

## APPLICABLE FINAL TERMS

Investors should have sufficient knowledge and experience of financial and business matters to evaluate the merits and risks of investing in a particular issue of Euro Medium Term Notes as well as access to, and knowledge of, appropriate analytical tools to assess such merits and risks in the context of their financial situation. Certain issues of Euro Medium Term Notes are not an appropriate investment for investors who are unsophisticated with respect to the applicable interest rate indices, currencies, other indices or formulas, or redemption or other rights or options. Investors should also have sufficient financial resources to bear the risks of an investment in Euro Medium Term Notes.

6 February 2007

**SG Option Europe**  
**Issue of 1,000,000 Certificates in an aggregate principal amount of EUR 39,050,000**  
**due December 29, 2010**  
**Unconditionally and irrevocably guaranteed by Société Générale**  
**under the €75,000,000,000**  
**Euro Medium Term Note Programme**

**“Certificates” shall be referred as “Notes” in these Final Terms**

### PART A – CONTRACTUAL TERMS

Terms used herein shall be deemed to be defined as such for the purposes of the Conditions set forth under the heading “Terms and Conditions of the French Law Notes” in the Debt Issuance Programme Prospectus dated 1 August 2006 and any amendments or supplements thereto, which together constitute a base prospectus for the purposes of the Prospectus Directive (Directive 2003/71/EC) (**the Prospectus Directive**). This document constitutes the Final Terms of the Notes described herein for the purposes of Article 5.4 of the Prospectus Directive and must be read in conjunction with such Debt Issuance Programme Prospectus and any amendments or supplements thereto. Full information on the Issuer and the offer of the Notes is only available on the basis of the combination of these Final Terms and the Debt Issuance Programme Prospectus, as so amended and/or supplemented. Copies of such Debt Issuance Programme Prospectus with any amendments or supplements thereto and these Final Terms are available for inspection from the head office of the Issuer and the specified offices of the Paying Agents. The Debt Issuance Programme Prospectus and any amendments or supplements thereto and, in the case of Notes admitted to trading on the regulated market of the Luxembourg Stock Exchange, the applicable Final Terms will also be published on the website of the Luxembourg Stock Exchange ([www.bourse.lu](http://www.bourse.lu)).

- |    |      |                       |                  |
|----|------|-----------------------|------------------|
| 1. | (i)  | <b>Issuer:</b>        | SG Option Europe |
|    | (ii) | <b>Guarantor:</b>     | Société Générale |
| 2. | (i)  | <b>Series Number:</b> | 14771/07-2       |

- (ii) **Tranche Number:** 1
3. **Specified Currency or Currencies:** EUR
4. **Aggregate Nominal Amount:**
- (i) **Tranche:** 1,000,000 Notes in the denomination of EUR 39.05 each (i.e. EUR 39,050,000)
- (ii) **Series:** 1,000,000 Notes in the denomination of EUR 39.05 each (i.e. EUR 39,050,000)
5. **Issue Price:** EUR 39.05 per Note of EUR 39.05 Specified Denomination
6. **Specified Denomination(s):** EUR 39.05
7. (i) **Issue Date and if any, Interest Commencement Date:** 8 February 2007
- (ii) **Interest Commencement Date (if different from the Issue Date):** Not Applicable
8. **Maturity Date:** 29/12/10 (DD/MM/YY)
9. **Interest Basis:** See paragraphs 15 to 18 below.
10. **Redemption/Payment Basis:** See paragraph(s) 20 and/or 23 below
11. **Change of Interest Basis or Redemption/Payment Basis:** See paragraphs 15 to 18 below.
12. **Put/Call Options:** See paragraph(s) 21 and/or 22 below
13. **Status of the Notes:** Unsubordinated
14. **Method of distribution:** Non-syndicated

**PROVISIONS RELATING TO INTEREST (IF ANY) PAYABLE**

15. **Fixed Rate Note Provisions:** Not Applicable
16. **Floating Rate Note Provisions:** Not Applicable
17. **Zero Coupon Note Provisions:** Not Applicable
18. **Indexed Note Provisions:** Not Applicable

19. **Dual Currency Note Provisions:** Not Applicable

**PROVISIONS RELATING TO PHYSICAL DELIVERY**

20. **Physical Delivery Note Provisions:** Not Applicable

**PROVISIONS RELATING TO REDEMPTION**

21. **Issuer's optional redemption (other than for taxation reasons):** Applicable

(i) **Optional Redemption Date(s):** As defined in the Schedule A

(ii) **Optional Redemption Amount(s) of each Note and method, if any, of calculation of such amount(s):** As defined in the Schedule A

(iii) **If redeemable in part:**

(a) **Minimum Redemption Amount:** Not Applicable

(b) **Maximum Redemption Amount:** Not Applicable

(iv) **Notice period (if other than as set out in the Conditions):** As defined in the Schedule A

22. **Redemption at the option of the Noteholders:** Not Applicable

23. **Final Redemption Amount of each Note:** Indexed

(i) **Index/Formula:** See in the Schedule A

(ii) **Calculation Agent responsible for calculating the Final Redemption Amount (if not the Agent):** Société Générale will act as calculation agent (the "Calculation Agent"). The calculations and determinations of the Calculation Agent will be conclusive and binding upon the Issuer, the Agent and the Noteholders, in the absence of manifest error.

Pursuant to the attached Schedule B, the Calculation Agent shall notify the Issuer which shall, in its turn, notify the Agent and the Noteholders (i) of any adjustments, substantial in the

opinion of the Calculation Agent, and (ii) upon the occurrence of a Termination Event (as defined in Schedule B), of the fair market value of the Notes payable in respect thereof together with the calculations details if necessary.

(iii) Provisions for determining the redemption amount where calculation by reference to Index and/or Formula is impossible or impracticable:

See attached Schedules A and B

24. Early Redemption Amount(s) payable on redemption for taxation reasons or on Event of Default and/or the method of calculating the same (if required or if different from that set out in Condition 6(g)):

Market Value

25. Credit Linked Notes provisions :

Not Applicable

#### **GENERAL PROVISIONS APPLICABLE TO THE NOTES**

26. Form of Notes:

(i) Form:

Dematerialised Notes  
Bearer dematerialised form (*au porteur*)

(ii) New Global Note:

No

27. "Payment Business Day" election in accordance with Condition 5(d) or other special provisions relating to Payment Business Days:

Condition 5(d) applies.

28. Additional Financial Centre(s) for the purposes of Condition 5(d):

Not Applicable

29. Talons for future Coupons or Receipts to be attached to definitive Notes:

No

30. Details relating to Partly Paid Notes: amount of each payment comprising the Issue Price and date on which each payment is to be made and consequences of failure to pay:

Not Applicable

31. **Details relating to Instalment Notes:** Not Applicable
32. **Redenomination applicable:** Redenomination not applicable
33. **Clearing System Delivery Period in accordance with Condition 14 of the Terms and Conditions of the Notes (Notices):** Not Applicable
34. **Masse (Condition 13 of the French Law Notes):**  
The Representatives will be remunerated at EUR 300 per annum.  
  
The substitute Representatives shall not be remunerated.  
  
The following persons are designated as Representatives:  
  
Jean-Benoît Pimpaneau  
24 avenue de Wagram, 75008 Paris  
  
Sébastien Billot  
6 rue des Petits Hotels, 75010 Paris  
  
The following persons are designated as substitute Representatives :  
  
Arnaud Creput  
3 square Villaret de Joyeuses, 75017 Paris  
  
Romain Marmot  
27 rue Greuze, 75116 Paris
35. **Swiss Paying Agent(s):** Not Applicable
36. **Portfolio Manager:** Not Applicable
37. **Other final terms:** As specified in the Schedule.
38. **Governing Law:** The Notes (and, if applicable, the Receipts and the Coupons) are governed by, and shall be construed in accordance with, French law.

**DISTRIBUTION**

39. (i) **If syndicated, names of Managers:** Not Applicable
- (ii) **Date of Syndication Agreement:** Not Applicable
- (iii) **Stabilising Manager (if any):** Not Applicable

40. **If non-syndicated, name and address of relevant Dealer:** Société Générale  
17, Cours Valmy  
92987 Paris La Défense Cedex  
France
41. **Total commission and concession:** There is no commission and/or concession paid by the Issuer to the Dealer or the Managers.
42. **Whether TEFRA D or TEFRA C rules applicable or TEFRA rules not applicable:** Not Applicable
43. **Additional selling restrictions:** Not Applicable

## **LISTING AND ADMISSION TO TRADING APPLICATION**

The above Final Terms comprise the final terms required to list and have admitted to trading on the Eurolist of Euronext Paris SA this issue of Notes by SG Option Europe pursuant to its €75,000,000,000 Euro Medium Term Note Programme for which purpose they are hereby submitted.

## **RESPONSIBILITY**

The Issuer accepts responsibility for the information contained in these Final Terms. Information or summaries of information included herein with respect to the Underlying(s), has been extracted from general databases released publicly or by any other available information. The Issuer confirms that such information has been accurately reproduced and that, so far as it is aware and is able to ascertain from information published, no facts have been omitted which would render the reproduced information inaccurate or misleading.

Signed on behalf of the Issuer:

By: Stéphane BONNET

*Duly authorised*

**PART B – OTHER INFORMATION**

**1. LISTING**

- (i) **Listing:** on the Eurolist of Euronext Paris SA.
- (ii) **Admission to trading:** Application has been made for the Notes to be admitted on the Eurolist of Euronext Paris SA with effect from or as soon as practicable after the Issue Date.
- (iii) **Estimate of total expenses related to admission to trading:** Not Applicable

**2. RATINGS**

**Ratings:** The Notes to be issued have not been rated.

**3. NOTIFICATION**

The competent authority in Luxembourg has provided the *Autorité des marchés financiers* (AMF) with a certificate of approval attesting that the Prospectus has been drawn up in accordance with the Prospectus Directive.

**4. INTERESTS OF NATURAL AND LEGAL PERSONS INVOLVED IN THE ISSUE**

Save for any fees payable to the Dealer(s), and except as mentioned below, so far as the Issuer is aware, no person involved in the issue of the Notes has an interest material to the offer.

The Issuer and Société Générale expect to enter into hedging transactions in order to hedge the Issuer's obligations under the Notes. Should any conflicts of interest arise between (i) the responsibilities of Société Générale as Calculation Agent for the Notes and (ii) the responsibilities of Société Générale as counterparty to the above mentioned hedging transactions, the Issuer and Société Générale hereby represent that such conflicts of interest will be resolved in a manner which respects the interests of the Noteholders.

**5. REASONS FOR THE OFFER, ESTIMATED NET PROCEEDS AND TOTAL EXPENSES**

- (i) **Reasons for the offer:** See "Use of Proceeds" wording in Debt Issuance Programme Prospectus

- (ii) **Estimated net proceeds:** Not Applicable
- (iii) **Estimated total expenses:** Not Applicable
- (iv) **Taxes and other expenses:** Taxes charged in connection with the subscription, transfer, purchase or holding of the Notes must be paid by the Noteholders and neither the Issuer nor the Guarantor shall have any obligation in relation thereto; in that respect, Noteholders shall consult professional tax advisers to determine the tax regime applicable to their own situation. Other expenses that may be charged to the Noteholders, *inter alia* by distributors, in relation to the subscription, transfer, purchase or holding of the Notes, cannot be assessed or influenced by the Issuer or the Guarantor and are usually based on the relevant intermediary's business conditions.

**6. YIELD (FIXED RATE NOTES ONLY)**

**Indication of yield:** Not Applicable

**7. HISTORIC INTEREST RATES (FLOATING RATE NOTES ONLY)**

Not Applicable

**8. PERFORMANCE OF INDEX/FORMULA, EXPLANATION OF EFFECT ON VALUE OF INVESTMENT AND ASSOCIATED RISKS AND OTHER INFORMATION CONCERNING THE UNDERLYING (Indexed Notes only)**

Under these Notes, the Noteholders will not receive any coupons during the term of the Notes.

At maturity, the Noteholders are entitled to receive an amount linked to the performance of the Underlying(s), after deduction of the commissions.

The return under these Notes is linked to the performance of the Underlying(s) : the higher the performance, the higher the return.

This is not a Capital Guaranteed Product. In a worse case scenario, investors could sustain an entire loss of their investment and should therefore reach an investment decision on this product only after careful consideration with their own advisers as to the suitability of this product in light of their particular financial circumstances.

**9. PERFORMANCE OF RATE[S] OF EXCHANGE AND EXPLANATION OF EFFECT ON VALUE OF INVESTMENT (Dual Currency Notes only)**

Not Applicable

**Post-issuance information:** The Issuer does not intend to provide, on its own initiative, any post-issuance information in relation to the Underlying(s) as specified in the Schedule.

**10. OPERATIONAL INFORMATION**

- (i) **ISIN Code:** FR0010434944
- (ii) **Common Code:** 028591683
- (iii) **Any clearing system(s) other than Euroclear Bank S.A./N.V. and Clearstream Banking, société anonyme or Euroclear France and the relevant identification number(s):** Not Applicable
- (iv) **Delivery:** Delivery against payment
- (v) **Names and addresses of additional Paying Agent(s) (if any):** Not Applicable
- (vi) **Intended to be held in a manner which would allow Eurosystem eligibility:** No

- 11. Address and contact details of Société Générale for all administrative communications relating to the Notes:** Société Générale  
Tour Société Générale  
17, cours Valmy  
92987 Paris la Défense  
**SOCIETE GENERALE N° Azur 0810 30 20 20**

**12. INFORMATION IN RESPECT OF CERTAIN OFFERS OF NOTES**

Not Applicable

**SCHEDULE A**

*(this Schedule forms part of the Final Terms to which it is attached and is all subject to the provisions contained in Schedule B)*

**1/ Redemption Amount**

**a) Redemption at the option of the Issuer :**

Unless the Notes have been previously redeemed, or purchased and cancelled, the Issuer shall have the right :

- (i) to redeem all, but not in part, of the outstanding Notes, if a Knock-out Event occurs, from the Issue Date (included) to the Final Valuation Date (excluded),
- (ii) to give an irrevocable and written notice of optional redemption to the Noteholders from the Issue Date (excluded) to the Final Valuation Date (excluded).

In such cases, the Noteholder shall be entitled to receive per Note an amount (the "Optional Redemption Amount") on the Optional Redemption Date calculated in accordance with the following formula:

$$0.001 \text{ EUR} \times \text{Max} \left[ \text{Max} \left[ 0; \text{LEV}_{Ry} - S_{Ry} \right] - \sum_{y=1}^{Ry} \text{AC}_y ; 0 \right]$$

With:

**"LEV<sub>Ry</sub>" :**

means LEV on the last Roll Date preceding the occurrence of the Knock-out Event.

**"S<sub>Ry</sub>" :**

means the official clearing quotation of the Underlying (expressed per tonne without reference to the quotation currency) quoted by the Quotation Provider on the Early Valuation Date or on the Early Termination Date; further provided that if one of these dates is not a Trading Day, S<sub>Ry</sub> shall be the official clearing quotation of the Underlying the first Trading Day of the Early Valuation Period, however if there is no Trading Day within the Early Valuation Period, the Calculation Agent shall determine in good faith the fair market value of the Underlying which will reflect the market conditions prevailing on the last calendar day of the Early Valuation Period.

**"AC<sub>y</sub>" :**

means the annual commission of each Year "y" equal to a maximum of 1% calculated in accordance with the following formula :

$$0.001 \text{ EUR} \times \sum_{t=1}^n \left[ \frac{1\% \max}{360} \times \text{Max} [0; \text{LEV}_t \times S_t] \right]$$

Where:

**"Early Valuation Date":**

means the calendar day, between the Issue Date (included) and the Final Valuation Date (excluded) on which a Knock-Out Event occurs.

**"Early Termination Date":**

means any calendar date, between the Issue Date (excluded) and the Final Valuation Date (excluded), selected by the Issuer to terminate its obligations under the Notes after given 30

calendar days' notice published in the *Journal Officiel* and notified to the Noteholders on the website [sgbourse.fr](http://sgbourse.fr).

**"Early Valuation Period":**

means the 5 calendar days period following the Early Valuation Date or Early Termination Date, if any, and ending at the next-closest following dates :

- the fifth calendar day following the Early Valuation Date or Early Termination Date, if any, or
- the last Trading Day of the Futures Contract<sup>1</sup>.

**"n ":**

means the number of calendar days of the relevant Year "y".

**"Knock-out Event":**

the Knock-out Event will be deemed to have occurred if, at any time, from the Issue Date (included) to the Final Valuation Date (excluded) on which the Calculation Agent ascertains that  $S_{Ry}$  is greater than or equal to the Knock-Out Level.

**"Knock-out Level":**

90% x LEV

**"Optional Redemption Date ":**

means the fifth Business Day which is (i) a Payment Business Day and (ii) immediately after the end of the Early Valuation Period.

**b) Redemption Amount at maturity:**

Unless the Notes are previously redeemed or purchased and cancelled and subject to the provisions set forth below and the provisions of the attached Schedule B, the Final Redemption Amount payable in respect of each Note on the Maturity Date shall be determined by the Calculation Agent in accordance with the following formula:

$$0.001 \text{ EUR} \times \text{Max} \left[ \text{Max} [0; \text{LEV}_f - S_f] - \sum_{y=1}^4 \text{AC}_y ; 0 \right]$$

Where :

**" $\text{LEV}_f$ " :**

means LEV determined by the Calculation Agent on the Final Valuation Date.

**" $S_f$ " :**

means the official clearing quotation of the Underlying (expressed per tonne without reference to the quotation currency) quoted by the Quotation Provider on the Final Valuation Date.

## 2/ Related definitions

### **"Business Day":**

means a day (other than a Saturday) on which banks are open for business in Paris.

### **"LEV":**

means the reference level, initially equal to 78,000. It will be adjusted in accordance with the following formula :

$$\text{LEV}_{\text{after exchange}} = \text{LEV}_{\text{before exchange}} - \left[ (S^i + C^i) - (S^j - C^j) \right]$$

Where:

-  $S^i$  means the official clearing quotation of the Futures Contract<sup>i</sup> (expressed per tonne without reference to the quotation currency) quoted by the Quotation Provider on the business day in London immediately preceding the last Trading Day of the Futures Contract<sup>i</sup>.

-  $S^j$  means the official clearing quotation of the Futures Contract<sup>j</sup> (expressed per tonne without reference to the quotation currency) quoted by the Quotation Provider on the business day in London immediately preceding the last Trading Day of the Futures Contract<sup>j</sup>.

-  $C^i, C^j$  mean the commission of roll which will be equal to a maximum of 100 (expressed per tonne without reference to the quotation currency). The amount of the commission will be determined by the Calculation Agent at the moment of the roll.

### **"Final Valuation Date":**

means the business day in London immediately preceding the last Trading Day of the Underlying and at the latest December 10, 2010, further provided that, if such date is not a Trading Day, then, the Calculation Agent, shall determine in good faith the fair market value of the Underlying which will reflect the market conditions prevailing on such day.

### **"Market Disruption Event":**

means any suspension or material limitation of trading of the Underlying or another event involving a suspension or a material limitation in trading of the Underlying.

### **"LEV<sub>t</sub>":**

means LEV determined by the Calculation Agent on any calendar day of a Year "y".

### **"Quotation Provider ":**

means London Metal Exchange - LME or any successor to it.

### **"S<sub>t</sub>":**

means the official clearing quotation of the Underlying (expressed per tonne without reference to the quotation currency) quoted by the Quotation Provider on any calendar day of a Year "y", or if any calendar day is not a Trading Day, the first preceding official clearing quotation of the Underlying.

### **"Trading Day":**

means, a Business Day on which (i) the Underlying may be traded and quoted by the Quotation Provider or (ii) the provisions of sub-paragraphs (a) and (b) of "Events to the Futures Contract" of the attached Schedule B are applicable. However, in both cases (i) or (ii) before, if a Market Disruption Event occurs on such day, such day shall not be a Trading Day.

**"Underlying":**

means the LME Primary Nickel Futures Contract expiring March, June, September and December (the "Futures Contract"):

- on the Issue Date, it refers to the Futures Contract expiring March 2007 whose last scheduled Trading Day is on March 19, 2007;
- on the Final Valuation Date, it refers to the Futures Contract expiring December 2010 whose last scheduled Trading Day is on December 13, 2010.

Between the Issue Date and the Final Valuation Date (both dates included), the Issuer will roll the current Futures Contract with the next-closest maturity (the "Futures Contract"). This roll will occur on the business day in London preceding the last Trading Day of the current Futures Contract (the "Futures Contract") ; such day being defined as the « Roll Date ».

<b>Futures Contract</b>	<b>Reuters Code</b>	<b>Quotation Provider</b>	<b>Web Site (*)</b>
LME Primary Nickel Futures Contract	MNIH7	London Metal Exchange - LMA	www.lme.co.uk

*\* the information relating to the past and future performances of the Underlying are available on the web site of the Quotation Provider and the volatility can be obtained, upon request, at the specified office of Société Générale (see in address and contact details of Société Générale for all administrative communications relating to the Notes) and at the office of the Agent in Luxembourg.*

**"Year "y"":**

means any of the following year :

y=1: from February 8, 2007 to February 7, 2008

y=2: from February 8, 2008 to February 7, 2009

y=3: from February 8, 2009 to February 7, 2010

y=4: from February 8, 2010 to Final Valuation Date

(all dates included)

provided that for the purposes of the calculation of the Optional Redemption Amount, the relevant Year "y" during which an Early Valuation Date or an Early Termination Date occur will be deemed to be the Year "y =Ry" ending on the Early Valuation Date or an Early Termination Date.

**SCHEDULE B**

*(This Schedule forms part of the Final Terms to which it is attached)*

**Events relating to the Futures Contract**

If any of the below events shall occur, the following provisions shall apply :

*(a) Third Party quotes the Futures Contract*

If the Futures Contract is not quoted by the Quotation Provider but is quoted by another person or party (the "Third Party") which has been designated by the Quotation Provider or the competent market authority, the Quotation Provider will be replaced by the Third Party.

The same provisions will apply in the event that the Third Party nominated by the Quotation Provider or any other competent market authority ceases quotation of the Futures Contract but is replaced by another Third Party designated under the same conditions.

The Noteholders will be notified of the name of the Third Party and of the conditions of quotation of the Futures Contract so determined by the Third Party within the five Business Days period following the date of designation of the Third Party, in accordance with Condition 14.

*(b) Modification of the Terms or Replacement of the relevant Futures Contract*

If the Quotation Provider or the Third Party (as defined above), substantially modifies the conditions of the Futures Contract or in the event that the Quotation Provider or any other competent market authority replaces the Futures Contract by a new futures contract to be substituted to the Futures Contract, the Issuer shall have the right:

(i) either to replace the Futures Contract by the Futures Contract so modified or by the substitute futures contract (as the case may be) multiplied, if need be, by a coefficient allowing to ensure continuity in the evolution of the underlying asset of the Notes; the Noteholders will be notified of the modified Futures Contract or the substitute futures contract (as the case may be) and, if need be, of the coefficient within the five Business Days period following the date of modification or substitution of the Futures Contract, in accordance with Condition 14.

(ii) or to terminate its obligations under the Notes and apply the provisions of paragraph (c) below.

*(c) Cessation of Quotation of the Futures Contract*

If the Quotation Provider or the Third Party should cease permanently quotation of the Futures Contract and should not provide a substitute futures contract, the Issuer shall terminate its obligations under the Notes and pay to each Noteholder in respect of each Note held by it an amount representing the fair market value of such Notes determined by the Calculation Agent on the basis of the last available quotation of the Futures Contract.

The Noteholders will be notified of the fair market value so determined within the five Business Days period following the date of determination of the fair market value, in accordance with Condition 14.

The amount representing the aggregate fair market value will be paid to the Noteholders within the seven Business Days period following the date of determination of the fair market value.

**Underlyings**

Information or summaries of information included herein with respect to the Underlying(s), has been extracted or obtained, as the case may be, from general databases released publicly or by any other available information. The Issuer confirms that such information has been accurately reproduced and that, so far as it is aware and is able to ascertain from information published, no facts have been omitted which would render the reproduced information inaccurate or misleading.

**Additional Information**

For the listing on the Eurolist of Euronext Paris SA, the mnemonic code is : 4134S