

Statutory Auditors' Report on the financial statements

Year ended December 31, 2015

This is a free translation into English of the statutory auditors' report on the financial statements issued in French and it is provided solely for the convenience of English-speaking users.

The statutory auditors' report includes information specifically required by French law in such reports, whether modified or not. This information is presented below the audit opinion on the financial statements and includes an explanatory paragraph discussing the auditors' assessments of certain significant accounting and auditing matters. These assessments were considered for the purpose of issuing an audit opinion on the financial statements taken as a whole and not to provide separate assurance on individual account balances, transactions or disclosures.

This report also includes information relating to the specific verification of information given in the management report and in the documents addressed to the shareholders.

This report should be read in conjunction with and construed in accordance with French law and professional auditing standards applicable in France.

To the shareholders:

In compliance with the assignment entrusted to us by your General Meeting of Shareholders, we hereby report to you, for the year ended December 31, 2015, on:

- the audit of the accompanying financial statements of CREDIT AGRICOLE HOME LOAN SFH;
- the justification of our assessments;
- the specific verifications and information required by law.

These financial statements have been approved by the Board of Directors. Our role is to express an opinion on these financial statements based on our audit.

I. Opinion on the financial statements

We conducted our audit in accordance with professional standards applicable in France; those standards require that we plan and perform procedures to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit involves performing procedures, using sample techniques or other methods of selection, to obtain audit evidence about the amounts and disclosures in the financial statements. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made, as well as the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

In our opinion, the financial statements give a true and fair view of the assets, liabilities and financial position of the Company as of December 31, 2015 and of the results of its operations for the year ended in accordance with French generally accepted accounting principles.

II. Justification of our assessments

In accordance with the requirements of Article L. 823-9 of the French Commercial Code (Code de Commerce) relating to the justification of our assessments, we hereby inform you that our assessments focused on the appropriateness of the accounting principles applied and on the reasonableness of significant estimates used for the preparation of the financial statements.

These assessments were made as part of our audit of the financial statements taken as a whole, and therefore contributed to the opinion we formed which is expressed in the first part of this report.

III. Specific verifications and information

We have also performed, in accordance with professional standards applicable in France, the specific verifications required by French law.

We have no matters to report as to the fair presentation and the consistency with the financial statements of the information provided in the management report of the Board of Directors, and in the documents addressed to the shareholders with respect to the financial position and the financial statements.

Concerning the information given in accordance with the requirements of article L. 225-102-1 of the French Commercial Code (code de commerce) relating to remunerations and benefits received by the directors and any other commitments made in their favour, we have verified its consistency with the financial statements, or with the underlying information used to prepare these financial statements and, where applicable, with the information obtained by your company from companies controlling your company or controlled by it.

Based on this work, we have the following matters to report regarding the fair presentation and consistency of the information: as indicated in the management report, these information do not include remunerations and benefits paid by the company controlling your company to the directors for their mandates, role of employee of Crédit Agricole S.A. or duties, other than those performed in or on behalf of your Company

Paris-La Défense and Courbevoie, March 31, 2016

The Statutory Auditors

ERNST & YOUNG et Autres

MAZARS

Claire Rochas

Franck BOYER



SOCIETE DE FINANCEMENT DE L'HABITAT ¹

With a capital of 550 000 000 euros

12 Place des Etats-Unis

92120 MONTROUGE

Closed as at the 31st December 2015

R.C.S. (*Registre du Commerce et des Sociétés* – Register of Trade and Companies)

NANTERRE 437 667 371

¹ Translator's note: *société de financement de l'habitat* – housing finance company

Annual accounts 2015

Certified as true and accurate

Nadine FEDON

Managing director

I. FINANCIAL STATEMENTS

ASSET BALANCE SHEET	2
LIABILITY BALANCE SHEET	3
OFF BALANCE SHEET	4
PROFIT AND LOSS ACCOUNT	5
CASH FLOW TABLE	6

II. NOTES TO THE FINANCIAL STATEMENTS

A – SIGNIFICANT EVENTS RELATING TO THE FINANCIAL YEAR	7
1. NEW ISSUES	8
2. ISSUES COMING TO MATURITY	8
3. EVENTS SUBSEQUENT TO THE FINANCIAL YEAR	8
B – ACCOUNTING METHODS AND PRINCIPLES	8
1. PRESENTATION OF THE INDIVIDUAL ACCOUNTS	9
2. INFORMATION ON THE BALANCE SHEET ITEMS	15
3. INFORMATION ON THE PROFIT AND LOSS ACCOUNT	19
4. INFORMATION ON THE OFF BALANCE SHEET ITEMS	21
5. TABLE OF SUBSIDIARIES AND HOLDINGS	22
6. TAX CONSOLIDATION AND INTEGRATION	22
7. REMUNERATION OF THE MANAGEMENT AND EXECUTIVE BODIES	22
8. ESTABLISHMENT IN NON COOPERATIVE STATES OR TERRITORIES	22
9. INFORMATION REGARDING THE COMPANIES	23
10. VARIATION OF THE EQUITY CAPITAL	24

Annexe	ASSET BALANCE SHEET (In Euros)	31/12/2015	31/12/2014
2.1.1	Cash, central banks, C.C.P. (compte courant postal)	1 071	1 099
	Government facilities & assimilated securities	0	0
2.1.2	Credit institution receivables	28 113 132 745	23 327 078 604
	Client receivables	0	0
	Factoring	0	0
	Bonds & other fixed income securities	0	0
	Shares & other variable income securities	0	0
2.1.5	Holdings and other long term securities	4 000	0
	Shares in affiliated companies	0	0
	Lease finance and leasing with purchase option	0	0
	Simple leasing	0	0
	Intangible fixed assets	0	0
	Tangible fixed assets	0	0
	Unpaid subscribed capital	0	0
	Treasury shares	0	0
2.2.1	Other assets	1 074 044	178 978
2.2.1	Pre-payments and accrued income	87 674 017	85 717 664
	TOTAL ASSETS	28 201 885 877	23 412 976 344

Annexe	LIABILITIES BALANCE SHEET (in Euros)	31/12/2015	31/12/2014
	Central banks, C.C.P. (compte courant postal)	0	0
2.1.3	Debts to credit institution	4 124 662 757	1 231 119 106
	Transactions with clients	0	0
2.1.4	Debts represented by securities	23 468 945 875	21 567 857 442
2.2.2	Other liabilities	765 899	154 470
2.2.2	Accruals and deferred income	54 654 391	60 769 808
	Provisions	0	0
	Subordinated debts	0	0
	Funds for General Banking Risks	0	0
11	Shareholders' equity excluding FGBR (+/-)	552 856 955	553 075 518
	Subscribed capital	550 000 000	550 000 000
	Share premiums	0	0
	Reserves	369 818	358 018
	Re-evaluation difference	0	0
	Regulated provisions and investment subsidies	0	0
	Carried forward (+/-)	2 485 700	2 481 493
	Income or expenditure pending allocation (+/-)	0	0
	Profit and loss for the financial year (+/-)	1 437	236 008
	TOTAL LIABILITIES	28 201 885 877	23 412 976 344

Annexe	OFF BALANCE SHEET (in Euros)	31/12/2015	31/12/2014
	<u>COMMITMENTS GIVEN</u>		
	FINANCING COMMITMENTS		
	GUARANTEE COMMITMENTS		
	SECURITIES COMMITMENTS		
	<u>COMMITMENTS RECEIVED</u>		
	FINANCING COMMITMENTS		
	GUARANTEE COMMITMENTS		
	SECURITIES COMMITMENTS		
4.2	FINANCIAL INSTRUMENTS COMMITMENTS	5 878 411 854	4 341 849 859
4.1	OTHER COMMITMENTS	30 496 657 903	32 480 828 108

Annexe	PROFIT AND LOSS ACCOUNT (in Euros)	31/12/2015	31/12/2014
3.1.1	+ Interest and assimilated income	658 769 612	702 049 073
3.1.2	- Interest and assimilated charges	(652 487 330)	(694 525 026)
	+ Income from variable income securities	0	0
3.1.3	+ Commissions (income)	5 912 421	4 616 530
3.1.3	- Commissions (charges)	(185 412)	(202 305)
	+/- Profit / loss on trading portfolio transactions	2 144	1 700
	+/- Profit / loss on investment portfolio transactions	0	0
3.1.4	+ Other bank operating income	8 238 616	3 953 263
3.1.4	- Other bank operating charges	(15 125 516)	(11 398 321)
	NET BANKING INCOME	5 124 535	4 494 914
3.2.1	- General operating charges	(4 470 011)	(4 159 208)
	- Allocation to amortisation and provision for fixed assets'	0	0
	GROSS OPERATING PROFIT	654 524	335 706
	+/- Risk cost	0	0
	OPERATING PROFIT	654 524	335 706
	+/- Profits or losses on fixed assets	0	0
	NET OPERATING INCOME BEFORE TAX	654 524	335 706
	+/- Extraordinary profit or loss	0	0
	- Profit tax	(653 087)	(99 698)
	+/- Provisions/ recovery of FGBR and regulated provisions	0	0
	NET PROFIT OR LOSS	1 437	236 008

CREDIT AGRICOLE HOME LOAN SFH		
Cash Flow table (Amount in Euros)	12/2015	12/2014
Net income before taxes	654 524	335 706
Net allocations to amortisation and provision for tangible and intangible fixed assets		
Depreciation of goodwill		
Net allocations to depreciations	0	
Quote-parts de résultat liées aux sociétés mises en équivalence		
Net profit/loss on investment activities		
Income/charges on financing activities	655 900 727	698 901 945
Other movements	-13 077 758	-17 571 673
Total of the non-monetary items included in the net income before tax ad other adjustments	642 822 969	681 330 272
Flow linked to operations with credit institutions	1 006 894 625	25 323 937
Flow linked to operations with clients		
Flow linked to other operations for financial assets or liabilities	-4 000	
Flow linked to other operations for non-financial assets or liabilities	-389 371	-17 382
Dividends received from equity affiliates		
Taxes paid	-547 353	206 721
Net decrease/increase of assets and liabilities from operational activities	1 005 953 901	25 513 276
TOTAL NET CASH FLOWS ARISING FROM THE OPERATIONAL ACTIVITY (A)	1 649 431 393	707 179 253
<i>Flows linked to holdings</i>		
<i>Flows linked to tangible and intangible fixed assets</i>		
TOTAL NET CASH FLOWS LINKED TO INVESTMENT ACTIVITIES (B)		
<i>Cash flows from or to shareholders</i>	-220 000	0
<i>Other net cash flows from financing activities</i>	1 243 269 519	-4 633 003 497
TOTAL NET CASH FLOWS LINKED TO FINANCING ACTIVITIES (C)	1 243 049 519	-4 633 003 497
Effect of variations in exchange rates and other flow on cash and cash equivalents (D)		
Net increase/decrease of cash and cash equivalents (A+B+C+D)	2 892 480 912	-4 633 003 497
Cash and cash equivalents: opening balance	1 785 063 891	5 710 888 135
Net balance of cash accounts and accounts with central banks	1 099	
Net balance of accounts, demand loans/borrowings from credit institutions	1 785 062 792	5 710 888 135
Cash and cash equivalents at end of year	4 677 544 803	1 785 063 891
Net balance of cash accounts and accounts with central banks	1 071	1 785 063 891
Net balance of accounts, demand loans/borrowings from credit institutions	4 677 543 732	0
VARIATIONS IN NET CASH AND CASH EQUIVALENTS	2 892 480 912	-3 925 824 244

II. NOTES TO THE FINANCIAL STATEMENTS

CREDIT AGRICOLE HOME LOAN SFH ² (CAHL SFH) is a *société anonyme* (public limited company) approved as a credit institution – financial company since 2007 and *société de financement de l’habitat* (housing finance company) since September 2011. It is governed by Book V of the [French] Monetary and Financial Code and the banking law of the 24th January 1984 relating to the control and the activity of credit institutions and is subject to banking regulations.

Since the 1st January 2014, the company carries out its activities under the status of a specialised credit institution pursuant to the entry into force of the CRR “Capital requirements regulation” European Regulation.

The company’s main activity is the issue of covered bonds benefiting from the preferential status referred to at article L.513-11 of the [French] Monetary and Financial Code on the markets for the purposes of financing or re-financing transactions or the granting of loans.

A – SIGNIFICANT EVENTS RELATING TO THE FINANCIAL YEAR

The European banking crisis resolution mechanism adopted during the course of the year 2014 (BRRD directive and regulation on the single resolution mechanism transposed into French law pursuant to the order 2015-1024 dated the 20th August 2015) introduced several significant amendments in the regulations applicable to credit institutions.

This mechanism, which includes measures of prevention and resolution of banking crises, has the purpose of preserving financial stability, ensuring the continuity of activities, services and operations of institutions, the insolvency of which would have serious consequences on the economy, to protect depositors and to avoid or to limit as far as possible having recourse to public financial aid. In this context, the European resolution authorities including the Single Resolution Board have been given very extensive powers in view of taking any necessary measures in the context of the resolution of all or part of a credit institution or the group to which it belongs.

In the carrying out of its actions as resolution authority, the *Autorité de contrôle prudentiel et de résolution* (French Prudential Supervision and Resolution Authority) shall have to comply with the fundamental principle according to which no creditor shall be subject during the resolution to greater losses than those he, she or it would have suffered if the entity in question had been liquidated

² Translator’s note: SFH: *société de financement de l’habitat* – housing finance company hereinafter referred to as “SFH”.

pursuant to a normal insolvency procedure (principle known as the No Creditor Worse Off than on Liquidation – NCWOL – provided for by article L. 613-31-16 II of the [French] Monetary and Financial Code and article 73 of the BRRD directive).

1. NEW ISSUES

During the course of the year 2015 CREDIT AGRICOLE HOME LOAN SFH realised two bond issues in CHF for a total amount of 350 million and three bond issues in EUR for a total amount of 2 700 million.

2. ISSUES COMING TO MATURITY

During 2015, CREDIT AGRICOLE HOME LOAN SFH carried out the reimbursement of 2 issues in EUR for 1 230 million.

3. EVENTS SUBSEQUENT TO THE FINANCIAL YEAR

No event having occurred since the end of the interim period and having an impact on the accounts of the financial year has been noted.

Since the beginning of 2016, CREDIT AGRICOLE HOME LOAN SFH has realised two new issues:

- Series 53: CHF 200 million – 0.100 % - 10 years – settlement dated the 26th January 2016 – 26th January 2026 (soft-bullet).

- Series 54: EUR 1 500 million – 0.125 % - 4.58 years: settlement dated the 28th January 2016 – 28th August 2020 (soft-bullet).

B – ACCOUNTING METHODS AND PRINCIPLES

CREDIT AGRICOLE HOME LOAN SFH's financial statements are drawn up in compliance with the accounting principles applicable to banking institutions in France and in accordance with the rules defined by Crédit Agricole S.A.

The presentation of CREDIT AGRICOLE HOME LOAN SFH's financial statements is compliant with the provisions of the ANC (French accounting standards' authority) 2014-07 regulation dated the 26th November 2014, which as from the financial years opened as from the 1st January 2015, groups together pursuant to existing laws in a single regulation all of the accounting standards applicable to credit institutions.

The changes in the accounting methods and presentation of the accounts in relation to the preceding financial year concern the following points:

Règlements	Date de publication par l'Etat français	Date de 1ere application : exercices ouverts à compter du	Applicable dans CREDIT AGRICOLE HOME LOAN SFH
<u>Règlement ANC relatif aux comptes des entreprises du secteur bancaire</u>	<u>26-nov-14</u>	<u>1^{er} janvier 2015</u>	<u>Oui</u>

1. PRESENTATION OF THE INDIVIDUAL ACCOUNTS

1.1 Debts and receivables

1.1.1 Principles

Credit institution and client debts are governed by articles 2211-1 to 2251-13 (Section 2 *Traitement comptable du risque de crédit* (Accounting processing of credit risk) of Book II *Opérations particulières* (Specific transactions)) of the ANC 2014-07 regulation dated the 26th November 2014.

They are allocated according to their initial term or the nature of the financing:

- forward and on demand debts for credit institutions;
- receivables, other financing and ordinary accounts for the client sector.

In accordance with regulatory provisions, the client sector item also includes transactions carried out with financial sector clients.

Subordinated loans as well as repos (materialised by shares or securities) are integrated within the various debt items based on the nature of the counterparty (interbanking, client sector).

Debts are registered in the balance sheet at their nominal value.

Pursuant to the application of article 2131-1 of the ANC 2014-07 regulation dated the 26th November 2014 the commissions received and the marginal transaction costs paid shall be staggered over the effective term of the credit and accordingly integrated to the outstanding amount of the loan in question.

The interest accrued on the receivables is posted to the receivables account attached per contra of the profit and loss account.

Off balance sheet signed commitments correspond to irrevocable cash financing commitments and guarantees, which have not given rise to any fund transfers.

The application of Section 2 *Traitement comptable du risque de crédit* (Accounting processing of credit risks) of Book II *Opérations particulières* (Specific transactions) of the ANC 2014-07 regulation dated the 26th November 2014 has led to CREDIT AGRICOLE HOME LOAN SFH to enter receivables presenting a risk of not being paid into the accounts by using external and/or internal rating systems allowing to assess the existence of credit risks.

Wherever a debt is doubtful, the probable loss is taken into account by way of a depreciation deducted from the assets of the balance sheet.

1.1.2 Cash collateral reserve

Pursuant to the Cash Collateral Agreement, a reserve has been set up. It is classified as a deposit account.

On the 17th July 2013, the rating agency Fitch Rating Limited decreased the short term rating of Crédit Agricole SA from F1+ to F1.

In consequence and in accordance with the provisions of article 5 of the Cash Collateral Agreement (Pre-Maturity Test and Legal Liquidity Test), Crédit Agricole SA, in the capacity of Cash Collateral Provider, has to set up cash collateral in favour of CREDIT AGRICOLE HOME LOAN SFH within 30 calendar days following the receipt of the notice.

The notice was received on the 22nd July 2013 with the obligation of setting up the cash collateral on the 21st August 2013 and to subsequently maintain the cash collateral on a daily basis at the level defined by the Cash Collateral Agreement.

This trigger provides for the contribution of the necessary funds to the SFH in order to cover the issue repayments in principal as from 270 calendar days from their maturity. The amount of this reserve shall be adjusted upwards or downwards on a continuous flow basis based on the evolution of the figures for the next 9 months.

1.2 Other long term securities

The other securities held over the long term correspond to securities held with the intention of favouring the development of sustainable professional relationships by creating a privileged relationship with the issuing entity but without influencing the management of the latter owing to the low percentage of voting rights held.

These securities are entered into the accounts for their purchase price inclusive of costs.

At the closure of the financial year, these securities are valued on a security by security basis, based on their use value and registered in the balance sheet at their lowest historical cost or such use value.

This represents what the institution would be prepared to pay out in order to purchase them given its holding objectives.

The estimate of the use value may be based on various components such as profitability and profitability perspectives of the issuing entity, its equity capital, the economic situation or the average stock exchange price over the last few months or the mathematical value of the security.

Where the use value of the securities is less than the historical cost, these latent decreases in value are the subject of depreciation without setting off from the latent increases in value.

Depreciation reversals and provisions as well as the transfer losses or gains relating to these securities are registered under the item "Net profit on fixed assets".

1.3 Debts represented by securities

Debts represented by securities are presented according to the nature of their backing: bond loans excluding subordinated securities, which are classified under the "Subordinated debts" liability item.

Accrued interest not yet due is registered in debt accounts attached per contra to the profit and loss account.

Repayment of bond loans or issue premiums are amortised over the term of existence of the loans in question, the corresponding charges are registered under the "Interest and assimilated charges on bonds and other fixed income securities" item.

Repayment premiums may be amortised according to two methods:

- either on a *prorata* basis of the accrued interest for bonds issued prior to the 1st January 1993, or for those for which the repayment premium is less than 10 % of the issue price;
- or on an actuarial basis for loans issued since the 1st January 1993 for which the repayment premium exceeds 10 % of the issue price.

CREDIT AGRICOLE HOME LOAN SFH also applies the staggering of loan costs method in its individual accounts.

Financial services commissions are entered into the accounts as charges under the item "commissions (charges)".

1.4 Provisions

CREDIT AGRICOLE HOME LOAN SFH applies the ANC 2014-03 regulation dated the 5th June 2014 for the entry into the accounts and the valuation of provisions.

These provisions in particular include provisions relating to signed commitments, end of career leave and retirement commitments, disputes and miscellaneous risks.

No provision has been recorded to date in the accounts of CREDIT AGRICOLE HOME LOAN SFH.

1.5 Futures Financial Instruments transactions

Hedging and market transactions on futures rates, exchange or shares financial instruments are registered in accordance with the provisions of Section 5 *Les instruments financiers à terme* (Futures Financial Instruments) of Book II *Opérations particulières* (Specific transactions) of the ANC 2014-07 regulation dated the 26th November 2014.

The commitments relating to these transactions are entered off the balance sheet for the nominal value of the agreements: this amount represents the volume of the transactions in progress.

The returns relating to these transactions are registered based on the nature of the instrument and the strategy followed.

Following the lowering of the rating of Crédit Agricole S.A by a rating agency on the 14th December 2011, CREDIT AGRICOLE HOME LOAN SFH set up currency swaps on currency issues. As at the 31st December 2015, currency issues are in CHF.

These series of swaps can be broken down in the following manner:

- a series made up of swaps on each of the issues realised by SFH (Issue swap); the maturity of these swaps corresponds to that of the issues realised by SFH.
- a series of swaps, reflecting the previous series, (Borrower Swap) allowing to cancel out the effects of the preceding swaps so long as Crédit Agricole S.A. is in a position to honour its obligations in respect of the loans granted by SFH and that the collateral of the real estate loans is not effectively transferred to the assets of SFH; the maturity of these swaps corresponds to that of the swaps, the effects of which it cancels out.

These 2 series of swaps are over the counter instruments classified as “other than hedging”.

The group made up of “Issue swaps” and “Borrower swaps” constitutes a homogeneous group, taking into account the more or less stable sensitivity of the group. The fair value for this group is nil.

1.6 Currency transactions

Monetary debts and receivables as well as forward exchange contracts listed as off balance sheet commitments denominated in currencies are converted at the exchange rate in force as at the date of closure or at the exchange rate recorded on the earliest previous date.

The income received and the charges paid are registered at the rate of the date of the transaction. The income and charges accrued but not yet due are converted at the rate as at the date of closing.

In the context of the application of Section 7 Comptabilisation des opérations en devises (Entering into the accounts of currency transactions) of Book II Opérations particulières (Specific transactions) of the ANC 2014-07 regulation dated the 26th November 2014, Credit Agricole Home Loan SFH has set up multi currency accounting allowing it to monitor its currency positioning and the extent of its exposure to this risk.

The loan conditions granted to Crédit Agricole S.A. being identical to those of the currency issues (currency, nominal, rate and maturity) these transactions do not generate any currency positioning in the balance sheet.

1.7 Off balance sheet commitments

The off balance sheet item in particular records the financing commitments for the non utilised part and the guarantee commitments given and received.

The commitments shall be the subject of a provision as the case may be where there is a probability of their being called up entailing a loss for CREDIT AGRICOLE HOME LOAN SFH.

1.8 Exceptional income and charges

They represent the charges and income, which occur in an exceptional manner and which relate to transactions not coming under the scope of CREDIT AGRICOLE HOME LOAN SFH's everyday activities.

CREDIT AGRICOLE HOME LOAN SFH has not recorded exceptional income or charges as at the 31st December 2015.

1.9 Profit tax (taxation charge)

Generally, only the tax due for payment is recorded in the individual accounts.

The tax charge set out in the profit and loss account corresponds to the corporation tax payable in respect of the financial year. It integrates the consequences of social security contributions on profits of 3.30 % as well as the exceptional corporation tax increases of 10.7 % owed by companies having realised a turnover of more than 250 million euros.

CREDIT AGRICOLE HOME LOAN SFH has entered into a tax consolidation agreement with Crédit Agricole S.A.; it entered into the group on the 1st January 2008. Pursuant to the terms of the agreements entered into, each of the consolidated companies records in its accounts the tax debt, for which it would have been liable in the absence of tax consolidation.

2 INFORMATION ON THE BALANCE SHEET ITEMS**2.1 Main activity****2.1.1 Funds, central banks**

	31/12/2015	31/12/2014
Banque de France account	1 071	1 099
<i>Principal</i>	1 071	1 099
<i>Attached receivables</i>	0	0
Total	1 071	1 099

CREDIT AGRICOLE HOME LOAN SFH opened a cash and mandatory reserves account with the *Banque de France* on the 7th October 2014.

2.1.2 Credit institution receivables

CREDIT AGRICOLE HOME LOAN SFH

31/12/2015

Translation for information purposes only

	≤ 3 months	> 3 months ≤ 1 year	> 1 year \ ≤ 5 years	> 5 years	Total amount in principal	Attached receivables	31/12/2015	31/12/2014
Accounts and loans :	6 385 674 532	2 433 710 885	6 962 042 818	11 901 421 468	27 682 849 703	430 283 043	28 113 132 745	23 327 078 604
· on demand	4 677 543 732				4 677 543 732		4 677 543 732	1 785 062 792
· forward	1 708 130 800	2 433 710 885	6 962 042 818	11 901 421 468	23 005 305 970	430 283 043	23 435 589 013	21 542 015 812
Securities received under fixed uncollateralised repurchase					0		0	
Securities received under fixed collateralised repurchase agreements					0		0	
Subordinated loans					0		0	
Total	6 385 674 532	2 433 710 885	6 962 042 818	11 901 421 468	27 682 849 703	430 283 043	28 113 132 745	23 327 078 604
Depreciation							0	0
NET BOOK VALUE							28 113 132 745	23 327 078 604

Term accounts of a term of less than 3 months represent maturing loans granted to Crédit Agricole SA.

The other term receivables are the loans granted to Crédit Agricole S.A. in the context of the CREDIT AGRICOLE HOME LOAN SFH activities.

These receivables are recorded in principal, as increased by the increases in value and decreased by the decreases in value net of amortisation. Pursuant to the application of the 2009-03 regulation on the entering into the accounts of commissions, commissions for the granting of loans are entered into the accounts with credit institution receivables and broken down according to the term of the loans to which they relate.

As at the 31st December 2015, CREDIT AGRICOLE HOME LOAN SFH has not recorded any depreciation of its receivables.

2.1.3 Credit institution debts

ANALYSIS ACCORDING TO RESIDUAL TERM	≤ 3 months	> 3 months ≤ 1 year	> 1 year \ ≤ 5 years	> 5 years	Total amount in principal	Dettes rattachées	31/12/2015	31/12/2014
Forward accounts	1 708 000 000	2 415 920 027	0	0	4 123 920 027	742 730	4 124 662 757	1 231 119 106
· Principal	1 708 000 000	2 415 920 027	0	0	4 123 920 027		4 123 920 027	1 231 000 001
· Attached debts						742 730	742 730	119 105
Total	1 708 000 000	2 415 920 027	0	0	4 123 920 027	742 730	4 124 662 757	1 231 119 106
NET BOOK VALUE							4 124 662 757	1 231 119 106

Term accounts include the cash collateral reserve, set up by Crédit Agricole SA in favour of CREDIT AGRICOLE HOME LOAN SFH.

2.1.4 Debts represented by securities

ANALYSIS ACCORDING TO RESIDUAL TERM	≤ 3months	> 3months ≤ 1year	>1 year \ ≤ 5years	>5 years	Total amount in principal	Dettes rattachées	31/12/2015	31/12/2014
Other bond debt	1 708 000 000	2 434 587 000	6 971 054 500	11 925 674 625	23 039 316 125	429 629 750	23 468 945 875	21 567 857 442
· Gross value	1 708 000 000	2 434 587 000	6 971 054 500	11 925 674 625	23 039 316 125	429 629 750	23 468 945 875	21 567 857 442
Total	1 708 000 000	2 434 587 000	6 971 054 500	11 925 674 625	23 039 316 125	429 629 750	23 468 945 875	21 567 857 442
NET BOOK VALUE							23 468 945 875	21 567 857 442

Bond loans (€ countervalue)

ANALYSIS ACCORDING TO RESIDUAL TERM	31/12/2015				31/12/2014
	≤1year	>1year ≤5 years	>5years	Liabilities	Liabilities
Euro	3 958 000 000	6 325 000 000	11 210 400 000	21 493 400 000	20 023 400 000
Fixed rate	3 900 000 000	6 275 000 000	11 210 400 000	21 385 400 000	19 885 400 000
Variable rate	58 000 000	50 000 000	-	108 000 000	138 000 000
Dollar	-	-	-	-	-
Fixed rate	-	-	-	-	-
Variable rate	-	-	-	-	-
Swiss franc	184 587 000	646 054 500	715 274 625	1 545 916 125	1 101 962 750
Fixed rate	-	461 467 500	715 274 625	1 176 742 125	769 294 750
Variable rate	184 587 000	184 587 000	-	369 174 000	332 668 000
Total amount in principal	4 142 587 000	6 971 054 500	11 925 674 625	23 039 316 125	21 125 362 750
Fixed rate	3 900 000 000	6 736 467 500	11 925 674 625	22 562 142 125	20 654 694 750
Variable rate	242 587 000	234 587 000	-	477 174 000	470 668 000
Attached debts				429 629 750	442 494 692
NET BOOK VALUE	4 142 587 000	6 971 054 500	11 925 674 625	23 468 945 875	21 567 857 442

2.1.5 Long term holdings and other securities

This item represents the members' certificates of the contribution to the security and surety guarantee mechanisms.

2.2 Other balance sheet accounts

2.2.1 Pre-payments and accrued income and miscellaneous assets

	31/12/2015	31/12/2014
Other assets	1 074 044	178 978
Other tax instalments (CVAE - cotisation sur la valeur ajoutée) (CVAE)	5 762	5 098
BDF margin deposits	0	28 000
FRU margin deposits	474 747	0
Corporation tax instalments (Tax consolidation)	593 535	145 880
Prepayments and accrued income	87 674 017	85 717 664
Fixed income securities' issue premiums	56 112 717	55 725 409
Loan issue charges	31 496 208	29 965 329
Prepaid expenses Miscellaneous operations	34 885	26 926
Miscellaneous operations receivables	30 207	0
Total	88 748 061	85 896 642

2.2.2 Accruals and deferred income and miscellaneous liabilities

	31/12/2015	31/12/2014
Other liabilities	765 899	154 470
Suppliers	918	25 000
Taxes and charges	764 681	129 470
Miscellaneous creditors	300	0
Comptes de régularisation passif	54 654 391	60 769 808
Issue premiums	53 761 038	59 965 605
Other external services	106 019	72 600
Fees	749 637	707 355
Other advertising costs	5 405	247
Miscellaneous bank operating charges	606	1 087
VAT on accrued invoices	31 685	22 914
Total	55 420 290	60 924 278

3 INFORMATION ON THE PROFIT AND LOSS ACCOUNT

3.1 Net banking income

3.1.1 Interest and assimilated income

	31/12/2015	31/12/2014
On transactions with credit institutions	658 769 612	702 049 073
Total	658 769 612	702 049 073

The granting of loan commissions are staggered on a straight line basis over the term of existence of the loans pursuant to the application of the 2009-03 regulation.

3.1.2 Interest and assimilated charges

	31/12/2015	31/12/2014
On transactions with credit institutions	(3 466 451)	(3 062 071)
On bonds and fixed income securities	(649 020 880)	(691 462 955)
Total	(652 487 330)	(694 525 026)

3.1.3 Commissions

Financing management commissions re-invoiced to Crédit Agricole SA are set out as income under this item:

- financing management commissions for an amount of € 5 912 421 as at the 31/12/2015 as opposed to € 4 616 530 as at the 31/12/2014.

Commission on issued securities are set out as charges, for a total amount of € 185 412 as at the 31/12/2015 as opposed to € 202 305 as at the 31/12/2014:

- paying agent and book running charges,
- in particular tax agent and security agent charges.

3.1.4 Other bank operating income and charges

	31/12/2015	31/12/2014
Debt securities issuing costs	(8 238 566)	(3 953 237)
Loan issuing costs depreciation	(6 879 847)	(7 438 990)
Bank accounts management costs	(7 103)	(6 094)
Total	(15 125 516)	(11 398 321)

Investment commissions relating to bond debt issues are set out as charges under this item.

These commissions were first of all entered into the accounts as bank operating charges, then transferred to the balance sheet under the bank operating income item.

These commissions are staggered on a straight line basis over the term of existence of the issues.

3.2 Operating charges**3.2.1 General operating charges**

	31/12/2015	31/12/2014
Taxes and duties	(1 221 377)	(30 144)
Fees	(1 459 743)	(1 456 057)
Dues	(61)	(6 583)
External services: re-invoicing Crédit Agricole S.A.	(1 741 425)	(2 630 043)
External services (invoiced and paid)	(47 406)	(36 381)
Total	(4 470 011)	(4 159 208)

CREDIT AGRICOLE HOME LOAN SFH does not provide for social security contributions as its corporation tax is less than the allowance, which applies to this contribution.

3.2.2 Costs of work force

CREDIT AGRICOLE HOME LOAN SFH does not employ any staff.

4 INFORMATION ON THE OFF BALANCE SHEET ITEMS**4.1 Other Commitments**

CREDIT AGRICOLE HOME LOAN SFH receives receivables from companies forming part of the Crédit Agricole group (Caisses Régionales and LCL), as a guarantee for the loans granted to Crédit Agricole S.A.

These receivables are registered off balance sheet in the “Other securities received as guarantees” account for an amount of EUR. 30 496 657 903 as at the 31st December 2015 as against EUR 32 480 828 108 as at the 31st December 2014.

4.2 Futures Financial Instruments transactions**4.2.1 Currency exchange transactions**

	31/12/2015		31/12/2014	
	To be received	To be delivered	To be received	To be delivered
Cash exchange transaction	0	0	0	0
Currencies				
Euros				
Futures exchange transactions	2 939 205 927	2 939 205 927	2 170 924 929	2 170 924 929
Currencies	1 545 916 125	1 545 916 125	1 101 962 750	1 101 962 750
Euros	1 393 289 802	1 393 289 802	1 068 962 179	1 068 962 179
Currency loans and borrowings				
TOTAL	2 939 205 927	2 939 205 927	2 170 924 929	2 170 924 929

The amount of currencies to be received is of €K 1 545 916 as opposed to €K 1 393 290 to be delivered. The amount of “Currency borrower swaps” to be received amounts to €K 1 393 290, as opposed to €K 1 545 916 of currencies to be delivered.

The impact on the net profit of CREDIT AGRICOLE HOME LOAN SFH is nil as at the 31st December 2015.

4.2.2 Financial Instruments transactions: Notional amounts for the residual terms

	Total as at the 31/12/2015			over the counter transactions			regulated market and assimilated transactions		
	≤ 1 year	from 1 to 5 years	> 5 years	≤ 1 year	from 1 to 5 years	> 5 years	≤ 1 year	from 1 to 5 years	> 5 years
Futures	0	0	0						
Currency options	0	0	0						
Rate options	0	0	0						
Regulated market fixed and currency transactions	0	0	0						
F.R.A.	0	0	0						
Interest rate swaps	0	0	0						
Caps, Floors, Collars	0	0	0						
Forward rate	0	0	0						
Fixed shares and index transactions	0	0	0						
Conditional shares and index transactions	0	0	0						
Share, stock exchange index and precious metals derivative	0	0	0						
Sub total	0	0	0	0	0	0	0	0	0
Currency swaps	701 014 053	2 405 451 529	2 771 946 273	701 014 053	2 405 451 529	2 771 946 273			
Forward exchange transactions	0	0	0						
Sub total	701 014 053	2 405 451 529	2 771 946 273	701 014 053	2 405 451 529	2 771 946 273	0	0	0
TOTAL	701 014 053	2 405 451 529	2 771 946 273	701 014 053	2 405 451 529	2 771 946 273	0	0	0

5 TABLE OF SUBSIDIARIES AND HOLDINGS

CREDIT AGRICOLE HOME LOAN SFH does not hold any subsidiary or holding.

6 TAX CONSOLIDATION AND INTEGRATION

CREDIT AGRICOLE HOME LOAN SFH is consolidated by global integration within the consolidation perimeter of Crédit Agricole S.A. In consequence, the information on the fees of the auditors to the corporate accounts is set out in the reference document of the Crédit Agricole S.A. Group.

7 REMUNERATION OF THE MANAGEMENT AND EXECUTIVE BODIES

The members of the management and executive bodies do not receive any remuneration from CAHL SFH.

No advance payment or loan has been granted to them as at the 31st December 2015.

8 ESTABLISHMENT IN NON COOPERATIVE STATES OR TERRITORIES

CREDIT AGRICOLE HOME LOAN SFH does not have any direct or indirect establishment within a non cooperative state or a territory, pursuant to the meaning of article 238-0 A of the [French] General Tax Code.

9 INFORMATION REGARDING THE COMPANIES

ITEMS	NAME OF THE AFFILIATED COMPANY	Amount
Balance sheet		
<i>ASSETS</i>		
Credit institution receivables	Crédit Agricole S.A.	28 113 132 745
Other assets	Crédit Agricole S.A.	593 535
Accruals and deferred income	Crédit Agricole S.A.	30 207
<i>LIABILITY</i>		
Credit institution debts	Crédit Agricole S.A.	4 124 662 757
Other liabilities	Crédit Agricole S.A.	653 087
Accruals and deferred income	Crédit Agricole S.A.	504
Accruals and deferred income	CACEIS Corporate Trust	41 545
Accruals and deferred income	CACEIS Bank Luxembourg	750
Profit and loss account		
<i>CHARGES</i>		
Bank charges	Crédit Agricole S.A.	3 466 449
Commissions	Crédit Agricole S.A.	240
Commissions	CACEIS Corporate Trust	67 690
Commissions	CACEIS Bank Luxembourg	750
Other bank operating charges	Crédit Agricole S.A.	5 876
General operating charges	Crédit Agricole S.A.	1 741 425
Profit tax	Crédit Agricole S.A.	653 087
<i>INCOME</i>		
Account and loan commissions	Crédit Agricole S.A.	5 912 421
Banking income	Crédit Agricole S.A.	658 769 612
Off balance sheet		
Other securities received as guarantees	Caisses régionales et LCL	30 496 657 903
Forward exchange	Crédit Agricole SA	5 878 411 854

10 VARIATION OF THE EQUITY CAPITAL

	Capital	Premiums and reserves	Carried forward	Regulated provisions and investment subsidies	Profit / loss	Total shareholders' equity
Balance as at 31 Décembre 2013	550 000 000	354 031	2 405 740	0	79 740	552 839 511
Dividends paid in respect of 2013					0	0
Variation of capital						0
Variation of premiums and reserves						0
Allocation of the 2013 company		3 987	75 753		(79 740)	0
Profit/loss as at 31 December 2014					236 008	236 008
Other variations						0
Balance as at 31 December 2014	550 000 000	358 018	2 481 493	0	236 008	553 075 518
Dividends paid in respect of 2014					(220 000)	(220 000)
Variation of capital						0
Variation of premiums and reserves						0
Allocation of the 2014 company		11 800	4 207		(16 008)	0
Balance as at 31 December 2015					1 437	1 437
Other variations						0
Balance as at 31 December 2015	550 000 000	369 818	2 485 700	0	1 437	552 856 955

CREDIT AGRICOLE HOME LOAN SFH is a wholly held subsidiary of Crédit Agricole S.A and 12 directors.

The share capital is fixed at € 550 000 000, divided into 55 000 000 fully paid up shares of € 10.