

## FOCUS

The Mib index ended the month at 20,145 and -2.1% on June. The continuous indices showed a similar trend: the Mibtel -1.7% (+4.1 since the end of 2003), the S&P/MIB -2.0% (+2.4%), the Mib30 -1.9% (+3.6%), the Midex -2.2% (-0.1%). The MibSTAR index ended the month at 1,028, +9.4% since the beginning of the year and with a monthly change of -0.4%; the Numex at 1,250 (-10,5% vs June 2004). Volatility near the historical lows for Borsa, at 7.7%, while increased at 19.8% for the Nuovo Mercato.

Capitalisation reached 510 billion euro: 499 billion euro for Borsa, 6.2 for Nuovo Mercato and 4.8 Mercato Expandi. Capitalisation represents a percentage on GDP of 38.2% (37.4% at the end of 2003).

Shares volumes stable in terms of contracts (107,000 per day) and decreasing in terms of turnover (2.34 billion euro). The first seven months of the year see a daily average of 138,000 contracts and 2.93 billion euro turnover. During the month the daily average turnover for Borsa's shares was 24,200 euro; for Nuovo Mercato's shares 5,300.

ETFs rise from a daily average of 9.3 to the new historical high of 12 million euro. On Monday 26th it has been recorded the new record in terms of volumes per single day, with 48.6 million euro. Increase for the daily average size of contracts as well, from 25,900 to 28,500 euro.

Daily turnover of covered warrants and certificates leapt in July to 45.7 million euro per day (+4.1% vs June) and recorded a growth of the daily average of contracts to 13,400 (+9.7% vs June).

After Hours daily average turnover equal to 25.1 million euro (+15.2 vs June 2004; +12.8% vs July 2003) and contracts equal to 4,100 (+26.1% vs June 2004; +13.4% vs July 2003).

In July there were 3 IPOs: Procomac (Tuesday 6), Azimut Holding (Wednesday 7) and Greenvision Ambiente (Wednesday 14); Greenvision Ambiente is the first IPO on Mercato Expandi. After Stayer delisting (Monday 19), listed companies are 278.

The month recorded two accelerated bookbuilding operations both directed to institutional investors: Autostrade (911.4 million euro) and Banca Intesa (136). Azimut Holding and Banca Ifis placed two convertible bonds (respectively for 85.6 and 50 million euro). Capital increases were 5 (As Roma, Buzzi Unicem, Enertad, Kaitech, Premuda) for a total amount of 361.9 million euro.

All fixed income products rebounded. Government bonds recorded a daily average of 486.1 million euro (+2.4% vs June), MOT bonds one of 24.3 (+19.9%) and EuroMOT bonds one of 9.8 million euro (+10.4%).

Daily average of 52,300 standard contracts for equity derivatives in July. Daily average of 10,000 standard contracts for index futures, 5,100 for mini-futures and 7,000 for index options. Volumes on the new underline S&P/MIB were moderate -as foreseen-; options trading represented more than 15% of standard contracts. Equity futures standard contracts daily average equals to 2,900 while stock options' to 27,300.

## STOCK MARKET INDICES

	30 DEC 2003	30 JUN 2004	30 JUL 2004	Var. % MoM	Var. % on 2003 end	Var. % on June 2003	Volatility latest month	Volatility latest 3 months
Mib (base 2.1.1975 = 1.000)	19 483	20 580	<b>20 145</b>	-2.1%	3.4%	11.4%	7.7%	9.3%
last Mibtel (base 3.1.1994 = 10.000)	19 922	21 113	<b>20 745</b>	-1.7%	4.1%	11.0%	8.4%	10.8%
last S&P/MIB (base 31.12.1997 = 24.402)	26 887	28 092	<b>27 538</b>	-2.0%	2.4%	9.6%	9.4%	11.9%
last Mib30 (base 31.12.1992 = 10.000)	26 715	28 198	<b>27 676</b>	-1.9%	3.6%	8.6%	9.4%	11.6%
last Midex (base 30.12.1994 = 10.000)	26 347	26 912	<b>26 315</b>	-2.2%	-0.1%	13.8%	8.0%	11.8%
MibStar (base 29.12.2000 = 1.000)	940	1 032	<b>1 028</b>	-0.4%	9.4%	18.3%	5.5%	6.4%
Numex (base 17.06.1999 = 1.000)	1 664	1 396	<b>1 250</b>	-10.5%	-24.9%	-7.9%	19.8%	18.1%
last Numtel (base 17.06.1999 = 1.000)	1 582	1 328	<b>1 196</b>	-9.9%	-24.4%	-7.8%	18.6%	19.8%
MEX (base 3.1.1979 = 1.000)	7 317	7 261	<b>7 255</b>	-0.1%	-0.8%	0.0%	3.3%	3.4%

## LISTED COMPANIES NUMBER AND CAPITALISATION

	NUMBER (end of month)			End of Month CAPITALISATION (domestic companies)					
	30 DEC 2003	30 JUN 2004	30 JUL 2004	30 DEC 2003 euro m	30 JUN 2004 euro m	30 JUL 2004 euro m	Var. % MoM	Var. % on 2003 end	Var. % on June 2003
Borsa	225	223	<b>224</b>	474 554	506 465	<b>499 085</b>	-1.5%	5.2%	6.0%
Nuovo Mercato	43	42	<b>42</b>	8 265	6 911	<b>6 216</b>	-10.1%	-24.8%	-1.8%
Mercato Expandi	11	11	<b>12</b>	4 628	4 844	<b>4 882</b>	0.8%	5.5%	1.3%
<b>Total</b>	<b>279</b>	<b>276</b>	<b>278</b>	<b>487 446</b>	<b>518 220</b>	<b>510 182</b>	<b>-1.6%</b>	<b>4.7%</b>	<b>6.0%</b>
<i>as % of GDP</i>				37.4%	38.8%	<b>38.2%</b>			

## TRADING ACTIVITY

## DAILY AVERAGES

	JUN 2004		JULY 2004		Var. % MoM		Var. % on July 2003		JAN-JUN 2004	
	Trades no	euro m	Trades no	euro m	Trades no	euro m	Trades	Turnover	Trades no	euro m
Borsa shares <sup>(1)</sup>	102 375	2 913.0	<b>95 576</b>	<b>2 283.6</b>	-6.6%	-21.6%	-22.4%	-10.5%	<b>125 784</b>	<b>2 855.6</b>
Nuovo Mercato shares <sup>(1)</sup>	6 635	33.1	<b>11 362</b>	<b>58.1</b>	71.3%	75.6%	53.9%	88.8%	<b>11 717</b>	<b>68.1</b>
Mercato Expandi shares	252	1.3	<b>236</b>	<b>1.4</b>	-6.1%	8.1%	-12.2%	-15.1%	<b>258</b>	<b>1.5</b>
<b>Shares Total <sup>(1)</sup></b>	<b>109 262</b>	<b>2 947.3</b>	<b>107 175</b>	<b>2 343.1</b>	<b>-1.9%</b>	<b>-20.5%</b>	<b>-18.1%</b>	<b>-9.3%</b>	<b>137 759</b>	<b>2 925.2</b>
ETFs and Open-End Funds	358	9.3	<b>421</b>	<b>12.0</b>	17.5%	29.0%	141.9%	39.0%	<b>446</b>	<b>10.5</b>
Securitized Derivatives <sup>(1)</sup>	12 245	43.9	<b>13 436</b>	<b>45.7</b>	9.7%	4.1%	-6.8%	2.6%	<b>15 640</b>	<b>62.2</b>
<i>After Hours <sup>(2)</sup></i>	3 251	21.8	<b>4 101</b>	<b>25.1</b>	26.1%	15.2%	13.4%	12.8%	<b>4 918</b>	<b>32.1</b>
<b>EQUITIES TOTAL <sup>(3)</sup></b>	<b>125 942</b>	<b>3 005.9</b>	<b>124 561</b>	<b>2 406.8</b>	<b>-1.1%</b>	<b>-19.9%</b>	<b>-23.7%</b>	<b>-9.3%</b>	<b>157 200</b>	<b>3 005.0</b>
MOT - Government Bonds	7 932	474.5	<b>8 924</b>	<b>486.1</b>	12.5%	2.4%	4.6%	-4.8%	<b>9 817</b>	<b>595.7</b>
MOT - Bonds	1 401	20.3	<b>1 483</b>	<b>24.3</b>	5.8%	19.9%	-24.5%	-18.8%	<b>1 860</b>	<b>27.0</b>
EuroMOT - Bonds	343	8.9	<b>380</b>	<b>9.8</b>	10.8%	10.4%	-29.2%	-23.4%	<b>646</b>	<b>16.0</b>
<b>FIXED INCOME TOTAL</b>	<b>9 676</b>	<b>503.7</b>	<b>10 787</b>	<b>520.2</b>	<b>11.5%</b>	<b>3.3%</b>	<b>-2.2%</b>	<b>-6.0%</b>	<b>12 323</b>	<b>638.7</b>
Index Futures <sup>(4)</sup>	13 992	1 965.9	<b>9 968</b>	<b>1 383.2</b>	-28.8%	-29.6%	-36.2%	-30.2%	<b>13 323</b>	<b>1 840.1</b>
Index miniFutures <sup>(4)</sup>	5 666	159.2	<b>5 147</b>	<b>142.9</b>	-9.2%	-10.2%	-51.5%	-46.8%	<b>6 507</b>	<b>179.7</b>
Index Options <sup>(4)</sup>	7 526	515.6	<b>6 992</b>	<b>475.4</b>	-7.1%	-7.8%	-25.6%	-19.4%	<b>8 928</b>	<b>607.4</b>
Stock Futures <sup>(4)</sup>	10 282	73.3	<b>2 914</b>	<b>18.8</b>	-71.7%	-74.4%	69.6%	127.6%	<b>5 149</b>	<b>28.9</b>
Stock Options <sup>(4)</sup>	31 111	118.1	<b>27 317</b>	<b>100.3</b>	-12.2%	-15.1%	4.0%	-7.5%	<b>37 474</b>	<b>143.1</b>
<b>EQUITY DERIVATIVES TOTAL <sup>(4)</sup></b>	<b>68 577</b>	<b>2 832.1</b>	<b>52 337</b>	<b>2 120.6</b>	<b>-23.7%</b>	<b>-25.1%</b>	<b>-17.7%</b>	<b>-28.2%</b>	<b>71 381</b>	<b>2 799.2</b>

(1) Daily and After Hours sessions

(2) Figures already included in those of Borsa and NM shares and securitized derivatives

(3) It includes also trading of warrant, convertible bonds, right issues and closed-end funds. It doesn't include figures of participation to takeover sent through the electronic trading system.

(4) For equity derivatives number of standard contracts and notional turnover are reported.