

PART F – INFORMATION ON CONSOLIDATED SHAREHOLDERS' EQUITY

Section 1 - Consolidated shareholders' equity

A. QUALITATIVE INFORMATION

The Group's shareholders' equity consists of the sum of the balances of the following balance sheet liability items:

- Shareholder's equity net of repurchased own shares
- Share premium reserve
- Reserves
- Valuation reserves
- Equity instruments
- Own shares
- Profit (loss) for the year.

B. QUANTITATIVE INFORMATION

Consolidated shareholders' equity as at 31 December 2021 amounted to 13,096.0 million (of which 13,094.9 million for the Group and 1.1 million for non-controlling interests), showing a net increase of 868.9 million compared to the 12,227.1 million recorded for consolidated shareholders' equity as at 31 December 2020 (of which 12,225.2 million for the Group and 1.9 million for non-controlling interests).

B.1 Consolidated shareholders' equity: breakdown by business type

Shareholders' equity items	Prudential consolidation	Insurance companies	Other businesses	Consolidation cancellations and adjustments	Total
1. Share capital	7,100,008	-	15,022	(14,294)	7,100,736
2. Share premium reserve	-	-	4	(4)	-
3. Reserves	3,989,125	-	9,040	2,341	4,000,506
4. Equity instruments	1,092,832	-	-	-	1,092,832
5. (Own shares)	(8,159)	-	-	-	(8,159)
6. Valuation reserves:	341,360	-	(347)	347	341,360
- Equity instruments designated at fair value through other comprehensive income	21,017	-	-	-	21,017
- Hedges of equity instruments designated at fair value through other comprehensive income	-	-	-	-	-
- Financial assets (other than equity instruments) measured at fair value through other comprehensive income	45,519	-	-	-	45,519
- Property, plant and equipment	375,335	-	-	-	375,335
- Intangible assets	-	-	-	-	-
- Foreign investment hedges	(603)	-	-	-	(603)
- Cash flow hedges	(16,416)	-	-	-	(16,416)
- Hedging instruments (non-designated items)	-	-	-	-	-
- Exchange rate differences	13,998	-	-	-	13,998
- Non-current assets and disposal groups held for sale	-	-	-	-	-
- Financial liabilities designated at fair value through profit and loss (changes to its own credit risk)	(5,609)	-	-	-	(5,609)
- Actuarial gains/(losses) on defined benefit pension plans	(100,346)	-	(347)	-	(100,693)
- Share of valuation reserves related to interests in associates and joint ventures carried at equity	6,151	-	-	347	6,498
- Special revaluation laws	2,314	-	-	-	2,314
7. Profit (loss) for the year (+/-) attributable to the Group and non-controlling interests	570,604	-	8,942	(10,762)	568,784
Total	13,085,770	-	32,661	(22,372)	13,096,059

One of the changes in consolidated shareholders' equity regards the increase of the valuation reserve relating to property, plant and equipment of 128.4 million, 121.2 million of which refers to the effect of the tax realignment of property used in operations as illustrated in the "Other significant aspects relating to Group accounting policies" section in "Part A.1 - Accounting policies" of these Notes.

B.2 Valuation reserves for financial assets measured at fair value through other comprehensive income: breakdown

Asset/Amounts	Prudential consolidation		Insurance companies		Other businesses		Consolidation cancellations and adjustments		Total	
	Positive reserve	Negative reserve	Positive reserve	Negative reserve	Positive reserve	Negative reserve	Positive reserve	Negative reserve	Positive reserve	Negative reserve
1. Debt securities	75,460	(29,941)	-	-	-	-	-	-	75,460	(29,941)
2. Equity instruments	50,900	(29,883)	-	-	-	-	-	-	50,900	(29,883)
3. Loans	-	-	-	-	-	-	-	-	-	-
Total 31/12/2021	126,360	(59,824)	-	-	-	-	-	-	126,360	(59,824)
Total 31/12/2020	157,557	(18,298)	-	-	-	-	-	-	157,557	(18,298)

B.3 Valuation reserves for financial assets measured at fair value through other comprehensive income: annual changes

	Debt securities	Equity instruments	Loans
1. Opening balance	132,263	6,996	-
2. Positive changes	9,235	33,078	-
2.1 Fair value increases	8,200	32,173	-
2.2 Credit impairment losses	989	X	-
2.3 Reclassification to income statement of negative reserves from disposal	46	X	-
2.4 Transfers to other shareholders' equity components (equity instruments)	-	901	-
2.5 Other changes	-	4	-
3. Negative changes	(95,979)	(19,057)	-
3.1 Fair value decreases	(54,245)	(17,585)	-
3.2 Credit recoveries	(730)	-	-
3.3 Reclassification to income statement of positive reserves: from disposal	(41,004)	X	-
3.4 Transfers to other shareholders' equity components (equity instruments)	-	(1,472)	-
3.5 Other changes	-	-	-
4. Closing balance	45,519	21,017	-

B.4 Valuation reserves for defined benefit plans: annual changes

	31/12/2021
1. Opening balance	(95,176)
2. Positive changes	9,417
2.1 Gains from changes in financial assumptions	4,455
2.2 Other actuarial gains	1,283
2.3 Other changes	3,679
3. Negative changes	(14,934)
3.1 Losses from changes in financial assumptions	(10,323)
3.2 Other actuarial losses	(3,030)
3.3 Other changes	(1,581)
4. Closing balance	(100,693)

Section 2 - Own funds and capital ratios

Please see the information on own funds and capital adequacy found in the document "Disclosure to the public by entities (Pillar III)", available on the website www.gruppo.bancobpm.it.