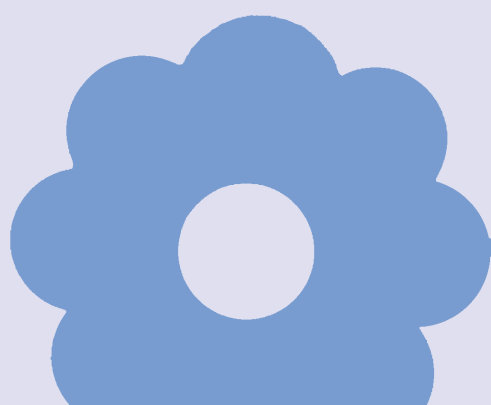


MEDIOLANUM S.P.A.

*HALF-YEAR
RESULTS
AS AT JUNE 30,
2002*



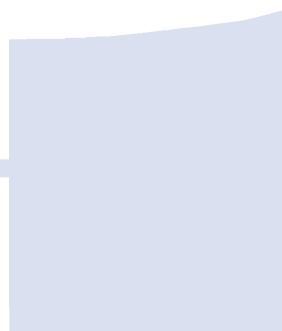
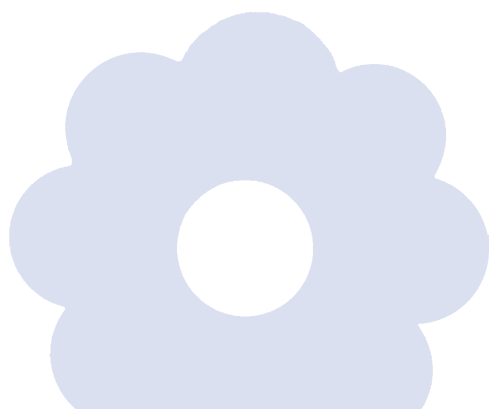
MEDIOLANUM
GRUPPO MEDIOLANUM

Summary

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MEDIOLANUM S.P.A.

*HALF-YEAR
RESULTS
AS AT JUNE 30,
2002*



MEDIOLANUM
GRUPPO MEDIOLANUM

Mediolanum S.p.A. Officers of the Company

BOARD OF DIRECTORS

Roberto Ruozì	Chairman of the Board of Directors
Alfredo Messina	Deputy Chairman
Edoardo Lombardi	Executive Vice President
Ennio Doris	Chief Executive Officer
Marina Elvira Berlusconi	Director
Massimo Antonio Doris	Director
Alessandro Grimaldi	Director
Mario Molteni	Director
Angelo Renoldi	Director
Paolo Sciumè	Director
Claudio Sposito	Director
Antonio Zunino	Director

BOARD OF STATUTORY AUDITORS

Arnaldo Mauri	Chairman of the Board of Statutory Auditors
Achille Frattini	Statutory Auditor
Francesco Antonio Giampaolo	Statutory Auditor
Ferdinando Gatti	Alternate Statutory Auditor
Francesco Vittadini	Alternate Statutory Auditor

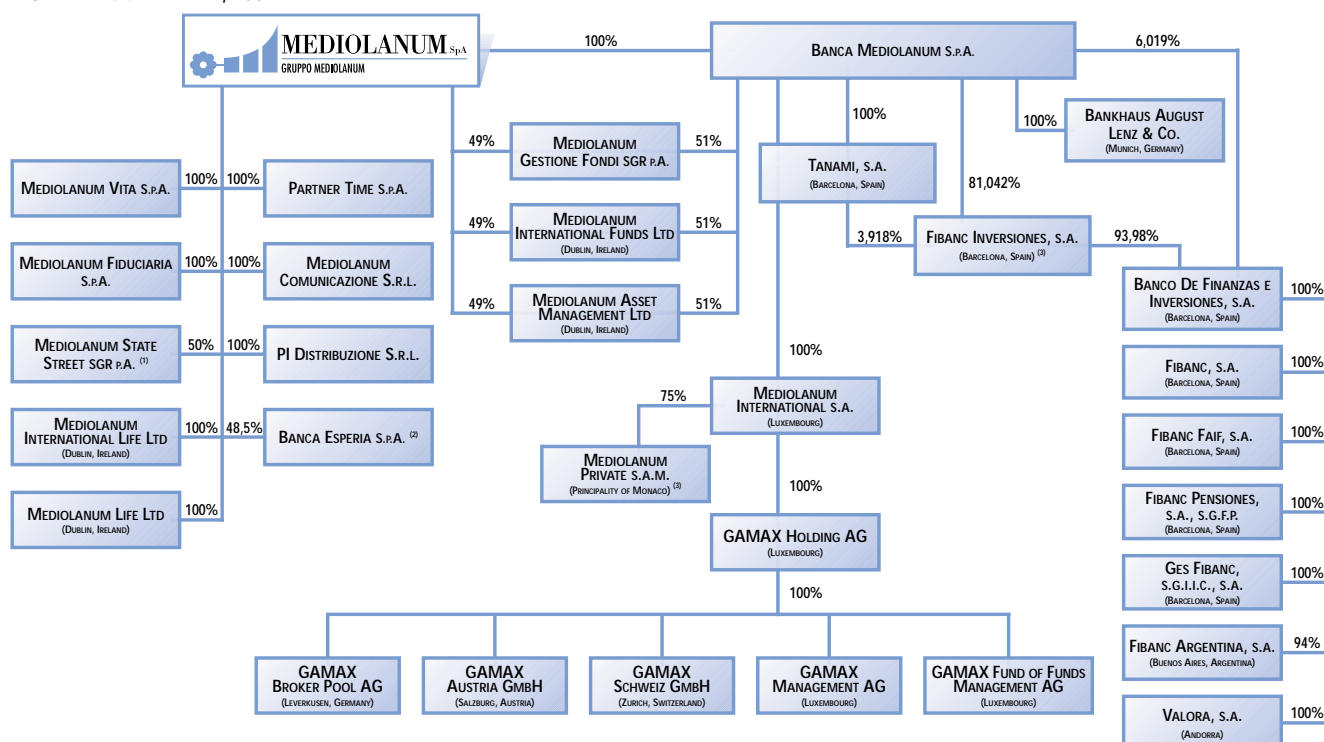
SECRETARY OF THE BOARD

Luca Maria Rovere

INDEPENDENT AUDITORS

Reconta Ernst & Young S.p.A.

CORPORATE STRUCTURE UPDATED TO SEPTEMBER 1, 2002



(1) As of March 22, 1999 the remaining 50% of the capital is held by State Street Bank Europe Ltd.

(2) The remaining capital is held by third parties

(3) The remaining 25% of the capital is held by Compagnie Monegasque de Banque

GRUPPO MEDIOLANUM

*CONSOLIDATED
FINANCIAL STATEMENTS
AS AT JUNE 30,
2002*



Balance sheet

ASSETS

<i>Euro in thousands</i>	30.06.2002	31.12.2001	30.06.2001
A) Due from shareholders for share capital still to be paid in	0	0	0
B) Intangible assets			
1. Unamortised acquisition commissions	0	0	0
2. Other intangible assets	19,857	22,720	26,597
3. Consolidation difference	151	159	0
TOTAL INTANGIBLE ASSETS	20,008	22,879	26,597
C) Investments			
I - Land and buildings	74,663	77,472	79,143
II - Investments in Group companies and other shareholdings			
1. Shares and quotas	594,655	622,331	438,508
2. Bonds	0	0	0
3. Financial loans	103,626	381,548	672
TOTAL INVESTMENT IN GROUP COMPANIES AND OTHER COMPANIES	698,281	1,003,879	439,180
III - Other financial investments			
1. Shares and quotas	3,393	4,206	3,736
2. Mutual fund shares	187,200	194,524	257,167
3. Bonds and other fixed income securities	1,024,540	1,185,239	1,588,879
4. Financial loans	16,621	16,818	19,919
5. Other financial investments	62,655	54,808	178,507
TOTAL OTHER FINANCIAL INVESTMENTS	1,294,409	1,455,595	2,048,208
IV - Funds held by ceding companies	0	0	0
TOTAL INVESTMENTS	2,067,353	2,536,946	2,566,531
D) Investments allocated to life policyholders, carrying the related risk and from pension fund management	4,953,216	4,611,622	4,208,916
D bis) Reinsurers' share of technical reserves			
I - Non-life	0	0	0
II - Life	174,100	180,674	189,786
<i>(excluding technical reserve as per point III)</i>			
III - Technical reserves when the risk is carried by policyholders and reserves from pension fund management	0	0	0
TOTAL REINSURERS' SHARE OF TECHNICAL RESERVES	174,100	180,674	189,786
E) Receivables			
I - Due from direct insurance operations	61,227	37,472	22,321
II - Due from reinsurance operations	1,362	0	978
III - Other receivables	40,804	50,891	49,390
TOTAL RECEIVABLES	103,393	88,363	72,689
F) Other assets			
I - Tangible assets	3,490	3,932	4,222
II - Liquid assets	415,269	278,913	207,390
III - Own shares or quotas	1,021	7,598	4,202
IV - Other assets	997	17	17
TOTAL OTHER ASSETS	420,777	290,460	215,831
G) Prepayments and accrued income	11,700	17,484	22,893
TOTAL ASSETS	7,750,547	7,748,428	7,303,243

Euro in thousands 30.06.2002 31.12.2001 30.06.2001

SHAREHOLDERS' EQUITY AND LIABILITIES

A) Capital and reserves			
I - Pertaining to the Group:			
1. Subscribed capital or equivalent	72,502	72,502	72,502
2. Net equity reserves	132,053	100,254	103,650
3. Consolidation reserve	118,389	103,775	103,775
4. Reserve for difference in valuation regarding shares in non-consolidated companies	99,209	108,282	109,505
5. Reserve for exchange rate difference	77	77	0
6. Reserves for own shares and shares of the parent company	1,021	7,598	4,202
7. Profit (loss) for the period	39,014	103,255	50,264
TOTAL GROUP SHAREHOLDERS' EQUITY	462,265	495,743	443,898
II - Minority interests			
1. Share capital and reserves	0	0	0
2. Profit (loss) for the period	0	0	0
TOTAL MINORITY INTERESTS	0	0	0
TOTAL CAPITAL AND RESERVES	462,265	495,743	443,898
B) Subordinated liabilities			
C) Technical reserves			
I - Non-Life			
1. Premiums reserve	0	0	0
2. Claims reserve	0	0	0
3. Equalisation provision	0	0	0
4. Other	0	0	0
TOTAL NON-LIFE	0	0	0
II - Life			
1. Mathematical reserve	1,721,439	1,965,869	2,127,392
2. Reserve for amounts to be paid	32,975	44,939	30,964
3. Other	52,656	44,557	39,688
TOTAL LIFE	1,807,070	2,055,365	2,198,044
TOTAL TECHNICAL RESERVES	1,807,070	2,055,365	2,198,044
D) Technical reserves when the risk is carried by policyholders and reserves from pension fund management	4,952,873	4,611,366	4,208,916
E) Provisions for risks and charges	18,629	31,332	25,994
F) Deposits received from reinsurers	172,087	179,387	188,444
G) Payables and other liabilities			
I - Due to direct insurance operations	3,690	3,804	1,928
II - Due to reinsurance operations	2,086	3,009	1,054
III - Debenture loans	0	0	0
IV - Amounts owed to credit institutions	286,410	277,022	170,882
V - Other loans and other financial debt	0	0	0
VI - Employee termination indemnity	4,354	4,362	4,096
VII - Other liabilities	40,543	86,749	57,516
TOTAL PAYABLES AND OTHER LIABILITIES	337,083	374,946	235,476
H) Accruals and deferred income	540	289	2,471
TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES	7,750,547	7,748,428	7,303,243
Off-balance sheet items			
I - Guarantees given	2,919	2,919	3,042
II - Guarantees given or received by third parties in the interest of consolidated companies	11,362	12,455	12,455
III - Obligations	0	0	0
IV - Pension fund assets managed on behalf of third parties	0	0	0
V - Other off-balance sheet items	6,580,415	5,834,378	5,825,677
TOTAL OFF-BALANCE SHEET ITEMS	6,594,696	5,849,752	5,841,174

Income statement

TECHNICAL ACCOUNT OF LIFE BUSINESS

<i>Euro in thousands</i>	30.06.2002	30.06.2001	31.12.2001
1. Earned premiums, net of reinsurance	1,119,437	696,022	1,594,076
2. (+) allocated investment return transferred from the non-technical account	31,860	46,918	85,851
3. Unrealised gains on investments allocated to life policyholders carrying the relevant risk and from pension fund management	148,867	170,088	307,467
4. Other technical income, net of reinsurance	8,276	12,630	12,700
5. Claims incurred, net of amounts recovered and reinsurance	(409,028)	(243,419)	(532,601)
6. Change in mathematical reserves and other technical reserves, net of reinsurance			
a) Mathematical reserves, premium reserves of complementary insurance and other technical reserves	229,067	179,062	326,810
b) Life insurance reserves when the risk is carried by policyholders and from pension fund management	(340,884)	(539,321)	(941,770)
TOTAL CHANGE IN NET RESERVES	(111,817)	(360,259)	(614,960)
7. Refunds and profit sharing, net of reinsurance	0	0	0
8. Operating expenses			
a) Acquisition costs net of reinsurers' commissions and profit sharing	(80,547)	(82,664)	(187,431)
b) Administrative expenses	(7,831)	(8,502)	(17,839)
TOTAL	(88,378)	(91,166)	(205,270)
9. Unrealised loss on investments allocated to life policyholders carrying the relevant risk and from pension fund management	(662,145)	(191,792)	(589,717)
10. Other technical charges, net of reinsurance	(9,281)	(2,568)	(2,583)
11. Total technical account of life business	27,791	36,454	54,963

<i>Euro in thousands</i>	30.06.2002	30.06.2001	31.12.2001
1. Total technical account of non-life business	0	0	0
2. Total technical account of life business	27,791	36,454	54,963
3. Investment income			
a) Investment income	87,881	104,373	203,678
b) Adjustments to the value of financial investments	3,633	1,278	822
c) Gains on the realisation of investments	862	1,586	6,957
TOTAL INVESTMENT INCOME	92,376	107,237	211,457
4. Financial burden and losses on assets			
a) Investment management expense and interest on bank loans	(8,226)	(10,009)	(19,475)
b) Adjustments to the value of investments	(11,985)	(7,914)	(16,242)
c) Losses on the realisation of investments	(2,646)	(411)	(2,401)
TOTAL FINANCIAL BURDEN AND LOSSES ON ASSETS	(22,857)	(18,334)	(38,118)
5. (-) allocated investment return transferred to the technical account of life business	(31,860)	(46,918)	(85,851)
6. Other revenues	4,950	4,239	11,408
7. Other charges	(29,130)	(27,093)	(53,967)
8. Total ordinary operations	41,270	55,585	99,892
9. Extraordinary income	2,564	3,309	22,833
10. Extraordinary charges	(1,562)	(403)	(4,044)
11. Total extraordinary operations	1,002	2,906	18,789
12. Profit before taxes	42,272	58,491	118,681
13. Income tax for the period	(3,258)	(8,227)	(15,426)
14. Consolidated results	39,014	50,264	103,255
15. Profit (loss) for the period from minority interests	0	0	0
16. Group profit (loss) for the period	39,014	50,264	103,255

NON-TECHNICAL ACCOUNT

Explanatory
and integrative
consolidated notes
as at June 30,
2002

**A) INFORMATION
ON OPERATIONS**

This half-year report is drawn up according to the accounting method for insurance companies, including in line-by-line consolidation the companies which are engaged in the transaction of insurance or related business, and evaluating the other Group companies, particularly those carrying out banking and assets management activities, using the equity method. However, in order to provide a clear, overall profile of the Group's activities, it is considered appropriate, as in the full year financial statements, to refer to the consolidated Income Statement of the Mediolanum Group which also includes, on a line-by-line basis, the financial statements of controlled companies excluded from consolidation according to the accounting method for insurance companies, and in particular, the financial statements of Banca Mediolanum S.p.A. and asset management companies.

**CONSOLIDATED
VALUES ACCORDING
TO THE
ACCOUNTING
METHOD FOR
INSURANCE
COMPANIES**

The companies Mediolanum S.p.A. and the controlled companies Mediolanum Vita S.p.A., Partner Time S.p.A and Mediolanum International Life Ltd were consolidated on a line-by-line basis.

The controlled companies Mediolanum Gestione Fondi SGR p.A., Mediolanum International Funds Ltd, Mediolanum Asset Management Ltd, Mediolanum State Street SGR p.A., PI Distribuzione S.r.l., Mediolanum Comunicazione S.r.l., Mediolanum Fiduciaria S.p.A., as well as Banca Mediolanum S.p.A. and the companies under its indirect control, Bankhaus August Lenz & Co. AG, Tanami S.A. and the Fibanc Group companies, and Mediolanum International S.A. and the companies under its indirect control, Mediolanum Private S.A.M. and the Gamax Group companies, were all consolidated using the equity method.

It should be noted that the companies Bankhaus August Lenz & Co. AG and Mediolanum Private S.A.M. were included in the consolidation area for the first time, since the former was acquired on January 17, 2002, and the latter, previously valued at cost, became operational during the half-year.

The controlled company Mediolanum Life Ltd was valued at cost since it is not operational.

The associated company Banca Esperia S.p.A. and its controlled companies were valued using the equity method.

Net profit for the period amounted to 39,014 thousand euro (30.06.2001: 50,264 thousand euro).

Gross premiums amounted to 1,124,427 thousand euro (30.06.2001: 702,002 thousand euro, +60.2%). In particular, new production was 803,620 thousand euro (30.06.2001: 447,861 thousand euro, +79.4%).

The first half-year 2002 was characterised by exceptionally negative trends in international financial markets. Without any clear signs of overcoming the economic crisis, international financial markets which, as in 2001, were also suffering from tension generated by difficulties related to some critically important elements, were subject to strong volatility in prices and by an overall feeling of distrust among investors and small savers in the first months of 2002.

Nonetheless, both in volume and results the Group was able to counter the negative market trends, particularly in the insurance and banking fields, as well as continuing to implement strategic projects intended to increase the Group's presence abroad, and to diversify operational domains.

The Group's net profit for the period amounted to 39,014 thousand euro (30.06.2001: 50,264 thousand euro). Apart from the unfavourable market situation described above, these results were also influenced by goodwill amortisation for the new acquisitions (mainly Gamax Group and Fibanc Group), and by financial charges related to these investments.

Total half-year revenues coming from Life insurance premiums, commissions and bank service margin were 1,308,609 thousand euro, a 51.2% increase over the same period in 2001 (30.06.2001: 865,538 thousand euro).

Total assets under administration at June 30, 2002, amounted to 21,533 million euro, a 8.6% increase over the same period in 2001 (30.06.2001: 19,823 million euro), and a 0.6% increase over December 31, 2001 (21,396 million euro).

In order to facilitate a comparison with previous period results and to outline operational aspects clearly, the discussion of the Mediolanum Group's performance in the half-year is reviewed in two separate sections. The first concerns results obtained in markets where the Group's presence is consolidated (the "core business"), and relates to the activities of companies

PERFORMANCE OF THE GROUP

PERFORMANCE OF THE SECTORS WHERE THE GROUP OPERATES

historically belonging to the Mediolanum Group, and directed towards the Italian market (mainly Banca Mediolanum S.p.A., Mediolanum Gestione Fondi SGR p.A., Mediolanum International Funds Ltd, Mediolanum Asset Management Ltd and Mediolanum Vita S.p.A.). The second refers to initiatives implemented during the last two years, and intended to strengthen the Group's presence abroad and identify new business lines (the so-called "new ventures", relating to the companies belonging to the Fibanc Group, the Gamax Group, Banca Esperia S.p.A., Mediolanum International Life Ltd, Mediolanum Private SAM and Bankhaus August Lenz & Co. AG).

MEDIOLANUM GROUP EXCLUDING NEW VENTURES ("CORE BUSINESS")

THE BANKING MARKET

The performance of Banca Mediolanum S.p.A. in the first half-year was very good. As at June 30, 2002, there were 323,409 current accounts (30.06.2001: 266,073, +21.6%; 31.12.2001: 297,252, +8.8%). The number of current account holders at June 30, 2002 was 744,000 (30.06.2001: 679,000, +9.6%; 31.12.2001: 714,000, +4.20%). Cash deposits at the same date totalled 2,604 million euro (30.06.2001: 1,758 million euro, +48.1%; 31.12.2001: 2,075 million euro, +25.5%). Securities under deposit totalled 2,708 million euro (30.06.2001: 2,487 million euro, +8.9%; 31.12.2001: 2,716 million euro -0.3%). Bank asset management, including subordinated loans, amounted to 5,332 million euro (30.06.2001: 4,270 million euro, +24.9%; 31.12.2001: 4,817 million euro, +10.7%).

Profit for the period in companies operating in the banking sector in which investments are held

<i>Euro in thousands</i>	30.06.2002	30.06.2001	31.12.2001
Banca Mediolanum S.p.A.	282	1,936	6,506

MUTUAL FUNDS AND MANAGED ACCOUNTS

The activity of Mediolanum Gestione Fondi SGR p.A. and Mediolanum International Funds Ltd suffered from the ongoing crisis in international financial markets.

Total gross inflows for the mutual fund and managed account business came to 1,481 million euro (30.06.2001: 1,860 million euro), and net inflows were

positive, at 331 million euro (30.06.2001: 539 million euro). Total assets under management at June 30, 2002, influenced in particular by fund securities with a lower value, amounted to 8,976 million euro (30.06.2001: 9,653 million euro, - 7%; 31.12.2001: 9,646 million euro, - 6.9%).

Profit for the period of companies operating in the asset management sector in which investments are held

<i>Euro in thousands</i>	30.06.2002	30.06.2001	31.12.2001
Mediolanum Gestione Fondi SGR. p.A.	3,741	7,601	12,783
Mediolanum International Funds Ltd	54,322	35,583	76,785

THE LIFE INSURANCE MARKET

Total Life premiums written came to 1,114 million euro, a 58.7% increase over the same period in the previous year (30.06.2001: 702 million euro).

New business reached 793 million euro (30.06.2001: 448 million euro, +77.1%). Single premiums reached 732 million euro, a 102.8% increase over the first half-year 2001 (30.06.2001: 361 million euro).

Life reserves totalled 6,745 million euro (30.06.2001: 6,513 million euro, 3.6%; 31.12.2001: 6,661 million euro, +1.3%).

To place its products, Mediolanum Vita S.p.A. uses the Banca Mediolanum S.p.A. network of licensed financial advisors, and that of Partner Time S.p.A. insurance agents.

Profit for the period of companies operating in the Life insurance sector in which investments are held

<i>Euro in thousands</i>	30.06.2002	30.06.2001	31.12.2001
Mediolanum Vita S.p.A.	3,862	10,602	10,382
Partner Time S.p.A.	1,944	4,230	7,066

OTHER PRODUCTS

During the first half-year, the Group increased its presence in the field of pension fund management and of closed-end mutual funds aimed at institutional investors through the companies Mediolanum State Street SGR p.A., Mediolanum Gestione Fondi SGR p.A., Mediolanum Vita S.p.A.. As at June 30, 2002 assets under administration totalled 494 million euro (30.06.2001: 387 million euro, +27.6%; 31.12.2001: 429 million euro, +15.1%).

In 2002, the successful distribution among Group clients of Abbey National Bank home loans continued, to a value of 89 million euro (31.12.2001: 113 million euro).

Profit for the period of other companies in which investments are held

<i>Euro in thousands</i>	30.06.2002	30.06.2001	31.12.2001
Mediolanum State Street SGR p.A.	(71)	256	444
Mediolanum Asset Management Ltd	973	3	447
Mediolanum Comunicazione S.r.l.	(129)	(67)	102
Mediolanum Fiduciaria S.p.A.	(11)	(4)	(15)
PI Distribuzione S.r.l.	(49)	(151)	(187)

NEW VENTURES

THE FIBANC GROUP

The very negative trends in the international financial context also adversely affected the activities of the Fibanc Group which, at June 30, 2002, showed consolidated results of 13 thousand euro, lower than for the same period in the previous year. Half-year results were influenced by investments relating to the new network of financial advisors and the multi-channel project, which were not offset by the positive effects of implementing the Mediolanum project, still at a start-up stage. The first results are expected in the fourth quarter 2002.

The development of the sales network was positive, reaching 623 agents and commercial employees by June 30, 2002, compared to 464 at December 31, 2001 (+ 34.3%).

Volumes

<i>Euro in millions</i>	30.06.2002	30.06.2001	31.12.2001
Assets under administration	1,847	2,133	1,950
Gross inflows	76	244	315
Net inflows	(54)	55	(119)

Employees

	30.06.2002	30.06.2001	31.12.2001
Clerical personnel	296	306	287
Managers	19	17	20
TOTAL	315	323	307

Net profit of the Fibanc Group

<i>Euro in thousands</i>	30.06.2002	30.06.2001	31.12.2001
Fibanc Group	13	809	305

The Gamax Group, acquired by the Mediolanum Group in October 2001, includes fund management companies (Gamax Management AG and Gamax Management Fund of Funds AG) and distribution companies in Germany, Austria and Switzerland.

The negative results at June 30, 2002 are influenced by the development of a project intended to bring the Gamax companies into the Mediolanum Group. During the half-year, the organisational structure and the range of products offered were extensively reviewed throughout the Group.

Results at June 30, 2002 are compared with those at December 31, 2001.

Volumes of the Gamax Group

<i>Euro in millions</i>	30.06.2002	31.12.2001
Assets under administration	516	623
Gross inflows	60	151
Net inflows	30	113

At June 30, 2002, the sales network consisted of 1,374 multifirm agents (1,540 at December 31, 2001).

There were 44 Group employees at June 30, 2002, of whom 4 were management.

Net profit of the Gamax Group

<i>Euro in thousands</i>	30.06.2002	31.12.2001
Gamax Group	(1,026)	1,684

During January, 2002, the acquisition of the Munich-based bank August Lenz & Co. AG was finalised. The project for the development of the bank is still at a start-up stage. In terms of the organisation of Bank activities, those to be outsourced were identified by June 30, 2002, while hiring of internal staff and completion of the sales are currently in progress. With regard to products, the necessary steps have been taken to obtain the authorisations required by German law.

**BANKHAUS AUGUST LENZ
& Co. AG**

The placing of the Group's funds and insurance products should start by the end of the year.

At June 30, 2002 there were 4 employees, of whom 3 were management.

Net profit of Bankhaus Lenz & Co. AG

<i>Euro in thousands</i>	30.06.2002
Bankhaus August Lenz & Co. AG	(671)

MEDIOLANUM INTERNATIONAL LIFE LTD

Mediolanum International Life Ltd started operations during the half-year, also placing its products through the Fibanc Group network.

At June 30, 2002, gross premiums amounted to 10,391 thousand euro, and assets totalled 14 million euro.

Net profit of Mediolanum International Life Ltd

<i>Euro in thousands</i>	30.06.2002
Mediolanum International Life Ltd	(668)

BANCA ESPERIA

Since Banca Esperia Group started operations during the second half of 2001, a comparison between the results at June 30, 2002 and those of the corresponding period for the previous year is not possible. Results at December 31, 2001 are nonetheless provided.

The analysis of results at June 30, 2002 suggests, in spite of negative period results, an increase in both assets under administration and gross and net inflows, indicating a progressive development in the Bank's activity.

Volumes (*)

<i>Euro in millions</i>	30.06.2002	31.12.2001
Assets under administration	2,201	1,211
Gross inflows	898	207
Net inflows	541	35

(*) The value of assets managed net of SICAV and hedge funds subscribed by Banca Esperia clients within individual management programs totalled 1,537 million euro.

Net profit of Gruppo Banca Esperia S.p.A.

<i>Euro in thousands</i>	30.06.2002	31.12.2001
Gruppo Banca Esperia	(4,500)	(6,305)

Volume is broken down by main business lines and developed as follows:

VOLUME

Inflows of managed account products

<i>Euro in millions</i>	30.06.2002	30.06.2001	Change %	31.12.2001
The "core business"				
Life insurance products				
<i>New business</i>				
- Deferred annuities and recurring premiums	62	87	(28.7)	196
- Single premiums and group policies	732	361	102.8	827
TOTAL NEW BUSINESS	793	448	77	1,023
<i>In-force business</i>				
- Deferred annuities	280	232	20.7	521
- Recurring single premiums	41	22	86.4	58
TOTAL IN-FORCE BUSINESS	321	254	26.4	579
Total premiums written	1,114	702	58.7	1,602
(less) premiums ceded	(5)	(6)	(16.7)	(14)
TOTAL LIFE PREMIUMS	1,109	696	59.3	1,588
Financial products				
<i>Mutual accounts funds and managed accounts</i>				
- Gross consolidated inflows	1,481	1,860	(20.4)	3,117
- Net consolidated inflows	331	539	(38.6)	1,024
"New ventures" (*)				
Life insurance products				
<i>New business</i>				
- Single premiums	10		n.a.	
Financial products				
<i>Mutual accounts funds and managed accounts</i>				
- Gross consolidated inflows	579	244	n.a.	566
- Net consolidated inflows	245	55	n.a.	11

(*) Results pertaining to Banca Esperia were considered in proportion to the holding.

Consolidated assets under administration

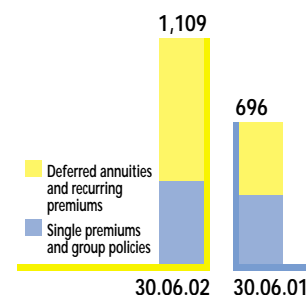
<i>Euro in millions</i>	30.06.2002	30.06.2001	Change %	31.12.2001
Life reserves	6,745	6,513	3.6	6,661
Mutual funds and managed accounts	8,976	9,653	(7)	9,646
Direct and indirect Bank inflows	5,332	4,270	24.9	4,817
Pension funds	494	387	27.6	429
Consolidation adjustments	(3,130)	(3,133)	(0.1)	(3,232)
TOTAL "CORE BUSINESS"	18,417	17,690	4.4	18,321
Fibanc assets under administration (*)	1,847	2,133	(13.4)	1,950
Gamax assets under administration	516	n.a.	623	
Banca Esperia assets under administration (**)	746		n.a.	502
Mediolanum Private assets under administration	7		n.a.	n.a.
TOTAL "NEW VENTURES"	3,116	2,133	0	3,075
GROUP TOTAL	21,533	19,823	8.6	21,396

(*) The result includes the value of assets managed by Mediolanum International Life and placed through the Fibanc network for 14 million euro (31.12.2001: 6 million euro)

(**) Results pertaining to Banca Esperia were considered in proportion to the holding.

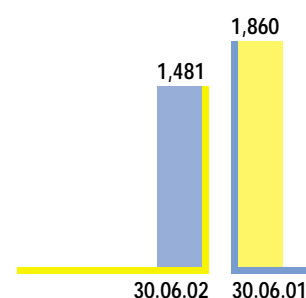
LIFE POLICIES

Total Life premiums (Euro millions)



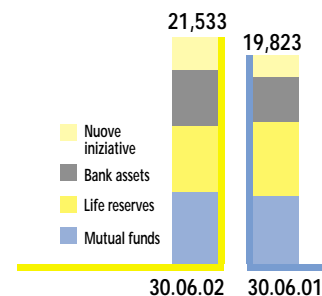
MUTUAL FUNDS

Gross consolidated inflows (Euro millions)

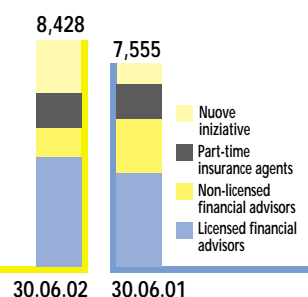


ASSETS UNDER ADMINISTRATION

(Euro millions)



THE SALES NETWORKS



The Sales Network

	30.06.2002	30.06.2001	31.12.2001
Licensed financial advisors (Banca Mediolanum)	4,086	3,473	3,842
Non-licensed financial advisors (Banca Mediolanum)	1,064	2,034	1,743
Partner Time insurance agents	1,281	1,638	1,308
Total "core business"	6,431	7,145	6,893
Fibanc network	623	410	464
Gamax network	1,374		1,540
TOTAL "NEW VENTURES"	1,997	410	2,004
TOTAL MEDIOLANUM GROUP	8,428	7,555	8,897

The size of the sales network dropped overall. On an annual basis, the Banca Mediolanum network went from 5,507 to 5,150 people (-6.5%). This decrease related to non-licensed financial advisors in particular (-970 on an annual basis): 460 transferred to the category of financial advisors after passing the qualifying examination; and most other cases relate to the departure of less productive resources. Their replacement is particularly difficult considering the unfavourable market conditions.

On the other hand, the increase in the number of financial advisors (+17.6% per year) is due to the robust nature of this category, as well as to the constant introduction of new resources.

EMBEDDED VALUE

The following information regarding embedded value has been provided because of the importance of embedded value for a more meaningful interpretation of the Mediolanum Group's development. It has been calculated in collaboration with Tillinghast-Towers Perrin, the insurance consultancy division of Towers, Perrin, Forster & Crosby Inc.

Embedded value is defined as the sum of shareholders' equity, taking into account the assets at market value and the value of in-force business. The value of the in-force Life business is the present value of future after-tax statutory profits that are expected to be generated from all the existing policies at the valuation date, adjusted for the cost of holding an appropriate level of solvency capital. The value of the in-force mutual fund business is calculated in a similar way to the value of in-force Life business, without the adjustment for the cost of capital because mutual funds do not require solvency margins. The results of such a valuation at June 30, 2002 are shown in the following table, along with those referring to December 31, 2001 and June 30, 2001 for the Mediolanum Group.

Embedded value

<i>Euro in millions</i>	30.06.2002	31.12.2001	30.06.2001
Shareholders' net assets	458	494	438
Value of in-force Life business	1,147	1,076	985
Value of in-force mutual funds and managed accounts	348	347	334
Embedded value including acquisition goodwill	1,953	1,917	1,757
New ventures goodwill	(167)	(149)	(95)
Embedded value excluding acquisition goodwill	1,786	1,768	1,662

The same economic assumptions shown in the annual report for the year ending December 31, 2001 were used to determine the embedded value at June 30, 2002. It should be noted that a discount rate of 7.75% was applied. To allow an analysis of the effect of using various discount rates, the embedded value for the Group at June 30, 2002 was calculated to be 1,854 million euro and 1,723 million euro, at discount rates of 7.25% and 8.25%, respectively.

Embedded value earnings, which are defined as the change in embedded value for the period, adjusted for the payment of dividends and the contribution of capital, provide a measure of Group performance.

<i>Euro in millions</i>	30.06.2002	31.12.2001	30.06.2001
Change in embedded value for the period	36	329	170
Goodwill amortisation quota	10	12	5
Dividends paid	72	69	69
Embedded value earnings for the period before acquisitions	118	410	244
Acquisition effect on the period (*)	(28)	(68)	(8)
Embedded value for the period after acquisitions	90	342	236

(*) For the first half-year 2002, this related to the increase in the investment held in Fibanc Inversiones and the acquisition of Bankhaus Lenz, whereas for the year 2001 it related to the increase in the investment held in Fibanc Inversiones (first half-year) and the acquisition of Gamax (second half-year).

The following table shows the main components of the embedded value earnings of the Mediolanum Group for the first half of 2002, compared with those referred to December 31, 2001 and June 30, 2001.

<i>Euro in millions</i>	30.06.2002	31.12.2001	30.06.2001
Expected return	59	99	49
Experience variance	(84)	(68)	(18)
Operating assumption variances	18	38	15
Economic assumption variances	0	(14)	0
Tax assumption variances	0	0	0
Conversion of funds into managed accounts	(14)	(22)	(19)
Earnings on initial embedded value	(21)	33	27
New Life business	82	222	102
New mutual fund and managed accounts business	26	64	35
New managed accounts business from fund conversion	29 (*)	87	76
New sales of index-linked Life premiums from transformation of traditional Life insurance technical reserves	2 (**)	4	4
Value added by new business	139	377	217
Value added for the period before goodwill	118	410	244
Acquisition effect on the period	(28)	(68)	(8)
Value added for the period after goodwill	90	342	236

(*) relating to 515 million euro of new business in Mix and Gestioni Chorus funds

(**) relating to 168 million euro of new Life single premiums in index-linked policies (Dipiù)

The decrease in value added by new Group sales, including those resulting from conversion and transformation operations in the first half of 2002, if compared with the previous year, mainly relates to a less marked effect of the transformation of mutual funds which were invested in managed accounts at the end of the same period, for a total of approximately 830 million euro of new sales.

The main reason for the variation in the assumptions is the reduction in management activities which resulted in a 125 million euro decrease in embedded value earnings, countered by an improvement in product profitability (increase in mutual fund management commissions and change in the system used to calculate performance commissions, for a total of 79 million euro) and fewer claims and surrenders.

Consolidated income statement of the Group, including the financial statements of controlled companies excluded from consolidation according to the accounting method for insurance companies, drawn up on a line-by-line basis.

<i>Euro in thousands</i>	30.06.2002 (*)	30.06.2001 (*)	31.12.2001 (*)	30.06.2002 (**)	30.06.2001 (**)	31.12.2001 (**)
Premiums from insurance activities						
Gross premiums written	1,124,427	702,002	1,607,588	1,114,037	702,002	1,602,176
Reinsurance ceded	(4,990)	(5,980)	(13,511)	(4,906)	(5,980)	(13,511)
Commission income from financial activities and other income						
Underwriting commissions	20,518	27,841	47,690	17,385	27,841	45,796
Management commissions	87,683	75,340	160,182	76,780	68,555	137,392
Performance commissions	13,193	10,527	19,488	13,193	10,517	19,488
Bank service margin	33,442	21,754	62,034	33,199	21,237	53,006
Bank interest spread	19,206	22,130	42,774	12,801	16,205	31,596
Other commissions	10,212	11,484	6,536	4,326	2,835	6,440
Other revenues	4,918	440	5,586	2,568	250	2,791
TOTAL REVENUES	1,308,609	865,538	1,938,367	1,269,383	843,462	1,885,174
Change in Life insurance reserves and service to policyholders, net of reinsurance	(1,003,276)	(575,005)	(1,343,401)	(993,336)	(575,005)	(1,338,268)
Acquisition costs, net of reinsurance	(110,133)	(111,388)	(232,838)	(99,786)	(105,494)	(218,192)
Overhead	(104,586)	(100,058)	(204,609)	(87,013)	(87,538)	(177,355)
Amortisation/depreciation and provisions	(34,100)	(24,840)	(54,468)	(21,379)	(16,700)	(38,975)
Net investment and asset income	1,846	22,750	39,208	3,130	22,390	41,988
Interest paid on investments (***)	0	0	0	5,450	3,892	8,307
Adjustments to the value of financial investments	(8,927)	(7,491)	(14,633)	(6,692)	(7,491)	(15,745)
OPERATING PROFIT	49,433	69,506	127,626	69,757	77,516	146,934
Non-recurring extraordinary income	2,690	72	11,653	2,152	0	11,519
PROFIT BEFORE TAXES	52,123	69,578	139,279	71,909	77,516	158,453
Taxes for the year	(13,106)	(19,136)	(35,996)	(14,750)	(20,119)	(38,363)
Profit from minority interests	3	(178)	(28)	0	0	0
PROFIT FOR THE YEAR PERTAINING TO THE GROUP	39,014	50,264	103,255	57,339	57,397	120,090

(*) Consolidated Mediolanum Group with new ventures Fibanc Group, Gamax Group, Banca Esperia, Bankhaus August Lenz, Mediolanum Private, Mediolanum International Life

(**) Consolidated Mediolanum Group (core business)

(***) In order to prepare the consolidated income statements pertaining to the "core business", interest paid on investments is considered relating to investments in new ventures for an amount equal to the relevant debt burden.

MEDIOLANUM S.p.A.

During the first half-year, the parent company Mediolanum S.p.A. produced a net result of 87.3 million euro (30.06.2001: 90.7 million euro).

In operational terms, revenues totalled 89.8 million euro (30.06.2001: 95.6 million euro). Of this amount, 84.9 million euro (30.06.2001: 90.4 million euro) came from insurance business carried out by the controlled company Mediolanum Vita S.p.A.

The costs relating to this activity consist mainly of commissions paid to the controlled company Banca Mediolanum S.p.A. for a total of 77.2 million euro (30.06.2001: 78.9 million euro).

Overheads amounted to 10 million euro (30.06.2001: 9.6 million).

Interest payable generated by the utilisation of credit lines given by primary banks totalled 5.2 million euro (30.06.2001: 3.7 million euro).

Dividends from Group companies, including the relevant tax credit, amounted to 108.1 million euro (30.06.2001: 110 million euro).

Trade relations were maintained with controlled companies, and to a lesser extent with the Fininvest Group and Doris Group companies. These relationships are contractually defined at market value. They mainly relate to the technical and administrative co-ordination of controlled companies, as well as to the above-mentioned brokerage activities performed as an insurance sub-agent.

EVENTS IN THIS PERIOD

The following are main events for the first half of 2002:

On January 3, 2002, the direct and indirect interest held by Banca Mediolanum S.p.A. in Fibanc Inversiones S.A. was increased to 84.96% through the acquisition of the equity held by a minority shareholder, entailing costs of 30,216 thousand euro.

On January 17, 2002, Banca Mediolanum acquired the banking company Bankhaus August Lenz & Co. AG, based in Munich (Germany), at a price of 12,651 thousand euro.

On February 5, 2002, Mediolanum S.p.A. purchased 1,281,350 Mediobanca S.p.A. shares, at a price of 14,862 thousand euro; following this acquisition, the interest held in the controlled company reached 2.28%, taking into account both the direct and indirect interest held through Consortium S.r.l.

On March 2, 2002, the Spanish company Andino A.V.B. S.A. was incorporated in the controlling company Banco de Finanzas e Inversiones S.A.

On March 21, 2002 and on June 12, 2002, in two successive operations, two further share capital increases of 18,577 thousand euro were subscribed and paid-in by Mediolanum S.p.A. in order to provide the controlled company Banca Mediolanum S.p.A. with the assets necessary to continue its development.

On March 26, 2002, within the framework of a project reorganising the Mediolanum Group intended to enable Banca Mediolanum S.p.A. to exert an effective strategic, management and operating control of Group companies that provide asset management and financial services, the Parent Company Mediolanum S.p.A. decided to transfer to the controlled company Banca Mediolanum Sp.A. the majority interest in the following companies: Mediolanum International Fund Ltd, Mediolanum Gestione Fondi SGR p.A., Mediolanum Asset Management Ltd and Mediolanum International S.A. Mediolanum Private S.A.M., a company operating in the private banking domain and based in Monte Carlo, also began operations during the half-year.

On September 1, 2002, an infra-Group operation was carried out, in which Mediolanum S.p.A. transferred to Banca Mediolanum S.p.A. the control over the companies Mediolanum Gestione Fondi SGR p.A. (51%), Mediolanum International Funds (51%), Mediolanum Asset Management Ltd (51%) and Mediolanum International S.A. (99.8%).

This transaction generated no capital gains resulting from the transfer of the holdings.

The trends observed in the companies of the Mediolanum Group in the first half of 2002 lead us to believe that the performance of the year will be positive.

**SIGNIFICANT
POST-PERIOD
EVENTS**

**EXPECTED FUTURE
TRENDS**

B) VALUATION CRITERIA

The consolidated financial statements as at June 30, 2002 are presented in accordance with CONSOB decision no. 11971 of May 14, 1999, amended by decision no. 12475 of April 6, 2000, and pursuant to Decree no. 173/1997.

The consolidation principles and criteria used for the controlled companies included in consolidation are consistent with those used in the preparation of the consolidated financial statements at December 31, 2001.

The valuation criteria were laid out in accordance with Italian laws relating to financial statements (Article 16 of Decree no. 173/97, Article 2426 of the Italian Civil Code) and with the accounting standards issued by the relevant professional bodies. They are consistent with those used in the preparation of the consolidated financial statements at December 31, 2001, as well as with the consolidated financial statements at June 30, 2001, and are shown here for comparison.

Amounts are expressed in thousands of euro.

INTANGIBLE ASSETS

These are recorded at purchase cost including incidental expenses and are amortised on a consistent basis over their expected useful life.

Start-up and expansion costs are systematically amortised for no more than 5 years.

Improvements on leased properties are amortised over the duration of the respective lease contracts.

INVESTMENTS AND OTHER LONG-TERM ASSETS

These are recorded at purchase cost, including incidental expenses.

Investments in industrial real estate and other durable assets are depreciated on a straight-line basis using rates that reflect the expected residual lives of the assets.

Residential property is not depreciated, given its continued maintenance and the fact that its current market value exceeds its carrying value.

In some cases, the cost was increased following specific regulations on monetary revaluation, and revaluation gains were credited to shareholders' equity.

The cost of ordinary maintenance is charged in full to the income statement of the year in which it is incurred.

The cost of incremental maintenance work is charged to the investment and to the related asset account and depreciated over the residual life of the asset concerned.

Investments in controlled companies which are not included in line-by-line consolidation are valued according to shareholders' equity since they are not engaged in the transaction of insurance.

Investments in controlled companies not yet operational are valued at cost, since their effect on compiling the consolidated financial statements in a truthful and correct manner was negligible.

Investments in associated companies are valued using the equity method.

Investments in affiliated companies and in other companies held by consolidated companies are valued at cost, which is lower than their realisable value.

Bonds and other fixed-income securities are stated at purchase cost or prior-year carrying value, calculated using the weighted average method, and are adjusted for the accrued portion of premiums or discounts to the par value that arises when securities are subscribed or purchased. Their sale is allowed only in exceptional cases for company operational purposes, and only when a framework decision from the Board of Directors of Mediolanum Vita S.p.A. has been made to permit such a sale.

Bonds and other fixed income securities are recorded at the lower value of either the purchase or subscription cost. This is determined using the weighted average method, adjusted to account for the accrued portion of premiums or discounts to the par value arising when the securities are subscribed, and their realisable value.

SHORT-TERM INVESTMENTS

Quoted shares are recorded at the lower value of the purchase or subscription cost, determined using the weighted average method and their realisable value.

The realisable value of bonds, fixed income securities and quoted shares is calculated according to their market trend, using the arithmetic average of the prices in the last month of the half-year.

The realisable value of bonds, fixed income securities and non-quoted shares is based on a prudent estimate, taking into consideration prices related to negotiation for investments traded in non-regulated markets.

The realisable value of investments in mutual fund shares is deducted from the published share value at half-year end.

Securities which have been written down in previous periods as a result of applying the above valuation method, but which are no longer affected by the reasons which caused them to be written down, have been restored to their original cost, as appropriate.

Amounts paid under repurchase agreements are treated as other financial investments. Income from such transactions is spread over the term of the transaction, taking into account interest accrued on the securities and the difference between spot and forward prices.

INVESTMENTS ALLOCATED TO
LIFE POLICYHOLDERS CARRYING
THE RELEVANT RISK AND
COMING FROM PENSION FUND
MANAGEMENT

These are recorded at their current value, which is their value on the last working day of the half-year for investments in regulated markets, and is their average negotiation price on the last working day in the half-year for investments in non-regulated markets.

RECEIVABLES AND PAYABLES

Receivables are recorded at their presumed realisable value, while payables are recorded at their nominal value.

PREPAYMENTS AND ACCRUED
INCOME

These reflect adjustments to match costs and revenues to the two or more accounting periods to which they relate.

LIFE INSURANCE RESERVES

Life insurance reserves include the mathematical reserve, which is determined for each policy on the basis of the specific commitment and the actuarial assumptions underlying the premiums. The reserves reflect all revaluations under the policy terms, in addition to allocations that take into account demographic risk, and are maintained at or above total surrender value.

These reserves also include deferred premiums relating to the following year and cover future costs relating to the administration of policies.

The ceded portion of the reserves, with respect to business ceded to reinsurers, is determined on a basis similar to that used in determining the Life insurance reserves.

After ISVAP provision no. 1801 G of February 21, 2001 came into effect, the technical reserve return was estimated in accordance with the calculation method thereby established. This operation concerned the separate internal administration of Medinvest and Mediolanum Vip, accounting for over 80% of the company's portfolio. Since the estimated realisable return, reduced by one fifth, was not lower than the corresponding average rate utilised - for the current year and for the next four years taken as a reference in the calculation, and for all guarantee lines included in separate administrations - the additional reserve pursuant to Article 25 of Decree 174/95 was not set up.

These reserves represent as closely as possible the value of shares in investment funds or indexed funds, and are linked to the assets held to cover these liabilities, which are recorded according to their current value.

TECHNICAL RESERVES WHEN THE RISK IS CARRIED BY POLICYHOLDERS AND RESERVES FROM PENSION FUND MANAGEMENT

These provisions cover likely losses, the timing and extent of which cannot be determined at the closing of the half-year accounting period. They reflect a realistic estimate of expected losses to be borne by the companies included in the consolidation area.

PROVISIONS FOR RISKS AND CHARGES

This provision covers liabilities for employee termination indemnities accrued, in accordance with existing laws and national and company-specific labour contracts. This liability is subject to annual adjustment based on official indices.

EMPLOYEE TERMINATION INDEMNITY

Revenues and expenses are recorded on an accrual basis.

REVENUES AND EXPENSES

Life policy acquisition commissions are fully posted in the income statement for the year in which they were incurred.

Dividends and related tax credits are recorded in the accounting period in which they are received.

Current taxes are recorded on the basis of estimated taxable income calculated for each company in accordance with current tax laws, taking into account any available exemptions, tax relief and credits.

TAXES

Accounting principle no. 25 issued by the National Council of Professional Accountants and Bookkeepers in relation to income taxes establishes the use of prepaid and deferred taxes. Both prepaid and deferred taxes were assessed using the balance sheet liability method.

Deferred and pre-paid taxes are calculated on the temporary difference between the value of assets and liabilities posted in the balance-sheet and their fiscal value. Pre-paid taxes are posted to the extent that they are reasonably expected to be recovered in case of future taxable income not lower than the amount of temporary deductible differences.

Deferred taxes payable are allocated to the extent that taxation requirements will be satisfied in the following years.

For the foreign controlled companies and associated companies, deferred taxes were also accrued on profits made and not yet distributed and were valued using the equity method.

OFF-BALANCE SHEET ITEMS

Guarantees given are stated on the basis of the nominal value of the obligation undertaken.

CRITERIA AND RATES APPLICABLE
IN THE CONVERSION OF
FINANCIAL STATEMENTS
EXPRESSED IN CURRENCIES OF
NON-EURO COUNTRIES

Indirectly controlled companies whose accounting is expressed in non-euro currency were valued using the equity method, converting the financial statements expressed in local currency into euro, and applying the spot cash exchanges at half-year end.

Profit for the year was converted at the average exchange rate for the year, whereas the other shareholders' equity items were converted using the historical exchange rates.

VALUE ADJUSTMENTS AND
PROVISIONS EXCLUSIVELY MADE
IN ACCORDANCE WITH FISCAL
LAWS

Not made.

**C) CONSOLIDATED
BALANCE SHEET
INFORMATION**

ASSETS

**INTANGIBLE ASSETS
(ITEM B)**

Other intangible assets includes:

<i>Euro in thousands</i>	30.06.02	31.12.01	30.06.01
Start-up and expansion costs	13,430	16,644	20,410
Concessions, licences, trademarks and similar rights	5,578	5,457	5,605
Improvements on leased properties	270	396	451
Intangible assets under formation and advances	556	223	93
Other intangible assets	23	0	38
TOTAL	19,857	22,720	26,597

“Start-up and expansion costs“ is as follows:

<i>Euro in thousands</i>	30.06.02	31.12.01	30.06.01
Sales network contests	4,364	4,775	5,962
Commissions to be returned to reinsurers	8,887	11,644	14,401
Other start-up and expansion costs	179	225	47
TOTAL	13,430	16,644	20,410

The item “Sales network contests” constitutes premiums paid to the sales network which relate to the transformation of the traditional portfolio of Mediolanum Vita S.p.A. into unit-linked policies.

The item “Commissions to be returned to reinsurers” is for initial commissions received from reinsurers which must be returned to them for the portion not yet accrued as at the transformation date, in compliance with the agreements currently in force.

These costs were capitalised in compliance with accounting principle no. 24 CNDC, as a one-off charge to account for the change in the type of economic activity - from one producing financial income, to one producing operating income.

The above items are systematically amortised over a 5-year period.

The remainder are ancillary charges relating to the acquisition of a majority interest in the company Mediolanum International Life Ltd, systematically amortised over a five-year period.

“Concessions, licences, trademarks and similar rights” consist mainly of software used under licence.

Total movements in the above items are shown in detail in Attachment 1.

Item B3 “Consolidation differences” relates to the difference between the price paid by Mediolanum S.p.A. for the acquisition of an equity investment in the company Mediolanum International Life Ltd and the net value of assets and liabilities. This is systematically amortised over a ten-year period, which is considered to be representative of the future profitability of the company purchased. The amortisation of the positive consolidation difference for the half-year amounted to 8 thousand euro.

INVESTMENTS (ITEM C)

Item C I *Land and buildings* includes:

<i>Euro in thousands</i>	30.06.02	31.12.01	30.06.01
Company buildings	19,096	19,447	19,807
Residential buildings leased to third parties	48,526	48,526	48,338
Industrial buildings leased to third parties	7,041	9,499	10,998
TOTAL	74,663	77,472	79,143

All buildings owned by Mediolanum Vita S.p.A. were subject to examination: market value totals 92,446 thousand euro. The evaluation was carried out using both the Comparative - or Market - method, and the Revenue Method. For such buildings, the market value proved to be higher than the accounting value.

In industrial buildings leased to third parties, a building located in Venice was sold for 3,108 thousand euro and amortised for 791 thousand euro, at a gain of 7 thousand euro, and is posted in the income statement.

Depreciation of industrial buildings is calculated using the fiscal depreciation rate of 3%, which is considered representative of the useful life of these assets.

Total movements in the above items are shown in detail in Attachment 2.

Item C II 1 *Shares and quotas* consists of:

a) Shares in controlled companies: this item relates to the interest held in Mediolanum Life Ltd, valued at cost as it is not yet fully operational, and for 402,606 thousand euro to companies which are not engaged in the transaction of insurance or related business and were therefore evaluated using the equity method, as illustrated in the following table:

<i>Euro in thousands</i>	30.06.02
Banca Mediolanum S.p.A.	258,393
Mediolanum State Street SGR p.A.	1,565
Mediolanum Comunicazione S.r.l.	845
Mediolanum Fiduciaria S.p.A.	530
Mediolanum Gestione Fondi SGR p.A.	14,977
Mediolanum International Funds Ltd	56,861
Mediolanum Asset Management Ltd	1,873
Mediolanum International S.A.	67,209
PI Distribuzione S.r.l.	353
TOTAL	402,606

The evaluation of Banca Mediolanum S.p.A. and Mediolanum International S.A. with the equity method is influenced by the effects of the evaluation, with the same method, of the companies controlled by them.

The evaluation of the shareholders' equity in Banca Mediolanum S.p.A. includes an 18,557 thousand euro increase in the share capital of Mediolanum

S.p.A. during the first six months of 2002, aimed at strengthening its assets to allow the acquisition of 100% of the share capital of the Munich-based German bank, Bankhaus August Lenz & Co. AG, which occurred on January 17, 2002. It was also aimed at increasing the controlling interest in the Fibanc Group through the acquisition of a further 15.04% of the share capital of Fibanc Inversiones S.A., based in Barcelona. As a result of this operation, Banca Mediolanum S.p.A. holds 84.96% of the share capital of Fibanc Inversiones S.A. The evaluation of the shareholders' equity in Banca Mediolanum S.p.A. includes the goodwill amortisation related to shareholdings in Fibanc Inversiones S.A. and Bankhaus August Lenz & Co. AG.

The evaluation of the shareholders' equity in Mediolanum International S.A. also includes the amortisation of goodwill related to the shareholding in Gamax Holding AG.

b) Fininvest Group shares and quotas totalling 99 thousand euro relate to:

<i>Euro in thousands</i> Company	Share capital	% holding	Office
Consorzio Aeromobili Fininvest	520	19%	Via Paleocapa 3 Milano

c) Shares and quotas in associated companies refer to 19,455 thousand euro for a 48.5% interest in Banca Esperia S.p.A., a 50-50 joint-venture with Mediobanca S.p.A. in the private banking sector, valued using the equity method.

<i>Euro in thousands</i> Company	Share capital	% holding	Office
Banca Esperia S.p.A.	13,000	48.5%	Via Del Lauro 7 Milano

d) Shares and quotas in other companies in which investments are held totalling 172,495 thousand euro relate to:

<i>Euro in thousands</i> Company	Share capital	% holding	Office
Cedacri Ovest S.P.A.	7,461	12.30%	Via Liguria 33 Castellazzo B.Da
Europa Invest S.A.	125	14%	Rue Aldringen Lussemburgo
Consortium S.r.l.	561,600	3.40%	Via Filodrammatici 10 Milano
Mediobanca S.p.A.	389,265	1.813%	Via Filodrammatici 10 Milano
SIA S.p.A.	18,124	4.999%	Viale Certosa 218 Milano
Rita S.r.l.	5,720	0.239%	Piazza San Babila 1 Milano

And consist of:

<i>Euro in thousands</i>	30.06.02	31.12.01	30.06.01
Cedacri Ovest S.p.A.	1,357	1,007	1,007
Europa Invest S.A.	14	14	14
Mediobanca S.p.A.	129,907	115,045	115,045
Consortium S.r.l.	28,797	28,795	0
Tredicimarzo S.r.l.	0	14,002	14,002
SIA S.p.A.	12,407	12,407	12,407
Rita Sr.l.	13	13	13
TOTAL	172,495	171,283	142,488

On February 5, 2002, 1,281,350 Mediobanca shares were acquired for a total cost of 14,862 thousand euro, with the intention of maintaining the Group's weight within the voting block of Mediobanca S.p.A..

On May 10, 2002 a further 2.3% of Cedacri Ovest S.p.A. was acquired, and on June 27, 2002, transfer of the interest held in Tredicimarzo S.r.l. was finalised at a gain of 1 thousand euro.

Item C II 3 *Financial loans* consists of 101,560 thousand euro relating to repurchase agreements between Mediolanum Vita S.p.A. and the affiliated company Banca Mediolanum S.p.A., and of 2,066 thousand euro relating to two credit lines with a due date of December 31, 2002 and at the official discount rate given by Mediolanum S.p.A. to PI Distribuzione S.r.l. for 775 thousand euro, and to Mediolanum Comunicazione S.r.l. for 1,291 thousand euro, which are controlled companies valued using the equity method.

Item C III *Other financial investments* includes:

Item C III 2 *Mutual fund shares* includes shares of foreign mutual funds managed by Mediolanum International Funds Ltd totalling 187,113 thousand euro.

Long term financial investments amount to 707,555 thousand euro, posted among *Bonds and other fixed income securities* (item C III 3) and concern fixed income securities issued by the Government and public bodies.

The financial investments that are not to remain a part of company assets amount to 570,234 thousand euro and consist of:

<i>Euro in thousands</i>	30.06.02	31.12.01	30.06.01
Shares and quotas	3,393	4,206	3,736
Mutual fund shares	187,200	194,524	257,167
Bonds and other fixed income securities	316,986	216,828	229,683
Deposits with credit institutions and other financial investments	62,655	429,801	178,507
TOTAL	570,234	845,359	669,093

Financial loans (item C III 4) are:

<i>Euro in thousands</i>	30.06.02	31.12.01	30.06.01
Secured loans on Life insurance policies	15,952	16,138	19,202
Loans to consultants	397	397	397
Other loans	272	283	320
TOTAL	16,621	16,818	19,919

Item C III 5 *Other financial investments* relates to deposits with credit institutions subject to time constraints greater than 15 days.

Changes relate to liquidity investment policies.

The following table details financial investments broken down by relevant use:

<i>Euro in thousands</i>	Long-term investments		Short-term investments		Total	
	Book value	Current value	Book value	Current value	Book value	Current value
1. Shares and quotas:			3,393	3,410	3,393	3,410
a) shares traded						
on regulated markets			3,393	3,410	3,393	3,410
b) unlisted shares						
c) quotas						
2. Mutual fund shares			187,200	187,750	187,200	187,750
3. Bonds and other fixed income securities	707,554	671,902	316,986	317,010	1,024,540	988,912
a1) Government securities traded on regulated markets	610,276	578,416	253,770	253,781	864,046	832,197
a2) other securities traded on regulated markets	79,056	75,354	63,216	63,229	142,272	138,583
b1) unlisted Government securities	767	767			767	767
b2) other unlisted securities	17,455	17,365			17,455	17,365
c) convertible bonds						
4. Financial loans			16,621	16,621	16,621	16,621
5. Other financial investments			62,655	62,655	62,655	62,655
TOTAL	707,554	671,902	586,855	587,446	1,294,409	1,259,348

The evaluation of financial investments at current value, which will not remain Group's assets, shows a potential gain of 591 thousand euro; adjustments to the value of financial investments posted in the income statement totalled 10,438 thousand euro.

The evaluation of financial investments at current value shows a potential loss of 37,048 thousand euro, and a potential gain of 1,396 thousand euro.

RECEIVABLES
(ITEM E)

Item E I *Due from direct insurance operations* is analysed as follows:

<i>Euro in thousands</i>	30.06.02	31.12.01	30.06.01
Due from policyholders in the year	56,346	27,181	19,269
Due from policyholders from previous years premiums	2,317	288	389
Due from intermediaries	2,544	9,980	2,638
Due from intermediaries for portfolio compensations	20	23	25
TOTAL	61,227	37,472	22,321

“Due from policyholders in the year” mainly relates to June, and was collected in July.

Item E III *Other receivables* is analysed as follows:

<i>Euro in thousands</i>	30.06.02	31.12.01	30.06.01
Due from real estate leases	1,275	834	1,353
Due from Mediolanum Group companies	3,880	2,666	2,498
Due from Fininvest Group and Doris Group companies	1,478	2,231	2,619
Due from tax authorities	32,300	44,324	40,321
Due from employees	139	32	0
Guarantee deposits	82	82	80
Advances to suppliers and professionals	426	173	199
Other receivables	1,224	549	2,320
TOTAL	40,804	50,891	49,390

“Due from Mediolanum Group” consists of the receivables related to recharge of costs for Mediolanum S.p.A. employees seconded to controlled companies, as well as receivables concerning the funds of employees transferred from other Group companies.

“Due from Fininvest Group and Doris Group companies” consists mainly of an amount due from Mediolanum Assicurazioni S.p.A., which is jointly owned (50-50) by the Fininvest Group and the Doris Group, relating to the recharge of costs for seconded employees and to the sale of insurance policies.

“Due from tax authorities” is analysed as follows:

<i>Euro in thousands</i>	30.06.02	31.12.01	30.06.01
Tax reimbursements	13,722	13,552	13,369
Advance payments and amounts brought forward	4,906	11,114	10,140
Tax withholdings	1,547	4,168	2,462
Tax credits on dividends and mutual funds	11,618	15,160	14,041
Other	507	330	309
TOTAL	32,300	44,324	40,321

Item F I *Tangible assets* is analysed as follows:

<i>Euro in thousands</i>	30.06.02	31.12.01	30.06.01
Furniture and fittings	1,115	1,290	1,421
Systems	31	42	54
Equipment	666	632	644
Electric and electronic equipment	1,676	1,948	2,071
Other assets	2	20	32
TOTAL	3,490	3,932	4,222

**OTHER ASSETS
(ITEM F)**

Depreciation is calculated using the following fiscal depreciation rates, which are considered to be representative of the useful life of each asset category:

Category	Rate
Furniture and fittings	12%-15%
Systems	30%-25%
Equipment	15%
Electric and electronic equipment	20%
Other assets	15%

Liquid assets (item F II) represents the balance in ordinary current accounts with Banca Mediolanum S.p.A. (185,738 thousand euro) and with other credit institutions for the remaining amount, and employed mainly in hot money operations of a duration less than 15 days.

Item F III *Own shares* includes 155,000 shares at a nominal value of 16 thousand euro of Mediolanum S.p.A.

This item is analysed as follows:

<i>Euro in thousands</i>	30.06.02	31.12.01	30.06.01
Accrued interest on securities	10,550	15,953	21,321
Other accrued income	607	796	1,204
Prepayments for insurance	67	67	116
Prepayments for rent	36	7	12
Other prepayments	440	661	240
TOTAL	11,700	17,484	22,893

**PREPAYMENTS AND
ACCRUED INCOME
(ITEM G)**

SHAREHOLDERS' EQUITY AND LIABILITIES

CAPITAL AND RESERVES (ITEMS A - B)

Changes in consolidated capital and reserves are in Attachment 3.

RECONCILIATION BETWEEN THE FINANCIAL STATEMENTS OF THE PARENT COMPANY AND THE CONSOLIDATED FINANCIAL STATEMENTS

<i>Euro in thousands</i>	Capital and reserves	Profit for the period	Total shareholders' equity
Parent company financial statements at June 30, 2002	205,576	87,258	292,834
Subsequent changes in carrying value and shareholders' equity of companies included in consolidation	111,358	5,138	116,496
Differences in investments valued by the equity method	27,425	54,890	82,315
Conversion differences of companies included in consolidation area	77	0	77
Consolidation with the equity method of companies previously valued at cost	(1,223)	0	(1,223)
Infra-group dividends	96,939	(96,939)	0
Application of Group-wide accounting policies	195	(1,743)	(1,548)
Elimination of infra-group transactions	(832)	104	(728)
Amortisation of consolidation differences in the company's equity investments valued using the equity method	(15,947)	(9,558)	(25,505)
Amortisation of capital gains attributed to buildings as at the date of acquisition of the company valued using the equity method	(312)	(128)	(440)
Amortisation of consolidation difference of companies consolidated on a line-by-line basis	(5)	(8)	(13)
Consolidated financial statements at June 30, 2002	423,251	39,014	462,265

<i>Euro in thousands</i>	Capital and reserves	Profit for the period	Total shareholders' equity
Parent company financial statements for the year 2001	180,354	97,712	278,066
Subsequent changes in carrying value and shareholders' equity of companies included in consolidation	101,274	17,086	118,360
Differences in investments valued using the equity method	21,858	95,506	117,364
Conversion difference of companies included in consolidation area	77	0	77
Consolidation with the equity method of companies previously valued at cost	(1,223)	0	(1,223)
Infra-group dividends	96,561	(96,561)	0
Application of group-wide accounting policies	(1,476)	1,671	195
Elimination of infra-group transactions	(817)	(15)	(832)
Amortisation of consolidation differences in the company's equity investments valued using the equity method	(4,021)	(11,926)	(15,947)
Amortisation of capital gains attributed to buildings as at the date of acquisition of the company valued using the equity method	(99)	(213)	(312)
Amortisation of consolidation difference of companies consolidated on a line-by-line basis	0	(5)	(5)
Consolidated financial statements for the year 2001	392,488	103,255	495,743

<i>Euro in thousands</i>	Capital and reserves	Profit for the period	Total shareholders' equity
Parent company financial statements at June 30, 2001	180,355	90,749	271,104
Subsequent changes in carrying value and shareholders' equity of companies included in consolidation	101,274	14,833	116,107
Differences in investments valued using the equity method	21,856	45,876	67,732
Infra-group dividends	96,561	(96,561)	0
Application of group-wide accounting policies	(1,476)	688	(788)
Elimination of infra-group transactions	(816)	(7)	(823)
Amortisation of consolidation differences in the company's equity investments valued using the equity method	(4,021)	(5,208)	(9,229)
Amortisation of capital gains attributed to buildings as at the date of acquisition of the company valued using the equity method	(99)	(106)	(205)
Consolidated financial statements at June 30, 2001	393,634	50,264	443,898

The amortisation of positive consolidation differences in the company's equity investments valued using the equity method refers to 6,343 thousand euro for interest held in the Fibanc Group, purchased by Banca Mediolanum S.p.A; to 238 thousand euro for interest held in Bankhaus August Lenz & Co. AG purchased by Banca Mediolanum S.p.A. on January 17, 2002 and to 2,977

thousand euro for interest held in the Gamax Group, which was acquired by Mediolanum International S.A.

Such amortisation differences are amortised over a ten-year period, which is considered to be representative of the future profitability of the companies purchased and take into account the life span of the investment as well as the sectors in which the companies operate.

**TECHNICAL RESERVES
(ITEMS C - D)**

Item CII 3 “Other” under “Life technical reserves” as at June 30, 2002 is analysed as follows:

<i>Euro in thousands</i>	30.06.02
Reserve for future expenses - I	2,211
Reserve for future expenses - III	50,091
Reserve for future expenses - V	354
TOTAL	52,656

Technical reserves were calculated using methods in line with those adopted when drawing up the financial statements at December 31, 2001. As is the usual practice, in applying these methods information inferred from an analysis of the insurance portfolio was taken into account, and in particular the estimated propensity of policyholders towards an annuity and towards the impact of management costs on index-linked products.

Item D *Technical reserves when the risk is carried by policyholders and reserves from pension fund management* is analysed as follows:

<i>Euro in thousands</i>	30.06.02	31.12.01	30.06.01
Technical reserves on unit-linked products	2,677,890	2,736,958	2,484,974
Technical reserves on index-linked products	2,273,062	1,872,405	1,722,412
Technical reserves resulting from pension fund management	1,921	2,003	1,530
TOTAL	4,952,873	4,611,366	4,208,916

**PROVISION FOR RISKS
AND CHARGES
(ITEM E)**

Item E *Provision for risks and charges* is analysed as follows:

<i>Euro in thousands</i>	30.06.02	31.12.01	30.06.01
Provision for taxes	16,190	29,126	23,434
Other provisions	2,439	2,206	2,560
TOTAL	18,629	31,332	25,994

“Provision for taxes” is analysed as follows:

<i>Euro in thousands</i>	30.06.02	31.12.01	30.06.01
Provision for Irpeg-Irap (corporate income tax-tax on productive activities)	11,827	24,115	20,921
Provision for taxes for assessments	220	220	220
Provision for deferred taxes	4,143	4,791	2,293
TOTAL	16,190	29,126	23,434

Deferred taxes are net of tax advances and amounted to 607 thousand euro.

“Other provisions” is analysed as follows:

<i>Euro in thousands</i>	30.06.02	31.12.01	30.06.01
Provision for future risks	405	405	405
Provision against illegal acts by agents	125	125	125
Staff loyalty provision	103	199	125
Employee holiday pay accrual	1,792	1,463	1,891
Sundry provisions	14	14	14
TOTAL	2,439	2,206	2,560

Changes in “other provisions” during the period are as follows:

<i>Euro in thousands</i>	31.12.01	Accrued	Utilisations	Recl.	30.06.02
Provision for future risks	405				405
Provision against illegal acts by agents	125				125
Staff loyalty provision	199	81	(177)		103
Employee holiday pay accrual	1,463	554	(225)		1,792
Sundry provisions	14				14
TOTAL	2,206	635	(402)		2,439

Item G IV *Amounts owed to credit institutions* is due to the utilisation of loans given to Mediolanum S.p.A. by leading banks.

PAYABLES AND OTHER
LIABILITIES
(ITEM G)

Changes in item G VI *Employee termination indemnity* is analysed as follows:

<i>Euro in thousands</i>	
Opening balance at 31.12.01	4,362
Provision for the period	507
Contractual adjustments	
Transfers from Mediolanum Group and Fininvest Group companies	
Utilisation	(78)
Advances to employees	(30)
Transfers to Mediolanum Group and Fininvest Group companies	(407)
Closing balance at 30.06.02	4,354

Item G VII *Other payables* is analysed as follows:

<i>Euro in thousands</i>	30.06.02	31.12.01	30.06.01
Taxes charged to policyholders	2,137	2,091	1,173
Taxes	4,071	4,549	3,592
Payable to social security institutions	890	998	952
Trade accounts	7,061	7,966	6,792
Payable to Mediolanum Group companies	18,227	62,720	31,929
Payable to Fininvest Group and Doris Group companies	387	807	1,022
Other accounts payable	1,511	2,198	5,860
Other liabilities	6,259	5,420	6,196
TOTAL	40,543	86,749	57,516

“Taxes” mainly refers to taxes withheld to be paid.

“Due to social security institutions” refers to social security contributions made with reference to June wages which are regularly paid the following July.

“Trade accounts” is analysed as follows:

<i>Euro in thousands</i>	30.06.02	31.12.01	30.06.01
Services received	2,970	4,346	3,448
Invoices to be received	3,072	3,147	3,092
Emoluments to Directors and Statutory Auditors	274	376	211
Professional services	745	97	41
TOTAL	7,061	7,966	6,792

“Due to Mediolanum Group companies” refers almost entirely to commissions paid by Mediolanum S.p.A. to Banca Mediolanum S.p.A. for the marketing of insurance products.

“Due to Fininvest Group and Doris Group companies” mainly consists of recharge costs due to Mediolanum Assicurazioni S.p.A. for seconded employees.

“Other liabilities” relate to:

<i>Euro in thousands</i>	30.06.02	31.12.01	30.06.01
Commissions for unearned premiums	4,381	3,898	4,563
Outstanding unearned premiums	832	832	952
Provision for 14th month salary and production premiums	540	555	546
Other	506	135	135
TOTAL	6,259	5,420	6,196

This item is analysed as follows:

<i>Euro in thousands</i>	30.06.02	31.12.01	30.06.01
Other accrued expenses	423	202	1,869
Deferred income on lease instalments	117	87	602
TOTAL	540	289	2,471

ACCRUALS AND DEFERRED
INCOME
(ITEM H)

Guarantees given

Guarantees given include:

Guarantees given to Fininvest Group companies refers to counter-guarantees issued to Fininvest S.p.A. totalling 64 thousand euro.

Guarantees given to other companies relates mainly to guarantees of 516 thousand euro for contracts between the financial consultants and Origin Italia S.r.l. for the rental of computer equipment and the telematic link with Banca Mediolanum, for 1,808 thousand euro paid to Atena Servizi S.p.A. on behalf of the controlled company Mediolanum Comunicazione S.r.l. as a guarantee for contractual obligations, for 531 thousand euro to Gorgonzola District Office for Direct Taxation for arrears relating to ongoing proceedings before the relevant fiscal commission for a dispute arising in 1997.

GUARANTEES,
OBLIGATIONS AND OTHER
OFF-BALANCE SHEET ITEMS

Guarantees received

Guarantees received are policies received by third parties as guarantees of the correct fulfilment of contractual obligations taken on for real estate investments of Mediolanum Vita S.p.A.

Other off-balance sheet items

These are mainly *Securities in the hands of third parties* and refer to the nominal value of other financial investments, including securities deposited at Banca Mediolanum S.p.A. at a par value of 2,427,793 thousand euro.

**D) CONSOLIDATED
INCOME
STATEMENT
INFORMATION**

**INFORMATION ON
TECHNICAL ACCOUNTS**

Gross premiums written is analysed as follows:

<i>Euro in thousands</i>	Direct operations	Reinsurance operations	Total
I - Life insurance	50,331	12	50,343
II - Marriage and birth insurance			
III - Unit-linked insurance as per I and II	1,070,616		1,070,616
IV - Health insurance			
V - Capitalisation operations	3,207		3,207
VI - Fund management	261		261
GROSS PREMIUMS	1,124,415	12	1,124,427

Premiums were collected mainly in Italy, as well as in Spain and Ireland, and are analysed as follows:

<i>Euro in thousands</i>	30.06.02	30.06.01	31.12.01
First year premiums	121,930	132,290	302,014
Subsequent year premiums	259,772	208,570	471,256
Single premiums	742,713	361,128	834,293
Indirect premiums	12	14	24
(less) reinsurance ceded	(4,990)	(5,980)	(13,511)
NET PREMIUMS	1,119,437	696,022	1,594,076

Allocated investment return transferred to technical Life account is determined pursuant to the ISVAP Provision dated March 8, 1999, no. 1140 G. Commissions paid by Mediolanum Vita S.p.A. to Mediolanum S.p.A. and Partner Time S.p.A. for their activities as insurance agents totalling 93,534 thousand euro were not included in the consolidation, and the relevant commissions paid were fully adjusted.

Acquisition commissions include those commissions paid to Banca Mediolanum S.p.A. and totalled 60,675 thousand euro.

**INFORMATION ON THE
NON-TECHNICAL ACCOUNT**

Investment income (item 3 a) is analysed as follows:

<i>Euro in thousands</i>	30.06.02	30.06.01	31.12.01
Results for the year on investments valued using the equity method	44,649	40,555	85,295
Other investment income	1,396	223	3,164
Income from land and buildings	1,526	1,370	3,243
Mutual fund shares	2,744	11,078	14,380
Bonds and other fixed income securities	25,567	42,368	78,687
Financial investments	343	533	1,713
Deposits at credit institutions	5,489	8,246	15,096
Other financial investments	6,167	0	2,100
TOTAL	87,881	104,373	203,678

Proceeds from “deposits at credit institutions” includes interest from deposits at Banca Mediolanum S.p.A. totalling 2,350 thousand euro.

Adjustments to the value of financial investments (item 3 b) is analysed as follows:

<i>Euro in thousands</i>	30.06.02	30.06.01	31.12.01
Shares	64	0	0
Mutual fund shares	71	38	0
Bonds and other fixed income securities	3,498	1,240	822
TOTAL	3,633	1,278	822

Gains on the realisation of investments (item 3 c) is set out below:

<i>Euro in thousands</i>	30.06.02	30.06.01	31.12.01
Shares and quotas	328	784	910
Bonds and other fixed income securities	475	801	6,046
Other financial investments	59	1	1
TOTAL	862	1,586	6,957

Investment management expense and interest on bank loans (item 4 a) is as follows:

<i>Euro in thousands</i>	30.06.02	30.06.01	31.12.01
Management expenses from real estate investments	474	624	985
Other investment management expenses	145	158	441
Interest on deposit accounts with reinsurance companies	4,272	5,211	9,437
Interest on financial payables	3,289	3,788	8,331
Interest payable on other amounts payable	46	228	281
TOTAL	8,226	10,009	19,475

Adjustments to the value of investments (voce 4 b) is analysed as follows:

<i>Euro in thousands</i>	30.06.02	30.06.01	31.12.01
Building depreciation	501	578	1,096
Shares and quotas	822	367	1,112
Mutual funds	6,230	4,687	6,148
Bonds and other fixed-income securities	4,309	2,282	7,886
Futures	123	0	0
TOTAL	11,985	7,914	16,242

Losses on the realisation of investments (item 4 c) is shown below:

<i>Euro in thousands</i>	30.06.02	30.06.01	31.12.01
Shares and quotas	12	0	23
Mutual funds	1,956	383	1,670
Bonds and other fixed-income securities	522	5	703
Other financial investments	156	23	5
TOTAL	2,646	411	2,401

Other revenues (item 6) is analysed as follows:

<i>Euro in thousands</i>	30.06.02	30.06.01	31.12.01
Commission income for the sale of non-Life policies	2,037	2,098	4,511
Recharge of cost of employees seconded to Mediolanum Group companies valued by the equity method	1,558	1,419	2,942
Recharge of cost of employees seconded to Fininvest Group and Doris Group companies	242	281	537
Recuperation of costs	207	256	1,074
Interest from the tax authorities	173	185	369
Utilisation of provision for specific risks	0	0	159
Other revenues	733	0	1,816
TOTAL	4,950	4,239	11,408

“Commission income for the sale of non-Life policies”, determined at market conditions, relates to the sale of insurance policies by Mediolanum Assicurazioni S.p.A.. These commissions in the same amount are also entered under item 7 “Other charges” since they are retroceded by Mediolanum S.p.A. to Banca Mediolanum S.p.A., a company valued using the equity method.

“Recharge of cost of employees seconded to the Fininvest Group and Doris Group companies” relates to Mediolanum Assicurazioni S.p.A..

Other charges (item 7) consist of:

<i>Euro in thousands</i>	30.06.02	30.06.01	31.12.01
Commission income for the sale of non-Life policies	2,035	2,098	4,511
Cost of Mediolanum S.p.A. employees	10,829	10,676	19,165
Other administrative expenses of Mediolanum S.p.A.	8,576	8,899	18,317
Amortisation of intangible assets	5,721	5,382	10,989
Accruals to the bad debt fund	0	0	37
Accruals to the provision for specific risks	0	38	0
Other costs	1,969	0	948
TOTAL	29,130	27,093	53,967

Extraordinary income (item 9) is analysed as follows:

<i>Euro in thousands</i>	30.06.02	30.06.01	31.12.01
Gain on the sale of long-term investments	8	98	15,440
Gain on the sale of assets	16	59	72
Gain on the sale of bonds and other fixed income securities	1,671	3,042	6,913
Out of period revenues	869	110	408
TOTAL	2,564	3,309	22,833

Extraordinary charges (item 10) is analysed as follows:

<i>Euro in thousands</i>	30.06.02	30.06.01	31.12.01
Loss on the sale of assets	20	2	1
Loss on the sale of bonds and other fixed-income securities	1,471	0	3,119
Other extraordinary charges	0	0	424
Out of period expenses	71	401	500
TOTAL	1,562	403	4,044

Employee information

The average number of employees of companies consolidated on a line-by-line basis was as follows:

	30.06.02	30.06.01	31.12.01
Management	41	51	49
Non-management employees	250	247	251
TOTAL	291	298	300

At June 30, 2001, there was an average of 977 employees of the Mediolanum Group comprising 62 management and 915 non-management employees.

Directors' and statutory auditors' emoluments

The "emoluments" paid for execution of their duties to directors and statutory auditors of Mediolanum S.p.A. and other companies that are included in consolidation, are as follows:

<i>Euro in thousands</i>	For services rendered to the parent company	For services rendered to other companies
Directors	559	411
Statutory auditors	44	45
TOTAL	603	456

In relation to the amount and type of assets available to cover technical reserves of Italian insurance companies included in consolidation, it should be noted that, each month, Mediolanum Vita S.p.A. covers the technical reserves calculated. Therefore, at June 30, 2002, no supplement need be made to the information already registered on the book of assets covering technical reserves.

Information on the size and activity of controlled companies

Commissions for the management of mutual funds of Mediolanum Gestioni Fondi SGR.p.A. and Mediolanum International Funds Ltd, which are companies valued by the equity method, totalled:

E) OTHER INFORMATION

<i>Euro in thousands</i>	30.06.02	30.06.01	31.12.01
Entry fees	17,385	27,841	45,796
Management fees	76,780	68,555	137,392
Performance fees	13,193	10,517	19,488
TOTAL	107,358	106,913	202,676

The two companies managed assets totalling 8,849 million euro (31.12.2001: 9,489 million euro) including investments made by Mediolanum Vita S.p.A.

Commissions resulting from the management of mutual funds from the companies belonging to the Fibanc Group amounted to 6,246 thousand euro (31.12.2001: 20,254 thousand euro), whereas subscription commissions totalled 99 thousand euro.

Commissions resulting from the management of mutual funds from the companies belonging to the Fibanc Group amounted to 6,253 thousand euro (31.12.2001: 11,178 thousand euro), while assets under administration totalled 1,845.7 million euro (31.12.2001: 1,944.2 million euro).

Commissions resulting from the subscription and management of mutual funds from the companies belonging to the Gamax Group amounted to 3,033 thousand euro and to 4,657 thousand euro, respectively, whereas assets under administration totalled 516 million euro.

Assets under administration by the pension fund Previgest Fund Mediolanum, introduced on the market by the company Mediolanum Gestione Fondi SGR p.A. in the first half-year 2002, amounted to 9,674 thousand euro (31.12.2001: 9,666 thousand euro).

Mediolanum State Street SGR p.A. carried out pension fund and closed-end mutual fund management activities and is valued according to the equity method.

Assets under administration came to 485 million euro (31.12.2001: 419 million euro). Management fees related to the closed-end mutual fund "Fondamenta" were 802 thousand euro (30.06.2001: 838 thousand euro).

Direct and indirect inflows of Banca Mediolanum S.p.A. reached the level of 5,295 million euro (31.12.2001: 4,817 million euro) with 323,409 current accounts, and generated an interest margin of 12,800 thousand euro (30.06.2001: 16,205 thousand euro), and were valued according to the equity method.

Administered securities of third parties at market price amounted to 1,944.7 million euro (31.12.2001: 2,054 million euro).

The service margin was 33,199 thousand euro (30.06.2001: 21,237 thousand euro).

<i>Euro in thousands</i>	Fininvest Group and associated companies	Doris Group
Financial receivables	0	0
Commercial receivables	744	734
Financial payables	0	0
Commercial payables	336	51

ACCOUNTS RECEIVABLE FROM AND PAYABLE TO FININVEST GROUP AND DORIS GROUP COMPANIES

“Commercial receivables” refer mainly to the recharge of personnel costs and insurance commissions of 1,468 thousand euro of Mediolanum Assicurazioni S.p.A.

“Commercial payables” mainly covers contractually defined provisions for computer services, telecommunications and the use of services by the Fininvest Group companies and their associated companies, as well as payables recharged by Mediolanum Assicurazioni S.p.A.

<i>Euro in thousands</i>	Fininvest Group and associated companies	Doris Group
Commercial revenues	1,392	1,215
Commercial costs	1,074	28
Investment income	0	0
Investment charges	0	0
Extraordinary income	0	0
Extraordinary charges	0	0

REVENUES/COSTS WITH FININVEST GROUP AND DORIS GROUP COMPANIES

“Commercial revenues” relates mainly to real estate lease instalments totalling 119 thousand euro, recharged personnel costs of 242 thousand euro and commissions on the sale of non-Life insurance policies of 2,037 thousand euro by Mediolanum Assicurazioni S.p.A., and to real estate lease instalments of 166 thousand euro from R.T.I. S.p.A (Fininvest Group).

“Commercial costs” relates mainly to advertising and property management services provided by Fininvest Group companies (71 thousand euro for Mondadori Pubblicità S.p.A., 20 thousand euro for Arnoldo Mondadori Editore S.p.A., 20 thousand euro for Fininvest S.p.A., 12 thousand euro for Servizi Milan S.p.A., 88 thousand euro for Alba Servizi Aerotrasporti S.p.A.), and to an insurance policy taken out by Mediolanum Assicurazioni S.p.A.

F) CONSOLIDATION AREA

The consolidation area of the Mediolanum Group includes all companies that are engaged in the transaction of insurance or related business, and these are included in the list below of the companies which are consolidated on a line-by-line basis, of which the parent company Mediolanum S.p.A. directly holds the majority of voting rights that can be used at the ordinary shareholders' meeting.

List of the companies which are consolidated on a line-by-line basis:

<i>Euro in thousands</i> Company	Share capital	% holding	Office	Activity
Mediolanum Vita S.p.A.	87,720	100	Basiglio	Life insurance
Partner time	520	100	Basiglio	Distribution of Life insurance products
Mediolanum International Life Ltd	1,395	100	Dublin	Life insurance

List of the companies directly controlled by Mediolanum S.p.A. and valued using the equity method:

<i>Euro in thousands</i> Company	Share capital	% holding	Office	Activity
Banca Mediolanum S.p.A.	259,557	100	Basiglio	Banking
Mediolanum State Street SGR p.A.	2,600	50	Basiglio	Stockbrokerage company
Mediolanum Comunicazione S.r.l.	775	100	Basiglio	Audio, Film, TV production
Mediolanum Fiduciaria	510	100	Basiglio	Trust company without discretionary power
Mediolanum Gestione Fondi SGR p.A.	5,165	100	Basiglio	Management of mutual funds
PI Distribuzione S.r.l.	517	100	Basiglio	Real Estate Broker
Mediolanum Asset Management Ltd	150	100	Dublin	Asset Management and consultancy
Mediolanum International Funds Ltd	150	100	Dublin	Management of mutual funds
Mediolanum International S.A.	71,500	100	Luxembourg	Sub-holding company

List of the companies indirectly controlled by Mediolanum S.p.A. and valued using the equity method:

Companies controlled by Banca Mediolanum S.p.A.

<i>Euro in thousands</i> Company	Share capital	% holding	Office	Activity
Fibanc Inversiones S.A.	6,852	84.96	Barcelona	Investment company
Banco de Finanzas e Inversiones S.A.	12,130	85.97	Barcelona	Banking
Ges Fibanc SGIIC S.A.	2,506	85.87	Barcelona	Management of mutual funds
Fibanc S.A.	301	85.87	Barcelona	Financial advisory company
Fibanc Pensiones S.G.F.P. S.A.	902	85.87	Barcelona	Management of pension funds
Fibanc FAIF S.A.	60	85.87	Barcelona	Financial consulting company
Fibanc Argentina S.A.	ARS 50,000	85.87	Buenos Aires	Business representatives
Valora S.A.	421	85.87	Andorra	Asset management
Tanami S.A.	181	100.00	Barcelona	Real Estate broker
Bankhaus August Lenz & Co. AG	4,000	100.00	Munich	Banking

Companies controlled by Mediolanum International S.A.

<i>Euro in thousands</i> Company	Share capital	% holding	Office	Activity
Gamax Holding AG	5,618	100	Luxembourg	Sub-holding company
Gamax Management AG	125	100	Luxembourg	Management of mutual funds
Gamax Fund of Funds Management AG	125	100	Luxembourg	Management of mutual funds
Gamax Broker Pool AG	100	100	Leverkusen	Fund sales network
Gamax Austria GmbH	40	100	Salzburg	Fund sales network
Gamax Schweiz GmbH	CHF 20,000	100	Zürich	Fund sales network
Mediolanum Private S.A.M.	500	75	Princ. Monaco	Asset Management

The list of companies indirectly controlled by the parent company and valued using the equity method changed as compared with December 31, 2000 as a consequence of the acquisition of Bankhaus August Lenz & Co. AG, of the inclusion of Mediolanum Private S.A.M., a company previously valued at cost, and of the merger of AVB into Banco di Finanzas e Inversiones S.A.

List of controlled companies that are valued at cost as they are not yet fully operational:

<i>Euro in thousands</i> Company	Share capital	% holding	Office	Activity
Mediolanum Life Ltd	5	100	Dublin	Life insurance

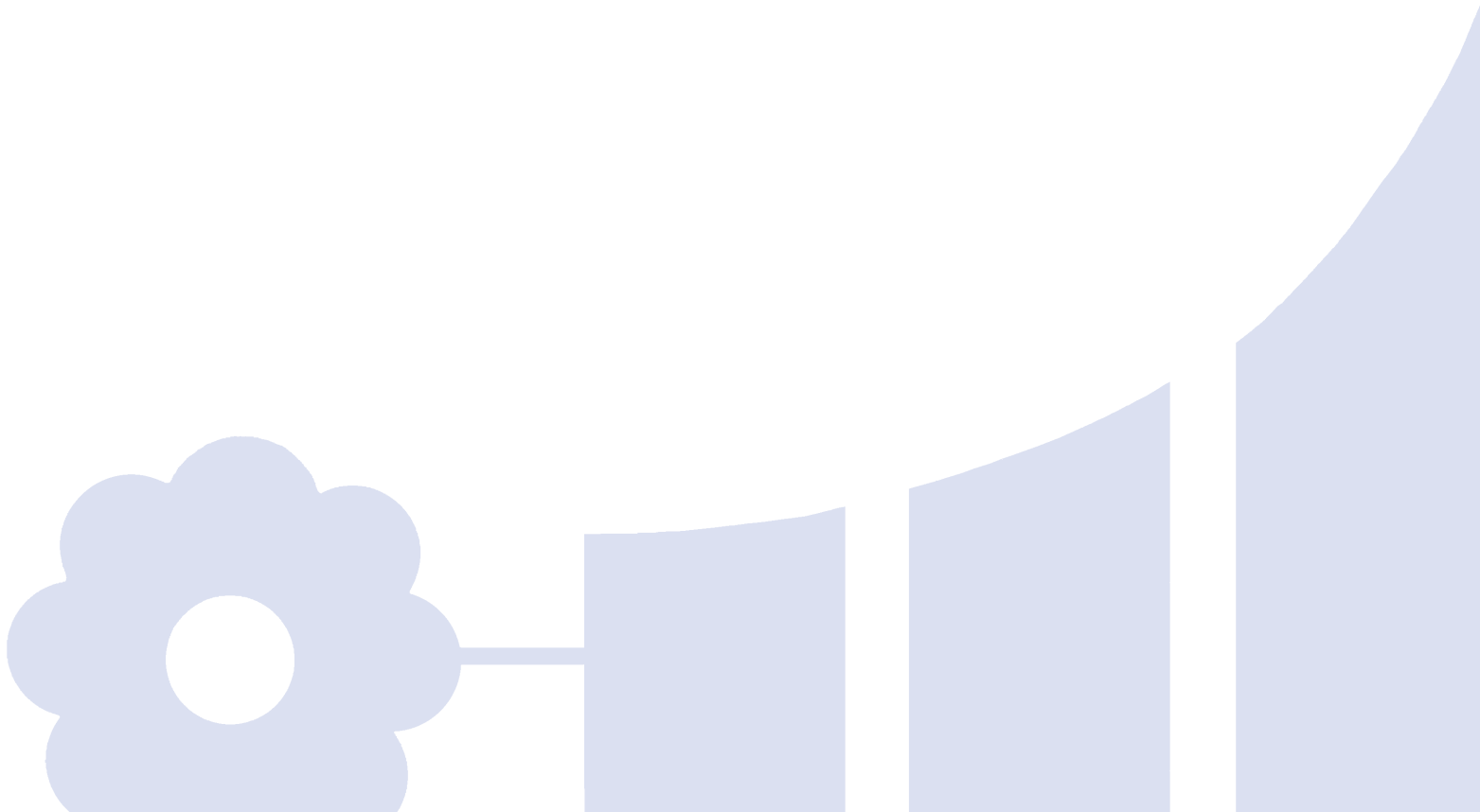
List of companies connected with Mediolanum S.p.A. that are valued using the equity method:

<i>Euro in thousands</i> Company	Share capital	% holding	Office	Activity
Banca Esperia S.p.A.	13,000	48.5	Milan	Banking

For the Board of Directors
Prof. Roberto Ruozi
 Chairman

GRUPPO MEDIOLANUM

*CONSOLIDATED
ATTACHMENTS*



ATTACHMENT 1

ANALYSIS OF CHANGES IN INTANGIBLE ASSETS AS AT JUNE 30, 2002

Euro in thousands

Intangible assets	Opening situation			
	Historic cost	Accum. amortization	Opening balance	Additions
Start-up and expansion costs	44,815	(28,171)	16,644	984
Concessions, licences, trademarks and similar rights	14,447	(8,990)	5,457	325
Improvements on leased properties	2,620	(2,224)	396	8
Assets under formation and advances	223	0	223	1,556
Consolidation difference	164	(5)	159	
TOTAL	62,269	(39,390)	22,879	2,873

ATTACHMENT 2

ANALYSIS OF CHANGES IN TANGIBLE FIXED ASSETS AS AT JUNE 30, 2002

Euro in thousands

Tangible fixed assets	Opening situation			
	Historic cost	Accum. amortization	Opening balance	Additions
Land and buildings	85,059	(7,587)	77,472	9
Plant and machinery	190	(149)	41	2
Industrial and trade equipment	1,542	(910)	632	118
Other tangible fixed assets	13,654	(10,396)	3,258	125
Assets under formation and advances	1	0	1	
TOTAL	100,446	(19,042)	81,404	254

Movements for the period			Closing situation		
Net disposals	Amortisation	Net reclassification	Historic cost	Accum. amortisation	Closing balance
(24)	(4,174)		45,775	(32,345)	13,430
	(1,427)	1,223	15,995	(10,417)	5,578
	(111)		2,628	(2,335)	293
	0	(1,223)	556	0	556
	(8)		164	(13)	151
(24)	(5,720)	0	65,118	(45,110)	20,008

Movements for the period			Closing situation		
Net disposals	Amortisation	Net reclassification	Historic cost	Accum. amortisation	Closing balance
(2,317)	(501)	0	81,960	(7,297)	74,663
0	(12)	0	192	(161)	31
(16)	(68)	0	1,631	(965)	666
(15)	(576)	0	13,718	(10,926)	2,792
0		0	1	0	1
(2,348)	(1,157)	0	97,502	(19,349)	78,153

ATTACHMENT 3

ANALYSIS OF CHANGES IN CONSOLIDATED CAPITAL AND RESERVES AS AT JUNE 30, 2002

<i>Euro in thousands</i>	Share capital	Net equity reserves	Consolidation reserve
Consolidated balance at December 31, 2001	72,502	100,254	103,775
Allocation of profit for the period:			
- payment of dividends out of profits			
- reserve		25,222	14,614
Creation of reserve for own shares		6,577	
Profit (loss) for the period			
Consolidated balance at June 30, 2002	72,502	132,053	118,389

Reserve diff. val. of non-consolidated companies	Reserve for exchange rate difference	Reserve for own shares and shares of parent company	Consolidated profit	Total shareholder's equity
108,282	77	7,598	103,255	495,743
			(72,492)	(72,492)
(9,073)			(30,763)	0
		(6,577)		0
			39,014	39,014
99,209	77	1,021	39,014	462,265

ATTACHMENT 4

Euro in thousands

30.06.2002

CONSOLIDATED CASH FLOW STATEMENT AS OF JUNE 30, 2002

Opening cash	278,913
Group profit (loss) for the period	39,014
Net amortisation, depreciation and provisions for risks and charges	7,618
Net gains on the disposal of fixed assets	(8)
Change in technical reserves net of reinsurance	99,786
Change in tax provision and other specific provisions	(12,936)
Net change in employee termination indemnity	(515)
Net change in payables and receivables with insurers and reinsurers	(33,454)
Net change in other receivables and payables and other assets and liabilities	(37,099)
Net change in accruals and prepayments and deferrals	6,035
Cash flow from operating activities	68,441
Net investments in intangible assets	(2,850)
Net investments in tangible fixed assets	2,102
Net increase in equity interests held	27,677
Own shares acquired	6,577
Net increase in other financial investments	97,513
Cash flow from investing activities	131,019
Utilisation of credit lines	9,388
Cash flow from financing activities	9,388
Dividends distributed	(72,492)
Cash flow for the period	136,356
Closing cash and cash equivalents	415,269

MEDIOLANUM S.P.A.

*FINANCIAL STATEMENTS
AS AT JUNE 30,
2002*



Balance sheet

ASSETS	<i>Euro</i>	30.06.2002	31.12.2001	30.06.2001
A) Due from shareholders for share capital still to be paid in		0	0	0
B) Fixed assets				
I - Intangible assets:				
Start-up and expansion costs		174	1,347	290
Patents and intellectual property rights		0	0	0
Concessions, licences, trademarks and similar rights		1,195,908	1,291,766	1,330,630
Other intangible assets		182,035	269,202	344,833
Intangible assets under formation and advances		516,943	112,314	92,962
TOTAL INTANGIBLE ASSETS		1,895,060	1,674,629	1,768,715
II - Tangible fixed assets				
Plant and machinery		0	0	0
Other assets		2,364,814	2,727,536	2,841,575
Assets under formation/Payments on account		1,275	1,275	0
TOTAL TANGIBLE FIXED ASSETS		2,366,089	2,728,811	2,841,575
III - Financial assets				
Investments in:				
Controlled companies		475,454,677	456,897,676	324,909,128
Affiliated companies		25,811,586	25,811,586	30,941,174
Other companies		172,582,147	157,367,721	142,572,957
Paid into fund for investment		0	14,000,000	0
Accounts receivable:				
Due from controlled companies		2,103,125	2,102,658	707,133
Due from other companies		533,636	540,733	570,066
TOTAL FINANCIAL ASSETS		676,485,171	656,720,374	499,700,458
TOTAL FIXED ASSETS		680,746,320	661,123,814	504,310,748
C) Current assets				
I - Inventory		0	0	0
II - Accounts receivable:				
Due from customers		156,423	162,124	165,739
Due from controlled companies		13,025,506	52,016,405	27,202,236
Due from associated companies		33,835	33,835	189,205
Due from Fininvest Group and Doris Group companies		1,445,216	2,158,433	2,271,382
Due from shareholders		0	0	22,593
Due from others		19,660,449	17,778,537	19,174,286
TOTAL ACCOUNTS RECEIVABLE		34,321,429	72,149,334	49,025,441
III - Current financial assets				
Other investments		589	589	589
Own shares (total nom. Value 15,500 euro)		1,020,837	7,597,873	4,202,049
Other securities		0	0	0
TOTAL FINANCIAL ASSETS		1,021,426	7,598,462	4,202,638
IV - Liquid assets				
Bank and postal deposits		9,078,277	4,857,160	3,474,919
Cash		11,899	10,544	12,573
TOTAL LIQUID ASSETS		9,090,176	4,867,704	3,487,492
TOTAL CURRENT ASSETS		44,433,031	84,615,500	56,715,571
D) Prepayments and accrued income				
Accrued income		69,885	6,881	108,517
Prepayments		437,893	115,992	330,045
TOTAL PREPAYMENTS AND ACCRUED INCOME		507,778	122,873	438,562
TOTAL ASSETS		725,687,129	745,862,187	561,464,881

Euro	30.06.2002	31.12.2001	30.06.2001
A) Capital and reserves			
I - Share capital	72,502,050	72,502,050	72,502,050
II - Share premium reserve	45,619,053	45,619,053	45,619,053
III - Revaluation reserve	0	0	0
IV - Legal reserve	17,362,794	17,362,794	17,362,794
V - Reserve for company's own shares	1,020,837	7,597,873	4,202,049
VI - Statutory reserve	0	0	0
VII - Other reserves:			
extraordinary reserve	69,071,971	37,272,882	40,668,706
VIII - Retained earnings (loss)	0	0	0
IX - Profit (loss) for the period	87,257,837	97,714,102	90,748,881
TOTAL CAPITAL AND RESERVES	292,834,542	278,068,754	271,103,533
B) Provisions for risks and charges			
Provision for taxes	0	0	0
Provision for deferred taxes	0	0	0
Other	1,970,925	1,701,249	2,057,766
TOTAL PROVISIONS FOR RISKS AND CHARGES	1,970,925	1,701,249	2,057,766
C) Employee termination indemnity	3,138,970	3,199,685	2,984,887
D) Accounts payable			
Bank debt	174,410,416	175,021,555	170,881,718
Due to other financiers	112,000,000	102,000,000	0
Due to trade accounts	3,496,529	3,711,896	3,678,862
Due to controlled companies	134,092,345	178,361,609	102,749,801
Due to Fininvest Group and Doris Group companies	296,641	491,848	1,258,075
Due to shareholders	4,851	4,851	21,635
Due to tax authorities	1,805,222	1,639,330	1,777,907
Due to social security institutions	790,774	900,026	854,199
Other accounts payable	239,817	202,147	1,999,559
TOTAL ACCOUNTS PAYABLE	427,136,595	462,333,262	283,221,756
E) Accruals and deferred income			
Accrued expenses	606,097	559,237	2,096,939
Deferred income	0	0	0
TOTAL ACCRUALS AND DEFERRED INCOME	606,097	559,237	2,096,939

SHAREHOLDERS' EQUITY AND LIABILITIES

TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES	725,687,129	745,862,187	561,464,881
OFF-BALANCE SHEET ITEMS	10,899,933	10,314,691	3,977,203

Income statement

Euro	30.06.2002	31.12.2001	30.06.2001
A) Value of production			
1) Revenues from sales and services	87,518,973	93,266,831	214,471,863
5) Other revenues	2,309,551	2,322,233	5,428,672
TOTAL VALUE OF PRODUCTION	89,828,524	95,589,064	219,900,535
B) Cost of production			
6) Raw, ancillary and consumable materials and goods:			
purchase of miscellaneous and consumable materials	(175,938)	(175,788)	(318,118)
7) Services received	(83,265,907)	(85,786,401)	(194,669,973)
8) Leases and rentals	(2,114,784)	(1,903,597)	(4,003,968)
9) Personnel costs:			
wages and salaries	(7,176,048)	(6,860,335)	(12,966,905)
social security contributions	(2,367,117)	(2,308,088)	(4,443,954)
employee termination indemnity	(508,314)	(522,206)	(1,052,482)
other personnel costs	(24,692)	(22,377)	(39,785)
10) Depreciation, amortisation and write-downs:			
amortisation of intangible assets	(341,757)	(383,770)	(793,352)
depreciation of tangible fixed assets	(429,459)	(444,246)	(807,164)
14) Sundry operating costs	(583,172)	(738,660)	(1,022,806)
TOTAL COST OF PRODUCTION	(96,987,188)	(99,145,468)	(220,118,507)
DIFFERENCE BETWEEN VALUE AND COST OF PRODUCTION	(7,158,664)	(3,556,404)	(217,972)
C) Investment income and charges			
15) Income from investments:			
in controlled companies	108,051,580	109,969,816	114,305,709
in associated companies	0	501,340	0
in other companies	1,223,298	276,612	0
gain on disposal of non-investment securities included in current assets	152,509	672,352	719,878
16) Other investment income:			
from receivables from controlled companies included in fixed assets	33,761	16,144	43,279
from non-investment securities included in current assets	0	0	0
other financial income	619,391	948,217	1,237,316
17) Interest and other investment charges:			
paid to banks	(7,290,831)	(5,163,786)	(12,380,178)
discounts and other investment charges	(140)	(25,309)	(28,043)
TOTAL INVESTMENT INCOME AND CHARGES	102,789,568	107,195,386	103,897,961
D) Adjustments to the value of financial investments			
19) Write-downs:			
of non-investment financial assets	(0)	(37,701)	(37,701)
of non-investment securities included in current assets	(233,709)	(2,788)	(28,815)
TOTAL ADJUSTMENTS TO THE VALUE OF FINANCIAL ASSETS	(233,709)	(40,489)	(66,516)
E) Extraordinary income and charges			
20) Income:			
gain on disposals	9,890	24,180	11,556,271
out of period revenues	66,447	70,927	82,920
other	0	0	0
21) Charges:			
loss on disposals	(19,882)	(1,402)	(1,402)
out of period expenses	(38,513)	(265,581)	(304,656)
TOTAL EXTRAORDINARY ITEMS	17,942	(171,876)	11,333,133
PROFIT BEFORE TAXES	95,415,137	103,426,617	114,946,606
22) Income taxes for the period	(8,157,300)	(12,677,736)	(17,232,504)
PROFIT (LOSS) FOR THE PERIOD	87,257,837	90,748,881	97,714,102

MEDIOLANUM S.P.A.

ATTACHMENTS



TABLE OF SHAREHOLDINGS
AS PER ART. 125
OF CONSOB REGULATION
NO. 11971/1999
REFERENCE DATE
JUNE 30, 2002

Company Name	Country	Total % Holding
Banca Esperia S.p.A.	Italy	48.50
Banca Mediolanum S.p.A.	Italy	100.00
Banco De Finanzas e Inversiones S.A.	Spain	100.00
Bankaus August Lenz & Co. AG	Germany	100.00
Cedacri Ovest S.p.A.	Italy	12.30
Europa Invest S.A.	Luxembourg	14.00
Fibanc Argentina S.A.	Argentina	94.00
Fibanc Faif S.A.	Spain	100.00
Fibanc Inversiones S.A.	Spain	84.96
Fibanc Pensiones S.A. S.G.F.P.	Spain	100.00
Fibanc S.A.	Spain	100.00
Gamax Austria GmbH	Austria	100.00
Gamax Broker Pool AG	Germany	100.00
Gamax Fund of Funds Management AG	Luxembourg	100.00
Gamax Holding AG	Luxembourg	100.00
Gamax Management AG	Luxembourg	100.00
Gamax Schweiz GmbH	Switzerland	100.00
Ges.Fibanc S.G.I.I.C. S.A.	Spain	100.00
Mediolanum Asset Management Ltd	Ireland	100.00
Mediolanum Comunicazione S.r.l.	Italy	100.00
Mediolanum Fiduciaria S.p.A.	Italy	100.00
Mediolanum Gestione Fondi SGR p.A.	Italy	100.00
Mediolanum International Funds Ltd	Ireland	100.00
Mediolanum International Life Ltd	Ireland	100.00
Mediolanum International S.A.	Luxembourg	100.00
Mediolanum Life Ltd	Ireland	100.00
Mediolanum Private S.A.M.	Principality of Monaco	75.00
Mediolanum State Street SGR p.A.	Italy	50.00
Mediolanum Vita S.p.A.	Italy	100.00
Partner Time S.p.A.	Italy	100.00
PI Distribuzione S.r.l.	Italy	100.00
Tanami S.A.	Spain	100.00
Valora S.A.	Andorra la Vella	100.00

Type of control	Holding Company	Interest %
direct control	Mediolanum S.p.A.	48.50
direct control	Mediolanum S.p.A.	100.00
indirect control	Fibanc Inversiones S.A.	93.98
	Banca Mediolanum S.p.A.	6.02
indirect control	Banca Mediolanum S.p.A.	100.00
direct control	Mediolanum S.p.A.	12.30
direct control	Mediolanum S.p.A.	14.00
indirect control	Banco De Finanzas e Inversiones S.A.	94.00
indirect control	Banco De Finanzas e Inversiones S.A.	100.00
indirect control	Banca Mediolanum S.p.A.	81.04
	Tanami S.A.	3.92
indirect control	Banco De Finanzas e Inversiones S.A.	100.00
indirect control	Banco De Finanzas e Inversiones S.A.	100.00
indirect control	Gamax Holding AG	100.00
indirect control	Gamax Holding AG	100.00
indirect control	Gamax Holding AG	100.00
indirect control	Mediolanum International S.A.	100.00
indirect control	Gamax Holding AG	100.00
indirect control	Gamax Holding AG	100.00
indirect control	Banco De Finanzas e Inversiones S.A.	100.00
direct control	Mediolanum S.p.A.	100.00
direct control	Mediolanum S.p.A.	100.00
direct control	Mediolanum S.p.A.	100.00
direct control	Mediolanum S.p.A.	100.00
direct control	Mediolanum S.p.A.	100.00
direct control	Mediolanum S.p.A.	100.00
direct control	Mediolanum S.p.A.	99.80
indirect control	Banca Mediolanum S.p.A.	0.20
direct control	Mediolanum S.p.A.	100.00
indirect control	Mediolanum International S.A.	75.00
direct control	Mediolanum S.p.A.	50.00
direct control	Mediolanum S.p.A.	100.00
direct control	Mediolanum S.p.A.	100.00
direct control	Mediolanum S.p.A.	100.00
indirect control	Banca Mediolanum S.p.A.	100.00
indirect control	Banco De Finanzas e Inversiones S.A.	100.00

**AUDITORS' REPORT ON THE REVIEW
OF THE SEMI-ANNUAL CONSOLIDATED REPORT
AS OF AND FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2002 OF
MEDIOLANUM S.P.A.**

(Translation from the original Italian version)

To the Shareholders of
Mediolanum S.p.A.

1. We have performed the review of the Accounting Schedules (consolidated balance sheet and consolidated statement of income) and related Consolidated Notes included in the semi-annual consolidated report as of and for the six-month period ended June 30, 2002 of Mediolanum S.p.A.. We have also reviewed the part of the Consolidated Notes related to the information on operations, solely for the purpose of evaluating its consistency with the above mentioned Accounting Schedules and related Consolidated Notes.
2. Our review was conducted in accordance with auditing standards governing review of interim financial statements recommended by CONSOB (the Italian Stock Exchange Regulatory Agency) in its resolution No. 10867 of July 31, 1997. The review consisted primarily in obtaining relevant information with respect to the data included in the Accounting Schedules, evaluating the consistency of the accounting principles applied through discussion with appropriate members of management and performing analytical review procedures on the financial data presented in such Accounting Schedules. The review did not include auditing procedures such as tests of compliance of internal controls and substantive procedures on asset and liability account balances. Consequently, the scope of work for the review engagement provides significantly less assurance than a full scope audit performed in accordance with generally accepted auditing standards. Accordingly, we do not express an audit opinion on the semi-annual consolidated report of Mediolanum S.p.A. as of and for the six-month period ended June 30, 2002 as we do in connection with reporting on our full scope audit of the annual consolidated financial statements of Mediolanum S.p.A..
3. With respect to the amounts presented for comparative purposes as of and for the year ended December 31, 2001 and as of and for the six-month period ended June 30, 2001, reference should be made to the audit and review reports issued by other auditors on March 29, 2002 and on September 21, 2001, respectively.
4. Based on our review, we did not become aware of any significant modifications that should be made to the Accounting Schedules and related Consolidate Notes identified in paragraph 1 of this report, in order for them to be in conformity with the criteria for the presentation of the semi-annual interim report, stated by article 81 of CONSOB regulations as approved in its resolution No. 11971 of May 14, 1999 and subsequent modifications.

Milan, September 27, 2002

Reconta Ernst & Young S.p.A.
Signed by: Natale Freddi, Partner

Tillinghast-Towers Perrin

Milan, 19 September 2001

Egregio signor
Ennio Doris
Amministratore Delegato
Mediolanum S.p.A.
Via F. Sforza – Milano 3 City
20080 **BASIGLIO** (MI)

Egregio signor Doris,

EMBEDDED VALUE AND EMBEDDED VALUE EARNINGS

Tillinghast, management consultants and actuaries, has assisted the Mediolanum Group regarding the methodology to be used, the derivation of the assumptions and the calculation of the embedded value of the Group as at 30 June 2001, 31 December 2001 and 30 June 2002 and of the embedded value earnings in the first half of 2001 and 2002 and in the year 2001. The estimates of value calculated by Tillinghast are based on information provided by the Group, we have reviewed this information for reasonableness and consistency with our knowledge of the industry, without undertaking independent checks of the data and other information supplied.

The principal results at a consolidated level, calculated using realistic operating, fiscal and economic assumptions considered appropriate at the respective valuation dates, are shown in the following table. The discount rate used was 7,75% and the value of in-force life business is shown after the cost of holding solvency capital at 100% of the EU minimum margin.

Embedded Value (Euro million)	30 June 2002	31 December 2001	30 June 2001
Adjusted net worth (including goodwill)	458	494	438
Elimination of outstanding goodwill	(167)	(149)	(95)
Value of in-force Life business	1,147	1,076	985
Value of in-force Asset Management business	348	347	334
Embedded Value	1,786	1,768	1,662

Egregio signor Doris
Milan, 19 September 2002
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Tillinghast-Towers Perrin

The following table shows the principal components of the Group's embedded value earnings in the first half of 2001 and 2002 and in the year 2001.

Embedded Value Earnings (Euro million)			
	1sthalf 2002	2001	1sthalf 2001
Expected return	59	99	49
Experience variances	(84)	(68)	(18)
Operating assumption changes	18	38	15
Economic assumption changes	0	(14)	0
Conversion of fund business	(14)	(22)	(19)
Reinvestment of fund conversions in GPF/Mix	29	87	76
Life business transformations	2	4	4
New Life business	82	222	102
New Asset Management business	26	64	35
Impact of acquisitions in the period	(28)	(68)	(8)
Embedded value earnings	90	342	236

Tillinghast considers that the methodology and the assumptions used to calculate the embedded values and the embedded value earnings are reasonable and in accordance with sound actuarial principles and the resulting values, as shown in this letter, are reasonable.

Yours sincerely



Andrew Milton
Fellow of the Institute of Actuaries



Vittorio Chimenti
Attuario

Graphic design

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Milano