

Milan, 18 March 2008

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DISCLOSURE ON THE EMBEDDED VALUE

Tillinghast, the insurance and financial services consulting business of Towers Perrin, has been engaged by the Mediolanum Group regarding the calculation and disclosure of the embedded value of the Group as at 31 December 2006 and 2007, together with the embedded value earnings in the years 2006 and 2007, relating to the life and asset management businesses distributed in Italy and Spain and the most significant parts of the Italian banking business.

Tillinghast has provided assistance to Mediolanum regarding the methodology and the assumptions to be used. Mediolanum has calculated values in respect of the most significant parts of its life insurance business, and Tillinghast has carried out a review of these results, without however undertaking detailed checks of all the models, processes and calculations involved. Tillinghast has calculated the values for the remaining business, and has undertaken an overall review of the embedded value and the embedded value earnings of the Group.

For all the values shown in this document, Mediolanum has adopted the European Embedded Value (EEV) Principles published by the CFO Forum. The methodology, the main assumptions and the results are explained in more detail in the attached supplementary information disclosure document. In particular a market-consistent approach has been used in the valuation of financial risk.

EMBEDDED VALUE

The following table shows the principal results at a consolidated level as at 31 December 2006 and 2007, as provided in the supplementary information document. The discount rates vary between lines of business since they reflect the risk profile of the underlying business; the average discount rate, weighted by value of in-force business is 7.21% as at 31 December 2007 (6.73% in 2006).

*Towers, Perrin, Forster & Crosby, Inc., Capitale Sociale: USD 36.280,00 i.v.
Sede secondaria per l'Italia — Registro Imprese di Milano, C.F. e P. IVA IT 08946420158 R.E.A. 1260190*

Embedded Value (Euro million)		
31 December	2006	2007
Adjusted net worth	749	740
value of in-force life business	1,895	1,938
value of in-force asset management business	346	313
value of in-force banking business	132	173
Value of in-force business	2,373	2,424
Embedded Value	3,122	3,164

EMBEDDED VALUE EARNINGS

The following table shows the principal components of the Mediolanum Group's embedded value earnings in the years 2006 and 2007.

Embedded Value Earnings (Euro million)		
	2006	2007
Expected return	153	176
Experience variances	(19)	(284)
Operating assumption changes	(57)	(89)
Economic assumption changes	(39)	(21)
Tax assumption changes	-	12
Business transformations	2	-
New Life business	211	319
New Asset Management business	46	52
New Banking business	15	18
Embedded value earnings	312	183

OPINION

Tillinghast has assisted the Mediolanum Group regarding the methodology and assumptions to be used and reviewed the calculation of the European Embedded Value of the Group as at 31 December 2007, together with the embedded value earnings in the year 2007.


Tillinghast considers that the methodology and assumptions used comply with the EEV Principles and Guidance as published by the CFO Forum, and in particular:

- that the methodology makes allowance for the aggregate risks in the covered business through:
 - (i) the incorporation of risk margins in the discount rate used to discount projected future profits determined using best estimate assumptions, using:
 - a) a market-consistent valuation of financial risk,
 - b) an allowance for non-financial risk based on the frictional cost of an amount of capital that would be required to cover operational risk requirements under Basel II and the value at risk with respect to key operating variables such as persistency, costs and management fees,
 - (ii) the deduction of the cost of required capital based on minimum EU solvency margins for non-index-linked life business, and a risk-based capital allowance for index-linked business; and
 - (iii) the deduction of the time value of financial options and guarantees for traditional business;
- that the operating assumptions have been set with appropriate regard to past, current and expected future experience;
- that the economic assumptions used are internally consistent and consistent with observable market data;
- for revaluable business, the assumed revaluation rates, and the retrocession rates, are consistent with the projection assumptions, established company practice and local market practice.

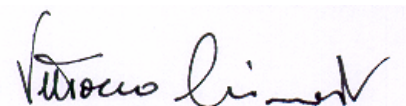
Tillinghast has reviewed the calculations of the embedded value, embedded value earnings and the value of new business, as reported in the enclosed supplementary information, and considers that the results have been determined, in all material respects, in accordance with the EEV Principles, using the methodology and assumptions set out in the supplementary information disclosure document.

In arriving at these conclusions, Tillinghast has relied on data and information made available by Mediolanum S.p.A. and its subsidiaries, which has been examined for reasonableness and consistency with our industry knowledge, but Tillinghast has not undertaken independent checks of the data and other information supplied. This opinion is made solely to Mediolanum S.p.A. in accordance with the terms of Tillinghast's engagement letter. To the fullest extent permitted by applicable law, Tillinghast does not accept or assume any responsibility, duty of care or liability to anyone other than Mediolanum S.p.A. for or in connection with its review work, the opinions it has formed, or for any statement set forth in this opinion.

Yours sincerely



Andrew Milton
Fellow of the Institute of Actuaries



Vittorio Chimenti
Attuario