

Crédit Agricole Home Loan SFH

For the period January 1st to June 30, 2016

Statutory Auditors' Report on the half year financial information

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S.A. au capital de €8.320.000

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Statutory auditors
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Crédit Agricole Home Loan SFH

For the period January 1st to June 30, 2016

Statutory auditors report on the half year financial information

This is a free translation into English of the statutory auditors' report on the half year financial information issued in French and it is provided solely for the convenience of English-speaking users. 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 the Shareholder's meeting and in accordance with article L.451-1-2 III of the French monetary and financial code (code monétaire et financier), we hereby report to you on:

- Our review of the accompanying interim statutory financial statements of Crédit Agricole Home Loan SFH, for the period January 1st to June 30, 2016, and
- The verification of the information contained in the interim management report.

These interim statutory financial statements are the responsibility of the board of directors. Our role is to express a conclusion on these financial statements based on our review.

1. Conclusion on the financial statements

We conducted our review in accordance with the professional standards applicable in France. A review consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the professional standards applicable in France. Consequently, it does not enable us to obtain assurance that the financial statements, taken as a whole, are free from material misstatements, as we would not become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim statutory financial statements are not prepared, in all material respects, in accordance with French generally accepted accounting principles.

2. Specific verification

We have also verified the information provided in the interim management report on the interim statutory financial statements that were the object of our review.

We have no matters to report on the fairness and consistency of this information with the interim statutory financial statements.

Paris-La Défense and Courbevoie, september 22, 2016

The statutory auditors

MAZARS

ERNST & YOUNG et Autres

Franck Boyer

Claire Rochas



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 30 June 2016

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

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Annex	ASSET BALANCE SHEET (In Euros)	30/06/2016	31/12/2015
2.1.1	Cash, central banks, C.C.P. (compte courant postal)	457	1 071
	Government facilities & assimilated securities	0	0
2.1.2	Credit institution receivables	24 046 272 332	28 113 132 745
	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	4 000
	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	962 890	1 074 044
2.2.1	Pre-payments and accrued income	77 283 928	87 674 017
	TOTAL ASSETS	24 124 523 606	28 201 885 877

Annex	LIABILITIES BALANCE SHEET (in Euros)	30/06/2016	31/12/2015
	Central banks, C.C.P. (compte courant postal)	0	0
2.1.3	Debts to credit institution	1 250 435 645	4 124 662 757
	Transactions with clients	0	0
2.1.4	Debts represented by securities	22 270 428 166	23 468 945 875
2.2.2	Other liabilities	7 211	765 899
2.2.2	Accruals and deferred income	50 892 759	54 654 391
	Provisions	0	0
	Subordinated debts	0	0
	Funds for General Banking Risks	0	0
11	Shareholders' equity excluding FGBR (+/-)	552 759 824	552 856 955
	Subscribed capital	550 000 000	550 000 000
	Share premiums	0	0
	Reserves	369 890	369 818
	Re-evaluation difference	0	0
	Regulated provisions and investment subsidies	0	0
	Carried forward (+/-)	2 487 065	2 485 700
	Income or expenditure pending allocation (+/-)	0	0
	Profit and loss for the financial year (+/-)	(97 131)	1 437
	TOTAL LIABILITIES	24 124 523 606	28 201 885 877

Annex	OFF BALANCE SHEET (in Euros)	30/06/2016	31/12/2015
	<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	5 902 763 305	5 878 411 854
4.1	OTHER COMMITMENTS	31 179 399 066	30 496 657 903

Annex	PROFIT AND LOSS ACCOUNT (in Euros)	30/06/2016	31/12/2015	30/06/2015
3.1.1	+ Interest and assimilated income	721 669 241	658 769 612	332 926 161
3.1.2	- Interest and assimilated charges	(719 444 692)	(652 487 330)	(330 000 751)
	+ Income from variable income securities	0	0	0
3.1.3	+ Commissions (income)	7 180 644	5 912 421	3 203 419
3.1.3	- Commissions (charges)	(122 411)	(185 412)	(61 956)
	+/- Profit / loss on trading portfolio transactions	(763)	2 144	5 260
	+/- Profit / loss on investment portfolio transactions	0	0	0
3.1.4	+ Other bank operating income	12 674 637	8 238 616	506 409
3.1.4	- Other bank operating charges	(20 022 252)	(15 125 516)	(3 937 838)
	NET BANKING INCOME	1 934 405	5 124 535	2 640 703
3.2.1	- General operating charges	(2 031 536)	(4 470 011)	(2 487 627)
	- Allocation to amortisation and provision for fixed assets'	0	0	0
	GROSS OPERATING PROFIT	(97 130)	654 524	153 077
	+/- Risk cost	0	0	0
	OPERATING PROFIT	(97 130)	654 524	153 077
	+/- Profits or losses on fixed assets	0	0	0
	NET OPERATING INCOME BEFORE TAX	(97 130)	654 524	153 077
	+/- Extraordinary profit or loss	0	0	0
	- Profit tax	0	(653 087)	(372 660)
	+/- Provisions/ recovery of FGFR and regulated provisions	0	0	0
	NET PROFIT OR LOSS	(97 131)	1 437	(219 583)

CREDIT AGRICOLE HOME LOAN SFH		
Cash Flow table (Amount in Euros)	06/2016	12/2015
Net income before taxes	-97 131	654 524
Net allocations to amortisation and provision for tangible and intangible fixed assets		
Depreciation of goodwill		
Net allocations to depreciations	0	
Shares of profit/loss related to equity affiliates		
Net profit/loss on investment activities		
Income/charges on financing activities	292 991 214	655 900 727
Other movements	-11 458 339	-13 077 758
Total of the non-monetary items included in the net income before tax ad other adjustments	281 532 875	642 822 969
Flow linked to operations with credit institutions	-2 215 102 157	1 006 894 625
Flow linked to operations with clients		
Flow linked to other operations for financial assets or liabilities	0	-4 000
Flow linked to other operations for non-financial assets or liabilities	-293 000	-389 371
Dividends received from equity affiliates		
Taxes paid	-354 533	-547 353
Net decrease/increase of assets and liabilities from operational activities	-2 215 749 690	1 005 953 901
TOTAL NET CASH FLOWS ARISING FROM THE OPERATIONAL ACTIVITY (A)	-1 934 313 946	1 649 431 393
<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>	0	-220 000
<i>Other net cash flows from financing activities</i>	-1 480 806 780	1 243 269 519
TOTAL NET CASH FLOWS LINKED TO FINANCING ACTIVITIES (C)	-1 480 806 780	1 243 049 519
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)	-3 415 120 725	2 892 480 912
Cash and cash equivalents: opening balance	4 677 544 803	1 785 063 891
Net balance of cash accounts and accounts with central banks	1 071	1 099
Net balance of accounts, demand loans/borrowings from credit institutions	4 677 543 732	1 785 062 792
Cash and cash equivalents at end of year	1 262 424 078	4 677 544 803
Net balance of cash accounts and accounts with central banks	457	1 071
Net balance of accounts, demand loans/borrowings from credit institutions	1 262 423 622	4 677 543 732
VARIATIONS IN NET CASH AND CASH EQUIVALENTS	-3 415 120 725	2 892 480 912

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 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).

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

1. NEW ISSUES

During the course of the first half of 2016, CREDIT AGRICOLE HOME LOAN SFH realised one bond issue in CHF for an amount of 200 million and three bond issues in EUR for a total amount of 4,750 million.

2. ISSUES COMING TO MATURITY

During the first half of 2016, CREDIT AGRICOLE HOME LOAN SFH carried out the reimbursement of one issue in CHF for an amount of 200 million and three issues in EUR for a total amount of 2,708 million.

3. LIABILITY MANAGEMENT TRANSACTION

In March 2016, CREDIT AGRICOLE S.A. launched a cash redemption offer of 7 series of housing finance bonds in issue (OFH) that were issued in EUR by CREDIT AGRICOLE HOME LOAN SFH between 2010 and 2013.

The housing finance bonds redeemed as part of the redemption offer were transferred to CREDIT AGRICOLE HOME LOAN SFH immediately after the redemption offer's settlement-delivery. The redeemed housing finance bonds thus transferred to CREDIT AGRICOLE HOME LOAN SFH were immediately cancelled.

The redemption offer is beneficial to CREDIT AGRICOLE HOME LOAN SFH's assets and liabilities management as it helps smooth out the housing finance bonds maturities, lowers their average coupon and reduces the amount of housing finance bonds with hard bullet structures.

After the redemption offer and as part of the housing finance bondholder's meetings that were held in April and May 2016, CREDIT AGRICOLE HOME LOAN SFH proposed to the holders of housing finance bonds to amend the terms and conditions of the 7 series of housing finance bonds, for those that have not been redeemed and subsequently cancelled under the redemption offer, in order to change their structure from hard bullet to soft bullet, in line with the housing finance bonds recently issued by CREDIT AGRICOLE HOME LOAN SFH.

These amendments were approved for the 7 series. If CREDIT AGRICOLE HOME LOAN SFH does not proceed with the full reimbursement as at the final maturity date of the relevant series, these amendments provide for an automatic final maturity date extension of one additional year for the relevant series. CREDIT AGRICOLE HOME LOAN SFH has paid to the housing finance bonds holders a 0.05% fee on the nominal amount of these series.

4. 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.

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.

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 30 June 2016, 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 30 June 2016.

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% .

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

	30/06/2016	31/12/2015
Banque de France account	457	1 071
<i>Principal</i>	457	1 071
<i>Attached receivables</i>	0	0
Total	457	1 071

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

	≤ 3months	> 3months ≤ 1year	1 year \ ≤ 5years	>5 years	Total amount in principal	Attached receivables	30/06/2016	31/12/2015
Accounts and loans :								
<i>on demand</i>	3 052 207 565	1 161 415 191	6 876 725 883	12 700 545 622	23 790 894 261	255 378 072	24 046 272 332	28 113 132 745
<i>forward</i>	1 262 423 622				1 262 423 622		1 262 423 622	4 677 543 732
<i>forward</i>	1 789 783 944	1 161 415 191	6 876 725 883	12 700 545 622	22 528 470 639	255 378 072	22 783 848 711	23 435 589 013
Securities received under fixed uncollateralised repurchase					0		0	
Securities received under fixed collateralised repurchase agreements					0		0	
Subordinated loans					0		0	
Total	3 052 207 565	1 161 415 191	6 876 725 883	12 700 545 622	23 790 894 261	255 378 072	24 046 272 332	28 113 132 745
Depreciation							0	0
NETBOOK VALUE							24 046 272 332	28 113 132 745

Term accounts of a term of less than 3 months represent maturing loans granted to Crédit Agricole S.A. as well as equity investment (32 days notice).

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 2014-07, 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 30 June 2016, CREDIT AGRICOLE HOME LOAN SFH has not recorded any depreciation of its receivables.

2.1.3 Credit institution debts

ANALYSIS ACCORDING TO RESIDUAL TERM	≤ 3months	> 3months ≤ 1year	1 year \ ≤ 5years	>5 years	Total amount in principal	Dettes rattachées	30/06/2016	31/12/2015
Forward accounts	1 250 000 000	0	0	0	1 250 000 000	435 645	1 250 435 645	4 124 662 757
· Principal	1 250 000 000	0	0	0	1 250 000 000		1 250 000 000	4 123 920 027
· Attached debts						435 645	435 645	742 730
Total	1 250 000 000	0	0	0	1 250 000 000	435 645	1 250 435 645	4 124 662 757
NET BOOK VALUE							1 250 435 645	4 124 662 757

Term accounts include the cash collateral reserve, set up by Crédit Agricole S.A. 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	30/06/2016	31/12/2015
Other bond debt	1 250 000 000	1 161 050 000	6 890 751 900	12 713 611 575	22 015 413 475	255 014 691	22 270 428 166	23 468 945 875
· Gross value	1 250 000 000	1 161 050 000	6 890 751 900	12 713 611 575	22 015 413 475	255 014 691	22 270 428 166	23 468 945 875
Total	1 250 000 000	1 161 050 000	6 890 751 900	12 713 611 575	22 015 413 475	255 014 691	22 270 428 166	23 468 945 875
NET BOOK VALUE							22 270 428 166	23 468 945 875

Bond loans (€ countervalue)

ANALYSIS ACCORDING TO RESIDUAL TERM	30/06/2016				31/12/2015
	≤1year	>1year ≤5 years	>5years	Liabilities	Liabilities
Euro	2 411 050 000	6 246 600 000	11 816 400 000	20 474 050 000	21 493 400 000
Fixed rate	2 411 050 000	6 196 600 000	11 816 400 000	20 424 050 000	21 385 400 000
Variable rate	-	50 000 000	-	50 000 000	108 000 000
Dollar	-	-	-	-	-
Fixed rate	-	-	-	-	-
Variable rate	-	-	-	-	-
Swiss franc	-	644 151 900	897 211 575	1 541 363 475	1 545 916 125
Fixed rate	-	460 108 500	897 211 575	1 357 320 075	1 176 742 125
Variable rate	-	184 043 400	-	184 043 400	369 174 000
Total amount in principal	2 411 050 000	6 890 751 900	12 713 611 575	22 015 413 475	23 039 316 125
Fixed rate	2 411 050 000	6 656 708 500	12 713 611 575	21 781 370 075	22 562 142 125
Variable rate	-	234 043 400	-	234 043 400	477 174 000
Attached debts				255 014 691	429 629 750
NET BOOK VALUE	2 411 050 000	6 890 751 900	12 713 611 575	22 270 428 166	23 468 945 875

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

	30/06/2016	31/12/2015
Other assets	962 890	1 074 044
<i>Other tax instalments (CVAE - cotisation sur la valeur ajoutée)</i>	14 407	5 762
<i>BDF margin deposits</i>	0	0
<i>FRU margin deposits</i>	653 400	474 747
<i>Corporation tax instalments (Tax consolidation)</i>	294 981	593 535
Prepayments and accrued income	77 283 928	87 674 017
<i>Fixed income securities' issue premiums</i>	40 080 908	56 112 717
<i>Loan issue charges</i>	36 825 873	31 496 208
<i>Prepaid expenses Miscellaneous operations</i>	355 193	34 885
<i>Miscellaneous operations receivables</i>	21 954	30 207
Total	78 246 818	88 748 061

2.2.2 Accruals and deferred income and miscellaneous liabilities

	30/06/2016	31/12/2015
Other liabilities	7 211	765 899
<i>Suppliers</i>	5 087	918
<i>Taxes and charges</i>	2 124	764 681
<i>Miscellaneous creditors</i>	0	300
Accruals and deferred income	50 892 759	54 654 391
<i>Issue premiums</i>	50 148 854	53 761 038
<i>Other external services</i>	103 869	106 019
Ernst & Young	581 315	749 637
<i>Other advertising costs</i>	7 204	5 405
<i>Miscellaneous bank operating charges</i>	849	606
<i>VAT on accrued invoices</i>	19 718	31 685
<i>Miscellaneous social and tax charges</i>	30 950	0
Total	50 899 970	55 420 290

3 INFORMATION ON THE PROFIT AND LOSS ACCOUNT

3.1 Net banking income

3.1.1 Interest and assimilated income

	30/06/2016	30/06/2015	31/12/2015
On transactions with credit institutions	721 669 241	332 926 161	658 769 612
Total	721 669 241	332 926 161	658 769 612

3.1.2 Interest and assimilated charges

	30/06/2016	30/06/2015	31/12/2015
On transactions with credit institutions	(3 878 333)	(1 234 646)	(3 466 451)
On bonds and fixed income securities	(715 566 359)	(328 766 105)	(649 020 880)
Total	(719 444 692)	(330 000 751)	(652 487 330)

3.1.3 Commissions

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

- financing management commissions for an amount of €7,180,644 as at the 30/06/2016 as opposed to €3,203,419 as at the 30/06/2015.

Commission on issued securities are set out as charges, for a total amount of €122,411 as at the 30/06/2016 as opposed to €61,956 as at the 30/06/2015:

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

3.1.4 Other bank operating income and charges

	30/06/2016	30/06/2015	31/12/2015
Debt securities issuing costs	(12 674 637)	(506 359)	(8 238 566)
Loan issuing costs depreciation	(7 343 927)	(3 427 934)	(6 879 847)
Bank accounts management costs	(3 688)	(3 545)	(7 103)
Total	(20 022 252)	(3 937 838)	(15 125 516)

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

	30/06/2016	30/06/2015	31/12/2015
Taxes and duties	(32 324)	(113 001)	(1 221 377)
Fees	(1 050 938)	(613 539)	(1 459 743)
Dues	(31)	(61)	(61)
External services: re-invoicing Crédit Agricole S.A.	(920 078)	(908 129)	(1 741 425)
External services (invoiced and paid)	(28 164)	(19 831)	(47 406)
Other charges	(1)		
Resolution fund contribution	0	(833 066)	0
Total	(2 031 536)	(2 487 627)	(4 470 011)

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 31 179 399 066 as at the 30 June 2016 as against EUR 30 496 657 903 as at the 31st December 2015.

4.2 Futures Financial Instruments transactions

4.2.1 Currency exchange transactions

	30/06/2016		31/12/2015	
	To be received	To be delivered	To be received	To be delivered
Cash exchange transaction	0	0	0	0
Currencies				
Euros				
Futures exchange transactions	2 951 381 653	2 951 381 653	2 939 205 927	2 939 205 927
Currencies	1 541 363 475	1 541 363 475	1 545 916 125	1 545 916 125
Euros	1 410 018 178	1 410 018 178	1 393 289 802	1 393 289 802
Currency loans and borrowings				
TOTAL	2 951 381 653	2 951 381 653	2 939 205 927	2 939 205 927

The amount of currencies to be received is of €K 1 541 363 as opposed to €K 1 410 018 to be delivered. The amount of “Currency borrower swaps” to be received amounts to €K 1 410 018, as opposed to €K 1 541 363 of currencies to be delivered.

The impact on the net profit of CREDIT AGRICOLE HOME LOAN SFH is nil as at the 30 June 2016.

4.2.2 Financial Instruments transactions: Notional amounts for the residual terms

	TOTAL AS AT THE 30/06/2016			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	0	2 401 646 329	3 501 116 976	0	2 401 646 329	3 501 116 976	0	0	0
Forward exchange transactions	0	0	0						
Sub total	0	2 401 646 329	3 501 116 976	0	2 401 646 329	3 501 116 976	0	0	0
TOTAL	0	2 401 646 329	3 501 116 976	0	2 401 646 329	3 501 116 976	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 30 June 2016.

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.	24 045 923 357
Other assets	Crédit Agricole S.A.	294 981
Accruals and deferred income	Crédit Agricole S.A.	21 954
<i>LIABILITY</i>		
Credit institution debts	Crédit Agricole S.A.	1 250 435 645
Accruals and deferred income	Crédit Agricole S.A.	644
Accruals and deferred income	CACEIS Corporate Trust	24 249
Profit and loss account		
<i>CHARGES</i>		
Bank charges	Crédit Agricole S.A.	3 878 331
Commissions	Crédit Agricole S.A.	166
Commissions	CACEIS Corporate Trust	39 626
Other bank operating charges	Crédit Agricole S.A.	3 074
General operating charges	Crédit Agricole S.A.	920 078
<i>INCOME</i>		
Account and loan commissions	Crédit Agricole S.A.	7 180 644
Banking income	Crédit Agricole S.A.	721 669 241
Off balance sheet		
Other securities received as guarantees	Caisses régionales et LCL	31 179 399 066
Forward exchange	Crédit Agricole SA	2 951 381 653

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 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
Profit/loss as at 31 December 2015					1 437	1 437
Other variations						0
Balance as at 31 December 2015	1 100 000 000	727 836	4 967 193	0	237 445	1 105 932 473
Dividends paid in respect of 2015					0	0
Variation of capital						0
Variation of premiums and reserves						0
Allocation of the 2015 company		72	1 365		(1 437)	(0)
Balance as at 31 December 2016					(97 131)	(97 131)
Other variations						0
Balance as at 30 June 2016	1 100 000 000	727 908	4 968 558	0	138 877	1 105 835 342

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.