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**EXPLANATORY REPORT BY THE BOARD OF DIRECTORS ON THE PROPOSED MERGER BY  
INCORPORATION OF BANCA CF+ CREDITO FONDIARIO S.P.A. INTO BANCA Sistema S.P.A.**

**(prepared pursuant to Article 2501-*quinquies* of the Italian Civil Code and Article 70, paragraph 2, of the regulation adopted by CONSOB Resolution No. 11971 of May 14, 1999, as subsequently amended and supplemented)**

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September 11, 2026

*The explanatory report is available on the website [www.bancasistema.it](http://www.bancasistema.it), as well as on the authorized data storage platform "1info" (<https://www.1info.it/PORTALE1INFO>).*

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Dear Shareholders,

you have been convened to an Extraordinary Shareholders' Meeting on October 12, 2026, in a single call, to vote on the approval of the proposed merger by incorporation (the "Merger") of Banca CF+ Credito Fondiario S.p.A. (hereinafter "CF+," "Banca CF+" or the "Merged Company") into Banca Sistema S.p.A. (hereinafter "Banca Sistema" or the "Merging Company" and, together with the Merged Company, the "Companies Participating in the Merger").

This report (the "Explanatory Report") has been prepared pursuant to Article 2501-*quinquies* of the Italian Civil Code, and, in light of the fact that the Merging Company is Banca Sistema, pursuant to Article 125-*ter* of Legislative Decree No. 58 of February 24, 1998, as subsequently amended and supplemented (the "TUF"), and Article 70, paragraph 2, of the regulation adopted by CONSOB Resolution No. 11971 of May 14, 1999, as subsequently amended and supplemented (the "Issuers' Regulation"), and in accordance with Schedule No. 1 of Annex 3A to the same Issuers' Regulation, for the purpose of illustrating and justifying, from a legal and economic perspective, the Merger, by describing the elements comprising the merger plan (the "Merger Plan") and, in particular, the criteria for determining the Exchange Ratio (as defined *below*) between the shares of Banca Sistema and those of CF+.

The Explanatory Report is made available to the public in accordance with the applicable laws and regulations and may be consulted, among other places, on Banca Sistema's website ([www.bancasistema.it](http://www.bancasistema.it)), as well as on the authorized data storage platform "1info" (<https://www.1info.it/PORTALE1INFO>), together with the opinion of the joint expert appointed pursuant to Article 2501-*sexies* of the Italian Civil Code regarding the fairness of the Exchange Ratio (as defined *below*), issued—without reservations—on September 11, 2026.

It should also be noted that Banca Sistema did not exercise the option to waive the obligation to prepare and publish an information document in the cases provided for in Article 70, paragraph 6, of the Issuers' Regulation. Therefore, since the Merger constitutes a "significant" transaction within the meaning of and for the purposes of Article 70, paragraph 6, of the Issuers' Regulations, the relevant information document will be published by Banca Sistema within the timeframes prescribed by law (*i.e.*, at least 15 days prior to the date set for the Shareholders' Meeting).

## 1. COMPANIES PARTICIPATING IN THE MERGER

### 1.1 Banca Sistema

#### 1.1.1 Corporate Information

The Merging Company is Banca Sistema S.p.A., a company with its registered office in Milan (MI), at Largo Augusto 1/A, at the corner of Via Verziere No. 13, tax identification number and registration number in the Milan, Monza, Brianza, and Lodi Business Register: 12870770158, VAT number: 12870770158, registered in the Register of Banks maintained by the Bank of Italy under No. 03158.3, belonging to the "Gruppo Banca CF+" banking group, registered in the Register of Banking Groups, and subject to the management and coordination of Banca CF+.

As of the date of this Explanatory Report, Banca Sistema's share capital amounts to 9,650,526.24 euros, fully subscribed and paid in, and is represented by 80,421,052 ordinary shares, each with a par value of 0.12 euros.

Banca Sistema's shares are admitted to trading on the regulated market Euronext Milan, in the Euronext STAR Milan segment, organized and managed by Borsa Italiana S.p.A. ("**Borsa Italiana**"), and are subject to the dematerialization and centralized Management regime administered by Monte Titoli S.p.A., pursuant to Articles 83–bis et seq. of the TUF.

As of the date of this Explanatory Report, Banca Sistema does not hold any treasury shares.

### **1.1.2 Corporate Purpose**

Pursuant to Article 4 of Banca Sistema's Articles of Incorporation, the Merging Company's corporate purpose is *"the funding of deposits and the granting of credit in its various forms in Italy and abroad; accordingly, it may carry out any banking and financial transaction or service that is instrumental to or related to such activities. Furthermore, the company may also carry out any other instrumental or related activity and/or transaction necessary or useful for achieving its corporate purpose and, in general, perform any other activity that is reserved by law for or permitted to entities authorized to conduct banking business."*

### **1.1.3 Shareholders**

The following table lists the shareholders of the Merging Company—who hold a stake in the share capital or voting rights exceeding 5% of the share capital—as of the date of the Explanatory Report, based on disclosures pursuant to Article 120 of the TUF:

| Shareholder | Percentage of Share Capital Held |
|-------------|----------------------------------|
| BANCA CF+   | 85.674%                          |
| MERCATO     | 14.326%                          |

It should be noted that, in light of the ownership interest held, as of the date of this Explanatory Report, Banca Sistema is controlled by Banca CF+ pursuant to Article 2359 of the Italian Civil Code and Article 93 of the Consolidated Law on Finance (TUF), as well as Article 23 of Legislative Decree No. 385/93 ("TUB"), and is subject to the management and coordination of Banca CF+ pursuant to Articles 2497 et seq. of the Italian Civil Code.

### **1.1.4 Banca Sistema's Activities**

The Banca Sistema Group is a specialized, independent, and diversified financial group operating in Italy, headed by Banca Sistema, which was founded in 2011 and has been listed since 2015 on Euronext Milan, in the Euronext STAR Milan segment, organized and managed by Borsa Italiana.

Banca Sistema, which had 365 employees as of December 31, 2025, is one of the leading specialized *Factoring* providers. The business, initially focused on the purchase of trade receivables owed by public healthcare providers, has gradually expanded to other areas of receivables from

the public administration, tax receivables, and specialized segments, including the soccer and *entertainment* sectors.

In parallel with the development of these specialized segments, Banca Sistema has strengthened its presence in the tax receivables market—including those arising from construction incentives such as the “Superbonus”—operating both for offsetting purposes within the limits of its tax capacity and, starting in the fourth quarter of 2023, through active portfolio management and *trading*.

Banca Sistema’s offering is further complemented by *servicing* activities, which include debt management and collection, state-guaranteed loans to SMEs, and salary- and pension-backed loans.

The collateralised lending business and auction house operations conducted through the group headed by Kruso Kapital S.p.A. were divested following the completion of the Voluntary Offer and the Mandatory Offer (as defined *below*), through the allocation of the relevant shares to participants in the proportion set forth in the documentation pertaining to those offers.

The Banca Sistema Group aims to meet the financial needs of businesses by serving as a bridge between the public and private sectors through an advanced and easily accessible range of banking services.

The following chart illustrates the main companies of the Banca Sistema Group as of the date of this Explanatory Report.



<sup>(1)</sup> Joint Venture.

It should be noted that, effective March 6, 2026, CF+, formerly the parent company of the Banca CF+ Group, assumed the role of parent company of the new banking group that integrates the Banca CF+ Group and the Banca Sistema banking group, and Banca Sistema ceased to be the parent company of the Banca Sistema banking group.

### 1.1.5 Key Economic and Financial Data

The following table presents Banca Sistema's key financial data, taken from the consolidated semiannual financial report as of June 30, 2026.

#### Consolidated Statement of Financial Position

| Voci dell'attivo     |                                                                                       | 30.06.2026       | 31.12.2025       |
|----------------------|---------------------------------------------------------------------------------------|------------------|------------------|
| 10.                  | Cassa e disponibilità liquide                                                         | 77.470           | 87.791           |
| 20.                  | Attività finanziarie valutate al fair value con impatto a conto economico             | 1.717            | 1.621            |
|                      | a) attività finanziarie detenute per la negoziazione                                  | 463              | 60               |
|                      | c) altre attività finanziarie obbligatoriamente valutate al fair value                | 1.254            | 1.561            |
| 30.                  | Attività finanziarie valutate al fair value con impatto sulla redditività complessiva | 1.103.708        | 1.186.326        |
| 40.                  | Attività finanziarie valutate al costo ammortizzato                                   | 2.723.128        | 2.610.862        |
|                      | a) crediti verso banche                                                               | 19.505           | 19.161           |
|                      | b) crediti verso clientela                                                            | 2.703.623        | 2.591.701        |
| 60.                  | Adeguamento di valore delle attività finanziarie oggetto di copertura generica (+/-)  | 872              | 2.146            |
| 70.                  | Partecipazioni                                                                        | 953              | 985              |
| 90.                  | Attività materiali                                                                    | 53.247           | 57.582           |
| 100.                 | Attività immateriali                                                                  | 4.054            | 34.116           |
|                      | di cui:                                                                               |                  |                  |
|                      | - Avviamento                                                                          | 3.920            | 30.690           |
| 110.                 | Attività fiscali                                                                      | 20.730           | 13.055           |
|                      | a) correnti                                                                           | 8.265            | -                |
|                      | b) anticipate                                                                         | 12.465           | 13.055           |
| 120.                 | Attività non correnti e gruppi di attività in via di dismissione                      | -                | -                |
| 130.                 | Altre attività                                                                        | 203.211          | 343.930          |
| <b>Totale Attivo</b> |                                                                                       | <b>4.189.090</b> | <b>4.338.414</b> |

| Voci del passivo e del patrimonio netto          |                                                       | 30.06.2026       | 31.12.2025       |
|--------------------------------------------------|-------------------------------------------------------|------------------|------------------|
| 10.                                              | Passività finanziarie valutate al costo ammortizzato  | 3.656.988        | 3.720.033        |
|                                                  | a) debiti verso banche                                | 465.090          | 69.199           |
|                                                  | b) debiti verso clientela                             | 3.033.202        | 3.441.519        |
|                                                  | c) titoli di circolazione                             | 158.696          | 209.315          |
| 20.                                              | Passività finanziarie di negoziazione                 | 116              | -                |
| 30.                                              | Passività finanziarie designate al fair value         | -                | 6.726            |
| 40.                                              | Derivati di copertura                                 | 788              | 2.078            |
| 60.                                              | Passività fiscali                                     | 23.943           | 50.697           |
|                                                  | a) correnti                                           | -                | 19.900           |
|                                                  | b) differite                                          | 23.943           | 30.797           |
| 70.                                              | Passività associate ad attività in via di dismissione | -                | -                |
| 80.                                              | Altre passività                                       | 132.051          | 158.268          |
| 90.                                              | Trattamento di fine rapporto del personale            | 3.504            | 5.242            |
| 100.                                             | Fondi per rischi e oneri:                             | 39.044           | 43.032           |
|                                                  | a) impegni e garanzie rilasciate                      | 25               | 6                |
|                                                  | c) altri fondi per rischi e oneri                     | 39.019           | 43.026           |
| 120.                                             | Riserve da valutazione                                | 7.449            | 13.057           |
| 140.                                             | Strumenti di capitale                                 | 45.500           | 45.500           |
| 150.                                             | Riserve                                               | 226.423          | 198.825          |
| 160.                                             | Sovrapprezzi di emissione                             | 39.100           | 39.100           |
| 170.                                             | Capitale                                              | 9.651            | 9.651            |
| 180.                                             | Azioni proprie (-)                                    | -                | -                |
| 190.                                             | Patrimonio di pertinenza di terzi (+/-)               | 31               | 17.163           |
| 200.                                             | Utile di periodo/esercizio                            | 4.502            | 29.042           |
| <b>Totale del Passivo e del Patrimonio Netto</b> |                                                       | <b>4.189.090</b> | <b>4.338.414</b> |

## Consolidated Income Statement

| Voci        |                                                                                                                   | 30.06.2026      | 30.06.2025      |
|-------------|-------------------------------------------------------------------------------------------------------------------|-----------------|-----------------|
| 10.         | Interessi attivi e proventi assimilati                                                                            | 78.354          | 82.234          |
|             | di cui: interessi attivi calcolati con il metodo dell'interesse effettivo                                         | 77.151          | 78.474          |
| 20.         | Interessi passivi e oneri assimilati                                                                              | (48.299)        | (61.034)        |
| <b>30.</b>  | <b>Margine di interesse</b>                                                                                       | <b>30.055</b>   | <b>21.200</b>   |
| 40.         | Commissioni attive                                                                                                | 13.481          | 11.004          |
| 50.         | Commissioni passive                                                                                               | (8.091)         | (7.981)         |
| <b>60.</b>  | <b>Commissioni nette</b>                                                                                          | <b>5.390</b>    | <b>3.023</b>    |
| 70.         | Dividendi e proventi simili                                                                                       | 227             | 227             |
| 80.         | Risultato netto dell'attività di negoziazione                                                                     | 11.155          | 17.016          |
| 90.         | Risultato netto dell'attività di copertura                                                                        | 16              | 18              |
| 100.        | Utili (perdite) da cessione o riacquisto di:                                                                      | 3.055           | 9.336           |
|             | a) attività finanziarie valutate al costo ammortizzato                                                            | 535             | 3.899           |
|             | b) attività finanziarie valutate al fair value con impatto sulla redditività complessiva                          | 2.520           | 5.412           |
|             | c) passività finanziarie                                                                                          | -               | 25              |
| 110.        | Risultato netto delle altre attività e passività finanziarie valutate al fair value con impatto a conto economico | (467)           | -               |
| 110b        | b) altre attività finanziarie obbligatoriamente valutate al fair value                                            | (467)           | -               |
| <b>120.</b> | <b>Margine di intermediazione</b>                                                                                 | <b>49.431</b>   | <b>50.818</b>   |
| 130.        | Rettifiche/riprese di valore nette per rischio di credito di:                                                     | (18.116)        | (4.479)         |
|             | a) attività finanziarie valutate al costo ammortizzato                                                            | (17.652)        | (4.518)         |
|             | b) attività finanziarie valutate al fair value con impatto sulla redditività complessiva                          | (464)           | 38              |
| 140.        | Utili/perdite da modifiche contrattuali senza cancellazioni                                                       | 1               | (4)             |
| <b>150.</b> | <b>Risultato netto della gestione finanziaria</b>                                                                 | <b>31.316</b>   | <b>46.335</b>   |
| 190.        | Spese amministrative                                                                                              | (30.532)        | (28.243)        |
|             | a) spese per il personale                                                                                         | (12.407)        | (11.969)        |
|             | b) altre spese amministrative                                                                                     | (18.125)        | (16.273)        |
| 200.        | Accantonamenti netti ai fondi per rischi e oneri                                                                  | 982             | (3.966)         |
|             | a) impegni e garanzie rilasciate                                                                                  | (19)            | 11              |
|             | b) altri accantonamenti netti                                                                                     | 1.001           | (3.977)         |
| 210.        | Rettifiche/riprese di valore nette su attività materiali                                                          | (965)           | (744)           |
| 220.        | Rettifiche/riprese di valore nette su attività immateriali                                                        | (19)            | (8)             |
| 230.        | Altri oneri/proventi di gestione                                                                                  | 1.867           | 1.635           |
| <b>240.</b> | <b>Costi operativi</b>                                                                                            | <b>(28.667)</b> | <b>(31.325)</b> |
| 250.        | Utili (Perdite) delle partecipazioni                                                                              | (31)            | (51)            |
| <b>290.</b> | <b>Utile (Perdita) della operatività corrente al lordo delle imposte</b>                                          | <b>2.618</b>    | <b>14.960</b>   |
| 300.        | Imposte sul reddito di periodo dell'operatività corrente                                                          | (1.871)         | (5.023)         |
| <b>310.</b> | <b>Utile della operatività corrente al netto delle imposte</b>                                                    | <b>747</b>      | <b>9.937</b>    |
| 320.        | Utile (Perdita) delle attività operative cessate al netto delle imposte                                           | 3.755           | 5.943           |
| <b>330.</b> | <b>Utile di periodo</b>                                                                                           | <b>4.502</b>    | <b>15.880</b>   |
| 340.        | Risultato di periodo di pertinenza di terzi                                                                       | -               | (1.292)         |
| <b>350.</b> | <b>Utile di periodo di pertinenza della capogruppo</b>                                                            | <b>4.502</b>    | <b>14.589</b>   |

## 1.2 Banca CF+

*1.2.1 Corporate Information*

The Merged Company is Banca CF+ Credito Fondiario S.p.A., a company with its registered office in Milan (MI), Corso Europa No. 15, 20122, tax identification number and registration number in the Milan, Monza, Brianza, and Lodi Business Register: 00395320583, VAT number: 16340351002, and is registered in the Register of Banks maintained by the Bank of Italy.

As of the date of this Explanatory Report, Banca CF+'s share capital amounts to €85,780,781.83 and is represented by 88,256,386 ordinary shares.

Banca CF+'s shares are not listed on any market, including unregulated markets.

As of the date of this Explanatory Report, Banca CF+ does not hold any treasury shares.

### **1.2.2 Corporate Purpose**

Pursuant to Article 1 of Banca CF+'s Articles of Association, the bank's *"purpose is to accept deposits and extend credit, in Italy and abroad, in all permitted forms and, among other things, in the form of (i) so-called senior loans to corporate entities experiencing financial difficulties, with the potential to return to performing status; (ii) financing of development or turnaround projects in the residential and commercial real estate sector in Italy, including participation in turnaround/reperforming operations involving so-called "single names"; (iii) investment in tax receivables (VAT, IRES, etc.) acquired through insolvency proceedings, from companies in distressed situations, or from businesses with a positive financial and equity position; (iv) factoring; b) the conduct, in compliance with applicable regulations, of securities brokerage activities in the broadest sense, as well as all other permitted banking and financial transactions and services; c) the performance of valuation activities, the provision of administrative services (servicing), the management, disposal, and collection of receivables, as well as consulting, structuring, and negotiation in connection with the management, sale, restructuring, or financing of receivables, with the option to purchase receivables on its own account, both with recourse and without recourse; advising companies on financial structure, restructuring, industrial strategy, and related matters, as well as providing advice and services concerning mergers and the acquisition or sale of companies; d) carrying out all activities related to Securitisation transactions pursuant to Law 130/99, or in accordance with the applicable regulations from time to time; e) the purchase and sale—either directly or through the purchase and sale of shares, quotas, or equity interests, businesses, and/or business units in general of the companies that hold them—of real estate of any kind or use, for the purpose of their subsequent disposal through the structuring and execution of financial and corporate transactions of any kind, including through the use of special-purpose vehicles, all either on its own behalf or on behalf of third parties, within the limits permitted by applicable laws and regulations. The Company, in its capacity as the Parent company of the "Gruppo Banca CF+" banking group (the "Group"), pursuant to the regulations in force at the time, including Article 61, paragraph 4, Legislative Decree 385/1993 issues, in the exercise of its management and coordination functions, directives to the entities comprising the Group for the implementation of instructions issued by the Supervisory Authorities in the interest of the Group's stability. The Company may carry out, in compliance with and within the limits permitted by applicable law, all activities and transactions that are instrumental and useful for the achievement of its corporate purpose, including activities and/or transactions involving securities, real estate, finance, investments, services, and the acquisition of equity interests in companies and/or entities established and/or to be established in Italy and/or abroad. The Company may hold controlling equity interests in companies that are part of a banking group, as well as equity interests of other kinds."*

### 1.2.3 Shareholders

The following table lists the shareholders of the Merged Company as of the date of the Explanatory Report:

| Shareholder                                   | No. of CF+ shares | % of CF+ Capital |
|-----------------------------------------------|-------------------|------------------|
| European Investments Holding Company S.à r.l. | 82,272,122        | 93.22%           |
| Tarantelli Panfilo                            | 3,953,626         | 4.48%            |
| Sergio Ascolani                               | 466,737           | 0.53%            |
| Iacopo De Francisco                           | 367,574           | 0.42%            |
| Michele Ronchi                                | 261,826           | 0.30%            |
| Salvatore Cordaro                             | 255,484           | 0.29%            |
| Argenta Holdings S.à r.l.                     | 176,342           | 0.20%            |
| Be Holding S.r.l.                             | 173,301           | 0.20%            |
| Quarto S.r.l.                                 | 134,865           | 0.15%            |
| Potenza Alberico                              | 96,566            | 0.11%            |
| Gallo Barbisio Giovanni                       | 69,058            | 0.08%            |
| Carlo Goi                                     | 28,885            | 0.03%            |
| Total                                         | 88,256,386        | 100.00%          |

As of the date of this Explanatory Report, Banca CF+ is therefore directly controlled by European Investments Holding Company S.à r.l., with its registered office in Luxembourg at 12C rue Guillaume Kroll, L-1882.

#### **1.2.4 Banca CF+’s Activities**

As of August 2021, following the corporate reorganization of the former Credito Fondiario Group, CF+ positions itself as a bank specializing in lending to small and medium-sized enterprises, responding quickly and flexibly to their liquidity and financing needs, including through a digital model for bank-business interaction.

The market segment for specialized banks is characterized by the presence of numerous operators who, thanks to their specialized expertise, are able to provide services with a high degree of customization and flexibility compared to traditional operators; however, due to their small size, they are exposed to risks arising from a financial, market, and geopolitical environment that is currently highly complex. In this context, Banca CF+ supports its various customer segments through the distribution of the following product categories:

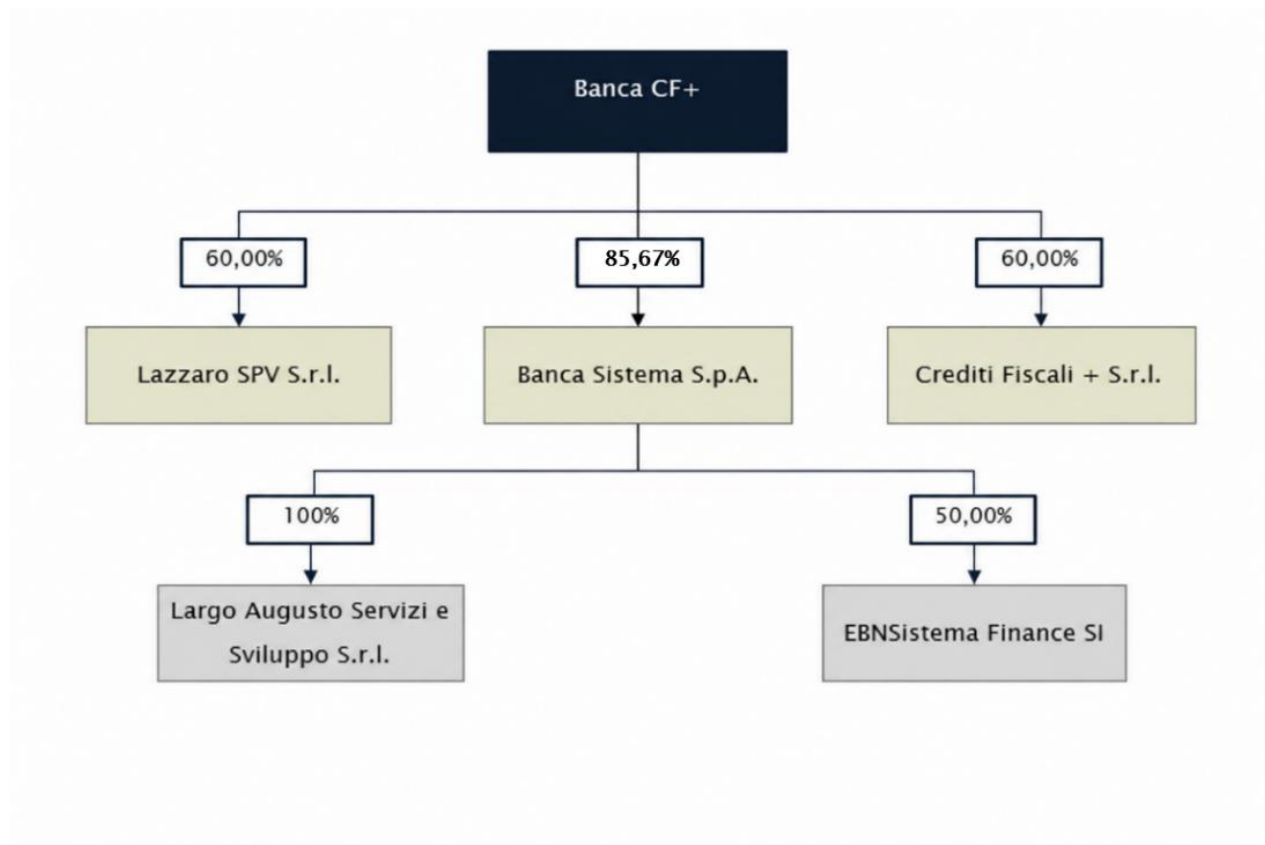
- (i) **Recourse and non-recourse factoring:** CF+ began its *factoring* operations following the spin-off completed in August 2021, starting with the *recourse* purchase of receivables—in most cases from assignors that were either in crisis or otherwise experiencing financial difficulties. As a form of security, CF+ began utilizing credit insurance coverage for a significant portion of its *turnover*. Over the years, this specific line of *business*—known as “*distressed factoring*”—has been supplemented by another line of *business* called “*performing factoring*” (in both *non-recourse* and *recourse* forms), which is more focused on serving clients who do not face financial difficulties but who require a tool to optimize their corporate liquidity.
- (ii) **Tax Credits:** the purchase of tax credits (e.g., VAT, IRES, IRAP (Regional business tax)) from insolvency proceedings, from *distressed* companies, and from fully operational companies, through a dedicated *business unit* that manages the receivables from the *origination* phase through to the collection of the purchased receivables. Specifically, the market for the purchase of tax credits can be divided into two segments based on the type of counterparty:
  - a. *high-yield tax credits:* the purchase of tax credits from companies with complex financial and equity situations, including, for example, companies in liquidation, undergoing restructuring, or in insolvency proceedings;
  - b. *low-yield tax credits:* the purchase of tax credits from companies with a positive financial and equity position.

CF+ has historically been active since 2018, particularly in the *high-yield* segment, while the Issuer is among the most prominent market operators in the *low-yield* segment.

- (iii) **Medium- to long-term loans backed by government guarantees:** CF+ offers financing solutions backed by MCC and SACE government guarantees, utilizing differentiated service models (traditional and *digital*) based on the amount requested and the customer’s profile. The traditional service model applies to financing applications exceeding 500,000 euros and involves distributing the product primarily through CF+’s network of credit brokers and *partner* agents. The digital service model applies to applications for amounts under 500,000 euros and aims to reach customers both directly, through online channels, and through brokers, utilizing a fully digital process—including during the credit analysis and evaluation phases—which is characterized by process automation and rapid decision-making.

- (iv) **Funding Services and Instruments:** CF+ aims to maintain a liability structure that is operationally consistent in terms of *duration* and risk with the evolution of its assets, while ensuring a balanced funding *mix*. Therefore, the main funding instruments and services provided by CF+ are: i) term deposits and demand deposits from *retail* customers; ii) term deposits and demand deposits from *corporate* customers; iii) ABACO/ECB/PCT collateralized lines; iv) interbank *money market deposits* from banks. As of December 2025, 80% of CF+'s funding consists of retail customers (of which 22% are short-term and 78% are term deposits with an average remaining maturity of 12 months), with the remainder coming from institutional customers (central banks, commercial banks, and other institutional counterparties).

The following chart illustrates the main companies of the Banca CF+ Group as of the date of this Explanatory Report.



### 1.2.5 Key Economic and Financial Data

The following table presents Banca CF+'s key financial data, derived from the consolidated financial statements as of June 30, 2026, approved by the Board of Directors on August 6, 2026.

#### Consolidated Balance Sheet

(importi in Euro Migliaia)

| Voci dell'attivo   |                                                                                              | 30/06/2026 | 31/12/2025 |
|--------------------|----------------------------------------------------------------------------------------------|------------|------------|
| 10.                | Cassa e disponibilità liquide                                                                | 154.648    | 160.323    |
| 20.                | Attività finanziarie valutate al <i>fair value</i> con impatto a conto economico             | 132.715    | 141.927    |
|                    | <i>a) attività finanziarie detenute per la negoziazione</i>                                  | 472        | 13         |
|                    | <i>b) attività finanziarie designate al fair value;</i>                                      | -          | -          |
|                    | <i>c) altre attività finanziarie obbligatoriamente valutate al fair value</i>                | 132.243    | 141.914    |
| 30.                | Attività finanziarie valutate al <i>fair value</i> con impatto sulla redditività complessiva | 75.762     | 43.973     |
| 40.                | Attività finanziarie valutate al costo ammortizzato                                          | 5.500.286  | 1.679.859  |
|                    | <i>a) crediti verso banche</i>                                                               | 34.493     | 12.394     |
|                    | <i>b) crediti verso clientela</i>                                                            | 5.465.793  | 1.667.465  |
| 50.                | Derivati di copertura                                                                        | 1.174      | 938        |
| 60.                | Adegumento di valore delle attività finanziarie oggetto di copertura generica (+/-)          | 872        | -          |
| 70.                | Partecipazioni                                                                               | 953        | -          |
| 90.                | Attività materiali                                                                           | 56.355     | 3.548      |
| 100.               | Attività immateriali                                                                         | 7.714      | 8.866      |
|                    | di cui:                                                                                      |            |            |
|                    | - avviamento                                                                                 | 2.678      | 2.678      |
| 110.               | Attività fiscali                                                                             | 68.843     | 40.114     |
|                    | <i>a) correnti</i>                                                                           | 15.453     | 11.878     |
|                    | <i>b) anticipate</i>                                                                         | 53.390     | 28.236     |
| 120.               | Attività non correnti e gruppi di attività in via di dismissione                             | -          | -          |
| 130.               | Altre attività                                                                               | 445.283    | 183.410    |
| Totale dell'attivo |                                                                                              | 6.444.605  | 2.262.959  |

(importi in Euro Migliaia)

| Voci del passivo e del patrimonio netto   |                                                       | 30/06/2026 | 31/12/2025 |
|-------------------------------------------|-------------------------------------------------------|------------|------------|
| 10.                                       | Passività finanziarie valutate al costo ammortizzato  | 5.763.661  | 2.037.293  |
|                                           | <i>a) debiti verso banche</i>                         | 942.283    | 308.592    |
|                                           | <i>b) debiti verso la clientela</i>                   | 4.631.609  | 1.699.798  |
|                                           | <i>c) titoli in circolazione</i>                      | 189.769    | 28.903     |
| 20.                                       | Passività finanziarie di negoziazione                 | 323        | 8          |
| 30.                                       | Passività finanziarie designate al fair value         | 2.138      | 2.818      |
| 40.                                       | Derivati di copertura                                 | 2.218      | -          |
| 60.                                       | Passività fiscali                                     | 25.411     | 4.513      |
|                                           | <i>a) correnti</i>                                    | 6          | 1.701      |
|                                           | <i>b) differite</i>                                   | 25.405     | 2.812      |
| 70.                                       | Passività associate ad attività in via di dismissione | 0          | -          |
| 80.                                       | Altre passività                                       | 172.101    | 39.791     |
| 90.                                       | Trattamento di fine rapporto del personale            | 3.894      | 443        |
| 100.                                      | Fondi per rischi e oneri:                             | 48.657     | 1.176      |
|                                           | <i>a) impegni e garanzie rilasciate</i>               | 25         | -          |
|                                           | <i>b) quiescenza e obblighi simili</i>                | -          | -          |
|                                           | <i>c) altri fondi per rischi e oneri</i>              | 48.632     | 1.176      |
| 120.                                      | Riserve da valutazione                                | 2.096      | 2.474      |
| 140.                                      | Strumenti di capitale                                 | 84.544     | 39.044     |
| 150.                                      | Riserve                                               | 106.546    | 24.093     |
| 160.                                      | Sovrapprezzi di emissione                             | 47.838     | 47.838     |
| 170.                                      | Capitale                                              | 55.781     | 39.213     |
| 190.                                      | Patrimonio di pertinenza di terzi (+/-)               | 37.221     | 8          |
| 200.                                      | Utile (Perdita) d'esercizio (+/-)                     | 92.176     | 24.247     |
| Totale del passivo e del patrimonio netto |                                                       | 6.444.605  | 2.262.959  |

## Consolidated Income Statement

(importi in Euro Migliaia)

| Voci |                                                                                                                   | 30/06/2026    | 30/06/2025      |
|------|-------------------------------------------------------------------------------------------------------------------|---------------|-----------------|
| 10.  | Interessi attivi e proventi assimilati                                                                            | 97.598        | 61.622          |
| 20.  | Interessi passivi e oneri assimilati                                                                              | (49.294)      | (30.768)        |
| 30.  | <b>Margine di interesse</b>                                                                                       | <b>48.304</b> | <b>30.854</b>   |
| 40.  | Commissioni attive                                                                                                | 9.785         | 3.991           |
| 50.  | Commissioni passive                                                                                               | (9.491)       | (2.988)         |
| 60.  | <b>Commissioni nette</b>                                                                                          | <b>294</b>    | <b>1.004</b>    |
| 70.  | Dividendi e proventi simili                                                                                       | 227           | -               |
| 80.  | Risultato netto dell'attività di negoziazione                                                                     | 12.952        | 98              |
| 90.  | Risultato netto dell'attività di copertura                                                                        | (19)          | 3               |
| 100. | Utili (perdite) da cessione o riacquisto di:                                                                      | 1.511         | 2.389           |
|      | a) attività finanziarie valutate al costo ammortizzato                                                            | 1.500         | 2.061           |
|      | b) attività finanziarie valutate al fair value con impatto sulla redditività complessiva                          | 11            | 328             |
| 110. | Risultato netto delle altre attività e passività finanziarie valutate al fair value con impatto a conto economico | (2.189)       | 1.188           |
|      | a) attività e passività finanziarie designate al fair value                                                       | (467)         | (765)           |
|      | b) altre attività finanziarie obbligatoriamente valutate al fair value                                            | (1.722)       | 1.952           |
| 120. | <b>Margine di intermediazione</b>                                                                                 | <b>61.080</b> | <b>35.536</b>   |
| 130. | Rettifiche/riprese di valore nette per rischio di credito di:                                                     | (22.582)      | (10.169)        |
|      | a) attività finanziarie valutate al costo ammortizzato                                                            | (22.143)      | (10.171)        |
|      | b) attività finanziarie valutate al fair value con impatto sulla redditività complessiva                          | (439)         | 2               |
| 140. | Utili/perdite da modifiche contrattuali senza cancellazioni                                                       | (126)         | -               |
| 150. | <b>Risultato netto della gestione finanziaria</b>                                                                 | <b>38.373</b> | <b>25.367</b>   |
| 190. | Spese amministrative:                                                                                             | (48.656)      | (27.100)        |
|      | a) spese per il personale                                                                                         | (21.682)      | (14.842)        |
|      | b) altre spese amministrative                                                                                     | (26.974)      | (12.258)        |
| 200. | Accantonamenti netti ai fondi per rischi e oneri                                                                  | 1.158         | (653)           |
|      | b) altri accantonamenti netti                                                                                     | 1.158         | (653)           |
| 210. | Rettifiche/riprese di valore nette su attività materiali                                                          | (1.348)       | (962)           |
| 220. | Rettifiche/riprese di valore nette su attività immateriali                                                        | (1.377)       | (1.706)         |
| 230. | Altri oneri/proventi di gestione                                                                                  | 103.237       | 2.017           |
| 240. | <b>Costi operativi</b>                                                                                            | <b>53.013</b> | <b>(28.404)</b> |
| 250. | Utili (Perdite) delle partecipazioni                                                                              | (16)          | -               |
| 290. | Utile (Perdita) della operatività corrente al lordo delle imposte                                                 | 91.370        | (3.037)         |
| 300. | Imposte sul reddito dell'esercizio dell'operatività corrente                                                      | 528           | 327             |
| 310. | Utile (Perdita) della operatività corrente al netto delle imposte                                                 | 91.898        | (2.710)         |
| 320. | Utile (Perdita) delle attività operative cessate al netto delle imposte                                           | (437)         | -               |
| 330. | <b>Utile (Perdita) d'esercizio</b>                                                                                | <b>91.461</b> | <b>(2.710)</b>  |
| 340. | Utile (Perdita) d'esercizio di pertinenza di terzi                                                                | (715)         | -               |
| 350. | <b>Utile (Perdita) d'esercizio di pertinenza della capogruppo</b>                                                 | <b>92.176</b> | <b>(2.710)</b>  |

Statement of financial position and Income Statement excerpts from Banca CF+’s press release dated August 6, 2026.

## 2. DESCRIPTION OF THE MERGER AND REASONS FOR IT

### 2.1 Introduction

On June 30, 2025, Banca CF+ announced to the market its decision to launch a voluntary public tender offer and exchange offer for all ordinary shares (the “Voluntary Offer”) pursuant to Article 102 of the TUF, targeting all of Banca Sistema’s ordinary shares.

Following the Voluntary Offer, on March 6, 2026, CF+ came to hold 64,940,857 ordinary shares of Banca Sistema, equal to approximately 80.751% of Banca Sistema’s share capital, corresponding to approximately 80.746% of the related voting rights. Consequently, the legal conditions were met for the launch of a mandatory all-share public tender offer pursuant to and for the purposes

of Articles 102 and 106 of the TUF (the “**Mandatory Offer**”), as a result of which, on June 22, 2026, Banca CF+ came to hold 68,899,562 ordinary shares of Banca Sistema, equal to approximately 85.674% of Banca Sistema’s share capital, corresponding to approximately 85.669% of the related voting rights.

In light of the foregoing, as of today, Banca Sistema is controlled by Banca CF+ pursuant to Article 2359 of the Civil Code and Article 93 of the TUF, as well as Article 23 of the TUB, and is subject to the management and coordination of Banca CF+ pursuant to Articles 2497 et seq. of the Italian Civil Code, as well as pursuant to Article 61, paragraph 1, of the TUB in its capacity as the Parent company of the Banca CF+ Group.

The Merger represents the natural completion of the integration process initiated with the Voluntary Offer and the Mandatory Offer and is intended to: (i) ensure more effective strategic coordination and efficiency in *governance*; (ii) avoid duplication in the organisational and technological structures required for the management of separate legal entities, while maximizing operational efficiency; (iii) strengthen—with new resources—the financial institution’s already solid capital position.

On July 8, 2026, Banca CF+ and Banca Sistema filed a joint petition with the Court of Milan for the appointment of an expert, exercising the right *under* Article 2501-*sexies*, paragraph 4, of the Italian Civil Code to request that the court of the location where the absorbing company has its registered office appoint one or more joint experts, tasked with preparing a report on the fairness of the share exchange ratio. By order dated July 9, 2026, the Court of Milan, Specialized Corporate Division, appointed KPMG S.p.A. as the joint expert tasked with preparing the report on the fairness of the Exchange Ratio (as defined *below*) pursuant to and for the purposes of Article 2501-*sexies* of the Italian Civil Code. The aforementioned report—issued by KPMG S.p.A. on September 11, 2026—will be made available to the public in accordance with the terms and procedures set forth in applicable laws and regulations.

Given the structure of the transaction and the parties involved, the Merger qualifies as a “significant related party transaction” pursuant to the Related Party Transactions Regulation adopted by CONSOB by Resolution No. 17221 of March 12, 2010, as subsequently amended and supplemented (the “**OPC Regulation**”).

On June 24, 2026, Banca Sistema’s Committee for Related Party Transactions (the “**Related Party Transactions Committee**”) issued a reasoned favorable opinion regarding Banca Sistema’s interest in proceeding with the Merger, as well as a reasoned opinion on the advisability and substantive fairness of the terms and conditions set forth in the Merger Plan drafted pursuant to Article 2501-*ter* of the Italian Civil Code. In preparing its opinion, Banca Sistema’s Related-Party Transactions Committee engaged its own financial *advisor*, Deloitte Advisory S.r.l. S.B., whose recognized professionalism, expertise, and independence it verified.

For further information, please refer to the opinion of the aforementioned OPC Committee attached to the information document prepared pursuant to Article 5 of the OPC Regulation and published on June 24, 2026, on Banca Sistema’s website ([www.bancasistema.it](http://www.bancasistema.it)), as well as on the “I info” data repository (<https://www.1info.it/PORTALE1INFO>).

On June 24, 2026, the Boards of Directors of Banca CF+ and Banca Sistema, respectively—the latter taking into account the OPC Committee’s favorable opinion—approved the Merger Plan.

The Boards of Directors of the Companies Participating in the Merger engaged independent financial *advisors* with proven expertise to determine the economic terms of the Merger, specifically the Exchange Ratio. Specifically, Banca CF+ and Banca Sistema engaged the services of PricewaterhouseCoopers Business Services S.r.l. (“PwC”) and Deloitte Advisory S.r.l. S.B. (“Deloitte”), respectively.

In particular, after reviewing the valuations provided by their respective financial *advisors* and following a favorable opinion from the OPC Committee with respect to Banca Sistema, the Boards of Directors of the Companies Participating in the Merger determined the exchange ratio as follows: 1.35 ordinary shares of Banca Sistema, with full dividend rights, for each ordinary share of Banca CF+ (the “**Exchange Ratio**”), as indicated in the Merger Plan.

The Merger Plan was filed (i) at the respective registered offices of the Companies Participating in the Merger on June 30, 2026, together with the financial statements for the last 3 (three) fiscal years, pursuant to Article 2501–*septies* of the Italian Civil Code; (ii) with the Milan–Monza Brianza–Lodi Registry of Companies on September 11, 2026, pursuant to Article 2501–*ter*, paragraph 3, of the Italian Civil Code, following the issuance—on September 11, 2026—by the Bank of Italy of the authorization pursuant to Article 57 of the Consolidated Banking Law.

It should also be noted that, given that Banca CF+ has not incurred debt to acquire control of Banca Sistema, the Merger does not qualify as a merger following an acquisition through debt as referred to in Article 2501–*bis* of the Civil Code.

## **2.2 Conditions Precedent to the Merger**

The shareholders’ meeting of Banca Sistema will resolve on the Merger and the amendments to the Articles of Association subject to the granting by the Bank of Italy of authorization pursuant to Article 56 of Legislative Decree 385/1993. For the sake of completeness, it is noted that the aforementioned authorization was granted by the Bank of Italy on September 11, 2026.

The execution of the Merger Agreement will be finalized subject to—in addition to (i) approval by the extraordinary shareholders’ meetings of CF+ and Banca Sistema; and (ii) the expiration of the period during which shareholders’ creditors may file objections prior to the registration of the Merger Plan with the competent Companies Registries pursuant to Article 2503 of the Civil Code and Article 57 of Legislative Decree 385/1993 – the sending of a notice to the relevant labor unions to initiate the union consultation procedure pursuant to Article 47 of Law No. 428/1990 within the time limits set forth in the applicable provisions of law and collective bargaining agreements.

## **2.3 Economic and Strategic Rationale for the Transaction and Management Objectives**

The Merger represents the natural completion of the integration process initiated with the Voluntary Offer and the Mandatory Offer and is intended to:

- (i) ensure more effective strategic coordination and efficiency in *governance*;
- (ii) avoid duplication in the organisational and technological structures required for the management of separate legal entities, while maximizing operational efficiency;

- (iii) strengthen—with new resources—the intermediary's already solid financial position.

In particular, the Merger will make it possible to:

- (a) strengthen the competitive positioning of the operator resulting from the integration through growth in size and the achievement of economies of scale that will generate cost synergies and optimize development investments;
- (b) diversify the revenue mix by further strengthening commercial efforts, including through *cross-selling* initiatives;
- (c) consolidate relationships with *corporate* clients following the development of a comprehensive credit delivery platform featuring short- and medium- to long-term products, enabling the firm to capture a larger share of clients' credit needs;
- (d) rationalize the *funding* structure in terms of composition and cost, thereby stabilizing funding and optimizing returns on assets to support expansion, aided by the capital markets as a facilitator of funding;
- (e) achieve operational and cost synergies by streamlining the services and solutions adopted by the two entities, including through the realization of economies of scale given the larger volumes managed by the new entity;
- (f) develop a greater ability to attract new talent with specific professional skills to support *business* growth.

### 3. REFERENCE BALANCE SHEETS

The Merger will be approved based on the following reference balance sheets pursuant to and for the purposes of Article 2501-*quater*, paragraph 2, of the Italian Civil Code:

- (i) for Banca Sistema, the financial statements as of December 31, 2025, approved by the shareholders' meeting on April 23, 2026;
- (ii) for CF+, the financial statements as of December 31, 2025, approved by the shareholders' meeting on April 22, 2026.

These documents have been made available to the public in accordance with the terms and procedures set forth in applicable laws and regulations.

### 4. EXCHANGE RATIO AND CRITERIA USED TO DETERMINE IT

#### **4.1 Introduction**

The Boards of Directors of Banca Sistema and Banca CF+ have respectively engaged Deloitte and PwC (the “Financial Advisor” / the “Financial Advisors”) to assist the respective Boards of Directors in the activities of evaluating and determining the Exchange Ratio.

The aforementioned Exchange Ratio was determined by the Boards of Directors of the Companies Participating in the Merger based on their own analyses and assessments, taking into account,

among other things, the valuation work and considerations carried out by the Financial Advisors, with reference to the results of the various valuation methodologies used, as well as the assumptions, difficulties, and limitations highlighted therein.

Specifically, on June 23, 2026, the Financial Advisors provided the Boards of Directors of the Companies Participating in the Merger, respectively, with a specific document containing the valuations of the Companies Participating in the Merger and estimates of the range of the exchange ratio derived therefrom, on the basis of which the Boards of Directors proceeded to determine the Exchange Ratio.

The valuation methodologies described below were identified and adopted solely for the purpose of determining the Exchange Ratio. In order to ensure consistency in the valuation, the same valuation methodologies were applied, where possible, to both the Merging Company and the Company Being Merged, taking into account the specific characteristics of each.

#### **4.2 Reference Date and Documentation Used**

For the purposes of Article 2501-*quater* of the Italian Civil Code, the financial and equity positions of Banca Sistema and Banca CF+ on which this Explanatory Report is based are those as of December 31, 2025 (hereinafter, **the “Reference Date”**).

The valuation was performed as of March 31, 2026 (hereinafter, **the “Valuation Date”**). The valuation analyses are based on the assumption that, during the period between the financial and equity positions as of the Valuation Date and the date of issuance of *the so-called fairness opinion*, no material changes occurred in the economic, equity, and financial profile of Banca Sistema and Banca CF+.

In conducting its valuation analyses, Deloitte relied on publicly available information and data prepared or otherwise provided by Banca Sistema and Banca CF+ (the “Information”). Specifically:

- (i) Banca Sistema’s latest approved economic and financial projections for 2026–2029, on a *stand-alone* basis net of the contribution from Kruso Kapital S.p.A.;
- (ii) CF+’s latest approved economic and financial projections for 2026–2029, on a *combined* basis, i.e., including Banca Sistema’s contribution, the synergies, and the integration costs expected from the Merger;
- (iii) pro forma balance sheet and regulatory capital of Banca Sistema and CF+ as of March 31, 2026;
- (iv) latest *capital guidance* in terms of the CET1 ratio for CF+ and Banca Sistema (on a *stand-alone* basis);
- (v) details on the number of ordinary shares and the shareholder structure of CF+ and Banca Sistema;
- (vi) market data and information regarding current and projected financial and balance sheet data for a sample of listed Italian banks;
- (vii) accounting and statistical data, as well as any other information deemed useful for the application of the selected valuation methodologies.

#### **4.3 Methodologies Adopted for Determining the Exchange Ratio**

Taking into account the specific characteristics of Banca Sistema and Banca CF+, the nature of their operations, the target market in which they operate, valuation practices in line with national and international *standards*, and the Information, the valuation methodologies deemed applicable are as follows:

- the *Dividend Discount Model* (DDM) using the *Excess Capital* variant, according to which a company's value is equal to the sum of distributable dividend cash flows in excess of a predetermined level of capital and the *terminal value*;
- the market multiples method, which allows for the estimation of a company's economic value based on market indicators derived from a sample of publicly traded companies;
- the linear regression method, which allows for the estimation of a company's economic value based on market indicators from the stock market, taking into account a sample of publicly traded companies.

These valuation methodologies also form the basis of the valuation exercise that Deloitte conducted in order to prepare its fairness opinion.

#### **Valuation Methodologies Used by Deloitte to Determine the Exchange Ratio**

The following is a brief description of the methodological approach adopted by Deloitte, *the financial advisor* engaged by Banca Sistema.

##### **A. Dividend Discount Model (DDM) using the Excess Capital variant (primary method)**

The DDM methodology is based on the assumption that a company's economic value equals the sum of the present value of:

- (i) cash flows from potential future dividends distributable to shareholders generated over the selected time horizon without compromising the level of capitalization necessary to maintain a predetermined long-term *target* level of regulatory capital. These cash flows are therefore independent of the dividend policy actually planned or adopted by *management*;
- (ii) *terminal value*, calculated as the present value of a perpetual annuity estimated on the basis of an economically normalized, sustainable distributable cash flow consistent with the long-term growth rate.

In applying this methodology, the time horizon from the first quarter of 2026 through 2029 was considered the explicit period, based on the financial projections of Banca Sistema and CF+.

To determine the range of the exchange ratio, a sensitivity analysis was conducted with respect to the discount rate and the capital requirement expressed in terms of CET1.

##### **B. Market Multiples Valuation Method (Control Method)**

To substantiate the results obtained by applying the DDM method in the *Excess Capital* variant—adopted as the primary valuation methodology—the market multiples valuation method (control method) was applied.

Under the market multiples methodology, a company's economic value can be estimated based on market indicators derived from a sample of publicly traded companies. For the purposes of this methodology, a sample of publicly traded Italian banks was selected. Specifically, the market multiples method is based on determining multiples calculated as the ratio of stock market values to economic, equity, and financial metrics of the selected sample of listed companies. The multiples thus determined are applied to the corresponding metrics of the company being valued. Specifically, based on the characteristics of the banking sector and market practice, the forward price-to-earnings (P/E) ratio as of 2027 was selected.

C. Linear Regression Valuation Method (Control Method)

In order to substantiate the results obtained by applying the DDM method in its *Excess Capital* variant—adopted as the primary valuation methodology—the linear regression valuation method (control method) was applied.

According to the linear regression methodology, a company's economic value can be estimated based on market signals derived from a sample of publicly traded companies. For the purposes of this methodology, a sample of publicly traded Italian banks was selected. According to the linear regression method, a company's economic value can be determined based on parameters identified through the correlation (if statistically significant) between the price-to-shareholders' equity multiples of the same sample of listed companies and their respective levels of prospective profitability, as expressed by the return on shareholders' equity (RoTE) for the period. Specifically, a linear regression analysis was performed on the most recent available price-to-shareholders' equity ratio (as of March 31, 2026) against the expected RoTE for 2027 and 2028 in order to define the parameters necessary for the valuation of the companies.

#### **4.4 Determination of the Exchange Ratio**

Subject to the considerations, assumptions, and limitations described, the results obtained by Deloitte—acting as the financial advisor appointed by Banca Sistema—are summarized in the table summarizes the results obtained by Deloitte, acting as *the financial advisor* appointed by Banca Sistema, following the application of the various valuation methods indicated above for the purpose of determining the Exchange Ratio (number of Banca Sistema shares for each Banca CF+ share).

| Metodo                                                     | Minimo | Media  | Massimo |
|------------------------------------------------------------|--------|--------|---------|
| DDM nella variante dell'Excess Capital (metodo principale) | 1,140x | 1,370x | 1,644x  |
| Multipli di borsa (metodo di controllo)                    | 0,997x | 1,333x | 1,771x  |
| Metodo della regressione lineare (metodo di controllo)     | 1,364x | 1,516x | 1,690x  |

In light of the above considerations and taking into account the results obtained from the application of the various valuation methodologies adopted with the support of the respective Financial *Advisors*, on June 24, 2026, the Board of Directors of Banca CF+ and the Board of Directors of Banca Sistema, each within its respective jurisdiction, approved the following Exchange Ratio: 1.35 ordinary shares of Banca Sistema, with full dividend rights, for each ordinary share of Banca CF+ canceled as a result of the Merger.

The Exchange Ratio is not subject to any adjustments or cash settlements.

Based on the Exchange Ratio and Banca CF+'s current ownership stake in Banca Sistema, Banca CF+ shareholders will be allocated

- (a) 68,899,562 Banca Sistema ordinary shares currently held by Banca CF+;
- (b) an additional 50,246,553 ordinary shares, with full dividend rights, resulting from the capital increase up to a maximum total of 6,029,586.36 euros, to increase the par value of the share capital, to be implemented through the issuance of a maximum of 50,246,553 new issues (the **"Newly Issued Shares"**), which will be submitted for approval by the shareholders' meeting of Banca Sistema together with the approval of the Merger (the **"Capital Increase in Support of the Merger"**);

(collectively, the **"Exchange Shares"**).

For the sake of completeness, it should be noted that, pursuant to Article 2501-*sexies* of the Italian Civil Code, the Exchange Ratio was the subject of a specific report prepared by a joint expert appointed by the Court of Milan, which has jurisdiction pursuant to Article 2501-*sexies* of the Italian Civil Code, and made available to the public in accordance with the procedures and timeframes established by law and regulation.

#### **4.5 Difficulties and Limitations Encountered in the Assessment of the Exchange Ratio**

Each of the selected valuation methodologies, while widely recognized and established in valuation practice at both the national and international levels, requires taking into account, among other things, a series of limitations and critical issues illustrated below:

- (i) the need to rely on forward-looking data contained in the financial projections of Banca CF+ and Banca Sistema and, consequently, to account for the uncertainties inherent in such data;
- (ii) the valuations performed reflect the limitations and specific characteristics inherent in the various valuation methods used;
- (iii) given that Banca CF+'s financial projections include Banca Sistema's contribution, as well as the synergies and integration costs expected from the Merger, for the purpose of determining the value of Banca CF+ on a pre-Merger basis, certain adjustments were made—involving a correspondingly higher degree of complexity—to exclude the value of synergies, integration costs, and third-party interests, given that, as of the Valuation Date, Banca Sistema was approximately 85.7% owned by Banca CF+;
- (iv) A significant portion of the results derived from the application of the DDM methodology consists of *terminal values*, which are highly sensitive to the assumptions made regarding

key variables such as the *target* CET 1 *ratio*, the perpetual growth rate, the discount rate, and normalized profitability—variables that are subjective and uncertain;

- (v) the companies used for the purposes of applying the market multiples method and the linear regression method differ from the Companies Participating in the Merger in terms of size, *business* model, geographic area, stock liquidity, risk profile, profitability, and financial structure;
- (vi) the geopolitical context and the potential impacts related to the Russia–Ukraine war and ongoing conflicts in the Middle East, which generate additional economic uncertainties that may significantly affect the volatility of market prices of shares and other financial parameters.

## 5. METHOD OF ALLOCATION OF THE MERGING COMPANY'S SHARES AND GO- TION DATE THEREOF

The Merger will be implemented through the following transactions:

- a. allocation of 68,899,562 ordinary shares of Banca Sistema currently held by Banca CF+ to the shareholders of Banca CF+;
- b. allocation of an additional 50,246,553 newly issued Banca Sistema shares, with full dividend rights, to the shareholders of Banca CF+;
- c. Cancellation of the ordinary shares representing the share capital of Banca CF+.

Based on the information available as of today regarding the list of CF+ shareholders, the following table summarizes the allocation of the Exchange Shares for illustrative purposes only:

| Shareholder                                   | No. of CF+ shares | % of CF+ Capital | No. of Banca Sistema shares to be allocated | % of Banca Sistema's Capital |
|-----------------------------------------------|-------------------|------------------|---------------------------------------------|------------------------------|
| European Investments Holding Company S.à r.l. | 82,272,122        | 93.22%           | 111,067,364                                 | 85.00%                       |
| Panfilo Tarantelli                            | 3,953,626         | 4.48%            | 5,337,395                                   | 4.08%                        |
| Sergio Ascolani                               | 466,737           | 0.53%            | 630,094                                     | 0.48%                        |
| Iacopo De Francisco                           | 367,574           | 0.42%            | 496,224                                     | 0.38%                        |
| Ronchi Michele                                | 261,826           | 0.30%            | 353,465                                     | 0.27%                        |
| Salvatore Cordaro                             | 255,484           | 0.29%            | 344,903                                     | 0.26%                        |

|                           |                   |                |                    |               |
|---------------------------|-------------------|----------------|--------------------|---------------|
| Argenta Holdings S.à r.l. | 176,342           | 0.20%          | 238,061            | 0.18%         |
| Be Holding S.r.l.         | 173,301           | 0.20%          | 233,956            | 0.18%         |
| Quarto S.r.l.             | 134,865           | 0.15%          | 182,067            | 0.14%         |
| Potenza Alberico          | 96,566            | 0.11%          | 130,364            | 0.10%         |
| Giovanni Gallo Barbisio   | 69,058            | 0.08%          | 93,228             | 0.07%         |
| Carlo Goi                 | 28,885            | 0.03%          | 38,994             | 0.03%         |
| <b>Total</b>              | <b>88,256,386</b> | <b>100.00%</b> | <b>119,146,115</b> | <b>91.18%</b> |

The number of Exchange Shares to be allocated to each shareholder is calculated by multiplying the number of Banca CF+ shares held by the Exchange Ratio of 1.35. Any fractional shares will be settled in accordance with the procedures provided for by law.

The number of Exchange Shares was determined based on Banca CF+'s current ownership interest in Banca Sistema.

The New Issues will be admitted to trading on the regulated market of Euronext Milan—possibly the Euronext STAR Milan segment—subject to the issuance of the necessary authorizations, on the same terms as Banca Sistema's existing ordinary shares, and will be subject to the dematerialization regime and centralized Management by Monte Titoli S.p.A., pursuant to Articles 83-bis et seq. of the Consolidated Law on Finance (TUF).

The Issue of new shares will take place on the Effective Date, as defined *below*, (or as soon as technically possible following the Effective Date) and allocated to eligible holders in dematerialized form through their respective authorized intermediaries participating in the centralized Management system of Monte Titoli S.p.A. as of the Effective Date, in accordance with the timing and procedures to be announced in a specific notice.

Where necessary, a service will be made available to the recipients of such shares through authorized intermediaries to allow the number of shares due to each eligible person to be rounded to the nearest whole number based on the Exchange Ratio, without incurring additional costs, stamp duties, or commissions. Alternatively, different procedures may be implemented to ensure the overall balance of the transaction.

The Exchange Shares will carry full dividend rights and will confer upon their holders the same property and administrative rights as the ordinary shares of the Merging Company already outstanding. The shareholders of Banca CF+ will participate in the profits of the Merging Company as of the Effective Date through the Exchange Shares allocated to them.

The Effective Date and any other information regarding the terms and conditions for the allocation of CF+ shares in exchange will be communicated in a specific press release published, among other channels, on Banca Sistema's website ([www.bancasistema.it](http://www.bancasistema.it)) and on the authorized data storage platform "1info" (<https://www.1info.it/PORTALE1INFO>).

## **6. EFFECTIVE DATE OF THE MERGER AND THE DATE ON WHICH THE TRANSACTIONS OF THE MERGED COMPANY WILL BE RECOGNIZED, INCLUDING FOR TAX PURPOSES, IN THE FINANCIAL STATEMENTS OF THE MERGING COMPANY**

Subject to the fulfillment of the conditions precedent set forth in Paragraph 2.2 of the Explanatory Report, the Merger will take effect under civil law as of 12:01 a.m. on November 7, 2026, or as of any other date that may be specified in the merger deed, pursuant to Article 2504-bis, second paragraph, of the Italian Civil Code. (the "Effective Date of the Merger" or "Effective Date").

As of the Merger Effective Date, the Merging Company shall automatically succeed to all the capital, liabilities, and property of the Merged Company, as well as to all claims, actions, and rights, and all obligations, commitments, and duties of any nature pertaining to the Merged Company, in accordance with the provisions of Article 2504-bis, paragraph 1, of the Italian Civil Code.

For accounting purposes, the transactions of the Merged Company will be reflected in the financial statements of the Merging Company effective November 1, 2026, in accordance with the provisions of Article 2504-bis, paragraph 3, of the Italian Civil Code. For tax purposes, the effects of the Merger will take effect as of the same date.

## **7. TAX ASPECTS OF THE MERGER FOR THE COMPANIES PARTICIPATING IN THE MERGER**

### **Direct Taxes**

With regard to direct taxes, the tax consequences of the merger are governed by Article 172 of Presidential Decree No. 917 of December 22, 1986 (hereinafter also "TUIR"). According to this provision, the merger is tax-neutral and does not constitute a realization or distribution of gains or losses on the assets of the companies participating in the merger, including those relating to inventories and goodwill.

In determining the income of the Merging Company, no account will be taken of any surplus or deficit recorded in the financial statements as a result of the share exchange ratio or the cancellation of equity interests. Any increases in value recorded in the financial statements as a result of allocating the deficit to balance sheet items of the Merged Company will not be taxable for the Merging Company; however, the assets received will be valued for tax purposes based on the last value recognized for income tax purposes by the Merged Company, with a specific reconciliation statement in the tax return showing the data presented in the financial statements and the values recognized for tax purposes. In the case of reverse mergers, the principle of tax irrelevance of merger differences also applies to those allocated to the balance sheet items of the investee and the merging company.

Pursuant to Article 172, paragraph 10-bis of the TUIR, the substitute tax regime referred to in paragraph 2-ter of Article 176 of the TUIR may be applied—in accordance with the procedures, conditions, and terms set forth therein—by the Merging Company as well, in order to obtain tax recognition of the higher carrying amounts recorded in the financial statements as a result of the Merger.

Pursuant to Article 172, paragraph 5, of the TUIR, tax-deferred Reserves recorded in the last financial statements of the Merged Company are included in the income of the Merging Company if and to the extent that they have not been replenished in the relevant financial statements. Reserves that are taxable only upon distribution must be reinstated only to the extent of any merger surplus or increase in share capital exceeding the aggregate share capital of the companies participating in the merger, net of the shares of capital in each such company already held. In such a case, these reserves contribute to the income of the Merging Company only in the event of a subsequent distribution of the surplus or excess capital.

Pursuant to Article 172, paragraph 7 of the TUIR, the tax losses of the companies participating in the Merger, including the Merging Company, may be deducted from the Merging Company's income to the extent that their amount does not exceed the economic value of the Shareholders' equity of the company reporting the losses; such value, determined as of the Effective Date of the Merger, must be set forth in a sworn report on estimates prepared by a person designated by the company, chosen from among those referred to in Article 2409-bis, paragraph 1, of the Civil Code, to whom the provisions of Article 64 of the Code of Civil Procedure apply.

For the purposes of this limit, the economic value of shareholders' equity is reduced by an amount equal to twice the sum of the contributions and capitalizations made during the twenty-four months preceding the Effective Date of the Merger; such capitalizations do not include contributions made by the State or Other public entities in accordance with the law. In the absence of a sworn appraisal report, the carryforward of losses is permitted up to the limit of the value of the respective book shareholders' equity as shown in the most recent financial statements or, if lower, in the Statement of financial position referred to in Article 2501-quater of the Civil Code, without taking into account contributions and payments made during the twenty-four months preceding the date to which that statement relates, provided that the aforementioned payments do not include the public contributions referred to in the preceding period.

In any case, the carryforward of tax losses is subject to the condition that the Income Statement of the company carrying forward the losses for:

a) the financial year preceding the one in which the merger takes effect pursuant to Article 2504-bis of the Civil Code shows total revenue and income from core operations and total expenses for employee compensation and related contributions, as referred to in Article 2425 of the Civil Code, exceed 40 percent of the average for the two preceding fiscal years; for entities that prepare their financial statements in accordance with international accounting standards, the corresponding Income Statement components shall be used;

(b) the period of time between the beginning of the fiscal year in which the merger takes effect pursuant to Article 2504-bis of the Civil Code and the date preceding the effective date of the merger, prepared in accordance with the accounting principles applied for the preparation of the

annual financial statements, the amount of revenues and income from core operations and the amount of expenses for employee compensation and related contributions, as referred to in Article 2425 of the Civil Code, annualized, exceed 40 percent of the average of the last two preceding fiscal years; for entities that prepare their financial statements in accordance with international accounting standards, the corresponding Income Statement components shall be used.

In the event of backdating the tax effects of the Merger pursuant to Article 172, paragraph 9, of the TUIR, the limitations described above also apply to the loss that would have been incurred independently by the Merged Company in relation to the period between the beginning of the tax year and the date preceding the date on which the Merger became effective under civil law.

The same provisions also apply to non-deductible interest expense carried forward pursuant to Article 96, paragraph 5, of the TUIR, as well as to the excess amount relating to the economic growth incentive referred to in Article 5 of Legislative Decree No. 216 of December 30, 2023.

Notwithstanding the foregoing, where the conditions are met, the rules regarding the waiver of limits on intra-group tax losses set forth in Article 177-ter of the TUIR remain in effect.

For shareholders, in the absence of cash adjustments, the exchange of shares held in the Merged Company does not constitute a realization of the Securities but rather a mere substitution of those Securities (which will be canceled as a result of the Merger) with Securities of the Merging Company. In other words, regardless of whether a capital gain arises commensurate with the difference between the cost basis of the replaced shares and the current value of those received, the exchange has no tax implications for the shareholders.

### ***Indirect Taxes***

For the purposes of indirect taxes, a merger constitutes a transaction excluded from the scope of VAT, pursuant to Article 2, paragraph 3, subparagraph f), of Presidential Decree No. 633 of October 26, 1972. According to this provision, transfers of assets resulting from corporate mergers are not considered taxable supplies for VAT purposes.

With regard to registration tax, the merger deed, pursuant to Article 4(b) of Part One of the Schedule attached to Presidential Decree No. 131 of April 26, 1986, is subject to a fixed tax of 200.00 euros.

## **8. COMPANY RESULTING FROM THE MERGER**

### **8.1 Composition of the Relevant Shareholder Base of the Merging Company Post-Merger and Related Control Structure**

Assuming that the current ownership structure of the Merging Company and the Merged Company remains unchanged between the date of the Explanatory Report and the Effective Date of the Merger, subject to the Exchange Ratio, following the Merger, the share capital structure of Banca Sistema will be as set forth in paragraph 5 above, and European Investments Holding Company S.à r.l. will hold control thereof pursuant to Article 2359 of the Italian Civil Code, Article 93 of the Consolidated Law on Finance (TUF), and Article 23 of the Consolidated Banking Law (TUB).

## 9. AMENDMENTS TO THE ARTICLES OF INCORPORATION OF THE MERGING COMPANY UPON THE MERGER

Banca Sistema's Articles of Incorporation will not be amended as a result of the Merger, except for Article 5, which will be amended to reflect the Capital Increase to Service the Exchange Ratio and the elimination of the par value of Banca Sistema's shares, currently equal to 0.12 euros.

Furthermore, for the sake of completeness, it should be noted that, at the same Banca Sistema shareholders' meeting to be convened to approve the Merger Plan pursuant to Article 2502 of the Civil Code and, along with it, the Capital Increase in Support of the Merger, a proposal will be submitted to grant the Board of Directors of Banca Sistema, pursuant to Article 2443, of the Italian Civil Code, to increase the share capital, against payment, in one or more *tranches*, including by excluding subscription rights pursuant to Article 2441, paragraph 4, first and second sentences, and paragraph 5, of the Civil Code, for a maximum total amount not exceeding €100,000,000.00, to be exercised on one or more occasions within five years from the date of the relevant shareholders' meeting resolution, with the provision that such authorization may be exercised subject to the completion of the Merger.

Set forth below, pursuant to Schedule No. 3 of Annex 3A to the Issuers' Regulations, is the text of Banca Sistema's currently effective Articles of Incorporation, presented side-by-side with the text of Banca Sistema's Articles of Incorporation following the amendments that may be approved by the Merging Company's Shareholders' Meeting, held in part as an extraordinary session:

| Current Text                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              | Amended text                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <p><b>Article 5: Share capital</b></p> <p>5.1 The share capital amounts to 9,650,526.24 euros (nine million six hundred fifty thousand five hundred twenty-six point twenty-four), divided into 80,421,052 (eighty million four hundred twenty-one thousand fifty-two) shares with a par value of 0.12 euros (twelve cents) each.</p> <p>On April 28, 2016, the Company's Extraordinary Shareholders' Meeting resolved, pursuant to Article 2349 of the Italian Civil Code, to increase the share capital free of charge, in a divisible form, to serve the 2016 Stock Grant Plan ("2016 Plan") approved by the Company's Ordinary Shareholders' Meeting on the same date, as well as for the Stock Grant Plans that may be approved in the future by the Company's Shareholders' Meeting in relation</p> | <p><b>Article 5: Share capital</b></p> <p>5.1 The share capital amounts to 9,650,526.24 euros <del>(nine million six hundred fifty thousand five hundred twenty-six point twenty-four)</del> [.], divided into <del>80,421,052 (eighty million four hundred twenty-one thousand fifty-two)</del> [.] shares with no par value, each with a value of <del>0.12 euros (twelve cents)</del>.</p> <p><del>On April 28, 2016, the Company's Extraordinary Shareholders' Meeting resolved, pursuant to Article 2349 of the Civil Code, to increase the share capital, free of charge and in a divisible form, to serve the 2016 Stock Grant Plan ("2016 Plan") approved by the Company's Ordinary Shareholders' Meeting on the same date, as well as to support the Stock Grant Plans that may be approved in the future by the Company's Shareholders' Meeting in</del></p> |

|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |
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| <p>to the years 2017, 2018, and 2019 (“2017-2019 Plans”). This no-par capital increase is for a maximum nominal amount of 49,920 (forty-nine thousand nine hundred twenty) euros, corresponding to a maximum of 416,000 (four hundred sixteen thousand) ordinary shares of the Company with a par value of 0.12 (twelve cents) each and must be executed by June 30, 2023, it being acknowledged that the share capital will be deemed increased by an amount equal to the subscriptions received and that individual subscriptions, including partial ones, will take effect immediately, with the consequent simultaneous allocation of the shares and the related corporate rights.</p> <p>The bonus capital increase will be carried out by utilizing the Restricted Reserve for Capital Increases in support of the 2016 Plan and the 2017-2019 Plans, the establishment of which, in the amount of 1,600,000 (one million six hundred thousand) euros, was approved by the ordinary shareholders’ meeting on April 28, 2016.</p> <p>The shares subject to the bonus capital increase will carry full dividend rights and will be issued in multiple <i>tranches</i>, in accordance with the procedures and timelines set forth in the regulations governing the 2016 Plan and the 2017-2019 Plans.</p> <p>The Board of Directors is hereby delegated — with the authority to sub-delegate to its members—all necessary powers relating to the execution of the aforementioned capital increase and, in particular, to the allocation and issue of new shares in connection with the 2016 Plan and the 2017-2019 Plans under the terms and conditions set forth therein, as well as the authority to make the resulting amendments to this article, in order to adjust the amount of the share capital from time to time.</p> | <p><del>relation to the fiscal years 2017, 2018, and 2019 (“2017-2019 Plans”). This no-par capital increase is for a maximum nominal amount of 49,920 (forty-nine thousand nine hundred twenty) euros, corresponding to a maximum of 416,000 (four hundred sixteen thousand) ordinary shares of the Company with a par value of 0.12 (twelve cents) each and must be executed by June 30, 2023, it being acknowledged that the share capital will be deemed increased by an amount equal to the subscriptions received and that individual subscriptions, including partial ones, will take effect immediately, with the consequent simultaneous allocation of the shares and the related corporate rights.</del></p> <p><del>The bonus capital increase will be carried out by utilizing the Restricted Reserve for Capital Increases serving the 2016 Plan and the 2017-2019 Plans, the establishment of which, in the amount of 1,600,000 (one million six hundred thousand) euros, was approved by the ordinary shareholders’ meeting on April 28, 2016.</del></p> <p><del>The shares subject to the bonus capital increase will carry full dividend rights and will be issued in multiple <i>tranches</i>, in accordance with the procedures and timelines set forth in the regulations governing the 2016 Plan and the 2017-2019 Plans.</del></p> <p><del>The following powers are delegated to the Board of Directors — with the authority to sub-delegate to its members—all necessary powers relating to the execution of the aforementioned capital increase and, in particular, to the allocation and issue of new shares in connection with the 2016 Plan and the 2017-2019 Plans under the terms and conditions set forth therein, as well as the authority to make the resulting amendments</del></p> |
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| <p>Once the deadline by which the aforementioned increase must be carried out has passed, under the conditions set forth in the 2016 Plan and the 2017-2019 Plans, the share capital shall be deemed to have been increased by an amount corresponding to the shares issued.</p> <p><b>[the rest remains unchanged]</b></p> | <p><del>to this article, in order to adjust the amount of the share capital from time to time.</del></p> <p><del>Once the deadline by which the aforementioned increase must be carried out has passed, in accordance with the terms set forth in the 2016 Plan and the 2017-2019 Plans, the share capital shall be deemed to have been increased by an amount corresponding to the shares issued.</del></p> <p><b>[the rest remains unchanged]</b></p> |
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The complete text of Banca Sistema’s Articles of Incorporation, as amended, which will take effect on the Effective Date, is set forth as **Exhibit A** to the Explanatory Report.

## 10. SIGNIFICANT SHAREHOLDER AGREEMENTS PURSUANT TO ART. 122 OF THE TUF

As of the date of the Explanatory Report, based on the information disclosed pursuant to Art. 122 of the TUF, there is a material shareholders’ agreement concerning the shares of Credito Fondiario S.p.A., now Banca CF+ Credito Fondiario S.p.A. (the “**CF+ Shareholders’ Agreement**”), which was executed on December 22, 2021, between Panfilo Tarantelli, Sergio Ascolani, Salvatore Cordaro, Quarto S.r.l., and Argenta Holdings S.à r.l. (collectively, the “**Former Controlling Shareholders**”), on the one hand, and Tiber Investments 2 S.à r.l., now European Investments Holding Company S.à r.l. (“EIHC”), on the other. Subsequently, Michele Ronchi and Alberico Potenza joined the CF+ Shareholders’ Agreement on February 22, 2022, limited to certain provisions thereof, as did BE Holding S.r.l., Giovanni Gallo Barbisio, and Carlo Goi on March 8, 2023 (collectively, the “**Subsequent Investors**”). The CF+ Shareholders’ Agreement covers a total of 87,888,812 CF+ shares, representing approximately 99.58% of CF+’s share capital. The Agreement contains provisions pursuant to Article 122, paragraphs 1 and 5, subparagraphs (a) and (b) of the TUF, concerning in particular the *governance* principles of CF+ and the parties’ obligation to exercise their voting rights in order to give full effect to the CF+ Shareholders’ Agreement, matters reserved for the CF+ Shareholders’ Meeting, the composition and appointment of the Board of Directors and the Board of Statutory Auditors of CF+, the management of deadlock situations and related call options, *exit* procedures, as well as restrictions on the transfer of CF+ shares. The CF+ Shareholders’ Agreement provides that it entered into force on August 1, 2021, and will remain fully effective until August 1, 2026, unless terminated early under the circumstances provided for in the CF+ Shareholders’ Agreement, with a tacit renewal mechanism unless notice of termination is sent in writing by one party to the other within 6 months of the expiration date of each term.

For further information regarding the aforementioned CF+ Shareholders’ Agreement, please refer to the key information published pursuant to Article 122 of the Consolidated Law on Finance (TUF) and Article 130 of the Issuers’ Regulation.

As of the date of this Explanatory Report, the parties to the aforementioned shareholders' agreement have not communicated the effects of the Merger on said agreement.

## 11. ASSESSMENTS BY THE MANAGEMENT BODIES REGARDING THE EXISTENCE OF THE RIGHT OF WITHDRAWAL

Approval of the merger resolution will not give rise to any right of withdrawal pursuant to Article 2437 of the Italian Civil Code in favor of Banca Sistema shareholders, as none of the conditions set forth in Article 2437 of the Italian Civil Code, Article 2437-*quinquies* of the Italian Civil Code, or Other statutory provisions apply.

## 12. PROPOSED RESOLUTION

Dear Shareholders,

In light of the foregoing, the Board of Directors invites the Extraordinary Shareholders' Meeting of Banca Sistema to approve the following proposed resolution:

*"The Shareholders' Meeting of Banca Sistema S.p.A. ("**Banca Sistema**" or the "Bank"):*

- *having regard to the merger plan by incorporation of Banca CF+ Credito Fondiario S.p.A. ("**Banca CF+**") into Banca Sistema, approved by the Boards of Directors of Banca Sistema and CF+ on June 24, 2026, and filed at the Bank's headquarters on June 30, 2026, pursuant to Article 2501-septies of the Civil Code, filed with the Milan-Monza Brianza-Lodi Companies Registry pursuant to Article 2501-ter of the Civil Code on September 11, 2026, and published on the relevant website on the same date;*
- *having examined the explanatory report of the Board of Directors on the aforementioned merger plan, prepared pursuant to Article 2501-quinquies of the Italian Civil Code and Article 70 of the Regulations adopted by CONSOB Resolution No. 11971 of May 14, 1999;*
- *having taken note of the relevant financial statements of the companies participating in the merger pursuant to and for the purposes of Article 2501-quater of the Italian Civil Code, as represented by: (i) for Banca Sistema, the financial statements as of December 31, 2025, approved by the shareholders' meeting on April 23, 2026; (ii) for Banca CF+, by the financial statements as of December 31, 2025, approved by the shareholders' meeting on April 22, 2026;*
- *on demand, having reviewed the report on the fairness of the exchange ratio prepared by KPMG S.p.A., acting as the joint expert appointed pursuant to Article 2501-sexies of the Italian Civil Code by the Court of Milan;*
- *having taken note of the additional documentation filed pursuant to Article 2501-septies of the Italian Civil Code, as well as the disclosure made at the Shareholders' Meeting pursuant to and for the purposes of Article 2501-quinquies, paragraph 3, of the Italian Civil Code;*

- *having regard to the issuance by the Bank of Italy of: (i) the authorization referred to in Article 57 of Legislative Decree No. 385/93 ("TUB") and the related implementing provisions regarding the merger; (ii) the determination referred to in Article 56 of the TUB and the related implementing provisions regarding the amendments to the Articles of Association resulting from the merger;*
- *noting that Banca Sistema's current share capital amounts to €9,650,526.24 and consists of 80,421,052 ordinary shares, each with a par value of €0.12, and is fully subscribed and paid up; and*
- *acknowledging that these documents have been published and made available in accordance with applicable laws and regulations;*

***resolves***

- 1) *to approve the merger plan relating to the merger by incorporation of Banca CF+ into Banca Sistema, already approved by the respective Boards of Directors, on the terms and conditions set forth therein, and in particular to approve, among other things, an exchange ratio set at 1.35 Banca Sistema ordinary shares for each CF+ ordinary share;*
- 2) *to approve the increase in share capital in support of the merger for a maximum of 6,029,586.36 euros, through the issuance of a maximum of 50,246,553 ordinary shares, without par value, as set forth in the merger plan and in accordance with the aforementioned exchange ratio;*
- 3) *to approve, effective as of the date the merger is completed, subject to the provisions of Article 2436, paragraph 5, of the Italian Civil Code, the Articles of Association as set forth in the table included in the Board of Directors' explanatory report on the merger plan prepared pursuant to Article 2501–quinquies of the Italian Civil Code and Article 70 of the Regulations adopted by CONSOB Resolution No. 11971 of May 14, 1999;*
- 4) *to acknowledge (i) that the civil law effects of the merger, pursuant to Article 2504–bis, paragraph 2, of the Italian Civil Code, shall take effect as of 12:01 a.m. on November 7, 2026, or as of any other date that may be specified in the merger deed, and (ii) that, for accounting and tax purposes, the transactions of the company being merged will be included in the financial statements of the merging company effective November 1, 2026;*
- 5) *to acknowledge that, effective as of the date the merger takes effect, Banca Sistema shall automatically succeed to all the assets, liabilities, and capital of Banca CF+, as well as to all claims, actions, and rights, and to all obligations, commitments, and duties of any nature pertaining to the latter, in accordance with the provisions of Article 2504–bis, paragraph 1, of the Italian Civil Code;*
- 6) *finally, to acknowledge that the completion and effectiveness of the merger are subject to the Board of Directors' verification that the legal requirements have been met and that each of the conditions precedent set forth in the merger plan has been fulfilled;*
- 7) *to grant the Chairman of the Board of Directors and the Chief Executive Officer, separately from one another and also through special attorneys-in-fact, within the limits of the law, the*

*broadest possible authority to implement the aforementioned resolutions, and therefore, inter alia:*

- (i) to fulfill all formalities required for the shareholders' meeting resolution to be registered with the Milan–Monza–Brianza–Lodi Companies Register, with the authority—in particular—to make any non–substantive amendments, deletions, and additions to said resolution that may be required by the competent authorities or for the purposes of registration;*
- (ii) to enter into and execute, including through special attorneys-in-fact, in accordance with applicable laws and regulations, the merger deed, establishing its conditions, procedures, and clauses, specifying therein the effective date within the limits permitted by law and in accordance with the merger plan, authorizing any transfers and registrations that may be necessary with respect to assets and, in any case, to the balance sheet items (assets and liabilities) included in the assets of Banca CF+, to execute any implementing, clarifying, supplementary, and/or corrective documents that may be necessary or appropriate for the purpose of executing this merger resolution, establishing clauses, terms, and procedures, and to take all actions necessary or even merely appropriate for the successful completion of the transaction, as well as;*
- (iii) to fulfill all disclosure obligations related to the merger and to carry out any other act and/or activity necessary or useful for the purpose of executing the merger.”*

\*\*\* \*\*

Milan, September 11, 2026

Banca Sistema S.p.A.

Managing Director

Iacopo De Francisco

**Appendix A: Articles of Incorporation of Banca Sistema, which will take effect on the effective date of the Merger**

\*\*\* \*\*

*This document may not be disclosed, published, released, or distributed, in whole or in part, directly or indirectly, in any jurisdiction where the distribution of such information would constitute a violation of applicable laws or regulations in such jurisdictions.*

## FORWARD-LOOKING STATEMENTS

*This document contains certain forward-looking statements, projections, objectives, estimates, and forecasts that reflect the current views of the management of Banca Sistema S.p.A. regarding certain future events. Such forward-looking statements, projections, objectives, estimates, and forecasts are generally identifiable by the use of the words “may,” “will,” “should,” “plan,” “expect,” “anticipate,” “estimate,” “believe,” “intend,” “project,” “objective” or “target,” or the negation of these words or other variations of these words or comparable terminology.*

*These forward-looking statements include, but are not limited to, all statements other than statements of historical fact, including, without limitation, those regarding the future financial position of Banca Sistema S.p.A. and the results of its operations, strategy, plans, objectives, goals, and future developments in the markets in which Banca Sistema S.p.A. operates or is seeking to operate.*

*Due to these uncertainties and risks, readers are cautioned not to place undue reliance on such forward-looking statements as predictions of actual results. Banca Sistema’s ability to achieve its objectives or anticipated results depends on many factors that are beyond management’s control. Actual results may differ materially from (and be more negative than) those anticipated or implied in the forward-looking statements. Such forward-looking information involves risks and uncertainties that could significantly affect expected results and is based on certain key assumptions.*

*All forward-looking statements included herein are based on information available to Banca Sistema S.p.A. as of today’s date. Banca Sistema S.p.A. assumes no obligation to publicly update or revise any forward-looking statement, whether as a result of new information, future events, or otherwise, except as required by applicable law. All subsequent written and oral forward-looking statements attributable to Banca Sistema S.p.A. or to persons acting on its behalf are expressly qualified in their entirety by these cautionary statements.*

**Appendix A: Articles of Incorporation of Banca Sistema, which will take effect on the effective date of the Merger**



ARTICLES  
OF  
INCORPORATION OF  
Banca Sistema S.P.A.

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## TITLE I

### NAME, REGISTERED OFFICE, TERM, AND PURPOSE OF THE CORPORATION

#### **Article 1: Name**

1.1 A joint-stock company is hereby established under the corporate name:

“Banca Sistema S.p.A.”

1.2 The corporate name used for operations abroad may also be translated into the languages of the countries in which the company operates.

1.3 Ownership of shares in the company’s share capital and the acceptance of roles and positions governed by these Bylaws imply acceptance of the provisions set forth in these Bylaws, even if such provisions were already in effect as of the date of acquisition of said shares or the assumption of said roles and positions.

#### **Article 2: Registered Office**

2.1 The company’s registered office is in Milan.

2.2 The Board of Directors may establish and dissolve, both in Italy and abroad, secondary offices, executive and operational offices, subsidiaries, branches, agencies, plants, or local production and management units, however they may be designated.

2.3 For all dealings with the company, the domicile of the shareholders is, for all intents and purposes, that recorded in the shareholders’ register, where it is entered following a declaration made by the shareholder upon joining the share capital. If the shareholder’s domicile is not indicated in the shareholders’ register, reference shall be made, for natural persons, to their registered residence, and for entities other than natural persons, to their registered office.

#### **Article 3: Duration**

The term of the company is set to expire on December 31, 2100, and may be extended in accordance with the law.

#### **Article 4: Corporate Purpose**

4.1 The company’s purpose is to accept deposits and engage in lending in its various forms in Italy and abroad; accordingly, it may carry out any banking and financial transactions and services that are instrumental to or related to this purpose. Furthermore, the company may also engage in any other activities and/or transactions that are instrumental to or related to, necessary for, or useful to



achieving the corporate purpose and, in general, carry out any other activity that is reserved by law or permitted to institutions authorized to conduct banking business.

4.2 The company, in its capacity as the Parent company of the Banca Sistema banking group, pursuant to Article 61, paragraph 4, of Legislative Decree 385/1993, issues, in the exercise of its management and coordination functions, directives to the group's components for the implementation of instructions issued by the Bank of Italy in the interest of the group's stability.

4.3 The company may issue bonds of any kind. Finally, it may acquire equity interests in Italy and abroad.

## TITLE II

### SHARE CAPITAL, WITHDRAWAL, AND CIRCULATION OF SHARES

#### **Article 5: Share capital**

5.1 The share capital amounts to [•] euros, divided into [•] shares with no par value.

5.2 The shares are issued in dematerialized form; they are registered, indivisible, and cases of joint ownership are governed by law.

5.3 Each share entitles the holder to one vote, except as provided for in paragraphs 7 and following of this article.

5.4 The shares confer equal rights on their holders. The Extraordinary Shareholders' Meeting may resolve to issue special classes of shares, establishing the form, the method of transfer, and the rights accruing to the holders of such shares, including shares to be allocated individually to employees of the company or its subsidiaries in an amount corresponding to the profits allocated to employees, in accordance with Article 2349, paragraph 1, of the Civil Code, in compliance with applicable regulations regarding compensation and consistent with the company's compensation and incentive policies.

5.5 The Extraordinary Shareholders' Meeting may resolve, in connection with contributions by shareholders or third parties other than contributions to the share capital, to issue financial instruments pursuant to Article 2346, paragraph 6, of the Italian Civil Code, consisting of participation certificates endowed with the rights specified in the resolution authorizing their issuance and which must be set forth in these Bylaws. Such participation certificates may or may not be transferable, depending on the provisions of the resolution authorizing their issuance and the corresponding provisions set forth in these Bylaws.

The financial instruments referred to in this Section 5.5 may also be granted individually to employees of the company or its subsidiaries,



in accordance with the provisions of Article 2349, paragraph 2, of the Civil Code, in compliance with applicable regulations governing compensation, and consistent with the company's compensation and incentive policies.

5.6 In the event of a paid-in capital increase, shareholders' subscription rights may be excluded, up to a limit of ten percent of the existing share capital, provided that the issue price of the new shares corresponds to the market value of the shares already outstanding and that this is confirmed by an independent auditor's report.

5.7 Notwithstanding the provisions of paragraph 3 of this article, each share entitles the holder to two votes per share if both of the following conditions are met:

(a) the share has been held by the same person, by virtue of a real right entitling the holder to exercise voting rights (full ownership with voting rights, bare ownership with voting rights, or usufruct with voting rights), for a continuous period of at least twenty-four months; (b) the fulfillment of the condition *set forth in subparagraph (a)* is attested by continuous registration, for a period of at least twenty-four months, in the special list specifically established and governed by this article (the "Special List"),

5.8 The acquisition of the increased voting rights shall take effect on the earlier of: (i) the fifth trading day of the calendar month following the month in which the conditions required by the bylaws for the increase in voting rights were met; or (ii) the so-called *record date* of any shareholders' meeting, determined in accordance with applicable law, following the date on which the conditions required by the Articles of Association for the increase in voting rights were met.

5.9 The company shall establish and maintain at its registered office, in the form and with the content required by applicable law, the Special List, in which shareholders intending to benefit from the increased voting rights must be registered. In order to be included in the Special List, a person entitled under this article must submit a specific application, attaching a statement certifying share ownership—which may pertain even to only a portion of the shares held by the owner for which the increase is requested—issued by the intermediary with whom the shares are held in accordance with applicable law. In the case of entities other than natural persons, the application must specify whether the entity is subject to direct or indirect control by third parties and provide the identifying information of any controlling entity.

5.10 The Special List is updated by the company no later than the fifth trading day following the end of each calendar month and, in any case, no later than the so-called *record date* provided for by applicable regulations regarding the right to attend and vote at shareholders' meetings.

5.11 The provisions relating to the shareholders' register apply to the Special List, to the extent they are compatible, including those concerning the disclosure of information and shareholders' right of inspection, as well as the provisions that the Board of Directors will make available through specific regulations published on the company's website.

5.12 Without prejudice to the provisions of paragraph 17 below, the company shall remove a shareholder from the Special List—resulting in the automatic loss of the right to the increased voting weight—in the following cases: (i) total or partial waiver by the interested party; (ii) notification by the interested party or



by the intermediary proving that the conditions for the increased voting right no longer exist or that ownership of the underlying property right and/or the related voting right has been lost; (iii) ex officio, where the company becomes aware of events that result in the cessation of the conditions for the increased voting rights or the loss of ownership of the underlying property right and/or the related voting right.

5.13 The increased voting right ceases to exist: (a) in the event of a transfer of the share, whether for consideration or free of charge, it being understood that “transfer” also includes the creation of a pledge, usufruct, or other encumbrance on the share, when this results in the loss of voting rights by the shareholder. In cases of transfer, whether for consideration or free of charge, involving only a portion of the shares with enhanced voting rights, the transferor retains the enhanced voting rights on the shares other than those transferred; (b) in the event of a direct or indirect transfer of controlling interests in companies or entities that hold shares with enhanced voting rights in an amount exceeding the threshold set forth in Article 120, paragraph 2, of Legislative Decree No. 58 of February 24, 1998.

5.14 The enhanced voting rights already accrued or, if not yet accrued, the holding period required for the enhanced voting rights to accrue, are retained in the event of: (a) inheritance upon death in favor of the heir and/or legatee; (b) a merger or demerger of the shareholder in favor of the company resulting from the merger or the beneficiary of the demerger; (c) transfer from one portfolio to another of the OICRs managed by the same entity; (d) pledging, usufruct, or other encumbrances, with the voting right retained by the pledgee or the bare owner; (e) transfer between companies belonging to the same group (meaning subsidiaries, parent companies, and companies subject to the same control).

5.15 The voting premium extends to shares (the “New Shares”): (i) resulting from a bonus capital increase pursuant to Article 2442 of the Italian Civil Code, to which the holder is entitled in relation to the shares for which the voting premium has already accrued (the “Original Shares”); (ii) allocated in exchange for the Original Shares in the event of a merger or demerger, provided that this is provided for in the relevant plan and in accordance with the terms set forth therein; (iii) subscribed to by the holder of Original Shares in the exercise of the subscription right pertaining to such shares as part of a capital increase through new contributions.

5.16 In the cases referred to in paragraph 15, the New Shares acquire the voting premium: (i) for New Shares to which the holder is entitled in connection with shares for which the voting premium has already accrued, from the time of registration in the Special List, without the need for a further period of continuous ownership; (ii) for the New Shares to which the holder is entitled in connection with shares for which the increased voting rights have not yet accrued (but are in the process of accruing), from the moment the holding period is completed, calculated from the original registration in the Special List.

5.17 The holder of the voting right is always entitled



to irrevocably waive—in whole or in part—the increased voting right at any time, by means of a written notice to be sent to the company; provided, however, that the increased voting right may be reacquired with respect to the shares for which it was waived upon re-registration in the Special List and the full completion of a continuous membership period of no less than twenty-four months.

5.18 The increased voting rights are also taken into account when determining the *quorums* required for the formation and resolution of meetings that refer to percentages of the share capital, but they have no effect on rights other than voting rights that are conferred by the ownership of specific percentages of the share capital.

5.19 For the purposes of this article, the concept of control is that provided for by the regulatory framework governing listed issuers.

#### **Article 6: Withdrawal**

Shareholders have the right to withdraw from the company in the mandatory cases established by law. The right to withdraw is expressly excluded in the cases referred to in Article 2437, second paragraph, of the Civil Code.

The terms and conditions for withdrawal are governed by Article 2437-bis of the Italian Civil Code.

#### **Article 7: Transfer of Shares**

The company's ordinary shares are freely transferable in accordance with the regulations in force at the time.

### **TITLE III**

#### **CORPORATE BODIES**

#### **Article 8: Shareholders' Meeting**

8.1 The Shareholders' Meeting, when duly convened, represents the entire body of shareholders, and its resolutions, adopted in accordance with the law and these Bylaws, are binding on all shareholders, even if they were absent, abstained, or voted against the resolution. The Shareholders' Meeting convenes in ordinary and extraordinary sessions in accordance with the law and these Bylaws.

The procedures governing the operation of the Shareholders' Meeting are established by specific bylaws approved by resolution of the Ordinary Shareholders' Meeting.

8.2 The Shareholders' Meeting is convened in accordance with the law at least once a year within 120 (one hundred twenty) days of the close of the fiscal year.



In addition, the Shareholders' Meeting is convened by the management bodies whenever they deem it necessary or appropriate and in the cases provided for by law; or, upon written notice to the Chairman of the Board of Directors, by the Board of Statutory Auditors or by at least two of its members, in accordance with applicable legal provisions. The Shareholders' Meeting is also convened by the Board of Directors within the time limits prescribed by law when requested by shareholders representing at least one-twentieth of the share capital, provided that the request specifies the matters to be discussed. A meeting convened at the request of shareholders is not permitted for matters on which the Shareholders' Meeting resolves, in accordance with the law, upon a proposal by the directors or on the basis of a plan or report prepared by them.

Finally, the Shareholders' Meeting is convened in the other cases provided for by law and by these Bylaws.

8.3 The Shareholders' Meeting is convened in the municipality where the company has its registered office or elsewhere, provided that the location is in Italy, in a member state of the European Union, in Switzerland, or in America.

8.4 The Shareholders' Meeting is convened in accordance with the terms and procedures established by law and by the applicable regulations in force at the time.

The notice must specify the date, time, and place of the meeting and the agenda, as well as any other information and details required by the laws and regulations in effect *at the time*.

The Shareholders' Meeting is held in a single session, in which case the *quorums* required for the meeting to be valid and for the adoption of resolutions, as established by law and these Bylaws for such cases, shall apply, unless the notice of meeting specifies, in addition to the first session, the dates of any subsequent sessions, including a possible third session.

Shareholders who, individually or collectively, represent at least one-fortieth of the share capital—or such lower percentage of the share capital as may be provided for by the laws and regulations in effect *at the time*—may, pursuant to Article 126-bis of Legislative Decree No. 58 of February 24, 1998, No. 58, request, within 10 (ten) days of the publication of the notice convening the Shareholders' Meeting—unless a different deadline is provided for by law—the addition of items to the agenda, specifying in their request the additional matters they propose, or submit proposals for resolutions on matters already on the agenda, within the limits and in accordance with the procedures set forth in applicable laws and regulations. Any person entitled to vote may individually submit proposals for resolutions at the Shareholders' Meeting.

Any additions to the agenda or the submission of additional proposals for resolutions on matters already on the agenda, following the request for additions or the submission of proposals referred to in the preceding paragraph, shall be announced in the same manner prescribed for the publication of the notice of the meeting, at least 15 (fifteen) days prior to the date set for the meeting, unless



a different deadline provided for by law. Additional proposals for resolutions on matters already on the agenda shall be made available to the public in accordance with the terms and procedures established by law.

Additions to the agenda are not permitted for matters on which the Shareholders' Meeting resolves, in accordance with the law, upon a proposal by the directors or on the basis of a plan or report prepared by them, other than those indicated in Article 125-ter, paragraph 1, of Legislative Decree No. 58 of February 24, 1998.

8.5 In the absence of the formalities referred to in the preceding paragraphs and any other formalities required by law, the Shareholders' Meeting shall be deemed duly convened and may validly resolve on any matter, subject to the objection of a shareholder who has not been sufficiently informed, provided that the entire share capital is represented and a majority of the members of the Board of Directors and the Board of Statutory Auditors are present at the meeting. In such a case, the members of the Board of Directors and the Board of Statutory Auditors who were not present must be promptly notified of the resolutions adopted.

8.6 Eligibility to attend the Shareholders' Meeting and exercise the right to vote is certified by a notice to the company, issued by an authorized intermediary in accordance with applicable laws and regulations, based on the intermediary's own accounting records, in favor of the person entitled to vote. This notification is made based on the account records specified in Article 83-quater, paragraph 3, of Legislative Decree No. 58 of February 24, 1998, relating to the close of business on the seventh trading day preceding the date set for the Shareholders' Meeting. For this purpose, the date of the sole or first call for the Shareholders' Meeting shall be taken into account, provided that the dates of any subsequent calls are indicated in the sole notice of call; otherwise, the date of each call shall be taken into account.

8.7 Persons entitled to attend and vote at the Shareholders' Meeting may be represented by other persons, whether individuals or legal entities, even if not shareholders, by means of a written proxy in the cases and within the limits provided for by law and applicable regulations. The proxy may be submitted electronically via certified email or through a designated section of the company's website, as well as by other methods of submission specified in the notice of meeting, in accordance with applicable laws and regulations.

The company has the right to designate, for each Shareholders' Meeting, a person to whom shareholders may grant a proxy with voting instructions on all or some of the proposals on the agenda, in accordance with the procedures provided for by law and applicable regulations. The proxy shall have no effect with respect to proposals for which no voting instructions have been provided.

8.8 Votes may also be cast by mail.



Voting by mail is conducted in accordance with the procedures indicated in the notice of meeting, in compliance with applicable regulatory provisions, using any means of communication (including fax and email) capable of providing proof of receipt.

8.9 The Shareholders' Meeting may also be held with participants located in multiple places—whether adjacent or distant—connected via audio and video (audio-only connections are permitted only when participants are easily recognizable by the Chair of the Shareholders' Meeting), provided that the collegial method and the principles of good faith and equal treatment of shareholders are observed. In such cases, it is necessary that:

- a) the chair of the meeting be permitted, including through the presiding board, to unequivocally verify the identity and eligibility of the participants, to regulate the conduct of the meeting, and to ascertain and announce the results of the vote;
- b) an attendance sheet be prepared at each audio/video connection site, listing the names of the participants attending the meeting at that location; said attendance sheet must be attached to the minutes of the meeting;
- c) the person taking the minutes must be able to adequately follow the proceedings of the meeting;
- d) Attendees must be able to participate in real time in the discussion and simultaneous voting on the items on the agenda;
- e) Unless the meeting is held entirely in person, the notice of call must specify the audio/video locations connected by the company where attendees may gather; the meeting shall be deemed to have taken place at the location where the chairperson and the secretary or notary public taking the minutes are present.

The minutes must record the telecommunication arrangements.

8.10 The Shareholders' Meeting is presided over by the Chair of the Board of Directors or, in the event of his or her absence or inability to attend, by the Vice Chair, if appointed, or by another person designated by the Board of Directors; failing that, the Shareholders' Meeting shall designate any of the attendees as Chair by a simple majority of the capital present.

The Chair of the Shareholders' Meeting is assisted by a secretary designated by the Shareholders' Meeting by a simple majority of the capital present and, if necessary, by one or more scrutineers, who need not be shareholders; where required by law and in any case where the management bodies deem it appropriate, the duties of secretary are assigned to a notary public designated by the management bodies themselves.

It is the responsibility of the Chair of the Meeting—who may appoint designated officers for this purpose—to verify that the Meeting is duly constituted, to ascertain the shareholders' right to attend and vote, to verify the validity of proxies, to direct and regulate the discussion and conduct



of the General Meeting's proceedings, establish the voting procedures, and verify and announce the relevant results.

The conduct of General Assembly meetings is governed by law, these Bylaws, and the General Assembly regulations.

#### **Article 9: Quorum, Jurisdiction, and Resolutions of the Shareholders' Meeting**

9.1 Ordinary and extraordinary General Meetings are validly constituted upon a single call, unless the notice of meeting specifies, in addition to the first call, the dates of any subsequent calls, including a possible third call pursuant to the third paragraph of Section 8.4 above of these Bylaws, with the constitutive and deliberative *quorums* provided for by law and these Bylaws. For the appointment of the Board of Directors and the Board of Statutory Auditors, the provisions of Articles 10 and 17 of these Bylaws shall apply.

9.2 The Shareholders' Meeting, whether ordinary or extraordinary, shall resolve on the matters assigned to it by law and by these Bylaws.

In particular, in addition to establishing the compensation due to the bodies it appoints, the Ordinary Shareholders' Meeting approves: (i) the compensation and incentive policies for members of the Board of Directors and the Board of Statutory Auditors, as well as for other employees; (ii) any compensation plans based on Financial instruments (e.g., *Stock options*); (iii) the criteria for determining the compensation to be paid in the event of early termination of employment or early resignation from office, including the limits set on such compensation in terms of the number of years' worth of fixed compensation and the maximum amount resulting from their application.

When approving compensation and incentive policies, the Ordinary Shareholders' Meeting also resolves on any proposal to set a limit on the ratio between the variable and fixed components of individual employee compensation exceeding 100% (a 1:1 ratio), but in no case exceeding the maximum limit of 200% (a 2:1 ratio). In such cases, the Shareholders' Meeting's resolution is adopted upon a proposal from the Board of Directors, which must specify at least: (i) the functions to which the individuals affected by the decision belong, indicating, for each function, their number and how many are identified as "key personnel"; (ii) the reasons underlying the proposed increase; (iii) the implications, including prospective ones, on the company's ability to continue complying with all prudential regulations. The Board of Directors' proposal is approved by the Ordinary Shareholders' Meeting when: (i) the Shareholders' Meeting is constituted with at least half of the share capital, and the resolution is adopted with the affirmative vote of at least two-thirds of the share capital represented at the meeting; or (ii) the resolution is adopted with the affirmative vote of at least three-quarters of the share capital represented at the meeting, regardless of the share capital with which



the Meeting is constituted.

9.3 The Shareholders' Meeting must be provided with adequate information on the compensation and incentive policies adopted by the company, and on their implementation, as required by applicable laws and regulations from time to time.

9.4 Directors may not vote on resolutions concerning their own liability.

9.5 The resolutions of the Shareholders' Meeting are recorded in minutes, which are signed by the chairperson and the secretary or by a notary public.

#### **Article 10: Board of Directors**

10.1 The company is managed by a Board of Directors, appointed by the Shareholders' Meeting, consisting of a minimum of 7 and a maximum of 11 members who:

- a) bring to the company the specific professional expertise they possess;
- b) are familiar with the duties and responsibilities of their office and meet the requirements set forth in the laws and regulations in effect at the time;
- c) act and make decisions with full knowledge of the facts and independently, pursuing the objective of creating value for shareholders;
- d) accept the position only when they believe they can devote the necessary time to the diligent performance of their duties, taking into account the number of positions as director or statutory auditor held in other companies or entities;
- e) keep confidential any information obtained by virtue of the office held.

10.1-bis In accordance with the principle of adequate diversification of the Board of Directors' composition in terms of skills, experience, age, international perspective, and gender, at least two-fifths of the members of the Board of Directors must belong to the underrepresented gender, with any fractional number rounded up to the next whole number.

10.2 The appointment, removal, and replacement of members of the Board of Directors are governed by applicable law and the provisions of these Bylaws.

Members of the Board of Directors are elected through a list system in which candidates—numbering no fewer than three and no more than eleven—must be listed in sequential order. The candidate listed as number “1” on each list shall also be the candidate for the office of Chairman of the Board of Directors.

Each shareholder, as well as shareholders belonging to the same group or party to the same shareholders' agreement pursuant to Article 122 of Legislative Decree No. 58 of February 24, 1998, the



entity that controls them, the entity by which they are controlled, and the entity subject to joint control pursuant to Article 93 of Legislative Decree No. 58 of February 24, 1998, may not submit or participate in the submission—even through a proxy or a trust company—of more than one list, nor may they vote for lists other than the one submitted. Direct or indirect involvement in the nomination of candidates to be included on more than one list shall result in such lists being deemed not to have been submitted.

For the purposes of applying the preceding paragraph, the following are considered to belong to the same group: the entity—even if not organized as a corporation—that exercises, directly or indirectly, control pursuant to Article 93 of Legislative Decree No. 58 of February 24, 1998, over the shareholder in question, and all companies controlled directly or indirectly by said entity.

Each candidate may appear on only one list, under penalty of ineligibility.

Only shareholders entitled to vote who, alone or together with other shareholders, represent at least the percentage of the share capital established by the applicable regulations in force from time to time are entitled to submit slates. The required shareholding percentage for the submission of slates of candidates for the election of the Board of Directors is specified in the notice of call for the shareholders' meeting called to resolve on the appointment of that body.

The lists must be filed at the company's registered office and with the Management operator at least 25 (twenty-five) days prior to the date set for the Shareholders' Meeting called to resolve on the appointment of the Management bodies and made available to the public at the company's registered office, the market operator, on the Company's website, and through the other methods provided for by applicable laws and regulations at least 21 (twenty-one) days prior to the date set for the Shareholders' Meeting in single or first call. The lists shall indicate which directors meet the independence requirements established by law and the Bylaws.

Lists containing three or more candidates must include a number of candidates belonging to the underrepresented gender that ensures compliance with the minimum gender balance required by the laws and regulations in effect from time to time.

Ownership of the minimum shareholding required to submit the lists referred to in this paragraph is determined based on the shares registered in the shareholder's name on the day the lists are filed at the company's registered office. In order to prove ownership of the number of shares required to submit the lists, shareholders participating in the submission of the lists must submit or have delivered to the company's registered office a copy of the specific certification issued by an authorized intermediary in accordance with the law, proving ownership of the number of shares required for the submission of the list, issued at least twenty-one days prior to the Shareholders' Meeting called to resolve on the appointment of the members of the Board of



. The following must be filed together with each list: a) information regarding the identity of the shareholders who submitted the list and the total percentage of shares they collectively hold; b) statements in which the individual candidates accept their nomination (in the case of candidates listed as number "1" on each list, they also accept the nomination for Chairman of the Board of Directors) and certify, under their own responsibility, that there are no grounds for ineligibility or incompatibility, and that they meet the requirements of professionalism and good character, as well as any other requirements prescribed by applicable law and these Bylaws for assuming the office; c) declarations of independence issued in accordance with applicable laws, regulations, and the Bylaws; and d) the curriculum vitae of each candidate, which must contain comprehensive information on the candidate's personal and professional background and indicate any administrative and supervisory positions held.

Lists submitted without complying with the foregoing provisions shall be deemed not to have been submitted.

Each shareholder is entitled to vote for only one list. If a vote is cast for more than one list, the vote shall be deemed not to have been cast for any of them.

The election of the Board of Directors shall proceed as follows:

a) subject to the provisions of subparagraph (c) below, from the list that obtains a majority of the votes (the majority list), the following are selected, in the order in which they appear on the list, all directors to be elected minus one, in compliance with the provisions of Article 10.3 regarding the minimum number of directors meeting the independence requirements pursuant to Article 10.3 below; the candidate listed under serial number "1" is appointed Chairman of the company's Board of Directors;

b) subject to the provisions of subparagraph (c) below, the last member of the Board of Directors is selected from the minority list that receives the highest number of votes after the list referred to in subparagraph (a), provided that such list is not connected in any way, even indirectly, to that list and/or to the shareholders who submitted or voted for the majority list, in accordance with the order set forth therein. Such member must meet the independence requirements set forth in Article 10.3 below.

For this purpose, however, no account shall be taken of lists that have not obtained a percentage of votes at least equal to half of that required for the submission of lists, as referred to in the sixth subparagraph of this paragraph.

c) in the event that the minority list that obtains the highest number of votes after the list referred to in subparagraph (a), which is not connected in any way, not even indirectly, to that list and/or to the shareholders who submitted or voted for the majority list, was submitted by one or more shareholders entitled to vote who, alone or together with others



If shareholders represent at least twice the percentage of the share capital established by the applicable regulations in effect from time to time for the submission of candidate lists for the election of the Board of Directors, two directors shall be selected from that list based on the sequential order in which they are listed on the list itself. In such a case, the number of directors to be selected from the majority list shall be reduced by one accordingly.

10.3 Directors must meet the requirements of professional competence and good character, as well as any other requirements set forth by the *applicable* laws in force *at the time* and by the Bylaws. Furthermore, a number of directors not less than that required by applicable law—rounded up to the next whole number in the event of a fractional number—must meet the independence requirements established by applicable law, as well as those set forth in the Corporate Governance Code for Listed Companies to which the Company has adhered.

Failure to meet the requirements for the office results in removal from office; it is specified that failure by a director to meet the aforementioned independence requirements—subject to the obligation to immediately notify the Board of Directors—does not result in removal from office if the minimum number of directors who, according to the applicable regulations and these Bylaws, are required to meet such requirements, continue to do so.

If the candidates elected in the manner described above do not ensure the appointment of a number of directors meeting the independence requirements set forth above that is equal to the minimum number established by applicable law and these Bylaws in relation to the total number of directors, the non-independent candidate elected last in sequential order on the majority list shall be replaced by the first independent candidate in sequential order who was not elected from the same list; or, failing that, by the first independent candidate in sequential order who was not elected from the minority list. This replacement procedure shall continue until the required number of independent directors to be appointed is reached. If this replacement procedure does not ensure the result described above, the replacement shall be made by a resolution adopted by the Shareholders' Meeting by a relative majority, subject to the submission of nominations of individuals meeting the aforementioned requirements.

Without prejudice to compliance with the minimum number of directors meeting the independence requirements as provided above, if the composition of the Board of Directors resulting from the election of candidates in the manner described above does not ensure compliance with the provisions of the Articles of Association regarding gender balance, the candidate of the more-represented gender who was elected last in sequential order on the majority list shall be replaced by the first candidate of the less-represented gender in sequential order who was not elected from the same list; or, failing that, by the first candidate of the less-represented gender in



of the minority list. This replacement procedure will continue until the Board of Directors complies with the provisions of the Articles of Association regarding gender balance.

If only one list is submitted and accepted, all candidates on that list shall be elected, provided that the appointment of directors meeting the independence requirements is ensured in a number at least equal to the total required by the *applicable* laws in force *at the time* and by these Bylaws, as well as compliance with the provisions of the Bylaws regarding gender balance. If no list is submitted or accepted, the Shareholders' Meeting shall resolve by the statutory majorities without following the procedure set forth above. This is without prejudice to any different or additional provisions established by mandatory laws or regulations. In any case, compliance with the minimum number of independent directors and the provisions of the Bylaws regarding gender balance must be ensured. For the appointment of directors who, for any reason, were not appointed in accordance with the procedures set forth above, the Shareholders' Meeting shall resolve by the statutory majorities, in such a way as to ensure that the composition of the Board of Directors complies with the law and the Articles of Association, as well as with the provisions of the Articles of Association regarding gender balance.

10.4 Members of the Management bodies serve for three fiscal years (with their term expiring at the Shareholders' Meeting convened to approve the financial statements for the last fiscal year of their term) or for a shorter period as determined by the Shareholders' Meeting at the time of appointment. Directors may be reelected.

If one or more directors cease to serve during the fiscal year—provided that the majority is always composed of directors appointed by the Shareholders' Meeting—the Board of Directors shall replace them by resolution approved by the Board of Statutory Auditors, as set forth below:

a) the Board of Directors shall proceed with the replacement from among the members of the same list to which the departed director belonged, and the Shareholders' Meeting, as provided for in paragraph 1 of Article 2386 of the Civil Code, shall pass a resolution with the statutory majorities while adhering to the same criterion;

b) if there are no remaining candidates on the aforementioned list who were not previously elected or who meet the required qualifications, or in any case when, for any reason, it is not possible to comply with the provisions set forth *in subparagraph (a)* above, the Board of Directors shall proceed with the replacement, as shall subsequently the Shareholders' Meeting, as provided for in paragraph 1 of Article 2386 of the Italian Civil Code, by the statutory majorities without a list vote.

In any case, the Board of Directors and the Shareholders' Meeting provided for in paragraph 1 of Article 2386 of the Civil Code shall proceed with the appointment in such a way as to ensure the presence of directors who meet the independence requirements set forth in the preceding paragraph



10.3 at least in the minimum total number required by the regulations in force *at the time* and by these Bylaws, as well as compliance with the provisions of the Bylaws regarding gender balance.

Pursuant to Article 2386, paragraph 1, of the Italian Civil Code, directors appointed in this manner shall remain in office until the next Shareholders' Meeting, and those appointed by the Shareholders' Meeting shall remain in office for the remainder of the term of the directors they replace.

10.5 If the majority of the members of the management body appointed by resolution of the Shareholders' Meeting cease to hold office, the entire management body shall be dissolved with effect from the subsequent reconstitution of the management body; the directors remaining in office shall urgently convene the Shareholders' Meeting for its complete replacement and may, in the meantime, carry out acts of ordinary administration.

10.6 The Chair of the Board of Directors is appointed by the Shareholders' Meeting in accordance with the procedures set forth in Article 10.2, eleventh paragraph, letter a), of these Bylaws. In the absence of submitted and accepted slates, the Chair of the Board of Directors is appointed by the Shareholders' Meeting in accordance with the procedures and majorities required by law.

10.7 The Board of Directors shall appoint a Chief Executive Officer from among its members in accordance with the provisions of Article 12.2, subparagraph (h). The Board of Directors has the authority to also assign the position of General Manager to the same Chief Executive Officer. The position of General Manager may be assigned exclusively to the Chief Executive Officer.

The Board of Directors has the authority to appoint a Vice Chairman, in accordance with the provisions of Article 12.2(g), who shall have the power, in the event of the Chairman's absence or inability to perform his duties, to preside over the Shareholders' Meeting and the meetings of the Board of Directors.

10.8 The Board of Directors may also delegate its powers to an Executive Committee.

10.9 The Board of Directors also appoints a secretary, who may be a director, an executive or middle manager of the company or their substitute, or an external consultant.

10.10 The Board of Directors undergoes a periodic self-assessment process, in accordance with the criteria and procedures set forth in the applicable regulations *in force at the time*.

#### **Article 11: Meetings of the Board of Directors**

11.1 The Board of Directors meets, either at the company's headquarters or elsewhere—provided that the location is in Italy, in a member state of the European Union, or in Switzerland—whenever



the Chair deems it necessary or upon written request by at least one-third of its members, or by the Board of Statutory Auditors, or by each statutory auditor individually.

11.2 The Board of Directors is convened by the Chairman by means of a notice to be sent at least five days prior to the meeting to each of its members and to the standing auditors, except in cases of urgency. The notice may be prepared in any format (paper or electronic) and may be sent by any means of communication (including fax and email) capable of providing proof of receipt.

11.3 The Board of Directors is, in any case, validly constituted and capable of passing resolutions if, even in the absence of the aforementioned formalities (without prejudice to the right of each attendee to object to the discussion of matters on which they do not consider themselves sufficiently informed), all members of the Board of Directors and all members of the Board of Statutory Auditors are present.

11.4 At meetings of the Board of Directors, at the initiative of the chairman or the chief executive officer, senior managers of the company—or any other person whom the Board of Directors wishes to invite to assist with its work on specific matters—may be called upon to attend. The secretary, or his or her substitute, is responsible for drafting the minutes of each meeting, which must be signed by the person presiding over the meeting and by the secretary.

11.5 Meetings of the Board of Directors may also be held with participants located in multiple places—whether adjacent or distant—connected via audio/video or audio-only, provided that the collegial method and the principles of good faith and equal treatment of directors are respected. In such cases, it is necessary that:

- a) the chairperson be able to unequivocally verify the identity and authority of the participants, conduct the meeting, and ascertain and announce the results of the vote;
- b) the person taking the minutes be able to adequately observe the events being recorded;
- c) participants be able to exchange documents and, in any case, participate in real time in the discussion and simultaneous voting on the items on the agenda;
- d) unless the meeting is held entirely online, the notice of meeting must specify the procedures for audio/video connection. At the Chair's discretion, the notice may in any case indicate the audio/video locations arranged by the company, where participants must go in order to attend the meeting.

11.6 The Board of Directors is deemed to be in session at the location where the Chair and the Secretary are present, or where the notary who drafted the minutes is present. Meetings of the Board of Directors are chaired by the Chair or, in the event of the Chair's absence or inability to attend, by the Vice Chair; or, in the event of the Vice Chair's absence or inability to attend, by the director with the longest tenure or, failing that, by the oldest director.



11.7 Resolutions of the Board of Directors are adopted by an absolute majority of those present, except for the resolutions indicated in the last paragraph of Article 12.2 below.

#### **Article 12: Powers of the Board of Directors**

12.1 The Management bodies carry out all operations necessary to achieve the corporate purpose, being vested with all powers for the administration of the company and the authority to perform all acts deemed necessary or appropriate for the achievement of the corporate purposes, and manage the company with the diligence required by the nature of the office.

12.2 The resolutions listed below are reserved for the Board of Directors and may not be delegated, in addition to those not included in this list but established by law and the regulatory provisions in force *at the time*, or by other provisions of the Articles of Incorporation:

- a) the determination of general guidelines regarding the company's development, strategic operations, and industrial and financial plans, as well as the assessment of the overall performance of Management;
- b) the approval of the organizational and corporate governance structure, ensuring a clear distinction of duties and functions as well as the prevention of conflicts of interest;
- c) the approval of accounting and reporting systems;
- d) supervising the process of public disclosure and communication;
- e) adopting measures to ensure effective dialogue with Management and the heads of the company's main functions, as well as the ongoing monitoring of the choices and decisions made by them;
- f) risk management policies, as well as—after consulting with the Board of Statutory Auditors—the assessment of the functionality, efficiency, and effectiveness of the internal control system and the adequacy of the organizational, administrative, and accounting structure;
- g) the appointment, if any, of the vice president and his or her removal, if appointed;
- h) the appointment and removal of the Chief Executive Officer. The appointment and removal, if appointed, of the General Manager, who, where applicable, must necessarily be the same person as the Chief Executive Officer;

- i) the acquisition and disposal of strategic equity interests;
- j) the approval and amendment of the main internal regulations;
- k) the establishment, amendment, and dissolution of board committees;
- l) the appointment, replacement, and removal—after consulting with the Board of Statutory Auditors—of the heads of the internal audit, *risk management*, and *compliance* functions, as well as the Manager in Charge of Financial Reporting;
- m) the determination of criteria for the coordination and management of group companies;
- n) the purchase and sale of treasury shares, in accordance with the authorization resolution of the Shareholders' Meeting and subject to prior authorization by the Supervisory Authority;
- o) the issuance of convertible bonds for a maximum total amount of 20,000,000 euros within the maximum term permitted by law;
- p) the establishment, closure, or transfer of branches in general, representative offices, or secondary offices;
- q) the development of compensation and incentive policies for the company and the group, as well as the definition of compensation and incentive systems for at least the following individuals: (i) executive directors; (ii) the general manager, if appointed; (iii) heads of the main *business* lines, corporate functions, or geographic areas; (iv) those who report directly to the corporate bodies responsible for strategic supervision, Management, and control;
- r) the compensation of the Chief Executive Officer (and the General Manager, if appointed) and of any other director entrusted with specific duties, in compliance with applicable compensation regulations and the company's compensation and incentive policies;
- s) the approval of *the annual budget*;
- t) the granting, modification, and revocation of powers delegated to the Executive Committee and the CEO;
- u) the adoption of the company's development policies necessary to establish long-term *business plans* and the operating *budget*;
- w) resolutions on matters delegated to the Executive Committee and the CEO that exceed the limits established for them;
- x) delegating powers to other directors and having the authority to modify, add, or revoke such delegated powers;
- y) the implementation of instructions from the Bank of Italy.



12.3 The Board of Directors and the delegated bodies, such as the Chief Executive Officer and/or the Executive Committee, shall report promptly to the Board of Statutory Auditors—at least quarterly and in any case at Board meetings—on the activities carried out and on the transactions of greatest economic, financial, and equity significance conducted by the company and its subsidiaries; in particular, they report on transactions in which they have an interest, whether on their own behalf or on behalf of third parties.

12.4 The Board of Directors is also vested with the following powers:

- a) mergers in the cases provided for in Articles 2505 and 2505-*bis* of the Civil Code and demergers in cases where such provisions are applicable;
- b) capital reduction in the event of the withdrawal of one or more shareholders;
- c) amendments to the Bylaws to comply with regulatory provisions.

12.5 For the performance of certain categories of acts or individual transactions, the Board of Directors may delegate authority to individual directors, specifying the scope, limits, and any procedures for exercising such authority.

In any case, the appointment of the person authorized to cast the company's vote at shareholders' meetings of subsidiaries, as well as the issuance of related instructions, must always be approved by the Board of Directors.

### **Article 13: Executive Committee**

13.1 The Board of Directors may appoint, from among its members, an Executive Committee, determining its term, powers, responsibilities, and operating procedures.

13.2 The Executive Committee consists of three directors. In any case, at least one-third of the members of the Executive Committee must belong to the underrepresented gender. The Chief Executive Officer is an ex officio member of the Executive Committee. The Chairman may not be a member of the Executive Committee but may attend its meetings without the right to vote.

13.3 The Executive Committee remains in office for the term determined from time to time by the Board of Directors, which defines its powers and responsibilities and may remove, in whole or in part, its members. The term of office of the Executive Committee may not exceed that of the directors who comprise it.

13.4 The Chief Executive Officer serves as Chair of the Executive Committee; in the absence of the Chief Executive Officer, or if the latter is unable to perform his or her duties, the Chair's functions—including the authority to propose resolutions to be adopted—fall to the oldest member.

13.5 At the invitation of the Chief Executive Officer, company senior managers or any other



person whom the Executive Committee may wish to invite to assist with its work on specific matters.

13.6 The role of secretary of the Executive Committee shall be performed by a person appointed for that purpose by the Committee itself upon the recommendation of the person presiding over the meeting.

13.7 The Executive Committee, which shall meet at least once a month, is convened by the Chief Executive Officer by means of a notice to be sent at least two days prior to the meeting to each member and to the standing statutory auditors. The notice may be prepared in any format (paper or electronic) and may be sent by any means of communication (including fax and email) capable of providing proof of receipt.

13.8 For the resolutions of the Executive Committee to be valid, the affirmative vote of at least two directors is required.

13.9 Minutes of the resolutions adopted by the Executive Committee are drawn up and signed by the chair and the secretary of the meeting.

13.10 Meetings of the Executive Committee may be held using appropriate audiovisual conferencing systems, in accordance with the same rules and procedures prescribed for meetings of the Board of Directors.

#### **Article 14: Chief Executive Officer**

14.1 The Chief Executive Officer manages the company's operations within the limits of the powers conferred upon him or her and in accordance with the general management guidelines established by the Board of Directors.

14.2 The Chief Executive Officer, within the limits of the powers conferred upon him or her by the Board of Directors, may delegate decision-making powers regarding the granting of credit and day-to-day management to senior managers, department heads, middle managers, supervisors, and other employees of the company, within predetermined limits graded according to the functions and rank held.

#### **Article 15: Other Internal Board Committees**

The Board of Directors establishes internal committees with advisory and propositional functions, defining their responsibilities and powers, in accordance with applicable regulations and the codes of corporate governance of the regulated market operators on which the company's shares may be traded.

### **Article 16: Chairman of the Board of Directors and Delegated Bodies**

#### **16.1 The Chair of the Board of Directors:**

- ensures the proper functioning of the Board of Directors, fosters internal dialogue, and ensures a balance of powers, in accordance with the duties regarding the organization of the Board's work and the flow of information assigned to him or her by the Civil Code;
- promotes the effective functioning of the corporate governance system, ensuring a balance of powers with respect to the Chief Executive Officer and the other executive directors, and acts as a point of contact for the supervisory body and the Internal committees;
- ensures that the self-assessment process is carried out effectively and that the company prepares and implements onboarding programs and training plans for members of the corporate bodies and, where required, succession plans for top executive positions;
- organizes and coordinates the activities of the Board of Directors, ensuring that matters of strategic importance are given priority, guaranteeing that sufficient time is devoted to them, ensuring the effectiveness of Board discussions and striving to ensure that the resolutions reached by the Board are the result of adequate dialogue between executive and non-executive members and the informed and reasoned contribution of all its members;
- ensures that adequate information on the items on the Board of Directors' agenda is provided to all directors well in advance;
- convenes meetings of the Board of Directors and sets the agenda, taking into account any requests or issues raised by shareholders, directors, or Internal committees, verifying that the meeting is duly convened, and confirming the identity and authority of those present as well as the results of votes;
- oversees the implementation of resolutions passed by the corporate bodies and the company's overall performance;
- may attend, without the right to vote, meetings of the Executive Committee;
- diligently and promptly carries out any other activities within its purview pursuant to the laws or regulations in effect at the time.

16.2 The delegated bodies, such as the Chief Executive Officer and/or the Executive Committee, report at least quarterly to the Board of Directors and the Board of Statutory Auditors on the general course of Management and its foreseeable business outlook, as well as on transactions of significant economic, financial, and equity impact carried out by the company and its subsidiaries; in particular, they report on transactions in which they have an interest, whether on their own behalf or on behalf of third parties.



The Board of Directors retains, in any case, the power to oversee and assume control of transactions falling within the scope of the delegation, as well as the power to revoke such delegations, provided that the delegated bodies are in any case required to report to the Board of Directors and the Board of Statutory Auditors at least quarterly.

16.3 Members of the management bodies are entitled to reimbursement of expenses incurred in the performance of their duties, including travel and business trip expenses, and to compensation determined by the Shareholders' Meeting at the time of their appointment.

The compensation for directors holding the office of chairman, vice chairman (if appointed), managing directors, Board members entrusted with special duties, and members of the Executive Committee is established by the Board of Directors, after consulting with the Board of Statutory Auditors and considering the proposal of any committee established for this purpose within the Board, in accordance with the compensation and incentive policies determined by the Shareholders' Meeting.

The Shareholders' Meeting may set a total amount for the compensation of all directors, including those entrusted with special duties and the general manager, if appointed pursuant to Article 10.7 of these Bylaws.

16.4 The corporate liability action provided for in Article 2393-bis of the Italian Civil Code may be brought by shareholders representing at least 1/40 (one fortieth) of the share capital.

#### **Article 17: Board of Statutory Auditors**

17.1 The Shareholders' Meeting appoints three standing auditors and two alternate auditors, who serve for three fiscal years, are eligible for reelection, and whose terms expire on the date of the Shareholders' Meeting convened to approve the financial statements for the third fiscal year of their term.

In accordance with the principle of adequate diversification of the Board's composition in terms of skills, experience, age, international perspective, and gender, at least one of the standing members and one of the alternate members (or a greater number if required by the laws in effect at the time) of the Board of Statutory Auditors must belong to the underrepresented gender.

The termination of the auditors' terms upon expiration takes effect from the moment the Board is reconstituted. The appointment, removal, and replacement of auditors are governed by applicable laws and the provisions of these Bylaws.

17.2 Auditors must meet the requirements of integrity, professionalism, and independence prescribed by the regulations in force *at the time*, including those set forth in Ministry of Justice Decree No. 162 of March 30, 2000, as well as those provided for in the Corporate Governance Code for Listed Companies to which the company has adhered. For the purposes of Article 1, paragraph 2, subparagraphs (b) and (c), of said Decree, the following are considered



Matters pertaining to the financial, credit, and insurance sectors are closely related to the company's scope of business. Statutory auditors may serve as members of administrative and control bodies in other companies within the limits established by applicable laws and regulations.

17.3 In addition to the grounds provided for by law, the following constitute grounds for ineligibility or removal from office: being bound to the company by an ongoing relationship involving the provision of services or employment, or by any relationship involving the direct or indirect supply of goods and/or services, being a member of the management bodies of other banks or other companies engaged in activities that compete with those of the company, or being bound to such entities by an ongoing relationship involving the provision of services or employment.

17.4 Statutory auditors may not hold positions in bodies other than supervisory bodies at other companies belonging to the group or financial conglomerate, nor at companies in which the company holds, even indirectly, a strategic equity interest.

17.5 In order to ensure that minority shareholders can elect one standing auditor and one alternate auditor, the Board of Statutory Auditors is appointed on the basis of lists submitted by shareholders in which candidates are numbered sequentially. The list consists of two sections: one for candidates for the position of standing auditor, and the other for candidates for the position of alternate auditor.

Lists containing three or more candidates must also include candidates of different genders, as provided for in the notice convening the Shareholders' Meeting, so as to ensure that the composition of the Board of Statutory Auditors complies with the provisions of the Articles of Association regarding gender balance.

Only shareholders entitled to vote who, alone or together with other shareholders, represent at least the percentage of the share capital set by the National Commission for Companies and the Stock Exchange are entitled to submit lists.

The required shareholding threshold for submitting lists of candidates for the election of the Board of Statutory Auditors is specified in the notice convening the shareholders' meeting called to resolve on the appointment of that body.

Ownership of the aforementioned minimum percentage required for the submission of candidate lists is determined based on the shares registered in the shareholder's name on the day the lists are filed at the company's registered office. In order to prove ownership of the number of shares required to submit the lists, shareholders who submit or contribute to the submission of the lists must submit or have delivered to the company's registered office a copy of the appropriate certification issued by an authorized intermediary in accordance with the law, issued within the deadline set for the publication of the lists. Each shareholder, as well as shareholders belonging to the same group who are parties to the same shareholders' agreement pursuant to Article 122 of Legislative Decree No. 58 of February 24,



1998, No. 58, the controlling entity, the subsidiaries, and those subject to common control pursuant to Article 93 of Legislative Decree No. 58 of February 24, 1998, may not submit or participate in the submission—even through an intermediary or a trust company—of more than one list, nor may they vote for different lists; furthermore, each candidate may appear on only one list, under penalty of ineligibility. For the purposes of applying the preceding paragraph, the entity—even if not organized as a corporation—that exercises, directly or indirectly, control pursuant to Article 93 of Legislative Decree No. 58 of February 24, 1998, over the shareholder in question, and all companies directly or indirectly controlled by said entity, are considered to belong to the same group.

In the event of a violation of the aforementioned provisions, for the purposes of applying the provisions of this article, the position of the shareholder in question on any of the slates shall not be taken into account.

Without prejudice to the incompatibilities provided for by law, candidates who hold the office of statutory auditor in five (5) other listed companies, or who otherwise violate any limits on the accumulation of offices established by applicable laws or regulations, or who do not meet the requirements of integrity and professional competence established by applicable laws or regulations, may not be included on the lists. Outgoing statutory auditors may be reelected. The lists must be filed at the Company's registered office at least 25 (twenty-five) days prior to the date set for the Shareholders' Meeting called to resolve on the appointment of the supervisory body and must be made available to the public at the registered office, on the Company's website, and through the other means provided for by applicable laws and regulations at least 21 days prior to such Shareholders' Meeting. This will be noted in the notice of call. If, within the aforementioned 25 (twenty-five) day period, only one list has been filed, or only lists submitted by shareholders who are affiliated with one another pursuant to applicable laws and regulations, lists may be submitted until the third day following that date, unless a different deadline is provided for by applicable laws and regulations. In such a case, shareholders who, alone or together with other shareholders, collectively hold shares representing half of the previously identified capital threshold shall be entitled to submit lists.

Together with each list, within the deadlines indicated above, the following must be filed: i) information regarding the identity of the shareholders who submitted the list and the total percentage of shares they hold; (ii) statements in which the individual candidates accept their nomination and certify, under their own responsibility, the absence of any grounds for ineligibility or incompatibility—including with respect to the limit on the accumulation of offices—as well as the fulfillment of the requirements prescribed by law and the Articles of Association for their respective offices; iii) a statement from shareholders other than those who hold, even jointly, a controlling or relative majority stake, certifying the absence of any relationships of affiliation with the latter as provided for by applicable law, as well as iv) the



*curriculum vitae* of each candidate, containing comprehensive information on the personal and professional characteristics of each candidate, including a list of the administrative and supervisory positions held in other companies.

Lists submitted without complying with the foregoing provisions shall be deemed not to have been submitted.

The election of statutory auditors shall proceed as follows:

a) from the list that received the highest number of votes at the Shareholders' Meeting, two standing members and one alternate member are selected based on the sequential order in which they are listed in the sections of the list;

b) from the second list that received the highest number of votes at the Shareholders' Meeting and that is not connected in any way, even indirectly, to the list referred to in paragraph (a) above and/or to the shareholders who submitted or voted for the majority list, the remaining standing member and the other alternate member shall be selected in the order in which they are listed in the sections of the list;

c) in the event of a tie between two or more lists that have received the same number of votes, a runoff vote shall be held among those lists by all those eligible to vote present at the Shareholders' Meeting; the candidates on the list that obtains a relative majority of the share capital represented at the Shareholders' Meeting shall be elected. If, even following the aforementioned runoff vote, the tie persists, the list submitted by shareholders holding the largest stake shall prevail; alternatively, the list submitted by the largest number of shareholders shall prevail;

d) if the Board of Statutory Auditors thus formed does not ensure compliance with the provisions of the Articles of Association regarding gender balance, the last candidate elected from the majority list shall be replaced by the first unelected candidate from the same list belonging to the underrepresented gender or, failing that, by the first unelected candidate from the subsequent lists. If this is not possible, the standing member of the underrepresented gender shall be appointed by the Shareholders' Meeting with the statutory majorities, replacing the last candidate on the majority list;

e) if only one list or no list is submitted and admitted, all candidates for the office of standing and alternate auditors listed on that list, or respectively those voted for by the Shareholders' Meeting, shall be elected, provided they obtain a relative majority of the votes cast at the Shareholders' Meeting. In any case, compliance with the provisions of the Articles of Association regarding gender balance remains unaffected.

The chairmanship of the Board of Statutory Auditors shall be held by the first candidate on the second list that received the highest number of votes, if such a list is submitted and admitted.

If the requirements set forth by law and the Articles of Association are no longer met, the auditor shall be removed from office.

In the event of the replacement of an auditor, the alternate belonging to the same list as the outgoing auditor shall take his or her place. If the replacement does not allow for compliance with the provisions of the Articles of Association regarding gender balance, the Shareholders' Meeting must be convened as soon as possible to ensure compliance with said regulations.

When the Shareholders' Meeting must appoint standing and/or alternate auditors to complete the Board of Statutory Auditors, the following procedure applies: if auditors elected from the majority list need to be replaced, the appointment is made by a vote requiring a statutory majority without any list restriction; if, on the other hand, auditors elected from the minority list need to be replaced, the Shareholders' Meeting replaces them by a vote requiring a statutory majority, selecting them from among the candidates listed on the list to which the auditor to be replaced belonged, or from the minority list that received the second-highest number of votes. If, for any reason, the application of these procedures does not allow for the replacement of the auditors designated by the minority, the Shareholders' Meeting shall proceed by a vote requiring a statutory majority; however, in determining the results of this latter vote, the votes of shareholders who—according to disclosures made pursuant to applicable regulations—hold, even indirectly or jointly with other shareholders, a stake in a shareholders' agreement relevant under Article 122 of Legislative Decree No. 58 of February 24, 1998, the majority of the votes exercisable at the Shareholders' Meeting, as well as the votes of shareholders who control, are controlled by, or are subject to common control by the same parties. The terms of the newly appointed auditors shall expire concurrently with those currently in office. In any case, the obligation to comply with the provisions of the Articles of Association regarding gender balance remains in full force.

The Ordinary Shareholders' Meeting sets the annual remuneration payable to each statutory auditor in accordance with the regulations in force *at the time*. Statutory auditors are also entitled to reimbursement, including on a lump-sum basis, of expenses incurred in connection with their duties.

17.6 Auditors are not eligible for compensation based on financial instruments or linked to the company's income statement results.

17.7 The Board of Statutory Auditors, in fulfilling all the duties assigned to it in accordance with the relevant provisions of law and the regulations in force *at the time*, oversees:

- a) compliance with the law, regulations, and the Articles of Incorporation;
- b) compliance with the principles of sound management;
- c) the adequacy of the organizational, administrative, and accounting structure adopted by the company and its effective operation;
- d) the adequacy and effectiveness of the internal control system, with particular regard to risk management;
- e) other acts and matters specified by law and regulations.

The Board of Statutory Auditors verifies and investigates the causes and remedies for management irregularities, anomalies in performance, and deficiencies in organizational and accounting structures, and pays particular attention to compliance with regulations concerning conflicts of interest.

17.8 The Board of Statutory Auditors verifies, in particular, the adequate coordination of all functions and structures involved in the internal control system, including the independent auditors responsible for the Statutory audit of the financial statements, and promotes, where appropriate, the necessary corrective actions.

17.9 For the purposes of Article 17.8 above: a) the heads of the internal audit, *risk management*, and *compliance* functions submit their respective reports to the Board of Statutory Auditors; b) the Board of Statutory Auditors and the independent audit firm regularly exchange data and information relevant to the performance of their respective duties.

17.10 The Board of Statutory Auditors periodically assesses its own adequacy in terms of authority, functioning, and composition, taking into account the size, complexity, and activities carried out by the company.

17.11 In carrying out the necessary audits and investigations, the auditors may make use of the structures and functions of the internal control, as well as conduct inspections and audits at any time, even individually.

17.12 The Board of Statutory Auditors may request information from the directors and all internal control units—including with respect to subsidiaries—regarding the progress of corporate operations and specific business matters. It may exchange information with the corresponding bodies of subsidiaries regarding management and control systems and the general progress of corporate activities.

17.13 In order to properly fulfill its duties—and in particular the obligation to report without delay to the Bank of Italy any facts or acts of which it becomes aware that may constitute a management irregularity or a violation of the rules governing banking activities, and, in general where required, to report to other supervisory authorities regarding management irregularities or violations of regulations— the Board of Statutory Auditors is vested with the broadest powers provided for by applicable laws and regulations.

17.14 The Board of Statutory Auditors, which must meet at least every ninety days, is convened by the Chair of the Board of Statutory Auditors by means of a notice to be sent to each auditor at least eight days prior to the meeting and, in urgent cases, at least three days prior. The notice may be prepared in any format (paper or electronic) and may be sent by any means of communication (including fax and email).

The Board of Statutory Auditors is, in any case, validly constituted and capable of passing resolutions if,



even in the absence of the aforementioned formalities, all members of the Board are present.

17.15 Meetings of the Board of Statutory Auditors may also be held with participants located in multiple places—whether adjacent or distant—connected via audio/video or audio-only, provided that the collegial method and the principles of good faith and equal treatment of participants are observed. In such cases, it is necessary that:

- a) the chairperson be able to unequivocally verify the identity and authority of the participants, conduct the meeting, and ascertain and announce the results of the vote;
- b) the person taking the minutes be able to adequately perceive the events being recorded;
- c) participants are permitted to exchange documents and, in any case, to participate in real time in the discussion and simultaneous voting on the items on the agenda.

17.16 The Board of Statutory Auditors undergoes a periodic self-assessment process, in accordance with the criteria and procedures set forth in the applicable regulations in force at the time.

#### TITLE IV STATUTORY

##### AUDIT

#### **Article 18: Statutory audit**

The statutory audit is conducted by independent auditors appointed by the Shareholders' Meeting, pursuant to Article 2409-bis et seq. of the Italian Civil Code and Legislative Decree No. 39 of January 27, 2010.

#### TITLE V LEGAL

##### REPRESENTATION AND AUTHORIZED

##### SIGNATURE

#### **Article 19: Legal Representation and Corporate Signatory Authority**

19.1 The authority to represent the company before third parties and in legal proceedings, as well as the corporate signature—with all related powers—shall vest in the Chairman of the Board of Directors and the Chief Executive Officer, within the limits of the powers delegated to them. They have the authority to represent the company in legal proceedings before any judicial or administrative authority, as well as to grant powers of attorney for litigation, including general powers of attorney.

19.2 In the event of the absence or incapacity of the Chairman of the Board of Directors



and the Chief Executive Officer, the senior-most director in terms of age shall represent the company.

19.3 The Board of Directors, the Executive Committee, and the Chief Executive Officer may, within the limits of their delegated powers, for individual acts or categories of acts, delegate powers of representation—including the authority to sign on behalf of the company—not only to employees but also to persons outside the company, generally jointly or, for those categories of transactions determined by them, individually as well.

## TITLE VI

### FINANCIAL STATEMENTS AND DISTRIBUTION OF PROFITS (for the year)

#### **Article 20: Financial Statements**

The fiscal year ends on December 31 of each year. At the end of each fiscal year, the Board of Directors shall prepare the financial statements in accordance with applicable regulations.

#### **Article 21: Distribution of Profits**

21.1 The net profits shown in the financial statements are allocated as follows:

- a) 5% to the Legal Reserve until it reaches one-fifth of the share capital;
- b) the remainder shall be allocated in accordance with a resolution of the Shareholders' Meeting approving the financial statements to which such net profits relate.

The Shareholders' Meeting, upon a proposal from the Board, may grant shareholders the right to request that dividend payments be made, in whole or in part, in cash or through the issuance of shares having the same characteristics as the shares outstanding as of the date of allocation.

If such a right is granted, the Shareholders' Meeting, upon a proposal from the Board, shall determine the methods for calculating and allocating the shares, and shall establish the procedures for settling the Dividend payment in the event that shareholders do not exercise said right.

The Shareholders' Meeting, upon a proposal from the Board of Directors, may allocate a portion of the profit for the year to social, welfare, and cultural initiatives, to be distributed at the discretion of the Board of Directors itself.

The company may resolve to distribute interim dividends in the cases, in the manner, and within the limits permitted by applicable law.



21.2 Unclaimed and time-barred dividends are transferred to the company and credited to the extraordinary reserve.

#### **Article 22: Accounting and Corporate Documents**

22.1 The Board of Directors, subject to the mandatory but non-binding opinion of the Board of Statutory Auditors, and by the ordinary majority provided for in these Bylaws, shall appoint the manager in charge of financial reporting, as referred to in Article 154-bis of Legislative Decree No. 58 of February 24, 1998, and may establish a specific term for the appointment, selecting the individual from among the company's Senior managers with proven experience in accounting and finance, and granting him or her adequate powers and resources to perform the duties assigned pursuant to law. The Board of Directors also has the authority to remove such manager in charge of financial reporting. The compensation payable to the person responsible for preparing the company's financial statements is determined by the Board of Directors.

The Board of Directors may at any time, subject to the mandatory but non-binding opinion of the Board of Statutory Auditors, and by an ordinary majority as provided for in these Bylaws, revoke the appointment of the manager in charge of financial reporting, while simultaneously appointing a new manager to that position.

#### **Article 23: Related party transactions**

23.1 The Company's governing bodies responsible for this matter approve related party transactions in accordance with applicable laws and regulations, as well as with the Company's Articles of Incorporation and the procedures it has adopted in this regard.

23.2 The internal procedures adopted by the Company regarding related party transactions may provide that the Board of Directors may approve transactions of major significance, notwithstanding the dissenting opinion of the independent directors, provided that the execution of such transactions is authorized, pursuant to Article 2364, paragraph 1, item 5) of the Italian Civil Code, by the Shareholders' Meeting.

In the case referred to in the preceding paragraph, as well as in cases where a proposed resolution to be submitted to the Shareholders' Meeting regarding a transaction of significant importance is approved despite a dissenting opinion from the independent directors, the Shareholders' Meeting shall resolve with the majorities required by law, provided that, where the unrelated shareholders present at the Shareholders' Meeting represent at least 10% of the share capital with voting rights, the aforementioned statutory majorities are achieved with the affirmative vote of the majority of the unrelated shareholders voting at the Shareholders' Meeting.

23.3 The internal procedures adopted by the company regarding transactions with related parties



may exclude urgent transactions—including those falling within the Shareholders' Meeting's jurisdiction—from their scope of application, to the extent permitted by applicable laws and regulations.

## TITLE VII

### GENERAL PROVISIONS

#### **Article 24: General Provisions**

To the extent not provided for in these Bylaws, the laws and regulations in force at the time shall apply.