

Company update

HOLD (Unchanged)

Target: € 3.7 (prev. 3.6)

Risk: High

STOCK DATA

Price €	2.6
Bloomberg code	MIT IM
Market Cap. (€ mn)	183
Free Float	31%
Shares Out. (mn)	70.5
52-week range	2.47 - 3.5
Daily Volumes (mn)	0.00

PERFORMANCE

	1M	3M	12M
Absolute	-4.2%	-7.2%	-22.6%
Rel. to FTSE all shares	1.1%	-2.5%	-20.5%

MAIN METRICS

	2010	2011E	2012E
EPS - € cents	-54	5	49
DPS ord - € cents	10	10	10

NAV

	2010	2011E	2012E
Nav ps ord - €	4.2	4.4	4.4
Listed assets	26%	21%	21%
Controlling	47%	61%	61%

MULTIPLES

	2010	2011E	2012E
P/E ord	n.m.	50.3 x	5.3 x
P/E ord Adj	91.8 x	69.3 x	5.5 x
PBV	0.6 x	0.5 x	0.5 x

INDEBTNESS

	2010	2011E	2012E
Holding system NFP	-32.5	-32.5	-42.1
D/E	n.m.	n.m.	n.m.
Debt to assets ratio	0.1	0.1	0.1

PRICE ORD LAST 365 DAYS



ANALYSTS

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June 20, 2011

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VALUE INSIDE THE BOX

The sale of the Moncler stake is yet further proof of Mittel's solid track record in the field of private equity, as is Sorin's excellent performance. The acquisition of 49.33% of Tethys marks another step in the group's restructuring plan, partly to strengthen the business perception on the market (improving the transparency of the structure and strategy), reinforce the capital structure, and increase the size of the company. Updated NAV at €4.4 per share, at a discount of 41%.

■ 45% of Moncler sold to Eurazeo. Excellent return on investments for Brands Partners 2

Eurazeo has acquired 45% of Moncler for 418mn. The deal, which will be finalised by the end of September 2011, will involve **Brands Partners 2 (indirectly owned by Mittel at 25.2%) reducing its stake from 13.5% to 5%**. We estimate that the economics of the deal will enable **Mittel to cash in roughly 31mn** (and maintain a pro-quota stake in Moncler of 1.3%) vs. the 22mn included in our NAV. We estimate that the IRR for Brands Partners 2 (25.2% of which indirectly owned by Mittel, excluding Progressio stake) is roughly 36%. Despite the limited impact of the deal on our NAV, **the disposal provides further proof of Mittel's solid track record in the private equity sector.**

■ Increase in Tethys stake with consequent control of HOPA. Group restructuring programme continues

Mittel (MIT) announced on 4 April that it had acquired 49.33% of Tethys from Equinox and that Hopa had sold 50% of Bios to Equinox. MIT's BoD has also decided to look into a restructuring plan which involves the merger of Earchimede (50%+ of Hopa NAV) into Hopa, Hopa into Tethys and Tethys into MIT. **The final result of the transactions is that MIT reinforces the control of Hopa, separates the management of Hopa/Tethys from Equinox maintaining the joint control only in Bios (Sorin), and shortens the company chain.** On balance, we welcome these plans; the mergers involving the Tethys/Hopa/Earchimede chain will begin over the coming months, increasing Mittel's size and allowing it to gain direct control of the more appealing industrial assets (Sorin, Fashion District), which should improve the transparency of the structure and reduce the discount to NAV.

■ Investment case: HOLD rating confirmed

We maintain our neutral recommendation for MIT based on the following considerations:

- **Sound holding-system financial structure;**
- **Non-prevalence of listed assets** (which account for only 25% of TA);
- **Greater portfolio diversification than the main Italian holding companies;**

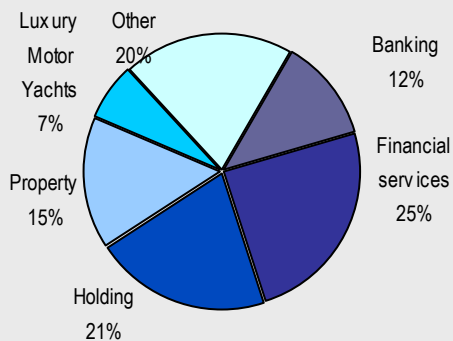
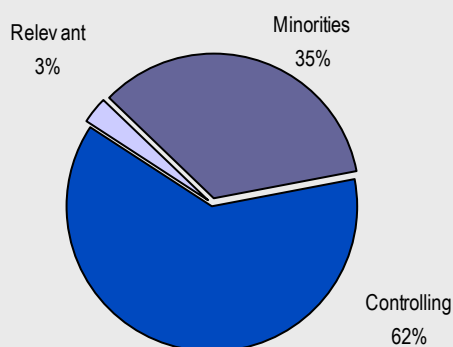
...set against the fact that:

- The stock is trading with a discount on NAV (41%) that is not significant different with the other listed holding companies (39% ex Premafin), with low liquidity of the stock.
- The Co. has a still complex holding structure.

Applying a 15% discount to our NAV of € 4.4 PS, we fix our target price at € 3.7 PS.

BUSINESS DESCRIPTION

Mittel (MIT) is an investment/merchant bank that is simultaneously and complementarily active in: i) Private equity as an active shareholder in both listed and unlisted companies; ii) Advisory services for extraordinary finance operations; iii) Operating Finance; iv) Real estate investment

NAV BUSINESS SEGMENTATION - 2011**CONTROLLING STAKE - 2011**

MAIN FIGURES € mn	2008	2009	2010	2011E	2012E	2013E
Interest margin	6	8	5	6	7	7
Dividends	23	13	6	2	33	3
Net interest margin	29	21	11	8	40	10
Trading	-11	18	-2	1	1	1
TOTAL INCOME	21	50	18	12	45	16
Results from Real Estate	4	3	5	6	4	4
Growth	-38%	-34%	69%	29%	-30%	0%
Results from Fin and RE	25	53	23	18	49	21
Growth	-21%	111%	-57%	-21%	175%	-58%
Operating costs	-18	-19	-22	-14	-14	-14
Growth	-20.9%	110.6%	-57.0%	-21.5%	175.3%	-58.2%
Gross operating profit	7	35	1	4	35	7
Profit before tax	64	129	-38	4	35	6
Growth	183.6%	101.2%	n.m.	n.m.	845.8%	-83.0%
Taxes	-1	-11	0	0	0	0
Tax rate	2%	8%	1%	1%	1%	1%
Minority interests	-31	-74	0	0	0	0
Net income reported	32	44	-38	4	34	6
Growth	106%	40%	n.m.	n.m.	846%	-83%
Margin	109.1%	206.7%	-339.2%	45.8%	85.7%	55.9%
Net income adjusted	11	8	3	3	33	5
Growth	198%	-24%	-69%	2%	1166%	-85%
Margin	37.9%	39.0%	23.3%	33.3%	83.2%	46.3%
STOCK DATA	2008	2009	2010	2011E	2012E	2013E
EPS - € cents	47.9	62.8	-53.6	5.2	48.9	8.3
Growth	105.8%	31%	n.m.	n.m.	846%	-83%
Adj. EPS - € cents	16.6	11.8	3.7	3.7	47.4	6.9
Growth	198.2%	-29%	-69%	2%	1166%	-85%
DPS ord - € cents	15.0	20.0	10.0	10.0	10.0	10.0
Nav ps ord - €	4.52	5.00	4.23	4.42	4.42	4.42
VARIOUS - € mn	2008	2009	2010	2011E	2012E	2013E
Capital employed	366	296	283	317	317	317
INDEBTNESS	2008	2009	2010	2011E	2012E	2013E
NFP	49	126	75	38	65	64
D/E	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.
Interests cov	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
MARKET RATIOS	2008	2009	2010	2011E	2012E	2013E
PNAV ord	0.5 x	0.7 x	0.8 x	0.6 x	0.6 x	0.6 x
PBV	0.4 x	0.7 x	0.6 x	0.5 x	0.5 x	0.5 x
P/E ord	4.8 x	5.8 x	n.m.	50.3 x	5.3 x	31.3 x
P/E ord Adj	13.8 x	30.7 x	91.8 x	69.3 x	5.5 x	37.7 x
P/CF	4.8 x	5.6 x	n.m.	47.6 x	5.3 x	30.3 x
REMUNERATION	2008	2009	2010	2011E	2012E	2013E
Div. Yield ord	6.5%	5.5%	3.9%	3.9%	3.9%	3.9%
Roe	7.6%	10.6%	-9.7%	1.0%	9.3%	1.5%
ROCE	8.6%	15.0%	-13.3%	1.1%	10.9%	1.8%

Source: EQUITA SIM estimates & company data

MONCLER SOLD TO EURAZEO: EXCELLENT IRR FOR BRANDS PARTNERS 2 (25.2% MITTEL)

On 6 June 2011, Eurazeo, Remo Ruffini, Carlyle and Brands Partners 2 announced a deal involving the acquisition of 45% of Moncler by Eurazeo for 418mn, valuing 100% of the company at an equity value of 929mn (EV 1.2bn), with 2010-11E PE at 19x-15x and EV/EBITDA of 12-10x, above our valuation (EV 1bn).

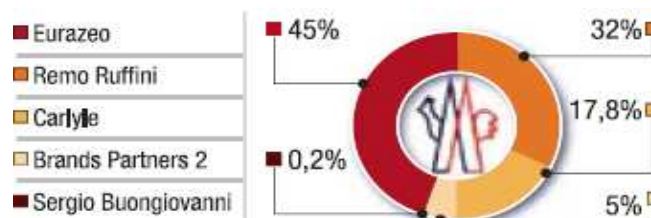
EURAZEO BUY 45% OF MONCLER JUNE 2011 (€ MN)	
Equity stake	418
Equity (100%)	45%
NFP	929
EV	-271
Implied P/E 2010	1200
Implied P/E 2011E	19 x
Implied EV/EBITDA 2010	15 x
Implied EV/EBITDA 2011E	12 x
Dividend 2011E pre-deal	10 x
Dividend 2010	125
	32

Source: Equita SIM

In more detail, we estimate that the economics of the deal will allow Mittel to cash in roughly 31mn (and maintain a pro quota stake in Moncler of 1.3%) vs. 22mn included in our NAV.

The Moncler shareholder structure has now been changed, with chairman Remo Ruffini remaining as second shareholder (down from 38% to 32%) while Carlyle cedes its role as reference shareholder, reducing its stake from 48% to 17.8%. **Brands Partners 2 (Mittel) has sold 8.5%, moving from 13% to 5% (Mittel 1.3% pro quota).**

MONCLER: NEW SHAREHOLDER STRUCTURE POST DEAL



Source: Corriere della Sera June 7, 2011

We estimate that IRR for Brands Partners 2 (25.2% of which indirectly owned by Mittel) is roughly 36%.

IRR MONCLER

€ mn	2008	2009	2010	2011
Total CF	-40.5	0	4.3	95.8
IRR	36%			

Source: Equita SIM

Mittel sold 35.11% of Moncler to Carlyle in 2008, valuing 100% of Moncler at 408mn and obtaining an IRR of 88%; the company then reinvested part of its cash-in via Brands Partners 2.

Despite the fact that the deal has a limited impact on our NAV, it is further proof of Mittel's sound track record in the private equity sector. Although the track record to date is no guarantee of future success, it nevertheless demonstrates management's ability to operate in the sector, enhanced by financial soundness not featured by other sector players.

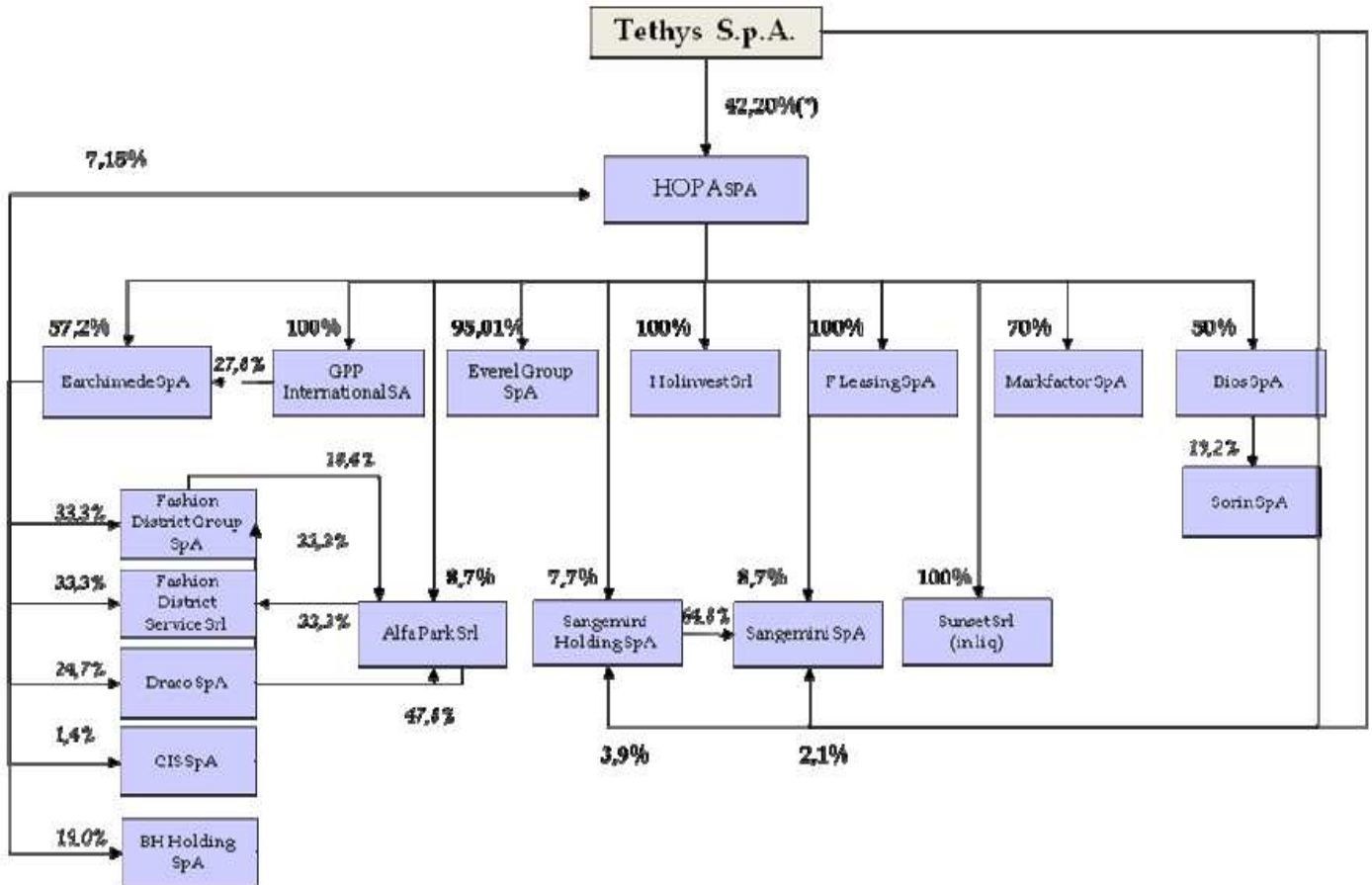
■ Tethys stake increased and potential merger with Hopa

The final result of the transactions is that MIT reinforces the control of Hopa, separates the management of Hopa/Tethys from Equinox maintaining the joint control only in Bios (Sorin), and shortens the company chain.

Last April 5, 2011 MIT has signed a preliminary agreement with Hopa, Equinox and Tower 6 which establishes the following:

- acquisition by MIT of 49.3% of Tethys (that owns 39.8% of Hopa as well as a call on another 23.5%, 11% of MIT NAV) held by Equinox for 36mn;
- disposal by Hopa to Equinox of 50% of Bios (which owns 19.06% of Sorin) for 16.5mn;
- shareholders' agreement between Mittel, Equinox, Tower 6 and Hopa to regulate the joint-mgmt of Bios.

TETHYS GROUP STRUCTURE



Source: Documento informativo May 2011

Outcome of the deal:

- MIT will gain a stake of 83.3% in Tethys and a call option on the remaining 16.7%. Therefore, MIT will exercise control over Tethys/Hopa; Hopa will own 50% of Bios.
- MIT's BoD has also decided to look into a restructuring plan which involves the merger of Earchimede (50%+ of Hopa NAV) into Hopa, Hopa into Tethys and Tethys into MIT.

On balance, we welcome these plans and the merger given that they will lead to:

- a cash-out for MIT of 36mn for control of Tethys, in line with Tethys's valuation in our NAV for Mittel, but gaining the control of Tethys/Hopa;
- control of Hopa, and improvement and direct control of Hopa's net cash;
- shortening of the chain, with direct control of the most appealing industrial participations (Sorin, Fashion District-Alfa Park);
- increase in MIT's size following the mergers

1H11 RESULTS SLIGHTLY AHEAD OF ESTIMATES

1H11 results were slightly better than expected, mainly thanks to the contribution of the Real Estate sector, which generated a net profit of 1.7mn from -0.08mn in 1H10.

SECOND QUARTER AND FIRST HALF RESULTS

Group	1Q10	1Q11	2Q10	2Q11		1H10	1H11	
				Exp.	Act.		Exp.	Act.
Interest Margin	1.5	1.2	1.1	1.2	1.3	2.6	2.4	2.5
Incr. %		-17%		7%	17%		-7%	-3%
Net Interest Income	1.5	1.2	1.2	2.7	1.5	2.7	3.9	2.7
Incr. %		-17%		119%	23%		44%	1%
Net commissions	3.4	0.5	1.8	1.0	0.5	5.2	1.5	1.0
Incr. %		n.m.		-44%	-72%		-71%	-81%
Net results from real estate activities	0.4	2.3	1.3	0.7	2.3	1.7	3.0	4.7
Incr. %		n.m.		-48%	83%		78%	176%
Net Income	0.7	-0.2	-11.0	1.3	2.0	-10.3	1.1	1.8
Incr. %		n.m.		n.m.	n.m.		n.m.	n.m.
NF Position	121.1	91.8	90.5	91.0	85.7	90.5	85.0	85.7

Source: *EQUITASIM estimates and company data*

The **Advisory Service sector suffered a reduction in revenues in 1H11 at Mittel Corporate Finance**, partly due to the effects of the management reshuffle and the restructuring phase of the M&A business, which continued into 1H11, **leveraging on new management. We think that there is upside potential from this division in the medium term and that the division represents a portion of future recurring income for Mittel**, exploiting the client portfolio of the Grant Finance activity, which continues to post solid performances even though the impact on consolidated results is still limited.

The management of Operating Finance (MGI) was in line with estimates. **MGI is still over-capitalised** (tier 1 40% vs. 16.9% required) **and this may encourage the group to increase loan issues, improve the ROE of the division** (currently below cost of capital) **and consequently raise recurring income.**

As for extraordinary operations: increase in the fair value of the call option on the Tethys stake (which contributed 1.6mn to the trading income result) and reduction (1.4mn) in the book value of the "Lighthouse 8% Aprile 2014" bond.

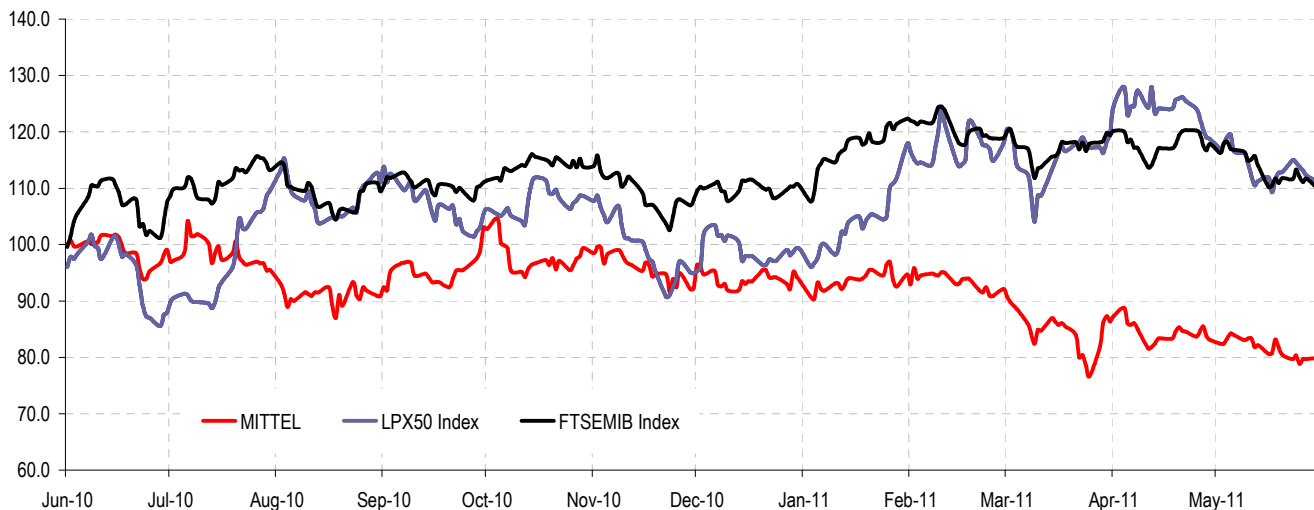
In terms of **outlook**:

1. focus on core business of shareholdings confirmed;
2. merger projects involving Mittel, Tethys, Hopa and Earchimede will be the main activity in 2011;
3. other business areas (RE, lending, advisory) offer solid growth opportunities.

■ **Increase in discount to NAV: negative performance of banks has an impact. Sorin performing very well**

Over the last 12 months, MIT has posted a negative performance of 17.7%, underperforming the FTSEMIB and LPX50 Total Return (index of main private equity companies listed in Europe). The discount to NAV has moved from 25% in June 2010 to the current 43%.

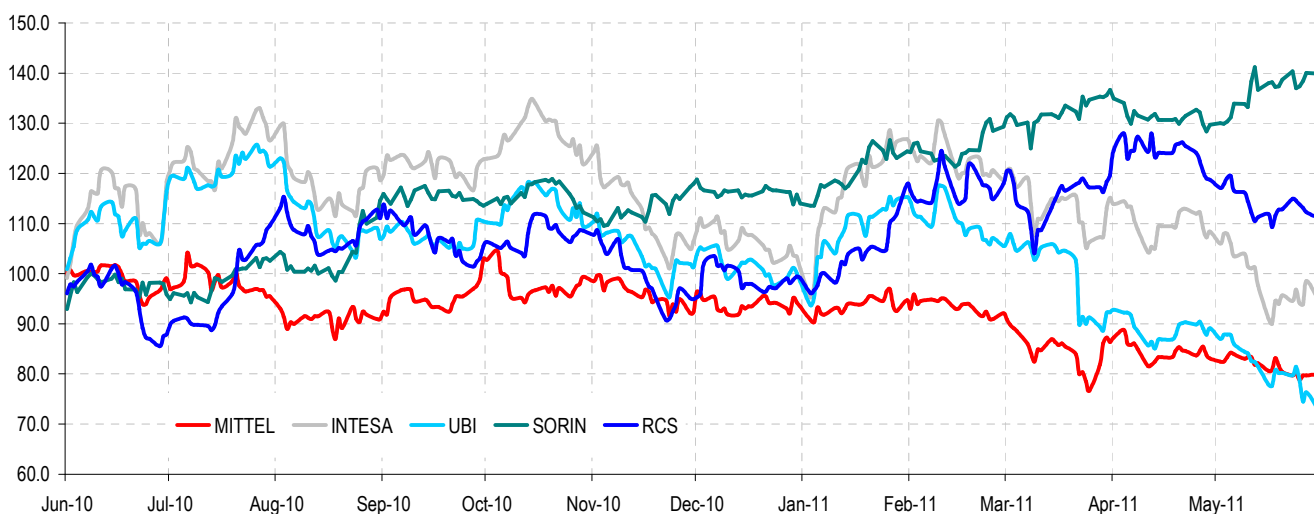
MITTEL STOCK PERFORMANCE VS INDEX



Source: Bloomberg prices

In our view, MIT’s underperformance may mainly be due to the decline of some listed assets; **the stock usually widens the discount to NAV when listed assets are down, particularly Intesa and UBI, which have both dropped due to the announced capital increases. However, the market is overestimating the impact of the decline of banking assets on Mittel’s NAV: in more detail, their impact on NAV is currently at 17% (listed assets totalling 28%) vs. 50% in 2007.**

MITTEL STOCK PERFORMANCE VS INDEX



Source: Bloomberg prices

We underline the **excellent performance of the subsidiary Sorin** (+43% in the last 12 months – roughly 10% of NAV). Mittel indirectly controls 7.1% of Sorin. Sorin’s 1Q11 results were strong and slightly better than estimates.

SORIN: FIRST QUARTER RESULTS

	1Q10	1Q11A	YoY Δ%
Revenues	172.4	182.3	6%
EBITDA	24.9	27.5	10%
Margin	14.4	15.1	4%
EBIT	15.0	21.0	40%
Net income	6.9	12.8	86%
NFP	-174.5	-115.8	-34%

Source: Company data and EQUITA SIM estimates

2015E SORIN TARGETS VS ESIM ESTIMATES (€ mn)

	Equita	Sorin
Sales	899	917
CAGR	3.7%	3%-5%
EBITDA	185	194
margin	20.6%	>21%
Net Profit	95	80-100
Cumulated FCF	303	300

Source: EQUITA SIM estimates and company data

On 22 March 2011, Sorin presented its new targets for 2011-2015, with an improvement in economics across the board. In more detail:

Although Mittel's return on the Sorin investment is already highly appealing, we do not think that the company is interested in selling in the short term.

VALUATION: UPDATED NAV TO 4.4 ps (from 4.2)

We have updated our NAV.

MITTEL - NAV

Asset	Sector	Stake %	# shares	€ PS	€ mn	%	Valuation method
Intesa Sanpaolo	Banking	0.10%	15.0	1.8	28	9%	Market Value + cash-in rights
UBI Banca ScpA	Banking	0.68%	4.3	4.0	17	6%	Market Value + cash-in rights
RCS Media Group SpA	Media	1.3%	9.3	1.2	11	4%	Market Value
Sorin (Tower 6 Bis)	Biomedical	3.3%		2.1	22	7%	Net equity (Market Value)
TOTAL LISTED SHAREHOLDINGS (1)					79	25%	
Mittel Generale Investimenti	Financial Services	100.0%			90	29%	Adj 2011 P/BV 0.7x
Property Assets	Real Estate	100.0%			59	19%	Cost + incremental exp as Mar 11
Azimut-Benetti	Luxury Motor Yachts	5.5%			25	8%	EV/EBITDA 2010 11x - 15% discount to BV as Mar-11
Tethys (Hopa)	Holding	100%*			76	25%	BV as Mar-11 *including fair value call option on 16.7%
Funds (Progressio I/II, Cosimo, Augusto, Equinox II)	PE and RE Funds	n.m.			24	8%	BV as Mar-11
Ghea (45.5% pref sh in Bios with 19.2% of Sorin)	SubHolding	51.0%			12	4%	Net equity (Market Value)
Moncler (Brands Partners 2)	Retail	1.3%			3	1%	EV/EBITDA 2010 = 12x **net of net debt in BP2
Istituto Atesino di Sviluppo S.p.A.	Holding	1.8%			3	1%	BV as Mar-11
Hopa	Holding	1.7%	23.5	0.15	3	1%	Book Value Sept-10
Mittel Corporate Finance (ECPI)	Financial Services	100.0%			1	0%	Book Value Sept-10
SIA-SSB	IT Services	0.3%			1	0%	BV as Mar-11
Vimercati	Automotive	7.0%			1	0%	BV as Mar-11
TOTAL UNLISTED SHAREHOLDINGS (2)					298	96%	
ATTRIBUTABLE NFP (3)					-35	-11%	Adj. NFP as today
HOLDING COSTS (4)					-31	-10%	Normalised cash costs net of taxes capitalised @ 10%
TAXES ON POTENTIAL CAPITAL GAINS (5)					0	0%	
STOCK OPTIONS DILUTION (6)					0	0%	
TOTAL NET ASSET VALUE (1+2+3+4+5+6)					311	100%	
Nr. of Shares (mn)					71		
NAV per Ord share €					4.4		
Current discount (premium)					41%		
P/NAV					0.59		

Source: EQUITA SIM estimates

The main changes are as follows:

- increase in valuation of Mittel Generali Investimenti (banking activity) from €77mn to €90mn, incorporating excess capital;
- reduction in value of listed assets;
- slight cut in the value of the stake in Azimut Benetti from 29mn (BV) to 25mn;
- increase in the value of Tethys following the announcement of the acquisition of 49.33% from Equinox;
- adjustment of NFP to include the cash-in on the sale of 8.5% of Moncler by the subsidiary BP2.

MITTEL: NAV - CHANGE IN VALUATION

Asset	Previous € mn	Current € mn	Change %	Change abs
Intesa Sanpaolo	32	28	-12%	-4
UBI Banca ScpA	30	17	-42%	-13
RCS Media Group SpA	10	11	14%	1
Sorin (Tower 6 Bis)	17	22	29%	5
TOTAL LISTED SHAREHOLDINGS (1)	89	79	-11%	-10
Mittel Generale Investimenti	77	90	17%	13
Property Assets	61	59	-4%	-3
Azimut-Benetti	29	25	-15%	-4
Tethys (Hopa)	34	76	128%	43
Funds (Progressio I/II, Cosimo, Augusto, Equinox II)	26	24	-8%	-2
Ghea (45,5% pref sh in Bios with 19.2% of Sorin)	12	12	0%	0
Moncler (Brands Partners 2)	22	3	-88%	-19
Istituto Atesino di Sviluppo S.p.A.	3	3	0%	0
Hopa	3	3	0%	0
Mittel Corporate Finance (ECPI)	1	1	0%	0
SIA-SSB	1	1	0%	0
Vimercati	1	1	0%	0
TOTAL UNLISTED SHAREHOLDINGS (2)	270	298	10%	28
ATTRIBUTABLE NFP (3)	-32	-35	7%	-2
HOLDING COSTS (4)	-29	-31	8%	-2
TAXES ON POTENTIAL CAPITAL GAINS (5)	0	0		
STOCK OPTIONS DILUTION (6)	0	0		
TOTAL NET ASSET VALUE (1+2+3+4+5+6)	298	311	4%	13
Nr. of Shares (mn)	71	71		
NAV per Ord share €	4.2	4.4		
Current discount (premium)	35%	41%		
P/NAV	0.65	0.59		

Source: Equita SIM estimates

Our adjusted NAV is now at €4.4 ps (from 4.2ps). By applying a 15% discount to NAV, we obtain a target of €3.7 per share.

Currently our NAV valuation includes the market price of stocks (Intesa and UBI) at very low levels of 45mn vs 65mn on an asset backed basis Equita target price.

The average discount of the main Italian holdings is now at 39%, still in line with last year's levels and above the historical average of 30% (calculated as of June 2006).

ITALIAN HOLDING COMPANIES: CURRENT AND HISTORICAL NAV AND DISCOUNTS

Company	Val. method listed assets	NAV (€ PS) *									Disc. / (Prem.) to NAV							
		2004	2005	2006	2007	2008	2009	2010	2011	2004	2005	2006	2007	2008	2009	2010	Avg. **	2011
ASTM	market price	n.a.	n.a.	n.a.	20.9	10.7	14.0	14.5	15.6	n.a.	n.a.	n.a.	28%	47%	29%	28%	33%	35%
CAMFIN	(1) market price	2.39	1.86	1.79	2.37	0.49	0.65	0.56	0.66	24%	1%	20%	40%	40%	54%	29%	30%	47%
CIR	market price	2.66	2.91	3.05	3.28	2.15	2.50	2.18	2.28	22%	22%	18%	24%	65%	30%	25%	29%	27%
COFIDE	see through	1.32	1.47	1.52	1.64	1.03	1.21	1.06	1.11	36%	30%	28%	35%	68%	48%	30%	39%	34%
DEA CAPITAL	market price	n.a.	n.a.	2.61	2.40	1.64	2.00	1.99	2.40	n.a.	n.a.	-8%	22%	50%	53%	56%	34%	34%
EXOR ord.	(2) market price	4.6	5.2	8.2	9.2	15.9	25.2	36.6	36.1	34%	31%	25%	28%	50%	48%	36%	36%	41%
IMMSI	market price	n.a.	n.a.	2.88	2.12	1.24	1.57	1.82	2.04	n.a.	n.a.	25%	35%	44%	47%	56%	42%	59%
IMPREGILO	market price	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	3.85	3.93	n.a.	n.a.	n.a.	n.a.	n.a.	42%	42%	47%	
ITALMOBILIARE	(3) market price	77.1	97.4	122.3	93.1	53.1	56.4	42.3	41.6	37%	42%	36%	32%	49%	47%	30%	39%	40%
MEDIOBANCA	(4) market price	12.8	16.4	17.4	16.4	14.3	11.1	9.4	9.1	21%	12%	13%	10%	40%	36%	31%	23%	22%
MITTEL	market price	n.a.	n.a.	n.a.	5.0	4.5	5.0	4.2	4.4	n.a.	n.a.	n.a.	-5%	49%	27%	20%	23%	41%
PIRELLI & C.	market price	10.72	9.47	9.01	10.73	4.85	7.03	n.a.	n.a.	12%	10%	10%	20%	41%	33%	n.a.	21%	n.a.
PREMAFIN	market price	1.72	2.26	3.29	2.67	0.71	0.53	0.33	0.18	28%	11%	28%	26%	-81%	-98%	-124%	-30%	-168%
AVERAGE										27%	20%	19%	25%	38%	29%	22%	26%	22%
AVERAGE excluding PREMAFIN (trading at premium)														49%	41%	35%	30%	39%

(1) see-through until 2009; at market price starting from 2010; (2) IFIL ord. until 2007 (assuming total n. shares ord+sav), EXOR ord. (IFIL+IFI) since merger announcement (Sep-08), assuming 30% pref. discount vs ord., (3) adj. number shares: before Nov-07 based on market discount; after Nov-07 applying avg. between 3-month and market discounts; (4) year-end: June

* based on estimated year-end net debt and listed assets valued at December avg. market price

** historical 7-year arithmetical average (2004-09 when available)

Source: Equita SIM estimates

SENSITIVITY

		MITTEL NAV: SENSITIVITY (€ PS)						
MGI	AZIMUT BENETTI	-25.0%	-15.0%	-10.0%	TODAY	10.0%	15.0%	25.0%
		19	21	23	25	28	29	31
-25.0%	69	4.0	4.1	4.1	4.1	4.2	4.2	4.2
-15.0%	78	4.2	4.2	4.2	4.3	4.3	4.3	4.3
-10.0%	82	4.2	4.3	4.3	4.3	4.4	4.4	4.4
TODAY	90	4.4	4.4	4.4	4.4	4.5	4.5	4.5
10.0%	101	4.5	4.5	4.5	4.6	4.6	4.6	4.7
15.0%	105	4.6	4.6	4.6	4.6	4.7	4.7	4.7
25.0%	114	4.7	4.7	4.7	4.8	4.8	4.8	4.9

Source: EQUITA SIM estimates

STATEMENT OF RISK

The primary elements that **could positively impact MITTEL include:**

- Significant improvement in the main assets reference macroeconomic scenario
- Significant increase in short term interest rates
- Increase in valuation for property development projects
- Upward revision risk for fee-based ECPI business
- Positive share price performance of Intesa Sanpaolo, UBI Banca and RCS
- Significant improvement of luxury motor yachts market conditions affected Azimut Benetti

The primary elements that **could negatively impact MITTEL include:**

- Significant deterioration in the main assets reference macroeconomic scenario
- Decrease in short term interest rates
- Valuation risk for property development projects
- Downward revision risk for fee-based ECPI business
- Negative share price performance of Intesa Sanpaolo, UBI Banca and RCS
- Potential write-downs on loans following a difficult market environment
- Significant deterioration of luxury motor yachts market conditions affected Azimut Benetti

INFORMATION PURSUANT TO ARTICLE 69 ET SEQ. OF CONSOB (Italian securities & exchange commission) REGULATION no. 11971/1999

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In the past EQUITA SIM has published studies on Mittel

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RECOMMENDATION/RATING	Low Risk	Medium Risk	High Risk
BUY	ETR >= 10%	ETR >= 15%	ETR >= 20%
HOLD	-5% <ETR< 10%	-5% <ETR< 15%	0% <ETR< 20%
REDUCE	ETR <= -5%	ETR <= -5%	ETR <= 0%

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Date	Rec.	Target Price (€)	Risk	Comment
nil				

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	COMPANIES COVERED	COMPANIES COVERED WITH BANKING RELATIONSHIP
BUY	58.3%	57.8%
HOLD	33.7%	35.6%
REDUCE	6.1%	2.2%
NOT RATED	1.8%	4.4%