



PRESS RELEASE

- **PIRELLI RE AND GE PRESENT WINNING BID FOR A NON-PERFORMING LOAN PORTFOLIO ORIGINATED BY BANCA ANTONVENETA AND ITS SUBSIDIARY INTERBANCA (ABN AMRO GROUP); GROSS BOOK VALUE APPROX. €1 BILLION**
- **PIRELLI RE WILL COINVEST WITH A 35% STAKE AND WILL INVOLVE THE STRATEGIC PARTNER CALYON IN THE INVESTMENT**
 - **EXCLUSIVE AGREEMENT SIGNED WITH BANCA ANTONVENETA FOR THE ACQUISITION WITH GE OF ADDITIONAL NON-PERFORMING LOANS IN EARLY 2007, FOR A GROSS BOOK VALUE OF APPROX. €5.1 BILLION**
 - **NPLs PORTFOLIO FOR WHICH PIRELLI RE ACTS AS EXCLUSIVE ASSET MANAGER AND, THROUGH PIRELLI RE CREDIT SERVICING, AS EXCLUSIVE SPECIAL SERVICER, REACHES APPROX. €7.9 BILLION GROSS BOOK VALUE (NET BOOK VALUE €2.1 MILLION)**

Milan, January 2, 2007- Pirelli RE and GE, through GE Real Estate Italy and GE Commercial Finance Services Italy, have successfully bid for a **non-performing mortgage and corporate loan portfolio** originated by Banca Antonveneta and its subsidiary Interbanca (ABN Amro Group), with a **gross book value** of approximately **€1 billion**.

The portfolio consists of 275 loans secured by residential, hotel and industrial properties.

Pirelli RE has a **35%** share in the investment and will involve in the transaction **Calyon**, the joint venture partner in the NPL sector.

Pirelli RE and GE have also signed an **exclusive agreement** to acquire additional **non-performing loans** in early 2007, with a **gross book value** of circa **€5.1 billion**, from **Banca Antonveneta**. Pirelli RE will coinvest with a 50% stake, with an option to involve the jv with Calyon in its investment stake.

The deal signed brings the **gross book value** of **non-performing loans** managed by Pirelli RE as exclusive asset manager and, through the fully owned company Pirelli RE Credit Servicing, as exclusive special servicer to approx. **€7.9 billion** (net book value €2.1 billion).

Mediobanca acted as advisor for the transaction; Studio Bonelli, Erede e Pappalardo acted as Pirelli RE's legal advisors.

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