUNE 2026

COMPOSITION OF THE PARENT'S MANAGEMENT BODIES

BOARD OF DIRECTORS

Chairperson	Davide Croff
CEO and General Manager	Iacopo De Francisco
Directors	Salvatore Baiamonte Claudio Battistella* Emanuela Da Rin Gioia Ghezzi* Alessandra Grendele* Massimo Ruggieri Luitgard Spögler

BOARD OF STATUTORY AUDITORS

Chairperson	Angelo Bonissoni
Standing Auditors	Giuseppina Pisanti Franco Vezzani
Alternate Auditors	Elisabetta Maria Caimmi Giovanni Pappalardo

INDEPENDENT AUDITORS

EY S.p.A.

MANAGER IN CHARGE OF FINANCIAL REPORTING

Ilaria Bennati

* Directors who have declared that they meet the independence requirement

COMPOSITION OF THE INTERNAL COMMITTEES

INTERNAL CONTROL, RISK MANAGEMENT AND SUSTAINABILITY COMMITTEE

Chairperson	Claudio Battistella
Members	Gioia Ghezzi
	Alessandra Grendele

APPOINTMENTS COMMITTEE

Chairperson	Alessandra Grendele
Members	Claudio Battistella
	Gioia Ghezzi

REMUNERATION COMMITTEE

Chairperson	Gioia Ghezzi
Members	Claudio Battistella
	Alessandra Grendele

SUPERVISORY BODY

Chairperson	Angelo Bonissoni
Members	Giuseppina Pisanti
	Franco Vezzani

FINANCIAL HIGHLIGHTS AT 30 JUNE 2026

With effect from 6 March 2026, following the outcome of the public tender and exchange offer that led Banca CF+ S.p.A. to hold 80.751% (which subsequently increased to approximately 85.674% following the mandatory public tender and exchange offer) of the share capital of Banca Sistema, the commencement of the exercise of the management and coordination activities over Banca Sistema S.p.A. was resolved pursuant to Articles 2497 et seq. of the Italian Civil Code. In addition, Banca Sistema ceased to be the Parent of the Banca Sistema Group banking group and became part of the Banca CF+ Group.

The statutory consolidation scope changed following the loss of control of Kruso Kapital S.p.A. ("KK") and its subsidiaries on 22 June 2026 upon delivery of the KK shares to those tendering to the voluntary and mandatory public tender and exchange offer. This interim consolidated report comprises Banca Sistema S.p.A., with registered office in Milan, and the company Largo Augusto Servizi e Sviluppo S.r.l..

The scope of consolidation also includes the Spanish Joint Venture EBNSistema Finance S.L. and the following special purpose securitisation vehicles whose receivables are not subject to derecognition: Quinto Sistema Sec. 2019 S.r.l., Quinto Sistema Sec. 2017 S.r.l. and BS IVA SPV S.r.l. The Parent, Banca Sistema S.p.A., is a company registered in Italy, at Largo Augusto 1/A, ang. via Verziere 13 - 20122 Milan.

Pursuant to IFRS 5, starting from 31 March 2026 the Kruso Kapital Group was classified as a disposal group. Intercompany revenues up to the deconsolidation date and the result arising from the deconsolidation of the KK Group are shown in the income statement under "Post-tax profit (loss) from discontinued operations" (item 320).

For comparative purposes, limited to the income statement, the figures for the same period of the previous financial year were restated under the same item 320.

Banca Sistema S.p.A. is listed on the Euronext STAR Milan segment of the Euronext Milan market of Borsa Italiana.

KEY INDICATORS

30-Jun-26 31-Dec-25 30-Jun-25

Statement of financial position data (€,000)		
Total Assets	4,189,090 4,338,414	-3.4%
Securities Portfolio	1,155,502 1,237,967	-6.7%
Loans - Factoring	1,584,791 1,387,486	14.2%
Loans - Salary-backed loans	574,515 572,943	0.3%
Funding - Banks and REPOs	684,469 879,385	-22.2%
Funding - Term Deposits	2,483,676 2,261,130	9.8%
Funding - Current Accounts	284,518 309,845	-8.2%

Income statement data (€,000)			
Net interest income adjusted	41,265 38,118	41,265 38,118	8.3%
Net fee and commission income (expense)	5,390 3,023	5,390 3,023	78.3%
Total income	49,430 50,821	49,430 50,821	-2.7%
Personnel expense	(12,407) (11,969)	(12,407) (11,969)	3.7%
Other administrative expenses	(18,125) (16,273)	(18,125) (16,273)	11.4%
Profit for the year attributable to the owners of the Parent	4,502 14,589	4,502 14,589	-69.1%

SIGNIFICANT EVENTS FROM 1 JANUARY TO 30 JUNE 2026

On 16 January 2026 CF+ S.p.A. ("Banca CF+" or the "Offeror") announced and published the offer document and the information prospectus relating to the voluntary public tender and exchange offer on all the ordinary shares of Banca Sistema S.p.A. (the "Issuer" or "Banca Sistema").

As required by the Consolidated Law on Finance and the Issuers' Regulation, on 23 January 2026 the Board of Directors, having reviewed and taken into account the opinion of the independent directors prepared in accordance with Article 39-bis of the Issuers' Regulation, issued on 22 January 2026 (the "Opinion of the Independent Directors") to which the fairness opinion issued by Equita SIM S.p.A., as financial advisor selected by those independent directors for the purposes of their assessments (the "Fairness Opinion"), was attached, expressed its opinion on the fairness of the price offered. The Independent Expert identified a fairness range for the consideration between € 1.64 and € 2.03 ("Fairness Range"). On the basis of the Fairness Opinion, the Board of Directors deemed the Consideration, taken as a nominal amount of € 1.80 per Banca Sistema share recognised under the Offer (before the increase announced on 18 February 2026), to be fair from a financial standpoint, represented by the sum of: (i) the initial price of € 1.382 in cash, to be paid on the trading day agreed with Borsa Italiana (i.e. 6 March 2026), without prejudice to any extensions or other amendments to the Offer that may occur in accordance with applicable laws or regulations; and (ii) the deferred consideration of up to a maximum of € 0.418 to be paid within 6 months from the initial consideration payment date under (i) through the assignment of no. 21 shares of Kruso Kapital S.p.A. ("KK"), subject to the fractioning of KK's outstanding shares on the basis of the ratio 1:98, for each Share tendered to the Offer.

The Offeror, following a resolution of its Board meeting held on 18 February 2026, subsequently announced that it intended to pay a total consideration of up to a maximum of € 1.89 for each Banca Sistema share tendered to the Offer, represented by the following components:

(a) € 1.432 in cash (the "Initial Consideration"), to be paid on the trading day agreed with Borsa Italiana (i.e. 6 March 2026), without prejudice to any extensions or other amendments to the Offer that may occur in accordance with applicable laws or regulations (the "Payment Date"); and

(b) up to a maximum of € 0.458 (the "Deferred Consideration" and, together with the Initial Consideration, the "Consideration") to be paid within 6 months from the Initial Consideration Payment Date (the "Deferred Consideration Payment Date") through the assignment of no. 21 KK shares, subject to the fractioning of KK's outstanding shares on the basis of the ratio 1:98, for each Banca Sistema share tendered to the Offer.

For complete information, please refer to the documentation published on the websites of Banca Sistema and CF+.

On 27 February 2026, the tender period ended with total acceptances reaching 70.732% of the share capital of Banca Sistema, corresponding to 69.047% of the related voting rights. Based on the results, the Offeror proceeded with the reopening of the terms, pursuant to and for the purposes of Article 40-bis, paragraph 1, letter a), of the Issuers'

Regulation, which ended on 13 March 2026, reaching an overall 80.751% of the share capital of Banca Sistema, corresponding to 78.827% of the related voting rights. Furthermore, from 6 March, the legal conditions were met for CF+ to promote a total mandatory public tender and exchange offer pursuant to and in accordance with articles 102 and 106 of the Consolidated Law on Finance on all of the shares of Banca Sistema that are not already owned by CF+ as a result of the Voluntary Offer.

On 13 March 2026, as stated in the press release published on the Bank's website to which reference is made, as a result of the successful outcome of the public tender and exchange offer and in compliance with the acceptance commitment entered into on 29 June 2025, Gianluca Garbi resigned, with immediate effect, from the position of CEO and General Manager of Banca Sistema and, therefore, his employment relationship with the Bank was also terminated. The Board of Directors of Banca Sistema resolved to issue a recognition deed (the "Recognition Deed") with the CEO and General Manager, Gianluca Garbi, concerning the mere recognition of what will be due to Mr Garbi. Finally, it is also announced that the Board of Directors subsequently took note of the resignations submitted, effective from the date of the Shareholders' Meeting scheduled for 23 April 2026, by all the other members of the Board of Directors.

On 16 March, the Board of Directors of Banca Sistema, pursuant to Article 2386 of the Italian Civil Code and Article 10.4 of the Articles of Association, resolved on the appointment by co-optation of Iacopo De Francisco – Chief Executive Officer and General Manager of Banca CF+ S.p.A. – to the role of Chief Executive Officer and General Manager of Banca Sistema, conferring upon him the necessary powers.

On 26 March 2026, pursuant to Article 102, paragraph 3, of the Consolidated Law on Finance and Article 37-ter of the Issuers' Regulation, Banca CF+ announced that it had filed on the same date with Consob the offer document, intended for publication, relating to the mandatory public tender and exchange offer for all shares pursuant to Articles 102 and 106 of the Consolidated Law on Finance concerning the ordinary shares of Banca Sistema.

On 30 April 2026, the Shareholders' Meeting of Banca Sistema S.p.A. approved the Financial Statements as at 31.12.2025 of Banca Sistema and allocated the 2025 profit entirely to retained earnings. In relation to governance, the appointment of the new Board of Directors and the Board of Statutory Auditors was resolved. In relation to the independent auditors, the Shareholders' Meeting resolved on the mutual termination with BDO Audit Services S.r.l., formerly BDO Italia S.p.A., and consequently the appointment of EY S.p.A., the Parent's statutory auditor, for the nine-year period 2026-2034.

On 1 May 2026, Banca CF+ published the offer document relating to the mandatory public tender and exchange offer ("Mandatory public tender and exchange offer") on the ordinary shares of Banca Sistema, for a total consideration of up to a maximum of € 1.89 for each Banca Sistema share tendered to the Offer, consisting of the following components:

(a) € 1.432 in cash;

(b) up to a maximum of € 0.458 through the allocation of 23 shares in Kruso Kapital, a company controlled by Banca Sistema with a cash alternative of the same amount (€ 0.458), at the discretion of those tendering to the offer.

The acceptance period of the public tender and exchange offer, pursuant to Article 40, paragraph 2, of the Issuers' Regulation, began on 11 May 2026 and ended on 12 June 2026. Based on the final results of the Offer, taking into account (i) the 64,940,857 Banca Sistema shares, equal to approximately 80.751% of the share capital of Banca Sistema, already held by the Offeror, (ii) the 3,958,705 Banca Sistema shares, equal to approximately 4.922% of the share capital of Banca Sistema, which as of today have been tendered to the Offer and (iii) that in the period between the Date of the Offer Document and today the Offeror has not purchased Banca Sistema shares outside the Offer, based on the final results of the Offer, the Offeror will come to hold overall – on the Payment Date (i.e. 22 June 2026) - 68,899,562 Banca Sistema shares, equal to approximately 85.674% of the share capital of Banca Sistema, corresponding to approximately 85.669% of the related voting rights.

Following the conclusion of the acceptance period of the public tender and exchange offer on 18 June 2026 Banca CF+ S.p.A. ("CF+", the "Offeror" or the "Purchaser") and Banca Sistema S.p.A. ("Banca Sistema", the "Issuer" or the "Seller") signed a sale and purchase agreement (the "Agreement") for the transfer by Banca Sistema to CF+ of 1,584,689,926 shares (the "Investment") in Kruso Kapital S.p.A. ("KK"), for the payment by CF+ of the consideration in KK shares under the voluntary public tender and exchange offer on all the shares (the "Voluntary public tender and exchange offer") and the mandatory public tender and exchange offer on all the shares (the "Mandatory public tender and exchange offer" and, jointly with the Voluntary public tender and exchange offer, the "Offers") promoted by the Offeror on the ordinary shares of the Issuer (the "Transaction"). In consideration of the transfer of the Investment, under the Agreement a fixed and unchangeable price was agreed equal to a total of € 28,365,950 (the "Price"), determined at market conditions on the basis of the weighted average of the official prices of KK shares on the Euronext Growth Milan multilateral trading facility in the 3 (three) months prior to 13 June 2026.

The Transaction is part of the context of the Offers and the proposed merger of CF+ into Banca Sistema.

Payment of the consideration of the Mandatory public tender and exchange offer (including the consideration in KK shares) and of the consideration in KK shares of the Voluntary public tender and exchange offer was made by the Offeror on 22 June 2026 through the allocation of 23 KK shares for each Banca Sistema share tendered to the Offers. Specifically: (i) as consideration in KK shares for the Mandatory public tender and exchange offer, as Borsa Italiana ordered the start of trading of KK shares on the Euronext Milan regulated market from 22 June 2026, as per the press release issued by KK on 17 June 2026, a total of 91,050,215 KK shares were allocated to those tendering to the Mandatory public tender and exchange offer; (ii) as consideration in KK shares for the Voluntary public tender and exchange offer, a total of 1,493,639,711 KK shares were allocated to those tendering to the Offer.

Following and as a result of the Transaction and the payment of the Offers, Banca Sistema remained the holder of 117,745,984 KK shares, corresponding to approximately 4.88% of the related share capital.

The Boards of Directors of Banca CF+ S.p.A. ("Banca CF+" or the "Merging Company") and Banca Sistema S.p.A. ("Banca Sistema" or the "Merged Company" and, together with Banca CF+, the "Companies Participating in the Merger"), which met on 24 June 2026, approved – within their respective remits – the merger plan (the "Merger Plan") for the merger by incorporation of Banca CF+ into Banca Sistema (the "Merger"). In line with the future plans presented by Banca CF+ in the offer document approved by Consob with resolution no. 23831 of 14 January 2026 and published on 16 January 2026 as well as in the offer document approved by Consob with resolution no. 23970 of 30 April 2026 and published on 1 May 2026, the Merger represents the natural completion of the integration process initiated with the public tender and exchange offers promoted by Banca CF+ for Banca Sistema (the "Offers") and is aimed at: (i) ensuring more effective strategic coordination and efficiency in governance; (ii) avoiding duplication in terms of organisational and technological structures required to manage separate legal entities while maximising operating efficiency; (iii) increasing – with new resources – the intermediary's already solid capital position.

In particular, the Merger will: (a) improve the competitive positioning of the operator resulting from the integration through growth in scale and the achievement of a scale that makes it possible to deliver cost synergies and optimise development investments; (b) diversify the revenue mix through a further strengthening of commercial action also through cross-selling initiatives;

(c) consolidate relationships with corporate customers following the development of a comprehensive credit provision platform offering short-term and medium- to long-term products, enabling the bank to capture a larger share of customers' credit requirements; (d) streamline the funding structure in terms of composition and cost, with consequent stabilisation of funding and optimisation of asset yields to support expansion also thanks to the capital markets as a facilitator in terms of sourcing; (e) achieve operating and cost synergies by streamlining the services and solutions adopted by the two entities, also through economies of scale in view of the higher volumes managed by the new entity; (f) develop a greater ability to attract new talent with specific professional skills to support business development.

As regards the main terms of the Merger, reference should be made to the Press Releases published on the Banca Sistema website.

On 24 June, the Board of Directors of Banca Sistema approved an amendment to the management model for the Bank's government bond portfolio.

The decision forms part of the broader process of aligning governance structures, investment policies and financial management processes with the guidelines adopted at Group level and reflects the objective of moving towards a management model primarily geared towards the collection of contractual cash flows and the stable generation of net interest income over the medium-to-long term. In this context, the Bank resolved to reclassify the entire government bond portfolio previously managed under the Hold to Collect and Sell (HTCS) model into the Hold to Collect (HTC) model. The portfolio affected by the amendment amounted to approximately € 1.095 billion as at 30 June 2026.

The revised business model is a result of the change in the Bank's control structure and the process of integration with the Parent, which led, among other things, to the adoption of specific investment policies that are consistent with the Group's strategic objectives and risk appetite.

In accordance with IFRS 9, the effective date of the reclassification is identified as 1 July 2026, corresponding to the first day of the first reporting period following the resolution to change the business model. Consequently, as at 30 June 2026 the portfolio continues to be presented under the previously applied classification model and these condensed interim financial statements do not reflect the accounting effects arising from the resolved reclassification. Such effects will be recognised starting from 1 July 2026 and reflected in the Bank's subsequent financial reporting, together with the quantitative and qualitative information required by the applicable IFRS standards.

Starting from April 2026, the Parent, in exercising its management and coordination activities, launched, together with Banca Sistema, in-depth working groups on the following aspects broadly relating to the completeness and compliance of the Subsidiary's credit assessment and classification processes, with specific reference to certain areas of the New Definition of Default, litigation with unfavourable rulings and resolutions. These in-depth analyses are to be linked to the broader process of coordination and alignment between the two entities (also in view of the envisaged merger by incorporation), taking into account the outcomes of the latest inspection carried out by the Supervisory Authority with reference to the Subsidiary.

The outcomes of these works, in addition to certain measures in terms of integrating and updating internal regulations and strengthening the controls envisaged for the areas analysed, resulted in the following impacts on profit or loss and equity:

- new exposures classified as past due at 30 June 2026: approximately € 40 million;
- increase in impairment of € 6.9 million and provisions for risks and charges of € 5 million, for a total of € 11.9 million.

FACTORING

BANCA SISTEMA AND FACTORING ACTIVITIES

Banca Sistema is one of the leading operators specialised in factoring. The activity, initially focused on the purchase of trade receivables from suppliers of the public healthcare system, progressively expanded to other areas within the segment of receivables from the Public Administration, to tax receivables and to specialist segments, including the football and entertainment sectors.

In the football sector, Banca Sistema has established itself as a benchmark operator in the factoring of deferred revenues, offering dedicated solutions for the advance of future cash flows, such as television rights and player transfers. Launched in 2014 and having grown strongly over time, the business has established a distinctive position in a highly complex sector with significant prospects for growth, including internationally.

In parallel with the development of specialist segments, the Bank strengthened its presence in the market of tax receivables, including those deriving from building incentives such as the "Superbonus", operating both for compensation purposes within the limits of its tax capacity and, starting from the last quarter of 2023, with active management and portfolio trading approaches. In this context, the expertise gained enables rigorous oversight of analysis, purchase and monitoring activities, in line with the evolution of the regulatory and market environment.

The offer is complemented by servicing activities, which include the management and recovery of receivables, leveraging in-house expertise and dedicated operating platforms, thus representing a qualifying element of the business model and of the Bank's positioning as an integrated operator.

The Factoring Division, the Bank's core business, has consolidated a distinctive positioning in terms of specialisation, expertise and risk management capabilities, establishing itself as a key financial partner for companies of different sizes – from SMEs to large corporations. Through integrated solutions that include the purchase of receivables, their management and collection as well as dedicated ancillary services, the Bank efficiently covers the entire credit life cycle, contributing to the financial stability and development of the business fabric.

At international level, Banca Sistema is present in Spain and Portugal through EBN-SISTEMA Finance, a subsidiary jointly controlled with EBN Banco and mainly active in the factoring of receivables due from the Public Administration, with particular specialisation in the healthcare sector.

Factoring is currently the Bank's main line of business and remains a key strategic driver of growth, able to evolve – also in light of the new context following the acquisition by Banca CF+ – towards an increasingly integrated model geared towards providing comprehensive support for companies' working capital, with a greater ability to capture liquidity needs also in diversified sectors and geographic contexts.

The following table shows the factoring volumes by product type:

Product (millions of Euro)	First Half of 2026	First Half of 2025	€ Change	% Change
Factoring receivables	**2,810**	**2,264**	**546**	**24.1%**
Trade receivables	2,561	1,993	568	28.5%
of which, without recourse	*1,646*	*1,358*	*288*	*21.2%*
of which, with recourse	*915*	*635*	*280*	*44.1%*
Tax receivables	*250*	*271*	*(22)*	*-8.0%*
of which, without recourse	*250*	*271*	*(22)*	*-8.0%*
of which, with recourse	-	-	-	n.a.
Superbonus tax credits	***130***	***154***	***(24)***	***-15.5%***
of which, for trading purposes	*130*	*154*	*(24)*	*-15.5%*
Total	**2,940**	**2,418**	**522**	**21.6%**

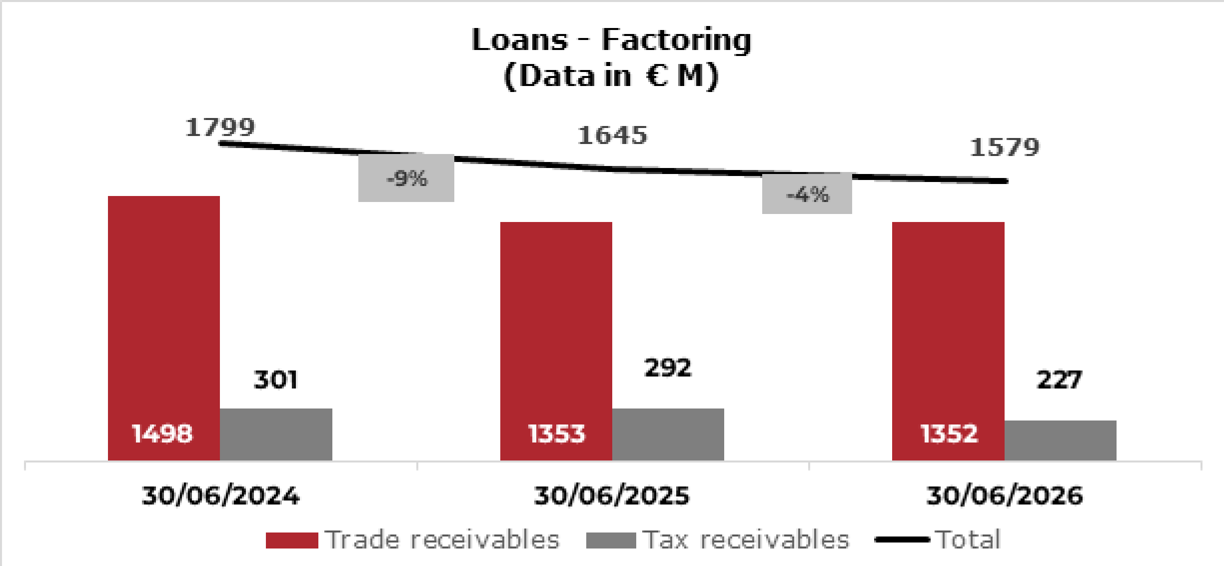
Prodotto (€ milioni)	30.06.2026	30.06.2025	Delta €	Delta %
Crediti factoring	**2.810**	**2.264**	**546**	**24,1%**
Crediti commerciali	2.561	1.993	568	28,5%
di cui Pro-soluto	*1.646*	*1.358*	*288*	*21,2%*
di cui Pro-solvendo	*915*	*635*	*280*	*44,1%*
Crediti fiscali	*250*	*271*	*(22)*	*-8,0%*
di cui Pro-soluto	*250*	*271*	*(22)*	*-8,0%*
di cui Pro-solvendo	-	-	-	*n.a.*
Crediti da Superbonus	***130***	***154***	***(24)***	***-15,5%***
di cui con finalità di trading	*130*	*154*	*(24)*	*-15,5%*
Totale	**2.940**	**2.418**	**522**	**21,6%**

Volumes were generated through both its own internal commercial network and other intermediaries with which the Group has entered into distribution agreements. The increase in factoring turnover is mainly attributable to higher volumes originated in the entertainment sector.

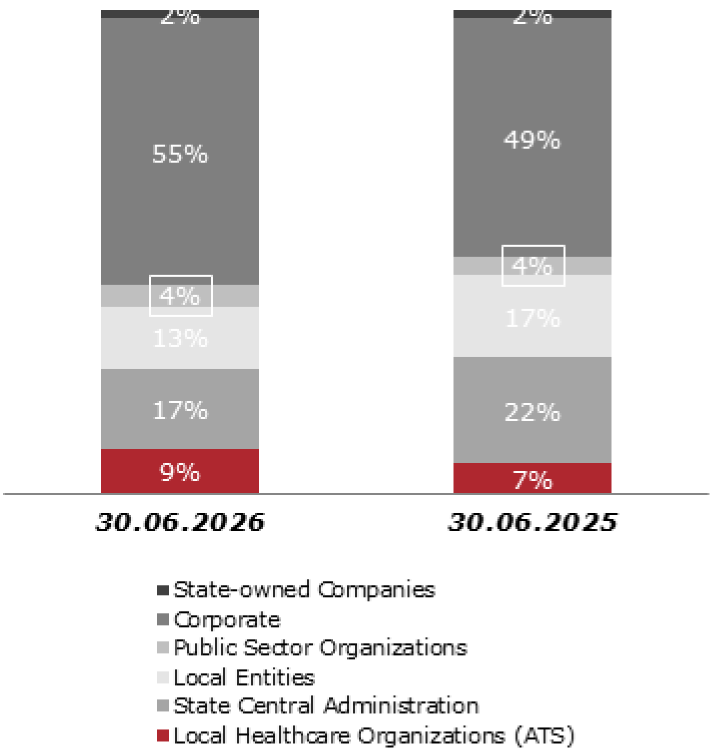
The figure also includes volumes originated on the Spanish market, equal to € 324 million (€ 247 million in the first half of 2025).

Factoring has proven to be the ideal tool both for small and medium-sized enterprises to finance their working capital and thus trade receivables, and for large companies, such as multinationals, to improve their net financial position, mitigate country risk and receive solid support in servicing and collection activities.

Loans amounted to € 1,579 million at 30 June 2026 (management figure) from € 1,645 million at 30 June 2025.



The following chart shows the ratio of debtors to the total exposure in the loans and receivables portfolio. The exposure to private debtors, increased significantly compared to the previous year, as required by the strategic development lines of the 2024-2026 business plan.



Volumes related to the management of third-party portfolios amounted to € 314 million (an increase compared to the € 290 million recognised in the previous year); they are not included in the Factoring Loans figures.

Since 2024, the Bank has expanded its operations in the servicing of some limited debt transactions and structured finance of third parties, which has included credit securitisation transactions and assistance to corporate customers in the issuance of bonds, liaising with various counterparties and institutional investors.

In two securitisation transactions related to super-bonus loans, the Bank also plays the role of senior investor and co-arranger, strengthening its position in the market.

SALARY- AND PENSION-BACKED LOANS AND QUINTOPUOI LOANS

Consumer credit continues to record growth in the consumer credit segment also in the second quarter of 2026, particularly salary- and pension-backed loans, which in May show a cumulative volume figure up 9.2% on the same period of 2025. Personal loans grew at a marginally lower rate (+3.1% compared to the January-May 2025 period), given an overall positive picture for the aggregated segment (+4.5% compared to last year).

The mortgages segment recorded a contraction compared to last year, mainly due to fewer refinancing transactions following the resumption of the upward trend in interest rates. Overall volumes were down 7.7% compared to the January-May period last year.

The Retail Financing Division closed the first half of 2026, in terms of volumes disbursed on salary- and pension-backed loans, at € 76 million of funded capital, up 19% from the same period of 2025. Production was obtained mainly through the network of single-company agents, which account for 88% of the distribution capacity expressed over the half-year in terms of volumes, in line with the strategy to stabilise production capacity, which envisages greater investment in agent networks than in the credit brokerage segment.

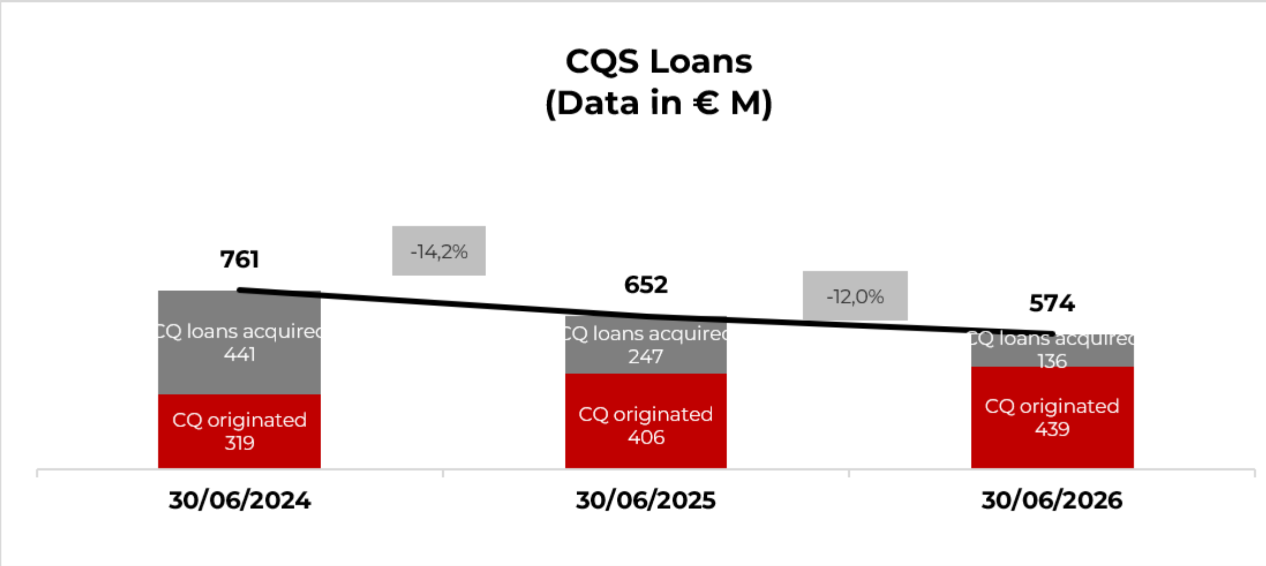
As for the other products, distributed under agreements with some major banking and insurance groups, the Retail Division significantly increased activity compared to 2025, particularly in personal loans, which grew by 57% in terms of volumes compared to 2025 and leasing.

The carrying amount of receivables remained materially stable compared to the previous quarter, at € 575 million at 30 June 2026, with a further downsizing of the so-called Legacy portfolio (i.e. under internal convention, disbursed before 2023 at sub-optimal margins), which fell to around 30% in favour of the so-called New business portfolio, disbursed by the Bank from 2023 at rates more closely aligned with the current refinancing costs of the portfolio.

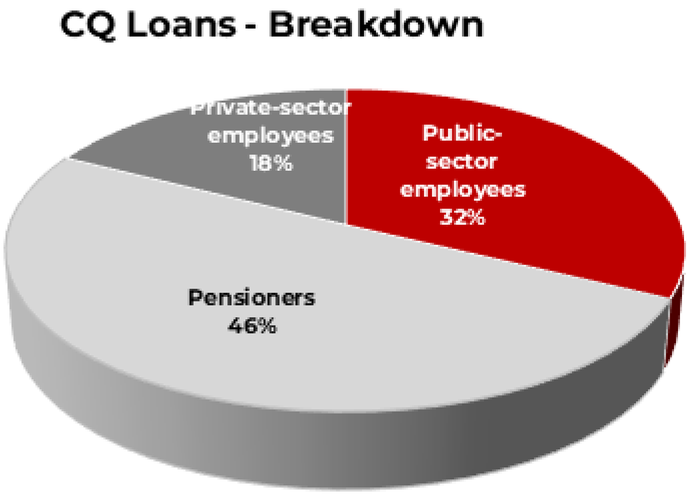
The following table shows volumes per channel:

	First Half of 2026	First Half of 2025	€ Change	% Change
No. of applications (#)	3,896	3,234	662	20.5%
of which originated	3,896	3,234	662	20.5%
Volumes disbursed (millions of Euro)	49	63	(15)	-23.5%
of which originated	49	63	(15)	-23.5%

Below is an overview of the changes in the outstanding balance reported in the financial statements, broken down into "direct" and "indirect" components. The direct component refers to contracts originated directly through our network, while the indirect component concerns the purchase of portfolios from third-party intermediaries. In these cases, except for one acquired portfolio with an outstanding balance of € 19 million as of the reporting date, the Bank has not taken over the financing contracts with individual customers but has only acquired the credit.



CQ Loans are split between private-sector employees (18%), pensioners (50%) and public-sector employees (32%). Therefore, over 80% of the volumes refer to pensioners and employees of Public Administration, which remains the Bank's main debtor.



FUNDING AND TREASURY ACTIVITIES

TREASURY PORTFOLIO

A treasury portfolio has been established to support the Bank's liquidity commitments almost exclusively through investment in Italian government bonds.

The balance of Government Bonds at 30 June 2026 was equal to a nominal € 1,133.5 million (€ 1,204 million at 31 December 2025).

In particular, at 30 June 2026, the nominal amount of securities in the HTCS portfolio amounted to € 1,083.5 million (€ 1,154 million reported at 31 December 2025) with a duration of approximately 24 months (16.3 at 31 December 2025).

At 30 June 2026, the HTC portfolio amounted to € 50 million, with a duration of 20 months (compared to € 50 million at 31 December 2025 with a duration of 26.2 months).

FUNDING

At 30 June 2026, wholesale funding was about 24% of total funding (against about 30% at 31 December 2025) and consists of funding from banks, ABS securities and repos to finance the government bond securities portfolio.

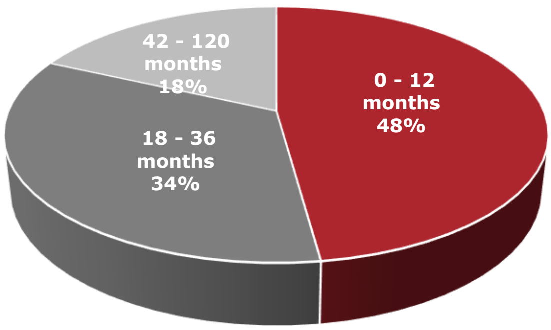
Retail funding accounts for 76% of the total of the deposits and is composed of the account SI Conto! Corrente and the product SI Conto! Deposito.

As at 30 June 2026, the stock of customer deposits amounted to € 3 billion, 82% of which from term deposits.

Total term deposits as at 30 June 2026 amounted to € 2,484 million, an increase compared to 31 December 2025, when it amounted to € 2,261 million. The above-mentioned amount also includes total term deposits of € 2,022 million (obtained with the help of partner platforms) held with foreign resident entities.

The breakdown of funding by term is shown below.

Breakdown of deposit accounts as at 30 June 2025

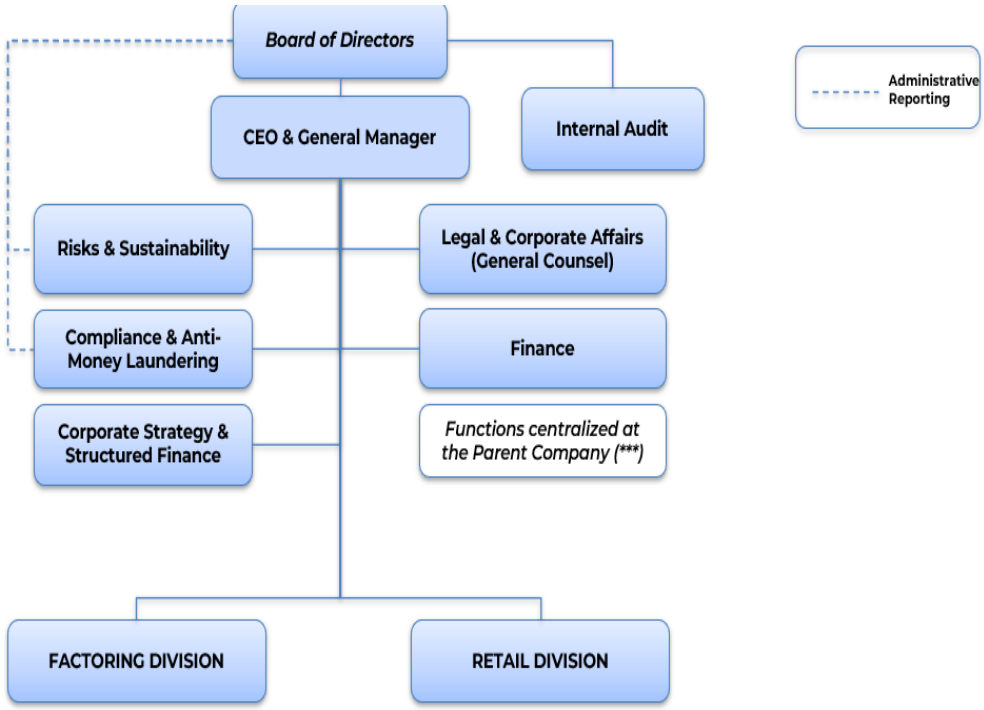


The average residual life is 14 months compared to 17 months at the end of 2025.

COMPOSITION AND STRUCTURE OF THE GROUP

Organisational chart

The Bank's organisational structure underwent some changes following the launch of the integration project envisaged upon completion of CF+'s acquisition of the Bank and the resulting change of control as from 6 March. In particular, the organisational arrangement of the roles of the CEO and the General Manager was redefined by reuniting the roles and a new structure called "Legal & Corporate Affairs - General Counsel" was established to better integrate activities related to governance, legal affairs and the management of marketing, media and corporate communications. The ICT, Operations Banking, Organisation, HR Administration, Talent Management, Compensation & Benefit functions, as well as the functional reporting lines of the HR Business Partners for the Factoring Division and the Retail Division, Logistics & Facilities were centralised in the Parent. Treasury activities are carried out by the Parent.
The organisational chart in force at 30 June 2026 is as follows:



(***) ICT e Innovation Office, Operations Banking, Organization, Administration HR, Talent Management, Compensation & Benefit, HR Business Partner Factoring and Retail Division, Logistics & Facilities. Treasury activities are carried out by the Parent Company.

HUMAN RESOURCES

As at 30 June 2026, the Bank had a staff of 215, broken down by contract category as follows:

FTES	Total 2026	Total 2025
Senior managers	21	27
Middle managers (QD3 and QD4)	51	51
Middle managers (QD1 and QD2)	53	46
Other personnel	90	91
Total	**215**	**215**

At 30 June 2026, 8 people were selected and hired on permanent contracts to cover turnover and strengthen the control functions, business and staff.

In terms of skills development, after identifying professional and technical training needs on regulatory and supervisory topics, at 30 June 2026, the Bank delivered training initiatives run by external and internal trainers, with particular reference to technical and professional training, soft skills and language training. Particular attention was paid to activities relating to cybersecurity, the AI Act, transparency and change management.

The average age of employees is 44.7 for men and 43.6 for women. The breakdown by gender is essentially balanced, with men accounting for 48.9% and women for 51.1% of the total.

In compliance with the instructions provided by the Supervisory Authority, it was not possible to pay the 2025 variable incentive or to commit to the future distribution of the available bonus pool.

Where commitments had been formalised and provisions had been recognised in previous years, having verified compliance with the capital gates for the 2025 financial year and in the absence of ex-post correction mechanisms, the deferred portions of bonuses relating to the 2023 financial year (in cash) were paid, subject to the approval by the Shareholders' Meeting of the 2025 Financial Statements, in accordance with the provisions of the Remuneration Policies for the relevant years.

With reference to the deferred portions of the 2021 bonus awarded through financial instruments, it should be noted that, in accordance with the Bank's Policies in force up to the 2021 financial year, these were subject to a three-year vesting period and a subsequent one-year retention period. Following the favourable resolutions of the aforementioned Shareholders' Meeting, this constraint ended and the shares, already credited to the beneficiaries' securities accounts, became freely available.

During the period, the Remuneration Policies for 2026 were also updated and approved, in line with the guidelines and the reference document of the Parent.

The assignment of the 2026 targets to the Bank's top management, together with delivery of the related forms, is being finalised, without any reference to incentive schemes or corresponding variable remuneration mechanisms.

INCOME STATEMENT RESULTS

Income statement (€,000)	First Half of 2026	First Half of 2025	€ Change	% Change
Net interest income	30,055	21,201	8,854	41.8%
Net trading income from Superbonus (1)	11,210	16,917	(5,707)	-33.7%
Net interest income adjusted	**41,265**	**38,118**	**3,147**	**8.3%**
Net fee and commission income (expense)	5,390	3,023	2,367	78.3%
Dividends and similar income	227	227	-	0.0%
Net trading income (expense)	(55)	99	(154)	<100%
Net hedging result	16	18	(2)	-11.1%
Gain from sales or repurchases of financial assets/liabilities	3,054	9,336	(6,282)	-67.3%
Net result from financial liabilities measured at fair value	(467)	-	(467)	n.a.
Total income	**49,430**	**50,821**	**(1,391)**	**-2.7%**
Net impairment losses on loans and receivables	(18,116)	(4,480)	(13,636)	>100%
Gains/losses from contract amendments without derecognition	1	(4)	5	<100%
Net financial income (expense)	**31,315**	**46,337**	**(15,022)**	**-32.4%**
Personnel expense	(12,407)	(11,969)	(438)	3.7%
Other administrative expenses	(18,125)	(16,273)	(1,852)	11.4%
Net accruals to provisions for risks and charges	982	(3,966)	4,948	<100%
Net impairment losses on property and equipment/intangible assets	(984)	(752)	(232)	30.9%
Other operating income (expense)	1,868	1,634	234	14.3%
Operating costs	**(28,666)**	**(31,326)**	**2,660**	**-8.5%**
Gains (losses) on equity investments	(31)	(51)	20	-39.2%
Impairment goodwill	-	-	-	n.a.
Pre-tax profit from continuing operations	**2,618**	**14,960**	**(12,342)**	**-82.5%**
Income taxes for the period	(1,871)	(5,023)	3,152	-62.8%
Post-tax profit for the period	**747**	**9,937**	**(9,190)**	**-92.5%**
Profit for the period	**4,502**	**15,881**	**(11,379)**	**-71.7%**
Profit (loss) attributable to non-controlling interests	-	(1,292)	1,292	-100.0%
Profit for the period attributable to the owners of the parent adjusted	**4,502**	**14,589**	**(10,087)**	**-69.1%**

(1) The net trading income from Superbonus was reclassified from the item Trading income and restated in a separate item to supplement Net interest income.

As previously explained, the scope of consolidation changed following the loss of control of Kruso Kapital S.p.A. ("KK") and its subsidiaries on 22 June 2026 upon delivery of the KK shares to those tendering to the voluntary and mandatory public tender and exchange offer. For the purposes of a presentation consistent with the classification of the KK Group under IFRS 5, the "Post-tax profit (loss) from discontinued operations" item (item 320) includes the economic effects of intercompany items up to the date of control by Banca Sistema and the result arising from the sale of the investment to the Parent Banca CF+ amounting to € 2.5 million.

The first half of 2026 closed with a profit of € 4.5 million, positively affected by the non-recurring income from the sale of KK described above and negatively affected by value adjustments of € 18.1 million, with an increase compared to the previous year mainly deriving from the in-depth analyses carried out in coordination with the Parent as previously described. Of these, € 6.4 million is offset by a positive release of the same amount recognised in provisions for risks and charges, negatively affected by an amount of € 5 million arising from the aforementioned assurance activities.

In the first quarter of 2025, following the update of the policy relating to the accounting of default interest for Public Administration debtors in situations of financial distress or probable default, default interest was recorded for an amount of € 10.3 million relating to positions subject to judgments by the ECHR that found the Italian State liable for the debt in cases where the debtor is in default.

During the first half of 2026, no default interest was recognised from the ECHR scope, which is expected to be recognised in subsequent quarters. At the reference date, the Bank has € 58 million of interest accrued on decrees currently outside the legal scope and therefore not supported by budget allocations. Of these, € 42 million relates to enforceable decrees that meet the requirements to start proceedings before the ECHR, including € 28 million for which this process has already been formally initiated and which will be allocated in the budget over the coming financial years in accordance with the assumptions of the current accounting policy.

Net interest income (€,000)	First Half of 2026	First Half of 2025	€ Change	% Change
Interest and similar income				
Loans and receivables portfolios	58,069	62,481	(4,412)	-7.1%
Factoring	43,506	45,986	(2,480)	-5.4%
CQ	9,030	9,120	(90)	-1.0%
Collateralised lending	-	-	-	n.a.
Government-backed loans to SMEs	5,533	7,375	(1,842)	-25.0%
Securities portfolio	14,409	15,820	(1,411)	-8.9%
ABS securities	4,776	1,993	2,783	>100%
Other	1,101	1,940	(839)	-43.2%
Total interest income	**78,355**	**82,234**	**(3,879)**	**-4.7%**
Interest and similar expense				
Due to banks	(1,705)	(251)	(1,454)	>100%
Due to customers	(36,936)	(46,876)	9,940	-21.2%
Repos	(7,151)	(10,717)	3,566	-33.3%
Securities issued	(2,495)	(3,190)	695	-21.8%
Total interest expense	**(48,300)**	**(61,034)**	**12,734**	**-20.9%**
Net interest income	**30,055**	**21,200**	**8,855**	**41.8%**
Net trading income from Superbonus	11,210	16,917	(5,707)	-33.7%
Net interest income adjusted	**41,265**	**38,117**	**3,148**	**8.3%**

Total interest income showed a reduction compared to the same period of the previous year, reflecting the lower contribution of the Factoring Division (which includes income from "factoring" and "Government-backed loans to SMEs") and the contribution of the Italian government bond securities portfolio. Interest expense decreased thanks to a reduction in the average cost of funding.

The total contribution of the Factoring Division to interest income was € 49 million, equal to 84% of the interest income generated by the entire loans and receivables portfolio. The following are added to this income: (i) the commission component associated with the factoring business; (ii) the revenues from the sale of some receivables due from private debtors; and (iii) the income realised on the purchase and subsequent realisation of Superbonus tax receivables held for trading purposes. The contribution from the traditional discount component is around 15% higher than in the first half of 2025, while both default interest and interest recognised on positions subject to contractual termination decreased.

The decrease in the latter compared to the first half of 2025 is attributable to the fact that, in the comparison period, following the revision of the classification criteria for the default status of credit exposures with effect from 31 March 2025 – in response to the findings of the Supervisory Authority and in line with the EBA Guidelines on the definition of default – significant recourse actions were initiated, as part of the measures taken to manage past-due amounts, against assignors with reference to receivables that subsequently proved to be non-existent. These actions led to the recognition of interest contractually due by the assignors for the period of use of the funds. In the current period, the number of new positions subject to termination is lower than in the comparison period and, consequently, the interest income component deriving from such cases decreases.

The component owed for late payments pursuant to Legislative Decree 231/02 (consisting of default interest and compensation) legally enforced at 30 June 2026 amounted to € 7.8 million (€ 10 million in the first half of 2025):

- of which € 2.7 million resulting from the current recovery estimates (€ 7.8 million in the first half of 2025);
- of which € 5.2 million (€ 2.2 million in the first half of 2025) coming from the difference between the amount collected during the period, equal to € 10.3 million (€ 15.9 million in the first half of 2025), and the amount accrued in previous years.

The amount of the stock of interest pursuant to Legislative Decree 231/02 accrued at 30 June 2026, relevant for the allocation model, was € 127 million (€ 131 million at the end of 2025), which becomes € 185 million when including default interest related to positions with troubled local authorities, a component for which default interest is not allocated in the financial statements, except in the case of positions subject to ECHR judgments as stated above, whereas the loans and receivables recognised in the financial statements amount to € 78.4 million. Therefore, the amount of interest pursuant to Legislative Decree No. 231/02 accrued and not yet recognised in the income statement is € 106.6 million. In addition, there is further default interest related to entities such as consortia or quasi-public companies excluded from the scope of the allocation model.

The contribution of interest on the salary- and pension-backed portfolios is in line with the previous year at € 9.0 million.

The positive contribution of the interest component from the government-backed loans to SMEs is confirmed, albeit down due to lower outstanding amounts and a decrease in the yield indexed at a variable rate.

The contribution of the securities portfolio decreased compared to the previous half-year due to a lower average yield on the portfolio.

The interest component from ABS securities is attributable to the yields on the senior securities issued by the vehicles in which the Bank is among the originators; the portfolio underlying these issues consists of trade receivables from the football sector and Superbonus tax credits.

"Other interest income" decreased due to a lower use of overnight deposits with the ECB.

The decrease in interest expense is mainly driven by a lower average cost of funding compared to the same period of the previous year.

The Superbonus trading income of € 11.2 million stems from trading in these receivables and from changes in their fair value, which has decreased due to a natural reduction in the outstanding amount, attributable both to the gradual progression of the tax periods and to the contraction of the secondary market, which is now characterised by a lower availability of circulating receivables following the expiry of the incentives.

Net fee and commission income (€,000)	First Half of 2026	First Half of 2025	€ Change	% Change
Fee and commission income				
Factoring activities	5,325	5,102	223	4.4%
Fee and commission income - off-premises CQ	3,645	3,075	570	18.5%
Collateralised loans (fee and commission income)	-	-	-	n.a.
Collection activities	625	574	51	8.9%
Servicer of securitization	3,743	2,091	1,652	79.0%
Other fee and commission income	143	162	(19)	-11.7%
Total fee and commission income	**13,481**	**11,004**	**2,477**	**22.5%**
Fee and commission expense				
Factoring portfolio placement	(901)	(774)	(127)	16.4%
Placement of other financial products	(2,608)	(3,150)	542	-17.2%
Fees - off-premises CQ	(3,340)	(2,824)	(516)	18.3%
Other fee and commission expense	(1,242)	(1,233)	(9)	0.7%
Total fee and commission expense	**(8,091)**	**(7,981)**	**(110)**	**1.4%**
Net fee and commission income	**5,390**	**3,023**	**2,367**	**78.3%**

Net fee and commission income (expense), amounting to € 5.4 million, increased by 78.3%, due to the rise in commissions from the factoring business and to the development of servicing activities for third-party securitisations and securitisations of which Banca Sistema is the originator.

Fee and commission income from factoring should be considered together with interest income, since it makes no difference from a management point of view whether profit is recognised in the commissions and fees item or in interest in the non-recourse factoring business.

Fees and commissions from collection activities include revenues from the traditional service of reconciling third-party invoice receipts with the Public Administration amounting to € 0.6 million.

"Other" fee and commission income includes commissions and fees related to current account services.

Fee and commission income - off-premises CQ refers to both the commissions on the salary- and pension-backed loan (CQ) origination business and the placement of third-party products totalling € 3.6 million, which should be considered together with the item Fees - off-premises CQ, amounting to € 3.3 million, which are composed of the commissions paid to financial advisers for the off-premises placement of the salary- and pension-backed loan product.

Fees and commissions for the placement of financial products paid to third parties are attributable to returns to third-party intermediaries for the placement and management of the SI Conto! Deposito product under the passporting regime, whereas the fee and commission expense of placing the factoring portfolios is linked to the origination costs of the factoring receivables.

Other fee and commission expense includes commissions for trading third-party securities and for interbank collections and payment services.

Net trading results (€,000)	First Half of 2026	First Half of 2025	€ Change	% Change
Trading results from financial instruments	(55)	98	(153)	<100%
Total	**(55)**	**98**	**(153)**	**<100%**

The item includes the income from trading Italian government bonds.

Gain (loss) from sales or repurchases (€,000)	First Half of 2026	First Half of 2025	€ Change	% Change
Gains from HTCS portfolio debt instruments	2,520	5,436	(2,916)	-53.6%
Gains from HTC portfolio debt instruments	-	-	-	n.a.
Gains from receivables (Factoring portfolio)	535	3,899	(3,364)	-86.3%
Gains from receivables (CQ portfolio)	-	-	-	n.a.
Total	**3,055**	**9,335**	**(6,280)**	**-67.3%**

The item gain (loss) from sales or repurchases includes, in addition to net realised gains on the securities portfolio and gains from the sale of factoring receivables.

Risultato netto altre attività/passività valutate al FV (€ .000)	30.06.2026	30.06.2025	Delta €	Delta %
Valutazione al FV titoli Junior	(467)	-	(467)	n.a.
Totale	**(467)**	**-**	**(467)**	**n.a.**

The item includes the net result of the fair value measurement of junior securities held in the portfolio. This valuation reflects the current ramp-up phase of the transaction, whose underlying cash flows and performance are affected by the failure to complete the investment period.

Impairment losses on financial assets measured at amortised cost at 30 June 2026 amounted to € 17.7 million (€ 4.5 million in the first half of 2025). Reference is made to the comment on the verification activities carried out in coordination with the Parent, as previously described.

The loss rate recorded in the first half of 2026 was 1.41% compared to 0.35% for the same period of the previous financial year. The loss rate for the first half of the year is affected by the impairment losses arising from the above verification activities.

The provisions for risks and charges as described above include a release of € 6.4 million, matched by an equal amount of impairment losses on loans and receivables, and additional net provisions for litigation of € 5.4 million, of which € 2.5 million relates to the activities described above.

Personnel expense (€,000)	First Half of 2026	First Half of 2025	€ Change	% Change
Wages and salaries	(9,589)	(9,232)	(357)	3.9%
Social security contributions and other costs	(2,074)	(1,944)	(130)	6.7%
Directors' and statutory auditors' remuneration	(738)	(794)	56	-7.1%
Total	**(12,401)**	**(11,970)**	**(431)**	**3.6%**

Personnel expense is in line with that of the same period of the previous year; the average number of FTEs at Banca Sistema in the half-year is 215 (215 also in 1Q25), compared with a point-in-time figure of 218 at the end of the period.

In line with the indications provided by the Supervisory Body, no variable component of personnel remuneration was allocated in the financial statements for the current year.

Other administrative expenses (€,000)	First Half of 2026	First Half of 2025	€ Change	% Change
IT expenses	**4,731**	**4,474**	**257**	**5.7%**
Consultancy and professional services	**1,608**	**1,606**	**2**	**0.1%**
Regulatory development and compliance consultancy	145	767	(622)	-81.1%
Legal and professional consultancy	1,300	671	629	93.7%
Audit expenses	163	168	(5)	-3.0%
Credit-related expenses	**7,921**	**6,013**	**1,908**	**31.7%**
Insurance coverage expenses	3,621	2,329	1,292	55.5%
Credit recovery expenses	2,467	1,531	936	61.1%
Origination expenses	736	1,043	(307)	-29.4%
Servicing and collection activities	909	908	1	0.1%
Legal dispute expenses	188	202	(14)	-6.9%
Other operating expenses	**1,181**	**1,219**	**(38)**	**-3.1%**
Outsourcing and consultancy expenses	239	217	22	10.1%
Additional operating expenses	226	353	(127)	-36.0%
Vehicle management expenses	309	370	(61)	-16.5%
Association contributions	275	205	70	34.1%
Cash transport expenses	-	-	-	n.a.
Insurance	132	74	58	78.4%
Advertising and communication expenses	**237**	**239**	**(2)**	**-0.8%**
Real estate-related expenses	**501**	**562**	**(61)**	**-10.9%**
Other real estate-related expenses	59	150	(91)	-60.7%
Maintenance expenses	175	159	16	10.1%
Utility and cleaning expenses	140	153	(13)	-8.5%
Concierge and surveillance expenses	127	100	27	27.0%
Personnel-related expenses	**954**	**992**	**(38)**	**-3.8%**
Vehicle rental and related expenses	293	299	(6)	-2.0%
Travel and representation reimbursements	240	272	(32)	-11.8%
Other personnel-related expenses	159	246	(87)	-35.4%
Agent-related expenses	262	175	87	49.7%
Indirect taxes and duties	**992**	**1,168**	**(176)**	**-15.1%**
Total operating costs	**18,125**	**16,273**	**1,852**	**11.4%**

Administrative expenses increased by 11.4%, mainly due to costs related to business development.

Consulting expenses in 2025 largely consist of the costs incurred to comply with the feedback received from the Supervisory Authority and in 2026 relate to support to the Board of Directors for activities concerning the public tender and exchange offer and preparatory to the proposed merger; the latter amounted to € 1.1 million.

The increase in insurance coverage expenses is linked to higher insurance premiums on factoring portfolios and for the SRT transaction on CQ portfolios.

IT expenses include costs for services provided by the outsourcer responsible for managing legacy systems, as well as those related to IT infrastructure.

Indirect taxes and fees include contributions paid in relation to injunction decrees activated against public administration debtors.

Net impairment losses on property and equipment/intangible assets (€,000)	First Half of 2026	First Half of 2025	€ Change	% Change
Depreciation of buildings used for operations	(629)	(403)	(226)	56.1%
Depreciation of furniture and equipment	(119)	(115)	(4)	3.5%
Amortisation of value in use	(217)	(226)	9	-4.0%
Amortisation of software	-	-	-	n.a.
Amortisation of other intangible assets	(19)	(8)	(11)	>100%
Total	**(984)**	**(752)**	**(232)**	**30.9%**

The impairment losses on property and equipment/intangible assets are the result of higher depreciation and amortisation for property used for business purposes, as well as the depreciation of the "right-of-use" asset following the application of IFRS 16.

Other operating income (expense) (€,000)	First Half of 2026	First Half of 2025	€ Change	% Change
Auction buyer's premiums	-	-	-	n.a.
Recovery of expenses and taxes	646	1,547	(901)	-58.2%
Deposit Scheme contribution	(26)	-	(26)	n.a.
Amortisation of multiple-year improvement costs	(42)	(42)	-	0.0%
Other income (expense)	270	115	155	>100%
Contingent assets and liabilities	1,019	15	1,004	>100%
Total	**1,867**	**1,635**	**232**	**14.2%**

The increase in the item "Other operating income (expense)" compared with the previous year is due to contingent costs arising from previous financial years.

The tax rate increased compared to the same period of the previous financial year, reflecting the effects of the current regulatory framework, also in the light of the provisions introduced by the 2025 Budget Law.

In particular, the increase is attributable to the rise in the IRAP rate envisaged for financial intermediaries, up by 2 percentage points compared to 2025, as well as the limitations on the deductibility of interest expense for IRES purposes envisaged by Article 96 of the TUIR. These rules result in the non-deductibility of a portion equal to 4% of such charges, with a consequent increase in the taxable base.

Within the current regulatory framework, it should be noted that this percentage of non-deductibility is expected to gradually decrease over the next financial years, with a consequent expected reduction in the impact on the prospective tax rate.

THE MAIN STATEMENT OF FINANCIAL POSITION AGGREGATES

Assets (€,000)	30.06.2026	31.12.2025	€ Change	% Change
Cash and cash equivalents	77,470	87,791	(10,321)	-11.8%
Financial assets measured at fair value through profit or loss	1,717	1,621	96	5.9%
Financial assets measured at fair value through other comprehensive income	1,103,708	1,186,326	(82,618)	-7.0%
Financial assets measured at amortised cost	2,723,128	2,610,862	112,266	4.3%
a) loans and receivables with banks	19,505	19,161	344	1.8%
b1) loans and receivables with customers - loans	2,653,546	2,541,681	111,865	4.4%
b2) loans and receivables with customers - debt instruments	50,077	50,020	57	0.1%
Hedging derivatives	-	-	-	n.a.
Changes in fair value of portfolio hedged items (+/-)	872	2,146	(1,274)	-59.4%
Equity investments	953	985	(32)	-3.2%
Property and equipment	53,247	57,582	(4,335)	-7.5%
Intangible assets	4,054	34,116	(30,062)	-88.1%
of which: goodwill	3,920	45,075	(41,155)	-91.3%
Tax assets	20,730	13,055	7,675	58.8%
Other assets	203,211	343,930	(140,719)	-40.9%
Total assets	**4,189,090**	**4,338,414**	**(149,324)**	**-3.4%**

The half year ended 30 June 2026 closed with total assets down by 3.4% over the end of 2025 and equal to € 4.2 billion.

The Group's securities portfolio, as to the component of Financial assets measured at fair value through other comprehensive income ("HTCS") mainly comprises Italian government bonds with an average duration of about 23 months (the average remaining duration at the end of 2025 was 16.3 months). The nominal amount of the government bonds held in the HTCS portfolio amounted to € 1,084 million at 30 June 2026 (€ 1,154 million at 31 December 2025). The associated valuation reserve was negative at the end of the period, amounting to € 2.1 million before the tax effect.

Loans and receivables with customers (€,000)	30.06.2026	31.12.2025	€ Change	% Change
Factoring receivables	1,584,791	1,387,486	197,305	14.2%
Salary-/pension-backed loans (CQS/CQP)	574,515	572,943	1,572	0.3%
Collateralised loans	-	155,058	(155,058)	-100.0%
Loans to SMEs	159,870	188,158	(28,288)	-15.0%
ABS senior notes	217,156	177,631	39,525	22.3%
Current accounts	85,830	380	85,450	>100%
Compensation and Guarantee Fund	28,686	57,137	(28,451)	-49.8%
Other loans and receivables	2,697	2,889	(192)	-6.6%
Total loans	**2,653,545**	**2,541,682**	**111,863**	**4.4%**
Securities	50,077	50,020	57	0.1%
Total loans and receivables with customers	**2,703,622**	**2,591,702**	**111,920**	**4.3%**

The item loans and receivables with customers under Financial assets measured at amortised cost (hereinafter HTC, or "Held to Collect"), is composed of loan receivables with customers and the "held-to-maturity securities" portfolio.

Outstanding loans for factoring receivables compared to Total loans, which excludes the amounts of the securities portfolio, were 60% (55% at the end of 2025, which included lending on collateral-backed loans). The volumes generated during the period amounted to € 2,752 million (€ 2,300 million at 30 June 2025). Total financing also includes investments in senior ABS securities backed by loans originated by the Bank, in order to provide a more accurate representation of the credit risk profile and with the result of the Bank's origination activity.

Salary- and pension-backed loans were essentially unchanged from the end of the previous year, with volumes disbursed directly by the agent network amounting to € 76 million (€ 63 million at 30 June 2025).

Loans to enterprises guaranteed by the State show a decrease as a result of lower disbursements, amounting to € 0.3 million in 2026.

The item ABS securities also includes the investment in ABS securities for an amount of € 217.2 million (€ 177.6 million at the end of 2025) linked to two securitisation transactions for the purchase of tax receivables, two securitisation transactions for the purchase of sports credits and a Supply Chain Finance securitisation transaction, for which the Bank is joint arranger and also holds the role of Master Servicer.

HTC Securities are composed of Italian government securities with an average duration of 20 months for an amount of € 50 million. The mark-to-market valuation of the securities at 30 June 2026 shows a pre-tax unrealised loss of € 2 million.

The following table shows the quality of receivables in the loans and receivables with customers item, excluding the securities positions.

Status	30.06.2026	31.12.2025	€ Change	% Change
Bad exposures - gross	125,080	131,345	(6,265)	-4.8%
Unlikely to pay - gross	74,587	73,762	825	1.1%
Past due - gross	248,732	220,505	28,227	12.8%
Non-performing - gross	**448,399**	**425,612**	**22,787**	**5.4%**
Performing - gross	**2,285,137**	**2,182,597**	**102,540**	**4.7%**
Stage 2 - gross	32,088	69,651	(37,563)	-53.9%
Stage 1 - gross	2,253,049	2,112,946	140,103	6.6%
Total loans and receivables with customers	**2,733,536**	**2,608,209**	**125,327**	**4.8%**
Individual impairment losses	**72,406**	**61,213**	**11,193**	**18.3%**
Bad exposures	33,287	34,423	(1,136)	-3.3%
Unlikely to pay	37,541	25,159	12,382	49.2%
Past due	1,578	1,631	(53)	-3.2%
Collective impairment losses	**7,582**	**5,315**	**2,267**	**42.7%**
Stage 2	161	351	(190)	-54.1%
Stage 1	7,421	4,964	2,457	49.5%
Total impairment losses	**79,988**	**66,528**	**13,460**	**20.2%**
Net exposure	**2,653,548**	**2,541,681**	**111,867**	**4.4%**

The ratio of gross non-performing loans to total gross loans stands at 16.1% compared to 16.3% at 31 December 2025, while the ratio calculated on the net values of the same periods is 13.9% and 14.3% respectively (14.6% excluding the KK Group) following the increase in the absolute value of performing loans and a decrease in non-performing loans with past due status. The figure at 30 June does not include the KK Group's gross non-performing loans of € 17.2 million at 31 December 2025, nor gross performing loans of € 138.5 million at 31 December 2025.

The amount of past-due loans, excluding the KK Group, increased by € 45 million and remains predominantly related to the factoring portfolio without recourse to the Public Administration. The increase is also attributable to the above assurance activity carried out by the Parent, which led to an increase in past-due loans of € 40 million. This sector continues not to present particular issues in terms of credit quality and probability of recovery.

The coverage ratio of non-performing loans increases to 16.1% compared to 14.4% (14.8% excluding the KK Group) recorded at 31 December 2025. The coverage ratio of bad exposures, excluding exposures to municipalities in temporary distress, is 86.8%.

Property and equipment includes Group properties used for operations. Their carrying amount, which since 31 December 2024 has been calculated using fair value as the accounting criterion, is € 51.4 million. The revaluation reserve, net of tax, is € 9.0 million.

The other capitalised costs include furniture, fittings and IT devices and equipment, as well as the right of use relating to the lease payments of the branches and company cars.

Intangible assets refer to goodwill of € 3.9 million, broken down as follows:

- the goodwill originating from the merger of the former subsidiary Solvi S.r.l. which took place in 2013 amounting to € 1.8 million;
- the goodwill generated by the acquisition of Atlantide S.p.A. on 3 April 2019 amounting to € 2.1 million.

The investment recognised in the financial statements relates to the joint venture with EBN Banco de Negocios S.A. in EBNSISTEMA. In the first half of 2026, EBNSISTEMA originated € 80 million in loans and receivables, compared to € 50 million in the first half of 2025.

The item 'Other assets' is mainly composed of "Superbonus 110" tax credits purchased for trading purposes with a carrying amount of € 175 million. Credits were purchased during the half-year for a nominal amount of € 15 million.

Comments on the main aggregates on the liability side of the statement of financial position are shown below.

Liabilities and equity (€,000)	30.06.2026	31.12.2025	€ Change	% Change
Financial liabilities measured at amortised cost	3,656,988	3,720,033	(63,045)	-1.7%
a) due to banks	465,090	69,199	395,891	>100%
b) due to customers	3,033,202	3,441,519	(408,317)	-11.9%
c) securities issued	158,696	209,315	(50,619)	-24.2%
Financial liabilities held for trading	116	-	116	n.a.
Financial liabilities designated at fair value	-	6,726	(6,726)	-100.0%
Hedging derivatives	788	2,078	(1,290)	-62.1%
Tax liabilities	23,943	50,697	(26,754)	-52.8%
Liabilities associated with disposal groups	-	-	-	n.a.
Other liabilities	132,051	158,268	(26,217)	-16.6%
Post-employment benefits	3,504	5,242	(1,738)	-33.2%
Provisions for risks and charges	39,044	43,032	(3,988)	-9.3%
Valuation reserves	7,449	13,057	(5,608)	-43.0%
Reserves	265,523	237,925	27,598	11.6%
Equity instruments	45,500	45,500	-	0.0%
Equity attributable to non-controlling interests	31	17,163	(17,132)	-99.8%
Share capital	9,651	9,651	-	0.0%
Treasury shares (-)	-	-	-	n.a.
Profit for the period	4,502	29,042	(24,540)	-84.5%
Total liabilities and equity	**4,189,090**	**4,338,414**	**(149,324)**	**-3.4%**

Wholesale funding, which makes up about 24% of the total (30% at 31 December 2025), decreased as a percentage compared to the end of 2025 following the lower use of repurchase agreements.

Due to banks (€,000)	30.06.2026	31.12.2025	€ Change	% Change
Due to Central banks	400,490	-	400,490	n.a.
Due to banks	64,599	69,198	(4,599)	-6.6%
Current accounts with other banks	21,489	578	20,911	>100%
Deposits with banks (repurchase agreements)	42,980	17,642	25,338	>100%
Financing from other banks	130	50,978	(50,848)	-99.7%
Total	**465,089**	**69,198**	**395,891**	**>100%**

The item "Due to banks" increased by € 395 million compared to 31 December 2025, following the higher use of interbank funding and funding through the ECB.

Due to customers (€,000)	30.06.2026	31.12.2025	€ Change	% Change
Term deposits	2,483,676	2,261,130	222,546	9.8%
Financing (repurchase agreements)	219,380	810,187	(590,807)	-72.9%
Financing - other	21,667	26,000	(4,333)	-16.7%
Customer current accounts	284,518	309,845	(25,327)	-8.2%
Due to assignors	23,959	25,257	(1,298)	-5.1%
Other payables	3	9,099	(9,096)	-100.0%
Total	**3,033,203**	**3,441,518**	**(408,315)**	**-11.9%**

The item "Due to customers" decreased compared to the end of the previous year due to the decline in loans through repurchase agreements. The period-end amount of term deposits increased from the end of 2025 (+9.8%), reflecting net positive funding (net of interest accrued) of € 223 million; gross funding from the beginning of the year was € 1,031 million.

"Due to assignors" includes payables related to the unfunded portion of acquired receivables.

Bonds issued (€,000)	30.06.2026	31.12.2025	€ Change	% Change
Bond - AT1	45,500	45,500	-	0.0%
Bond - Tier II	-	-	-	n.a.
Bonds - other	158,696	209,315	(50,619)	-24.2%

The amount of bonds issued is lower than at 31 December 2025; the change is due to the trend of redemptions and/or further subscriptions of senior tranches of ABS financed by third-party investors.

The bonds issued are as follows:

- AT1 subordinated loan of € 8 million, with no maturity (perpetual basis) and a variable coupon starting from 19 June 2023, issued on 18 December 2012 and 18 December 2013 (reopening date);

- AT1 subordinated loan of € 37.5 million, with no maturity (perpetual basis) and a fixed coupon until 25 June 2031 at 9% issued on 25 June 2021.

Other bonds include the senior shares of the ABS in the securitisations subscribed by third-party institutional investors.

All AT1 instruments, based on their main characteristics, are classified under equity item 140 "Equity instruments".

Provisions for risks and charges, amounting to € 39.0 million, include a provision for contingent liabilities arising from acquisitions carried out in previous years amounting to € 0.6 million, provisions relating to personnel amounting to a total of € 4.7 million mainly relating to the portion of bonuses accrued in the first nine months of 2024, the deferred component of bonuses accrued in previous years as well as the estimated charges related to non-compete agreements and the retention plan launched in 2022, and an estimate of charges related to possible liabilities to sellers not yet definitively determined as well as to other ongoing litigation and disputes, amounting to a total of € 20.5 million. The provisions also include, with reference to the salary- and pension-backed loans (CQ) portfolio, provisions of € 10.9 million to cover the estimate of negative effects arising from possible early repayments of loans, both on the portfolios in place and on those assigned, as well as open claims, charges payable to the agent network and refunds related to the effects of the Lexitor ruling.

"Other liabilities" mainly include payments received after the end of the year from the assigned debtors and which were still being allocated and items being processed during the days following year-end, as well as trade payables and tax liabilities.

The reconciliation between the profit for the period and equity of the parent and the figures from the consolidated financial statements is shown below.

(€ .000)	PROFIT (LOSS)	EQUITY
Profit (loss)/equity of the parent	**4,365**	**322,892**
Assumption of value of investments	-	(14,865)
Goodwill	-	-
Consolidated profit (loss)/equity	169	24,628
Gain (loss) on equity investments	(2,979)	-
Adjustment to profit (loss) from discontinued operations	2,947	-
Equity attributable to the owners of the parent	**4,502**	**332,655**
Equity attributable to non-controlling interests	-	(31)
Profit (loss)/equity of the Group	**4,502**	**332,624**

CAPITAL ADEQUACY

Provisional information concerning the regulatory capital and capital adequacy of Banca Sistema on an individual basis is shown below.

Own funds (€,000) and capital ratios	30.06.2026 Transitional	31.12.2025 Transitional	30.06.2026 Fully loaded
Common Equity Tier 1 (CET1)	**257,259**	**263,604**	**257,826**
ADDITIONAL TIER 1	45,500	45,500	45,500
Tier 1 capital (T1)	**302,759**	**309,104**	**303,326**
TIER2	-	-	596
Total Own Funds (TC)	**302,759**	**309,104**	**303,922**
Total risk-weighted assets	**1,715,693**	**1,509,191**	**1,681,277**
of which, credit risk	1,515,887	1,314,023	1,435,241
of which, market risk	13,123	9,816	9,816
of which, operational risk	186,683	185,353	236,221
Ratio - CET1	**15.0%**	**17.5%**	**15.3%**
Ratio - T1	**17.6%**	**20.5%**	**18.0%**
Ratio - TCR	**17.6%**	**20.5%**	**18.1%**

Taking into account the impacts arising from the implementation of the public tender and exchange offer and the consequent control of CF+ over Banca Sistema as well as the inclusion of the latter (and its subsidiaries) in the scope of the Banca CF+ Group, consolidated quarterly reporting from 31 March 2026 is carried out by Banca CF+. Consequently, from the same date, Banca Sistema will only carry out reporting at individual level and will contribute to consolidated reporting according to the operating methods agreed within the ongoing integration project.

The total own funds at 30 June 2026 amount to € 303 million and include 100% of the profit, as it is currently prohibited to distribute dividends.

The reduction in CET1 capital is mainly attributable to the increase in the prudential filter relating to calendar provisioning on non-performing loans (+€ 4.3 million compared to 31 December 2025).

At 30 June 2026, the LCR stood at 1,635%, compared to 975% at 31 December 2025.

The reconciliation of equity and CET1 is provided below:

	30.06.2026	31.12.2025
Share capital	9,651	9,651
Equity instruments	45,500	45,500
Income-related and share premium reserve	264,961	237,925
Treasury shares (-)	-	-
Valuation reserves	(1,584)	13,057
Profit	4,365	29,042
Equity attributable to the owners of the parent	**322,893**	**335,175**
Dividends distributed and other foreseeable expenses	-	-
Equity assuming dividends are distributed to shareholders	**322,893**	**335,175**
Regulatory adjustments	(20,134)	(50,640)
Eligible equity attributable to non-controlling interests	-	14,463
Equity instruments not eligible for inclusion in CET1	(45,500)	(45,500)
Common Equity Tier 1 (CET1)	**257,259**	**253,498**

CAPITAL AND SHARES

Capital and ownership structure

The share capital of Banca Sistema is composed of 80,421,052 ordinary shares, for a total paid-in share capital of € 9,650,526.24. All outstanding shares have regular dividend entitlement from 1 January.

Based on the evidence published on Consob's website, as shown below, the shareholders with stakes of more than 5%, the threshold above which Italian law (art. 120 of the Consolidated Law on Finance) requires disclosure to the investee and Consob, were as follows:

Person at the top of the chain of ownership	Shareholder	% of ordinary share capital
Gianluca Garbi	SGBS Srl	85.7%
	Garbifin Srl	14.3%
a di Risparmio di Cuneo	Fondazione Cassa di Risparmio di Cuneo	100.0%

Stock performance

The shares of Banca Sistema are traded on the Mercato Telematico Azionario - Italian Equities Market (MTA) of the Italian Stock Exchange, STAR segment. The Banca Sistema stock is included in the following Italian Stock Exchange indices:

FTSE Italia All-Share Capped;

FTSE Italia All-Share;

FTSE Italia STAR;

FTSE Italia Banche;

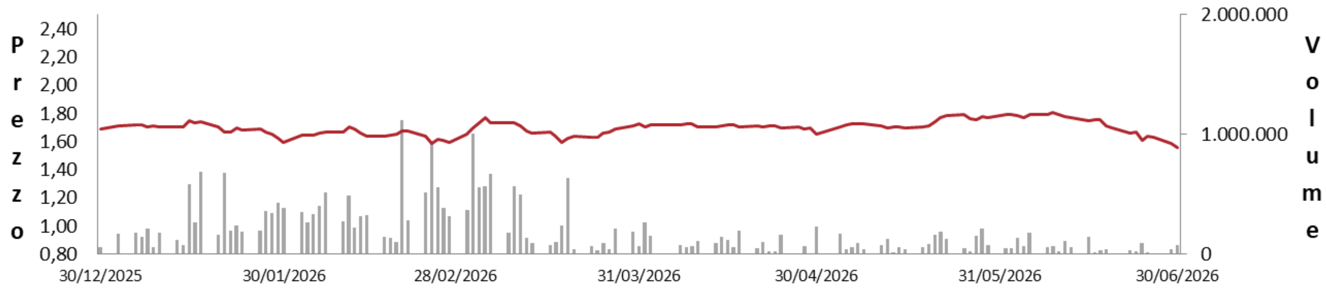
FTSE Italia Finanza;

FTSE Italia Small Cap.

In the first half of 2026, the share price of the stock fluctuated in a range between a minimum closing price of € 1.554 and a maximum closing price of € 1.806.

The price change on the last market day of the first half of 2026 when compared to the same day of the previous year was -10.8%.

During the first half of 2026, average daily volumes were just over 200,000 shares, a marked decrease from the first half of 2025 when volumes were around 440,000, due to the outcome of the public tender and exchange offer launched by Banca CF+ which resulted in a significant reduction in the free float.



RISK MANAGEMENT AND SUPPORT CONTROL METHODS

With reference to the functioning of the "Risk Management System", Banca Sistema has adopted a system based on four leading principles:

- suitable supervision by relevant bank bodies and departments;
- suitable risk governance policies (both in terms of exposure and risk-taking);
- suitable methods and instruments to identify, monitor and manage risks, with suitable measuring techniques;
- thorough internal controls and independent audit.

The "Risk Management System" is monitored by the Risk and Sustainability Department, which ensures that capital adequacy and the degree of solvency with respect to its business are kept under constant control.

The Risk Department continuously analyses the Bank's operations to fully identify the risks it is exposed to (risk map).

The Internal Control and Risk Management Committee expresses its opinion to the Board of Directors on an annual basis on the adequacy of the internal control and risk management system as well as on the correct and uniform application of accounting principles for the purposes of the consolidated financial statements

With reference to the risk management framework, Banca Sistema adopts an integrated reference framework both to identify its own risk appetite and for the internal process of determining capital adequacy. This system is the Risk Appetite Framework (RAF), designed to make sure that the growth and development aims of the Group are compatible with capital and financial solidity.

The RAF comprises monitoring and alert mechanisms and related processes to take action in order to promptly intervene in the event of discrepancies with defined targets. The framework is subject to annual review based on the strategic guidelines, the implementation of the Parent's resolutions and the regulatory updates required by regulators.

The ICAAP (the Internal Capital Adequacy Assessment Process) and ILAAP (Internal Liquidity Adequacy Assessment Process) – prepared by the Parent CF+ - allow the Group to conduct ongoing tests of its structure for determining risks and to update the related safeguards included in its RAF.

With regard to protecting against credit risk, along with the well-established second level controls and the periodic monitoring put in place by the Risk and Sustainability Department, functional requirements were implemented to allow the Bank to be compliant with the new definition of default introduced starting on 1 January 2021.

Regarding the monitoring of credit risk, in February 2020 Banca Sistema, with the goal of attaining greater operating synergies, moved from a functional organisational structure to a divisional structure which aims to maximise the value of each individual line of business, making it easily comparable with its respective specialist peers.

It should also be noted that, in accordance with the obligations imposed by the applicable regulations, each year the Bank publishes its full report (Pillar 3) on capital adequacy, risk exposure and the general characteristics of the systems for identifying, measuring and managing risks. The report is available on the website www.bancasistema.it in the Investor Relations section.

In order to measure "Pillar 1 risks", Banca Sistema has adopted standard methods to calculate the capital requirements for Prudential Regulatory purposes. In order to evaluate "Pillar 2 risks", Banca Sistema adopts - where possible - the methods set out in the Regulatory framework or those established by trade associations. If there are no such indications, standard market practices by operators working at a level of complexity and with operations comparable to those of Banca Sistema are assessed.

OTHER INFORMATION

RESEARCH AND DEVELOPMENT ACTIVITIES

No research and development activities were carried out in 2026.

RELATED PARTY TRANSACTIONS

Related party transactions, including the relevant authorisation and disclosure procedures, are governed by the "Procedure governing related party transactions" approved by the Board of Directors and published on the website of the Parent, Banca Sistema S.p.A.

Transactions between Group companies and related parties were carried out in the interests of the Bank, including within the scope of ordinary operations; these transactions were carried out in accordance with market conditions and, in any event, based on mutual financial advantage and in compliance with all procedures.

ATYPICAL OR UNUSUAL TRANSACTIONS

During 2026, the Group did not carry out any atypical or unusual transactions, as defined in Consob Communication no. 6064293 of 28 July 2006.

SIGNIFICANT EVENTS AFTER THE REPORTING DATE

After the reporting date of this Report, in the context of the actions implemented in order to further accelerate the reduction of past-due loans, on 9 July 2026 the Bank entered into a traditional securitisation relating to non-performing exposures to the Italian Public Administration and on 14 July 2026 it submitted an application to Banca d'Italia for the recognition of Significant Risk Transfer (SRT). Banca Sistema currently holds all the tranches of the securitisation in full. Following the recognition of the SRT by Banca d'Italia, the Mezzanine and Junior tranches will be transferred to a third-party investor under a binding agreement already signed, while the Bank will retain the Senior tranche in full.

There were no events worthy of mention which would have had an impact on the financial position, results of operations and cash flows of the Bank and Group.

BUSINESS OUTLOOK AND MAIN RISKS AND UNCERTAINTIES

The measures taken since the first quarter of 2025 in order to optimise capital absorption are continuing. These have allowed the Bank to reduce the negative effects recorded on capital ratios resulting from the classification of certain loans as defaulted in order to take into account the findings communicated by the Bank of Italy on 20 December 2024, with regard to rules and practices adopted by the Bank, which the Supervisory Authority deemed not fully compliant with the EBA guidelines on the application of the Definition of Default. The current capital base, together with the entry into the Banca CF+ Group, will enable the Bank to continue to support factoring operations both in the public administration segment and in the entertainment segment. Various managerial actions, as well as the implementation of the merger in the fourth quarter of 2026, should help provide the Bank with additional capital buffers to support future growth. The details of these actions will be defined as part of the strategic guidance of Parent Banca CF+ in relation to the post-merger combined entity.

Future business development will depend on the strategic direction of the acquirer CF+.

Milan, 6 August 2026

On behalf of the Board of Directors

The CEO

Iacopo De Francisco

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS AT 30 JUNE 2026

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

STATEMENT OF FINANCIAL POSITION

(Amounts in thousands of Euro)

Assets	30.06.2026	31.12.2025
Cash and cash equivalents	77,470	87,791
Financial assets measured at fair value through profit&loss	1,717	1,621
a) financial assets held for trading	463	60
c) other financial assets mandatorily measured at fair value through profit or los	1,254	1,561
Financial assets measured at fair value through other comprehensive income	1,103,708	1,186,326
Financial assets measured at amortised cost	2,723,128	2,610,862
a) loans and receivables with banks	19,505	19,161
b) loans and receivables with customers	2,703,623	2,591,701
Hedging derivatives	-	-
Changes in fair value of portfolio hedged items (+/-)	872	2,146
Equity investments	953	985
Property and equipment	53,247	57,582
Intangible assets	4,054	34,116
of which:		
goodwill	3,920	30,690
Tax assets	20,730	13,055
a) current	8,265	-
b) deferred	12,465	13,055
Other assets	203,211	343,930
Total Assets	**4,189,090**	**4,338,414**

	Liabilities and equity	**30.06.2026**	**31.12.2025**
10.	Financial liabilities measured at amortised cost	3,656,988	3,720,033
	a) due to banks	465,090	69,199
	b) due to customers	3,033,202	3,441,519
	c) securities issued	158,696	209,315
20	Financial liabilities held for trading	116	-
30	Financial liabilities designated at fair value	-	6,726
40.	Hedging derivatives	788	2,078
60.	Tax liabilities	23,943	50,697
	a) current	-	19,900
	b) deferred	23,943	30,797
80.	Other liabilities	132,051	158,268
90.	Post-employment benefits	3,504	5,242
100.	Provisions for risks and charges:	39,044	43,032
	a) commitments and guarantees issued	25	6
	c) other provisions for risks and charges	39,019	43,026
120.	Valuation reserves	7,449	13,057
140.	Equity instruments	45,500	45,500
150.	Reserves	226,423	198,825
160.	Share premium	39,100	39,100
170.	Share capital	9,651	9,651
180.	Treasury shares (-)	-	-
190.	Equity attributable to non-controlling interests (+/-)	31	17,163
200.	Profit for the period/year	4,502	29,042
	Total liabilities and equity	**4,189,090**	**4,338,414**

CONSOLIDATED INCOME STATEMENT

(Amounts in thousands of Euro)

		First Half of 2026	First Half of 2025
10.	Interest and similar income	78,354	82,234
	of which: interest income calculated with the effective interest method	77,151	78,474
20.	Interest and similar expense	(48,299)	(61,034)
30.	**Net interest income**	**30,055**	**21,200**
40.	Fee and commission income	13,481	11,004
50.	Fee and commission expense	(8,091)	(7,981)
60.	**Net fee and commission income (expense)**	**5,390**	**3,023**
70.	Dividends and similar income	227	227
80.	Net trading income (expense)	11,155	17,016
90.	Net gains (losses) on hedge accounting	16	18
100.	Gain (loss) from sales or repurchases of:	3,055	9,336
	a) financial assets measured at amortised cost	535	3,899
	b) financial assets measured at fair value through other comprehensive incom	2,520	5,412
	c) financial liabilities	-	25
110.	Net result of financial assets and liabilities designated at fair value through P&L	(467)	-
110a	a) Financial assets and liabilities designated at fair value	-	-
120.	**Total income**	**49,431**	**50,818**
130.	Net impairment losses/gains on:	(18,116)	(4,479)
	a) financial assets measured at amortised cost	(17,652)	(4,518)
	b) financial assets measured at fair value through other comprehensive income	(464)	38
140.	Gains/losses from contract amendments without derecognition	1	(4)
150.	**Net financial income (expense)**	**31,316**	**46,335**
190.	Administrative expenses	(30,532)	(28,243)
	a) personnel expense	(12,407)	(11,969)
	b) other administrative expenses	(18,125)	(16,273)
200.	Net accruals to provisions for risks and charges	982	(3,966)
	a) commitments and guarantees issued	(19)	11
	b) other net accruals	1,001	(3,977)
210.	Net impairment losses on property and equipment	(965)	(744)
220.	Net impairment losses on intangible assets	(19)	(8)
230.	Other operating income (expense)	1,867	1,635
240.	**Operating costs**	**(28,667)**	**(31,325)**
250.	Gains (losses) on equity investments	(31)	(51)
270.	Impairment goodwill	-	-
290.	**Pre-tax profit (loss) from continuing operations**	**2,618**	**14,960**
300.	Income taxes	(1,871)	(5,023)
310.	**Post-tax profit from continuing operations**	**747**	**9,937**
320.	Post-tax profit (loss) from discontinued operations	3,755	5,943
330.	**Profit for the period**	**4,502**	**15,880**
340.	Profit (Loss) for the period attributable to non-controlling interests	-	(1,292)
350.	**Profit for the period attributable to the owners of the parent**	**4,502**	**14,589**

STATEMENT OF COMPREHENSIVE INCOME

(Amounts in thousands of Euro)

		First Half of 2026	First Half of 2025
10.	**Profit (loss) for the period**	**4,502**	**14,589**
uali al nett	**Items, net of tax, that will not be reclassified subsequently to profit or loss**	-	-
60	Tangible assets	-	-
70.	Defined benefit plans	(225)	209
	Items, net of tax, that will be reclassified subsequently to profit or loss	**-**	**-**
140.	Financial assets (other than equity instruments) measured at fair value through other co	(5,383)	5,285
170.	**Total other comprehensive income (expense), net of income tax**	**(5,608)**	**5,494**
180.	Comprehensive income (Items 10+170)	(1,106)	20,083
190.	Comprehensive income attributable to non-controlling interests	-	-
200.	**Comprehensive income attributable to the owners of the parent**	**(1,106)**	**20,083**

STATEMENT OF CHANGES IN EQUITY AT 30/6/2026

(Amounts in thousands of Euro)

				Allocation of prior year profit		Changes during the year										
							Transactions on equity									
	Balance at 31.12.2025	Change in opening balances	Balance at 1.1.2026	Reserves	Dividends and other allocations	Changes in reserves	Issue of new shares	Repurchase of treasury shares	Extraordinary dividend distribution	Change in equity instruments	Derivatives on treasury shares	Stock options	Changes in equity investments	Comprehensive income for First Half of 2026	Equity attributable to the owners of the parent at 30.06.2026	Equity attributable to non-controlling interests at 30.06.2026
Share capital:																
a) ordinary shares	**9,651**		9,651												**9,651**	
b) other shares																
Share premium	**39,100**		39,100												**39,100**	
Reserves	**198,825**		198,825	29,042		(1,444)									**226,423**	
a) income-related	**201,049**		201,049	29,042		(4,147)								-	**225,944**	
b) other	**(2,224)**		(2,224)			2,703									**479**	
Valuation reserves	**13,057**		13,057											(5,608)	**7,449**	
Equity instruments	**45,500**		45,500												**45,500**	
Treasury shares																
Profit (loss) for the year	**29,042**		29,042	(29,042)										4,502	**4,502**	
Equity attributable to the owners of the parent	**335,175**		**335,175**			**(1,444)**								**(1,106)**	**332,625**	
Equity attributable to non-controlling interests	**17,163**		**17,163**										**(17,132)**			**31**

STATEMENT OF CHANGES IN EQUITY AT 30/6/2025

(Amounts in thousands of Euro)

	Balance at 31.12.2024	Change in opening balances	Balance at 1.1.2025	Allocation of prior year profit – Reserves	Allocation of prior year profit – Dividends and other allocations	Changes during the year – Changes in reserves	Changes during the year – Transactions on equity – Issue of new shares	Changes during the year – Transactions on equity – Repurchase of treasury shares	Changes during the year – Transactions on equity – Extraordinary dividend distribution	Changes during the year – Transactions on equity – Change in equity instruments Derivatives on treasury shares	Changes during the year – Transactions on equity – Stock options	Changes during the year – Transactions on equity – Changes in equity investments	Changes during the year – Comprehensive income for First Half of 2025	Equity attributable to the owners of the parent at 30.06.2025	Equity attributable to non-controlling interests at 30.06.2025
Share capital:															
a) ordinary shares	**9,651**		9,651											**9,651**	
b) other shares															
Share premium	**39,100**		39,100											**39,100**	
Reserves	**176,640**		176,640	25,199		(1,586)								**200,253**	
a) income-related	**176,542**		176,542	25,199		736							-	**202,477**	
b) other	**98**		98			(2,322)								**(2,224)**	
Valuation reserves	**4,112**		4,112										5,494	**9,606**	
Equity instruments	**45,500**		45,500											**45,500**	
Treasury shares	**(102)**		(102)					102							
Profit (loss) for the year	**25,199**		25,199	(25,199)									14,589	**14,589**	
Equity attributable to the owners of the parent	**300,100**		**300,100**			**(1,586)**		**102**					**20,083**	**318,699**	
Equity attributable to non-controlling interests	**14,577**		**14,577**									**1,296**			**15,873**

STATEMENT OF CASH FLOWS (INDIRECT METHOD)

Amounts in thousands of Euro

	Amount	
	First Half of 2026	First Half of 2025
A. OPERATING ACTIVITIES		
1. Operations	**90,468**	**94,436**
Profit (loss) for the year (+/-)	4,502	14,589
Gains/losses on financial assets held for trading and other financial assets/liabilities measured at fair value through profit or loss (-/+)		
Gains/losses on hedging activities (-/+)		
Net impairment losses/gains due to credit risk (+/-)	18,116	4,554
Net impairment losses/gains on property and equipment and intangible assets (+/-)	984	2,108
Net accruals to provisions for risks and charges and other costs/income (+/-)	(982)	3,966
Taxes, duties and tax assets not yet paid (+/-)	(9,801)	5,621
Other adjustments (+/-)	77,649	63,598
2. Cash flows generated by (used for) financial assets	**96,663**	**377,715**
Financial assets held for trading	(403)	
Financial assets designated at fair value through profit or loss		
Other assets mandatorily measured at fair value through profit or loss	307	
Financial assets measured at fair value through other comprehensive income	77,010	123,596
Financial assets measured at amortised cost	(132,131)	156,430
Other assets	151,880	97,689
3. Cash flows generated by (used for) financial liabilities	**(196,529)**	**(412,836)**
Financial liabilities measured at amortised cost	(97,856)	(362,591)
Financial liabilities held for trading	(50,503)	
Financial liabilities designated at fair value through profit or loss	(6,726)	1,964
Other liabilities	(41,444)	(52,209)
Net cash flows generated by (used for) operating activities	**(9,398)**	**59,315**
B. INVESTING ACTIVITIES		
1. Cash flows generated by	**-**	**-**
Sales of equity investments		
Dividends from equity investments		
Sales of property and equipment		
Sales of intangible assets		
Sales of entities and/or business units		
2. Cash flows used in	**(923)**	**(1,709)**
Purchases of equity investments	1	
Purchases of property and equipment	(850)	(1,517)
Purchases of intangible assets	(74)	(192)
Purchases of entities and/or business units		
Net cash flows generated by (used in) investing activities	**(923)**	**(1,709)**
C. FINANCING ACTIVITIES		
Issues/repurchases of treasury shares		102
Issues/repurchases of equity instruments		
Dividend and other distributions		
Net cash flows generated by (used in) financing activities	**-**	**102**
NET CASH FLOWS FOR THE PERIOD	**(10,321)**	**57,708**

Cash and cash equivalents at the beginning of the year	**87,791**	**93,437**
Total net cash flows for the year	(10,321)	57,708
Cash and cash equivalents: effect of change in exchange rates		
Cash and cash equivalents at the end of the period	**77,470**	**151,145**

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

ACCOUNTING POLICIES

STATEMENT OF COMPLIANCE WITH INTERNATIONAL FINANCIAL REPORTING STANDARDS

These condensed interim consolidated financial statements were drafted in accordance with Legislative Decree no. 38 of 28 February 2005, pursuant to the IFRS issued by the International Accounting Standards Board (IASB) as endorsed and in force on 30 June 2026, including the interpretation documents (SIC) and the interpretations of the International Financial Reporting Interpretations Committee (IFRIC), as established by EU Regulation no. 1606 of 19 July 2002.

In preparing the condensed interim consolidated financial statements, the Bank followed the instructions concerning financial statements issued by the Bank of Italy in its Regulation of 22 December 2005, the simultaneous Circular no. 262/05, the amendments and clarification notes, supplemented by the general provisions of the Italian Civil Code and other relevant legislative and regulatory provisions.

The condensed interim consolidated financial statements were drafted in summary form in accordance with IAS 34, with specific reference to the arrangements for disclosing financial information, supplemented by the other relevant legislative and regulatory standards.

The condensed interim consolidated financial statements at 30 June 2026 were prepared in accordance with the accounting principles, classification criteria and the recognition, measurement and derecognition criteria adopted for the preparation of the consolidated financial statements at 31 December 2025, to which reference is therefore made for a more complete description thereof.

During the first half of 2026 no changes were made to the accounting standards adopted by the Group, nor were there any changes in the measurement bases required by the applicable IFRSs. However, as part of the integration process following Banca CF+'s acquisition of control of Banca Sistema, specific in-depth analyses were carried out on credit assessment and classification processes, which led to the application of certain methodological estimation elements aligned with those of the parent, CF+.

These actions did not result in changes to the accounting principles applied by the Group, nor to changes in the related measurement bases, but did lead to changes in the methods used to determine the estimates described above.

The condensed interim consolidated financial statements were reviewed by EY S.p.A..

General basis of preparation

The condensed interim consolidated financial statements were prepared by applying IFRS and valuation criteria on a going concern basis, and in accordance with the principles of accruals and materiality of information, as well as the general principle of the precedence of economic substance over legal form.

Within the scope of drawing up the financial statements in accordance with the IFRS, bank management must make assessments, estimates and assumptions that influence the amounts of the assets, liabilities, costs and income recognised during the period.

The use of estimates is essential to preparing the financial statements. In particular, the most significant use of estimates and assumptions in the financial statements can be attributed to:

- the valuation of loans and receivables with customers: the acquisition of performing receivables from companies that supply goods and services represents the Bank's main activity. Estimating the value of these receivables is a complex activity with a high degree of uncertainty and subjectivity. Their value is estimated by using models that include numerous quantitative and qualitative elements. These include the historical data for collections, expected cash flows and the related expected recovery times, the existence of indicators of possible impairment, the valuation of any guarantees, and the impact of risks associated with the sectors in which the Bank's customers operate;
- the valuation of default interest pursuant to Legislative Decree no. 231 of 9 October 2002 on performing receivables acquired without recourse: estimating the recoverable amount of default interest is complex, with a high degree of uncertainty and subjectivity. Internally developed valuation models are used to determine these percentages, which take numerous qualitative and quantitative elements into consideration;
- the estimate related to the possible impairment losses on goodwill and equity investments recognised in the financial statements;
- the quantification and estimate made for recognising liabilities in the provisions for risks and charges, the amount or timing of which are uncertain;
- the valuation of the real estate portfolio following the transition from the cost model to the revaluation model starting from 31 December 2024. The fair value was determined through external appraisals;
- the recoverability of deferred tax assets;
- post-employment benefits and other employee benefits payable (including obligations under defined benefit plans).

It should be noted that an estimate may be adjusted following a change in the circumstances upon which it was formed, or if there is new information or more experience.

Any changes in estimates are applied prospectively and therefore will have an impact on the income statement for the year in which the change takes place.

The accounting policies adopted for the drafting of the condensed interim consolidated financial statements, with reference to the classification, recognition, valuation and de-recognition criteria for the various assets and liabilities, as well as the guidelines for recognising costs and revenue, have remained unchanged compared with those adopted in the separate and consolidated financial statements at 31 December 2025, to which reference is made, except for the following:

Pursuant to IFRS 5, starting from 31 March 2026 the Kruso Kapital Group was classified as a disposal group. Intercompany revenues up to the deconsolidation date and the result arising from the deconsolidation of the KK Group are shown in the income statement under “Post-tax profit (loss) from discontinued operations” (item 320).

For comparative purposes, limited to the income statement, the figures for the same period of the previous financial year were restated under the same item 320.

Scope and methods of consolidation

The consolidated financial statements include Banca Sistema S.p.A. and the companies directly or indirectly controlled by or connected with it.

The following statement shows the investments included within the scope of consolidation.

Company Names	Registered office	Type of Relationship (1)	Investment		% of votes available (2)
			Investing company	% held	
Companies					
Subject to full consolidation					
Largo Augusto Servizi e Sviluppo S.r.l.	Italy	1	Banca Sistema	100%	100%
Consolidated using the equity method					
EBNSISTEMA Finance S.L.	Spain	7	Banca Sistema	50%	50%

Key:
(1) Type of relationship.
1. = majority of voting rights at the ordinary Shareholders' Meeting
2. = a dominant influence in the ordinary Shareholders' Meeting
3. = agreements with other shareholders
4. = other forms of control
5. = unitary management as defined in Art. 26, paragraph 1 of 'Legislative Decree 87/92'
6. = unitary management as defined in Art. 26, paragraph 2 of 'Legislative Decree 87/92'
7. = joint control (2) Available voting rights at the ordinary Shareholders' Meeting, with separate indication of effective and potential rights

The scope of consolidation also includes the following special purpose securitisation vehicles whose receivables are not subject to derecognition and which are consolidated using the full consolidation method:

Quinto Sistema Sec. 2017 S.r.l.

Quinto Sistema Sec. 2019 S.r.l.

BS IVA SPV S.r.l.

Changes in the scope of consolidation

Compared with the situation as at 31 December 2025, the scope of consolidation changed following the loss of control of Kruso Kapital S.p.A. ("KK") and its subsidiaries on 22 June 2026 upon delivery of the KK shares to those tendering to the voluntary and mandatory public tender and exchange offer.

Full consolidation method

The investments in subsidiaries are consolidated using the full consolidation method. The concept of control goes beyond owning a majority of the percentage of stakes in the share capital of the subsidiary and is defined as the power of determining the management and financial policies of said subsidiary to obtain benefits from its business.

Full consolidation provides for line-by-line aggregation of the statement of financial position and income statement aggregates from the accounts of the subsidiaries. To this end, the following adjustments were made:

(a) the carrying amount of the investments held by the Parent and the corresponding part of the equity are eliminated;

(b) the portion of equity and profit or loss for the year is shown in a specific caption.

The results of the above adjustments, if positive, are shown - after allocation to the assets or liabilities of the subsidiary - as goodwill in item "130 Intangible Assets" on the date of initial consolidation. The resulting differences, if negative, are recognised in the income statement. Intra-group balances and transactions, including income, costs and dividends, are entirely eliminated. The financial results of a subsidiary acquired during the financial year are included in the consolidated financial statements from the date of acquisition. At the same time, the financial results of a transferred subsidiary are included in the consolidated financial statements up to the date on which the subsidiary is transferred. The accounts used in the preparation of the consolidated financial statements are drafted on the same date. The consolidated financial statements were drafted using consistent accounting standards for similar transactions and events. If a subsidiary uses accounting standards different from those adopted in the consolidated financial statements for similar transactions and events in similar circumstances, adjustments are made to the financial position for consolidation purposes. Detailed information with reference to art. 89 of Directive 2013/36/EU of the European Parliament and Council (CRD IV) is published at the link www.bancasistema.it/pillar3.

Consolidation at equity

Associates are consolidated at equity.

The equity method provides for the initial recognition of the investment at cost and subsequent adjustment based on the relevant share of the investee’s equity.

The differences between the value of the equity investment and the equity of the relevant investee are included in the carrying amount of the investee.

In the valuation of the relevant share, any potential voting rights are not taken into consideration.

The relevant share of the annual results of the investee is shown in a specific item of the consolidated income statement.

If there is evidence that an equity investment may be impaired, the recoverable value of said equity investment is estimated by considering the present value of future cash flows that the investment could generate, including the final disposal value of the investment.

Events after the reporting date

After the reporting date, there were no events worthy of mention in the notes to the condensed interim consolidated financial statements which would have had an impact on the financial position, results of operations and cash flows.

Information on the main items of the consolidated financial statements

The condensed interim consolidated financial statements were prepared by applying IFRS and valuation criteria on a going concern basis, and in accordance with the principles of accruals and materiality of information, as well as the general principle of the precedence of economic substance over legal form.

Within the scope of drawing up the financial statements in accordance with the IFRS, bank management must make assessments, estimates and assumptions that influence the amounts of the assets, liabilities, costs and income recognised during the period.

Other aspects

The condensed interim consolidated financial statements were approved on 6 August 2026 by the Board of Directors, which authorised their disclosure to the public in accordance with IAS 10.

A.3 - DISCLOSURE ON TRANSFERS BETWEEN PORTFOLIOS OF FINANCIAL ASSETS

A.3.1 Reclassified financial assets: change in business model, carrying amount and interest income

No financial instruments were transferred between portfolios.

A.3.2 Reclassified financial assets: change in business model, fair value and effects on comprehensive income

No financial assets were reclassified.

A.3.3 Reclassified financial assets: change in business model and effective interest rate

No financial assets held for trading were transferred.

A.4 - FAIR VALUE DISCLOSURE

Qualitative disclosure

A.4.1 Fair value levels 2 and 3: valuation techniques and inputs used

Please refer to the accounting policies at 31 December 2025.

A.4.2 Processes and sensitivity of measurements

The carrying amount of financial assets and liabilities due within one year has been assumed to be a reasonable approximation of fair value, while for those due beyond one year, the fair value is calculated taking into account both interest rate risk and credit risk.

A.4.3 Fair value hierarchy

The following fair value hierarchy was used in order to prepare the financial statements:

Level 1- Effective market quotes

The valuation is the market price of said financial instrument subject to valuation, obtained on the basis of quotes expressed by an active market.

Level 2 - Comparable Approach

Level 3 - Mark-to-Model Approach

A.4.4 Other Information

The item is not applicable for the Group.

DETAILED TABLES

ASSETS

Cash and cash equivalents – Item 10

Cash and cash equivalents: breakdown

	30.06.2026	31.12.2025
a) Cash	50	1,655
b) current accounts and demand deposits with Central Banks	48,614	52,163
c) Current and deposit accounts with banks	28,806	33,973
Total	**77,470**	**87,791**

Financial assets measured at fair value through other comprehensive income - Item 30

Financial assets measured at fair value through other comprehensive income: breakdo

	30.06.2026			31.12.2025		
	L1	L2	L3	L1	L2	L3
1. Debt instruments	**1,096,253**			**1,180,929**		
1.1 Structured instruments						
1.2 Other debt instruments	1,096,253			1,180,929		
2. Equity instruments	**2,455**		**5,000**	**397**		**5,000**
3. Financing						
Total	**1,098,708**		**5,000**	**1,181,326**		**5,000**

wn by product

Key:
L1 = Level 1
L2 = Level 2
L3 = Level 3

Financial assets measured at amortised cost - Item 40

Financial assets measured at amortised cost: breakdown by product of the loans and rece

	30.06.2026						31.12.2025					
	Carrying amount			Fair value			Carrying amount			Fair value		
	First and second stage	Third stage	of which: purchased or originated credit-impaired	L1	L2	L3	First and second stage	Third stage	of which: purchased or originated credit-impaired	L1	L2	L3
A. Loans and receivables with Central Banks	**18,987**					**18,987**	**19,020**					**19,019**
1. Term deposits				X	X	X				X	X	X
2. Minimum reserve	18,986			X	X	X	19,003			X	X	X
3. Reverse repurchase agreements				X	X	X				X	X	X
4. Other	1			X	X	X	17			X	X	X
B. Loans and receivables with banks	**518**					**431**	**141**					**14**
1. Financing	**518**					**431**	**141**					**14**
1.1 Current accounts and demand deposits				X	X	X				X	X	X
1.2. Term deposits				X	X	X				X	X	X
1.3. Other financing:	518			X	X	X	141			X	X	X
- Reverse repurchase agreements				X	X	X				X	X	X
- Finance leases				X	X	X				X	X	X
- Other	518			X	X	X	141			X	X	X
2. Debt instruments												
2.1 Structured instruments												
2.2 Other debt instruments												
Total	**19,505**					**19,418**	**19,161**					**19,033**

ivables with banks

Key:

L1 = Level 1

L2 = Level 2

L3 = Level 3

Financial assets measured at amortised cost: breakdown by product of the loans and receivables with customers

	30.06.2026						31.12.2025					
	Carrying amount			Fair value			Carrying amount			Fair value		
	First and second stage	Third stage	Purchased or originated credit-impaired	L1	L2	L3	First and second stage	Third stage	Purchased or originated credit-impaired	L1	L2	L3
Financing	**2,059,438**	**374,566**	**2,386**			**2,441,603**	**1,999,651**	**362,015**	**2,384**			**2,443,810**
1.1. Current accounts	131,872	1		X	X	X	114,289	3	-	X	X	X
1.2. Reverse repurchase agreements				X	X	X	-	-	-	X	X	X
1.3. Loans	145,097	16,242		X	X	X	171,379	17,913	-	X	X	X
1.4. Credit cards, personal loans and salary- and pension-backed loans	550,916	9,730		X	X	X	550,044	8,759	-	X	X	X
1.5. Finance leases				X	X	X	-	-	-	X	X	X
1.6. Factoring	957,498	252,144	2,386	X	X	X	860,309	229,981	2,384	X	X	X
1.7. Other financing	274,055	96,448		X	X	X	303,630	105,359	-	X	X	X
Debt instruments	**267,233**			**48,149**	**217,538**		**227,651**			**47,898**	**181,718**	
1.1. Structured instruments												
1.2. Other debt instruments	267,233			48,149	217,538		227,651			47,898	181,718	
Total	**2,326,671**	**374,566**	**2,386**	**48,149**	**217,538**	**2,441,603**	**2,227,302**	**362,015**	**2,384**	**47,898**	**181,718**	**2,443,810**

Key:
L1 = Level 1
L2 = Level 2
L3 = Level 3

Financial assets measured at amortised cost: breakdown by debtor/issuer of the loans and receivables with customers

	30.06.2026			31.12.2025		
	First and second stage	Third stage	Purchased or originated credit-impaired	First and second stage	Third stage	Purchased or originated credit-impaired
1. Debt securities	267,233			227,652		
a) General governments	49,998			50,020		
b) Other financial corporations	217,156			177,632		
of which: insurance companies						
c) Non-financial corporations	79					
2. Financing to:	2,060,481	373,523	2,386	1,999,771	361,895	2,384
a) General governments	444,482	311,042	2,386	399,912	271,622	2,384
b) Other financial corporations	92,750	4,658		47,936	4,000	
of which: insurance companies	7	3,733		63	2,729	
c) Non-financial corporations	956,096	44,663		844,894	58,750	
d) Households	567,153	13,160		707,029	27,523	
Total	**2,327,714**	**373,523**	**2,386**	**2,227,423**	**361,895**	**2,384**

Key:

L1 = Level 1
L2 = Level 2
L3 = Level 3

Financial assets measured at amortised cost: gross amount and total impairment losses

	Gross amount					Total impairment losses				Overall partial write-offs (*)
	First stage		Second stage	Third stage	Purchased or originated credit-impaired	First stage	Second stage	Third stage	Purchased or originated credit-impaired	
		of which instruments with low credit risk								
Debt securities	267,436	50,036				203				
Financing	2,055,312	386,549	32,088	445,931	2,389	7,253	161	72,408	3	
Total 30.06.2026	**2,322,748**	**436,585**	**32,088**	**445,931**	**2,389**	**7,456**	**161**	**72,408**	**3**	**-**
Total 31.12.2025	**2,182,266**	**382,507**	**69,650**	**423,087**	**2,387**	**4,964**	**351**	**61,210**	**3**	

Value adjustment of hedged assets - Item 60

Value adjustment of hedged assets: breakdown by hedged portfolio

Fair value change of hedged assets / Amount	30.06.2026	31.12.2025
1. Positive fair value change	872	2,146
1.1 of specific portfolios:	872	2,146
a) financial assets measured at amortised cost	872	2,146
b) financial assets measured at fair value through other comprehensive ir		
1.2 overall		
2. Negative fair value change		
2.1 of specific portfolios:		
a) financial assets measured at amortised cost		
b) financial assets measured at fair value through other comprehensive ir		
2.2 overall		
Total	**872**	**2,146**

Equity investments - Item 70

Equity investments: information on investment relationships

	Registered office	Interest %	Votes available %
A. Fully-controlled companies			
Largo Augusto Servizi e Sviluppo S.r.l.	Milano	100.00%	100.00%
B. Joint ventures			
EBNSISTEMA Finance S.L.	Madrid	50.00%	50.00%

Property and equipment - Item 90

Operating property and equipment: breakdown of the assets measured at cost

	30.06.2026	31.12.2025
1 Owned	**52,372**	**52,963**
a) land	14,636	14,636
b) buildings	36,819	36,784
c) furniture	507	523
d) electronic equipment	410	1,020
e) other		
2 Right-of-use assets acquired under finance lease	**875**	**4,619**
a) land		
b) buildings	36	3,611
c) furniture		
d) electronic equipment		
e) other	839	1,008
Total	**53,247**	**57,582**
of which: obtained from the enforcement of guarantees received		

Property and equipment are recognised in the financial statements in accordance with the general acquisition cost criteria, including the related charges and any other expenses incurred to place the assets in conditions useful for the Bank, in addition to indirect costs for the portion reasonably attributable to assets that refer to the costs incurred, as at the end of the year.

Depreciation rates:

- Office furniture: 12%
- Furnishings: 15%
- Electronic machinery and miscellaneous equipment: 20%
- Assets less than Euro 516: 100%

Intangible assets - Item 100

Intangible assets: breakdown by type of asset

	30.06.2026		31.12.2025	
	Finite useful life	Indefinite useful life	Finite useful life	Indefinite useful life
A.1 Goodwill		**3,920**	**x**	**30,690**
A.2 Other intangible assets	**134**		**3,426**	
of which software	134		1,775	
A.2.1 Assets measured at cost:	134		3,426	
a) Internally developed assets			146	
b) Other	134		3,280	
A.2.2 Assets measured at fair value:				
a) Internally developed assets				
b) Other				
Total	**134**	**3,920**	**3,426**	**30,690**

Other assets - Item 130

Other assets: breakdown

	30.06.2026	31.12.2025
Superbonus tax assets	175,017	313,924
Tax advances	4,847	10,837
Unreconciled items	10,426	5,046
Prepayments not related to a specific item	9,412	8,338
Trade receivables	1,777	2,353
Adavance to third parties	975	1,278
Other	466	477
Leasehold improvements	139	1,464
Security deposits	152	213
Total	**203,211**	**343,930**

LIABILITIES

Financial liabilities measured at amortised cost - Item 10

Financial liabilities measured at amortised cost: breakdown by product of due to banks

	30.06.2026				31.12.2025			
	Carrying amount	Fair value			Carrying amount	Fair value		
		L1	L2	L3		L1	L2	L3
1. Due to Central banks	**400,490**	**X**	**X**	**X**		**X**	**X**	**X**
2. Due to banks	**64,600**	**X**	**X**	**X**	**69,199**	**X**	**X**	**X**
2.1 Current accounts and demand deposits	1,278	X	X	X	578	X	X	X
2.2 Term deposits	20,212	X	X	X	50,979	X	X	X
2.3 Financing	43,110	X	X	X		X	X	X
2.3.1 Repurchase agreements	42,980	X	X	X	17,642	X	X	X
2.3.2 Other	130	X	X	X		X	X	X
2.4 Commitments to repurchase own equity instruments		X	X	X		X	X	X
2.5 Lease liabilities		X	X	X		X	X	X
2.6 Other payables		X	X	X		X	X	X
Total	**465,090**			**465,090**	**69,199**			**69,199**

Key:
CA = carrying amount
L1 = Level 1
L2 = Level 2
L3 = Level 3

Financial liabilities measured at amortised cost: breakdown by product of due to customers

	30.06.2026				31.12.2025			
	Carrying amount	Fair value			Carrying amount	Fair value		
		L1	L2	L3		L1	L2	L3
1. Current accounts and demand deposits	284,518	X	X	X	309,445	X	X	X
2. Term deposits	2,483,676	X	X	X	2,261,130	X	X	X
3. Financing	265,005	X	X	X	861,843	X	X	X
3.1 Repurchase agreements	219,380	X	X	X	810,187	X	X	X
3.2 Other	45,625	X	X	X	51,656	X	X	X
4. Commitments to repurchase own equity instruments		X	X	X		X	X	X
5. Lease liabilities		X	X	X		X	X	X
6. Other payables	3	X	X	X	9,101	X	X	X
Total	**3,033,202**			**3,033,202**	**3,441,519**			**3,441,519**

Other liabilities - Item 80

Other liabilities: breakdown

	30.06.2026	31.12.2025
Payments received in the reconciliation phase	62,502	67,749
Accrued expenses	15,697	19,143
Unreconciled items	35,631	41,885
Trade payables	5,581	7,616
Tax liabilities with the Tax Authority and other tax authorities	9,352	15,817
Finance lease liabilities	903	4,345
Due to employees	1,294	518
Pension repayments	549	1,170
Other	537	25
Total	**132,050**	**158,268**

Post-employment benefits - Item 90

Post-employment benefits: changes

	30.06.2026	31.12.2025
A. Opening balance	**5,242**	**5,215**
B. Increases	**165**	**1,123**
B.1 Accruals	165	1,106
B.2 Other increases		17
B.3 Business combination transactions		
C. Decreases	**1,903**	**1,096**
C.1 Payments	885	596
C.2 Other decreases	1,018	500
D. Closing balance	**3,504**	**5,242**

The technical valuations were conducted on the basis of the assumptions described in the following table:

Annual discount rate 3.43%

Annual inflation rate 2.00%

Annual post-employment benefits increase rate 3.00%

Annual real salary increase rate 0.00%

Provisions for risks and charges - Item 100

Provisions for risks and charges: breakdown

	30.06.2026	31.12.2025
1. Provisions for credit risk related to commitments and financial guarantees issued	25	6
2. Provisions for other commitments and other guarantees issued		
3. Internal pension funds		
4. Other provisions for risks and charges	39,020	43,027
4.1 legal and tax disputes	24,877	27,004
4.2 personnel expense	4,654	6,036
4.3 other	9,489	9,987
Total	**39,045**	**43,033**

Provisions for risks and charges: changes

	Provisions for other commitments and other guarantees issued	Pension funds	Other provisions for risks and charges	Total
A. Opening balance	**6**	**-**	**43,027**	**43,033**
B. Increases	**19**	**-**	**8,177**	**8,196**
B.1 Accruals	19		8,177	8,196
B.2 Discounting				-
B.3 Changes due to discount rate changes				-
B.4 Other increases				-
C. Decreases	**-**	**-**	**12,184**	**12,184**
C.1 Utilisations	-	-	11,139	11,139
C.2 Changes due to discount rate changes	-	-	-	-
C.3 Other decreases	-	-	1,045	1,045
D. Closing balance	**25**	**-**	**39,020**	**39,045**

Equity attributable to the owners of the parent – Items 120, 130, 140, 150, 160, 170 and 180

"Share capital" and "Treasury shares": breakdown

The share capital of Banca Sistema is composed of 80,421,052 ordinary shares, for a total paid-in share capital of € 9,650,526.24. All outstanding shares have regular dividend entitlement from 1 January.

With regard to the disclosure of the shareholders with stakes of more than 5%, the threshold above which Italian law (art. 120 of the Consolidated Law on Finance) requires disclosure to the investee and Consob, please refer to the Directors' Report, paragraph "CAPITAL AND SHARES".

The breakdown of equity attributable to the owners of the Parent is shown below:

	Amount 30.06.2026	Amount 31.12.2025
1. Share capital	9,651	9,651
2. Share premium	39,100	39,100
3. Reserves	226,423	198,825
4. Equity instruments	45,500	45,500
5. (Treasury shares)		
6. Valuation reserves	7,449	13,057
7. Equity attributable to non-controlling interests	31	17,163
8. Profit	4,502	29,042
Total	**332,656**	**352,338**

Equity attributable to non-controlling interests - Item 190

Breakdown of item 210 "Equity attributable to non-controlling interests"

	30.06.2026	31.12.2025
Equity investments in consolidated companies with significant non-controlling interests		
1. Kruso Kapital S.p.A.	-	21,997
2. Pignus Credito Economico Popular S.A.	-	(3,668)
3. ProntoPegno Grecia	-	(621)
4. Art-Rite S.r.l.	-	(575)
5. Quinto Sistema 2019 S.r.l.	12	12
6. Quinto Sistema 2017 S.r.l.	9	9
7. BS IVA S.r.l.	10	10
Total	**31**	**17,164**

INCOME STATEMENT

Interest - Items 10 and 20

Interest and similar income: breakdown

Items/Technical forms	Debt instruments	Financing	Other transactions	30.06.2026	30.06.2025
1. Financial assets measured at fair value through profit or loss:	117			117	65
1.1 Financial assets held for trading					65
1.2 Financial assets designated at fair value through profit or loss					
1.3 Other financial assets mandatorily measured at fair value through profit or loss	117			117	
2. Financial assets measured at fair value through other comprehensive income	14,230		X	14,230	15,533
3. Financial assets measured at amortised cost:	6,143	57,860		64,003	66,039
3.1 Loans and receivables with banks		705	X	705	1,119
3.2 Loans and receivables with customers	6,143	57,155	X	63,298	64,920
4. Hedging derivatives	X	X			
5. Other assets	X	X	4	4	597
6. Financial liabilities	X	X	X		
Total	**20,490**	**57,860**	**4**	**78,354**	**82,234**
of which: interest income on impaired assets					
of which: interest income on finance leases	X		X		

Interest and similar expense: breakdown

Items/Technical forms	Liabilities	Securities	Other transactions	30.06.2026	30.06.2025
1. Financial liabilities measured at amortised cost	45,227	2,495		47,722	60,622
1.1 Due to Central banks	1,038	X		1,038	
1.2 Due to banks	667	X		667	251
1.3 Due to customers	43,522	X		43,522	57,182
1.4 Securities issued	X	2,495		2,495	3,190
2. Financial liabilities held for trading					
3. Financial liabilities designated at fair value through profit or loss					
4. Other liabilities and provisions	X	X			
5. Hedging derivatives	X	X	577	577	411
6. Financial assets	X	X	X		
Total	**45,227**	**2,495**	**577**	**48,299**	**61,033**
of which: interest expense related to lease liabilities	13	X	X	13	15

Net fee and commission income - Items 40 and 50

Fee and commission income: breakdown

	30.06.2026	30.06.2025
a) Financial instruments	77	63
1. Placement of securities	35	32
1.1 Underwritten and/or on a firm commitment basis	35	32
1.2 Without a firm commitment basis		
2. Order collection and transmission, and execution of orders on behalf of customers	37	25
2.1 Order collection and transmission for one or more financial instruments	37	25
2.2 Execution of orders on behalf of customers		
3. Other fees associated with activities related to financial instruments	5	6
of which: dealing on own account		
of which: individual asset management	5	6
b) Corporate Finance		
c) Investment advisory activities		
d) Clearing and settlement		
e) Custody and administration		
f) Central administrative services for collective asset management		
g) Fiduciary activities		
h) Payment services	24	31
1. Current accounts		
2. Credit cards		
3. Debit and other payment cards	13	17
4. Bank transfers and other payment orders		
5. Other fees related to payment services	11	14
i) Distribution of third party services	635	362
2. Insurance products	1	
3. Others products	634	362
k) Servicing of securitisations	123	195
l) Commitments to disburse funds		
m) Financial guarantees issued	5	40
n) Financing transactions	5,323	5,049
o) Foreign currency transactions		
p) Commodities		
q) Other fee and commission income	7,294	5,264
Total	**13,481**	**11,004**

Fee and commission expense: breakdown

Channels/Amounts	30.06.2026	30.06.2025
a) at its branches:	**41**	**76**
1. asset management	5	11
2. placement of securities	35	64
3. third-party services and products	1	1
b) off-premises:		
1. asset management		
2. placement of securities		
3. third-party services and products		
c) other distribution channels:	**634**	**1,244**
1. asset management		
2. placement of securities		
3. third-party services and products	634	1,244

Dividends and similar income - Item 70

Dividends and similar income: breakdown

Items/Income	30.06.2026		30.06.2025	
	Dividends	Similar income	Dividends	Similar income
A. Financial assets held for trading				
B. Other financial assets mandatorily measured at fair value through profit or loss				
C. Financial assets measured at fair value through other comprehensive income	227		227	
D. Equity investments				
Total	**227**		**227**	

Net trading income (expense) – Item 80

Net trading income (expense): breakdown

	Gains (A)	Trading income (B)	Losses (C)	Trading losses (D)	Net trading income (expense) [(A+B) - (C+D)]
1. Financial assets held for trading	**12,047**			**(1,589)**	**10,458**
1.1 Debt instruments				(752)	(752)
1.2 Equity instruments					
1.3 OEIC units					
1.4 Financing					
1.5 Other	12,047			(837)	11,210
2. Financial liabilities held for trading					
2.1 Debt instruments					
2.2 Payables					
2.3 Other					
3. Other financial assets and liabilities: exchange rate gains (losses)	X	X	X	X	697
4. Derivatives					
4.1 Financial derivatives:					
- On debt instruments and interest rates					
- On equity instruments and equity indexes					
- On currencies and gold	X	X	X	X	
- Other					
4.2 Credit derivatives					
of which: natural hedges connected to the fair value option	X	X	X	X	
Total	**12,047**			**(1,589)**	**11,155**

Net hedging income (expense) – Item 90

Net hedging income (expense): breakdown

		30.06.2025	30.06.2025
A.	**Gains on:**	**16**	
A.1	Fair value hedging instruments	16	
A.2	Hedged financial assets (fair value)		
A.3	Hedged financial liabilities (fair value)		
A.4	Cash-flow hedging derivatives		
A.5	Assets and liabilities denominated in currency		
Total gains on hedging activities (A)		**16**	**-**
B.	**Losses on:**		**18**
B.1	Fair value hedging instruments		18
B.2	Hedged financial assets (fair value)		
B.3	Hedged financial liabilities (fair value)		
B.4	Cash-flow hedging derivatives		
B.5	Assets and liabilities denominated in currency		
Total losses on hedging activities (B)		**-**	**18**
C.	**Net hedging result (A-B)**	**16**	**18**
	of which: net gains (losses) of hedge accounting on net positions		

Gain from sales or repurchases – Item 100

Gain from sales or repurchases: breakdown

	30.06.2026			30.06.2025		
	Gain	Loss	Net gain	Gain	Loss	Net gain
A. Financial assets						
1. Financial assets measured at amortised cost:	535		535	3,899		3,899
1.1 Loans and receivables with banks			-			
1.2 Loans and receivables with customers	535		535	3,899		3,899
2. Financial assets measured at fair value through other comprehensive income	5,608	(3,088)	2,520	5,437		5,437
2.1 Debt instruments	5,608	(3,088)	2,520	5,437		5,437
2.4 Financing			-			
Total assets (A)	**6,143**	**(3,088)**	**3,055**	**9,336**		**9,336**
B. Financial liabilities measured at amortised cost						
1. Due to banks						
2. Due to customers						
3. Securities issued						
Total liabilities						

Net impairment losses/gains due to credit risk – Item 130

Net impairment losses due to credit risk related to financial assets measured at amortised cost: breakdown

	Impairment losses (1)						Impairment gains (2)				30.06.2026	30.06.2025
	First stage	Second stage	Third stage		Purchased or originated credit-impaired		First stage	Second stage	Third stage	Purchased or originated credit-impaired		
			Write-offs	Other	Write-offs	Other						
A. Loans and receivables with banks	**7**										**7**	**(4)**
- financing	7										7	(4)
- debt instruments											-	
B. Loans and receivables with customers:	**2,400**			**15,749**			**496**			**8**	**17,645**	**4,522**
- financing	2,272			15,749			496			8	17,517	4,544
- debt instruments	128										128	(22)
C. Total	**2,407**			**15,749**			**496**			**8**	**17,652**	**4,518**

Net impairment losses due to credit risk related to financial assets measured at fair value through other comprehensive income: breakdown

	Impairment losses (1)						Impairment gains (2)				30.06.2026	30.06.2025
	First stage	Second stage	Third stage		Purchased or originated credit-impaired		First stage	Second stage	Third stage	Purchased or originated credit-impaired		
			Write-offs	Other	Write-offs	Other						
A. Debt instruments	**464**										**464**	**(38)**
B. Financing												
- To customers											-	
- To banks											-	
Total	**464**										**464**	**(38)**

Administrative expenses – Item 190

Personnel expense: breakdown

	30.06.2026	30.06.2025
1) Employees	11,593	11,067
a) wages and salaries	7,926	7,276
b) social security charges	1,966	1,836
c) post-employment benefits		
d) pension costs		
e) accrual for post-employment benefits	318	529
f) accrual for pension and similar provisions:	-	-
- defined contribution plans		
- defined benefit plans		
g) payments to external supplementary pension funds:	109	107
- defined contribution plans	109	107
- defined benefit plans		
h) costs of share-based payment plans		
i) other employee benefits	1,274	1,319
2) Other personnel	50	100
3) Directors and statutory auditors	738	794
4) Retired personnel		
5) Recovery of costs for employees of the Bank seconded to other entities		(43)
6) Reimbursement of costs for employees of other entities seconded to the Bank	26	51
Total	**12,407**	**11,969**

Other administrative expenses: breakdown

Other administrative expenses	30.06.2026	30.06.2025
IT expenses	**4,731**	**4,474**
Consultancy and professional services	**1,608**	**1,606**
Regulatory development and compliance consultancy	145	767
Legal and professional consultancy	1,300	671
Audit expenses	163	168
Credit-related expenses	**7,921**	**6,013**
Insurance coverage expenses	3,621	2,329
Credit recovery expenses	2,467	1,531
Origination expenses	736	1,043
Servicing and collection activities	909	908
Legal dispute expenses	188	202
Other operating expenses	**1,181**	**1,219**
Outsourcing and consultancy expenses	239	217
Additional operating expenses	226	353
Vehicle management expenses	309	370
Association contributions	275	205
Cash transport expenses	-	-
Insurance	132	74
Advertising and communication expenses	**237**	**239**
Real estate-related expenses	**501**	**562**
Other real estate-related expenses	59	150
Maintenance expenses	175	159
Utility and cleaning expenses	140	153
Concierge and surveillance expenses	127	100
Personnel-related expenses	**954**	**992**
Vehicle rental and related expenses	293	299
Travel and representation reimbursements	240	272
Other personnel-related expenses	159	246
Agent-related expenses	262	175
Indirect taxes and duties	**992**	**1,168**
Total operating costs	**18,125**	**16,273**

Income taxes – Item 300

Income taxes: breakdown

	30.06.2026	30.06.2025
1. Current taxes (-)	(2,673)	(7,897)
2. Changes in current taxes of previous years (+/-)	112	372
3. Decrease in current taxes for the year (+)	694	767
3bis. Decrease in current taxes for the year due to tax assets pursuant to Law no. 214/2011 (+)		
4. Changes in deferred tax assets (+/-)	(626)	184
5. Changes in deferred tax liabilities (+/-)	622	1,551
6. Tax expense for the year (-) (-1+/-2+3+/-4+/-5)	(1,871)	(5,023)

Earnings per share

EPS is calculated by dividing the profit attributable to holders of ordinary shares of Banca Sistema (numerator) by the weighted average number of ordinary shares (denominator) outstanding during the year.

Earnings per share (EPS)	30.06.2026	30.06.2025
Profit for the year (thousands of Euro)	4,365	11,281
Average number of outstanding shares	80,421,052	80,385,645
Basic earnings per share (basic EPS) (in Euro)	0.054	0.140
Diluted earnings per share (diluted EPS) (in Euro)	0.054	0.140

INFORMATION CONCERNING THE GROUP'S EQUITY

OWN FUNDS AND CAPITAL RATIOS

Own funds

Quantitative disclosure

	30.06.2026
A. Common Equity Tier 1 (CET1) before application of prudential filters	277,178
of which CET 1 instruments covered by transitional measures	-
B. CET1 prudential filters (+/-)	-
C. CET1 including items to be deducted and the effects of the transitional regime (A+/-B)	**277,178**
D. Items to be deducted from CET1	19,919
E. Transitional regime - Impact on CET (+/-)	-
F. Total Common Equity Tier 1 (CET1) (C-D+/-E)	**257,259**
G. Additional Tier 1 (AT1) including items to be deducted and the effects of the transitional regime	45,500
of which AT1 instruments covered by transitional measures	-
H. Items to be deducted from AT1	-
I. Transitional regime - Impact on AT1 (+/-)	-
L. Total Additional Tier 1 (AT1) (G-H+/-I)	**45,500**
M. Tier 2 (T2) including items to be deducted and the effects of the transitional regime	-
of which T2 instruments covered by transitional measures	-
N. Items to be deducted from T2	-
O. Transitional regime - Impact on T2 (+/-)	-
P. Total Tier 2 (T2) (M-N+/-O)	**-**
Q. Total Own Funds (F+L+P)	**302,759**

Capital adequacy

Quantitative disclosure

	Unweighted amounts		Weighted amounts/requirements	
	30.06.2026	31.12.2025	30.06.2026	31.12.2025
A. EXPOSURES				
A.1 Credit and counterparty risk	4,964,776	5,912,172	1,515,887	1,313,280
1. Standardised approach	4,964,776	5,912,172	1,515,887	1,313,280
2. Internal ratings based approach				
2.1 Basic				
2.2 Advanced				
3. Securitisations				
B. CAPITAL REQUIREMENTS				
B.1 Credit and counterparty risk			121,271	105,062
B.2 Credit valuation adjustment risk			106	59
B.3 Settlement risk				
B.4 Market risk			1,050	659
1. Standard approach			1,050	659
2. Internal models				
3. Concentration risk				
B.5 Operational risk			14,828	14,828
1. Standard approach			14,828	14,828
2. Internal models				
3. Concentration risk				
B.6 Other calculation elements				
B.7 Total prudential requirements			137,255	120,735
C. EXPOSURES AND CAPITAL RATIOS			**1,715,693**	**1,509,191**
C.1 Risk-weighted assets			1,715,693	1,509,191
C.2 CET1 capital/risk-weighted assets (CET1 Capital Ratio)			15.0%	17.2%
C.3 Tier 1 capital/risk-weighted assets (Tier 1 Capital Ratio)			17.6%	20.2%
C.4 Total Own Funds/risk-weighted assets (Total Capital Ratio)			17.6%	20.2%

Large exposures

As at 30 June 2026, large exposures are as follows:

a) Nominal amount € 3,979,855 (in thousands)

b) Weighted amount € 915,945 (in thousands)

c) No. of positions 30.

RELATED PARTY TRANSACTIONS

Related party transactions, including the relevant authorisation and disclosure procedures, are governed by the "Procedure governing related party transactions" approved by the Board of Directors and published on the website of the Parent, Banca Sistema S.p.A.

Transactions between Group companies and related parties were carried out in the interests of the Bank, including within the scope of ordinary operations; these transactions were carried out in accordance with market conditions and, in any event, on the basis of mutual financial advantage and in compliance with all procedures.

With respect to transactions with parties who exercise management and control functions in accordance with art. 136 of the Consolidated Law on Banking, they are included in the Executive Committee resolution, specifically authorised by the Board of Directors and with the approval of the Statutory Auditors, subject to compliance with the obligations provided under the Italian Civil Code with respect to matters relating to the conflict of interest of directors.

Pursuant to IAS 24, the related parties of Banca Sistema include:

- shareholders with significant influence;
- companies belonging to the banking Group;
- companies subject to significant influence;
- key management personnel;
- the close relatives of key management personnel and the companies controlled by (or connected with) such personnel or their close relatives.

Disclosure on the remuneration of key management personnel

The following data show the remuneration of key management personnel, as per IAS 24 and Bank of Italy Circular no. 262 of 22 December 2005 as subsequently updated, which requires the inclusion of the members of the Board of Statutory Auditors.

In thousands of Euro	Board of Directors	Board of Statutory Auditors	Other managers	30.06.2026
Remuneration to Board of Directors and Board of Statutory Auditors	600	93		693
Short-term benefits for employees			2,238	2,238
Post-employment benefits	1		213	214
Other long-term benefits				
Termination benefits			402	402
Share-based payments				
Total	**601**	**93**	**2,854**	**3,548**

Disclosure on related party transactions

The following table shows the assets, liabilities, guarantees and commitments as of the date of this report, differentiated by type of related party with an indication of the impact on each individual caption.

In thousands of Euro	Directors, Board of Statutory Auditors and key management personnel	Other related parties	% of caption
Loans and receivables with customers	282	21,978	0.8%
Other assets	0	8	0%
Due to customers	2,234	16,508	0.6%
Other liabilities		3	0.0%

The following table indicates costs and income, differentiated by type of related party.

In thousands of Euro	Directors, Board of Statutory Auditors and key management personnel	Other related parties	% of caption
Interest income		94	-0.7%
Interest expense	13	51	0.1%

SEGMENT REPORTING

For the purposes of segment reporting as per IFRS 8, the income statement is broken down by segment as follows.

Breakdown by segment as at 30 June 2026

Income statement (€,000)	Factoring Division	Retail Division	Collateralised Lending Division	Corporate Centre	Group Total
Net interest income adjusted	39,686	1,578	-	1	41,266
Net fee and commission income (expense)	5,549	(165)	-	6	5,390
Dividends and similar income	180	46	-	-	227
Net trading income (expense)	1,960	505	-	-	2,465
Net gains (losses) on hedge accounting	12	3	-	-	16
Gain from sales or repurchases of financial assets/liabilities	535	-	-	-	535
Net result of financial assets and liabilities designated at fair value through P&L	(371)	(96)	-	-	(467)
Total income	**47,551**	**1,873**	**-**	**7**	**49,431**
Net impairment losses on loans and receivables	(17,496)	(445)	-	-	(17,941)
Gains/losses from contract amendments without derecognition	-	-	-	(174)	(174)
Net financial income (expense)	**30,055**	**1,428**	**-**	**(167)**	**31,316**

Statement of Financial Position (€,000)	Factoring Division	Retail Division	Collateralised Lending Division	Corporate Centre	Group Total
Cash and cash equivalents	61,586	15,885	-	-	77,470
Financial assets (HTS and HTCS)	878,767	226,658	-	-	1,105,425
Loans and receivables with banks	15,497	4,008	-	-	19,505
Loans and receivables with customers	2,094,806	608,817	-	-	2,703,623
loans and receivables with customers - loans	2,054,997	598,549	-	-	2,653,546
loans and receivables with customers - debt instruments	39,809	10,268	-	-	50,077
Due to banks	-	-	-	465,090	465,090
Due to customers	23,959	-	-	3,009,244	3,033,202

This segment reporting includes the following divisions:

- Factoring Division, which includes the business segment related to the origination of trade and tax receivables with and without recourse and the management and recovery of default interest. In addition, the division includes the business segment related to the origination of state-guaranteed loans to SMEs disbursed to factoring customers and the management and recovery of receivables on behalf of third parties;

- Retail Financing Division, which includes the business segment related to the purchase of salary- and pension-backed loans (CQS/CQP) portfolios and salary- and pension-backed loans disbursed through the direct channel;
- Collateralised Lending Division, which includes the business segment related to collateral-backed loans;
- Corporate Division, which includes activities related to the management of the Group’s financial resources and costs/income in support of the business activities. In particular, the cost of funding managed in the central treasury pool is allocated to the divisions via an internal transfer rate (“ITR”), while income from the management of the securities portfolio and income from liquidity management (the result of asset and liability management activities) is allocated entirely to the business divisions through a pre-defined set of drivers. The division also includes income from the management of SME loan run-offs.

The secondary disclosure by geographical segment has been omitted as immaterial, since the customers are mainly concentrated in the domestic market.

STATEMENT OF THE MANAGER IN CHARGE OF FINANCIAL REPORTING

1. The undersigned Iacopo De Francisco, CEO, and Ilaria Bennati, Manager in charge of financial reporting of Banca Sistema S.p.A., hereby state, having taken into account the provisions of Art. 154-bis, paragraphs 3 and 4, of Legislative Decree no. 58 of 24 February 1998:

- the suitability as regards the characteristics of the bank and
- the effective application of the administrative and accounting procedures for the drafting of the condensed interim financial statements, during the first half of 2026.

2. Reference model

The suitability of the administrative and accounting process for the drafting of the condensed interim financial statements at 30 June 2026 was assessed based on an internal model defined by Banca Sistema S.p.A. that was designed in a manner consistent with the framework developed by the Committee of Sponsoring Organizations of the Treadway Commission (CoSO), which represents the reference standards for the internal control system generally accepted on an international level.

3. Moreover, the undersigned hereby state that:

3.1 the condensed interim financial statements:

a) were drafted in accordance with the applicable international accounting standards endorsed by the European Union, pursuant to Regulation (EC) no. 1606/2002 of the European Parliament and of the Council of 19 July 2002;

b) match the accounting books and records;

c) are suitable for providing a true and fair view of the financial position, results of operations and cash flows of the issuer and all the companies included in the scope of consolidation.

3.2 The directors' report includes a reliable analysis of the important events which occurred during the first half of the year and their impact on the condensed interim financial statements, together with a description of the main risks and uncertainties for the remaining six months of the year. The directors' report includes, moreover, a reliable analysis of the information concerning significant related party transactions.

Milan, 6 August 2026

Iacopo De Francisco Chief Executive Officer	Ilaria Bennati Manager in charge of financial reporting
______________________________	______________________________

INDEPENDENT AUDITORS' REPORT

Banca Sistema Group

Review report on the interim condensed consolidated financial statements

(Translation from the original Italian text)

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Review report on the interim condensed consolidated financial statements
(Translation from the original Italian text)

To the Shareholders of
Banca Sistema S.p.A.

Introduction

We have reviewed the half-yearly condensed consolidated financial statements, comprising the balance sheet, the income statement, the statement of comprehensive income, statement of changes in equity, the cash flow statement and the related explanatory notes of Banca Sistema S.p.A. and its subsidiaries (the "Banca Sistema Group") as of June 30, 2026 and for the six months then ended. The Directors are responsible for the preparation of the half-yearly condensed consolidated financial statements in accordance with the International Financial Reporting Standard applicable to interim financial reporting (IAS 34) issued by the International Accounting Standards Board and adopted by the European Union. Our responsibility is to express a conclusion on the half-yearly condensed consolidated financial statements based on our review.

Scope of Review

We conducted our review in accordance with the criteria recommended by the Italian Regulatory Commission for Companies and the Stock Exchange ("Consob") for the review of the half-yearly financial statements under Resolution n° 10867 of July 31, 1997. A review of the half-yearly condensed consolidated financial statements consists of making inquiries, primarily of the company's personnel responsible for financial and accounting matters and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing (ISA Italia) and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion on the half-yearly condensed consolidated financial statements.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying half-yearly condensed consolidated financial statements of the Banca Sistema Group as at June 30, 2026 and for the six months then ended are not prepared, in all material respects, in accordance with the IFRS Accounting Standard applicable to interim financial reporting (IAS 34) as issued by the International Accounting Standards Board and adopted by the European Union.

Milan, August 7, 2026

EY S.p.A.
Signed by: Davide Lisi, Statutory Auditor

This report has been translated into the English language solely for the convenience of international readers. Accordingly, only the original text in Italian language is authoritative.

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