

PRESS RELEASE

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BANCA SISTEMA INTENDS TO ISSUE A SENIOR BOND ON THE INSTITUTIONAL MARKET

Milan, 6 October 2017

Banca Sistema announces its intention to issue a senior bond on the institutional market, subject to market conditions. For Banca Sistema this is the first public issuance targeting institutional investors.

The Euro-denominated, fixed-rate, senior, unsecured issue will have a 3-year maturity. The bond will be reserved for qualified investors, and it may not be offered in the United States of America or in any other country where the offering or the sale is forbidden under applicable laws, including persons residing or located in these countries.

1

The bond will be listed on the regulated market of the Irish Stock Exchange and on ExtraMOT Pro managed and organized by Borsa Italiana.

Intermonte SIM will assist Banca Sistema as Lead Manager in the transaction.

The goal of the issue is in line with the Bank's strategy aimed at diversifying its funding sources and supporting the growth of its core business.

This communication (and the information contained therein) does not constitute an offer or an invitation to subscribe for or purchase any securities. The securities have not been and will not be registered under the United States Securities Act of 1933 (as amended) (the "Securities Act"). The securities may not be offered, sold or delivered within the United States or to "U.S. persons" (as defined in Regulation S under the Securities Act) as part of their initial offering. The securities may be initially offered and sold only outside the United States in reliance on Regulation S under the Securities Act and subsequent resales may be made only in accordance with applicable law. Copies of this announcement are not being made and may not be distributed or sent into the United States, Canada, Australia or Japan.

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Banca Sistema

Banca Sistema was founded in 2011, as a bank specialized in financing and managing trade receivables owed by the Italian Public Administrations, thereby entering a sector of the Italian financial system aimed at granting liquidity to corporate entities in their business dealings with the PA's, mainly through factoring and credit management services.

With main offices in Milan and Rome, during this time Banca Sistema has extended its activities and services available both to business and retail clients. As an independent financial operator characterized by a highly diversified business model, Banca Sistema can offer, today, recourse and nonrecourse factoring services. This includes receivables between private companies, yearly and quarterly VAT receivables refunds, current accounts, time deposits with durations up to 10 years, pawnbroking, guarantees, securities deposit, reverse factoring, certification of Public Administration credits, salary and pension backed loans.

The Bank is also active in the purchasing and management of non-performing financial and trade receivables as well as management and debt recovery from individuals, thanks to its stake in the capital of Axactor Italy S.p.A. and in its controlling company Axactor AB, listed to the Oslo Stock Exchange.