

2017

Financial report



Introduction

1. OUR MODEL

"Caisse des Dépôts et Consignations and its subsidiaries constitute a state-owned group at the service of the public interest and of the country's economic development. The Group fulfils public interest functions in support of the policies pursued by the State and local authorities, and may engage in competitive activities. [...] Caisse des Dépôts et Consignations is a long-term investor promoting business development in line with its own patrimonial interests."

Article L.518-2 of the French Monetary and Financial Code (*Code monétaire et financier*) (amended by the 2008 Economic Modernisation Act).

OUR ONE-OF-A-KIND MODEL

Placed under Parliamentary supervision and guarantee, Caisse des Dépôts is Europe's only financial institution relying on the nation's protection, a status that confers on it independence and autonomy. It is a Public Group made up of a Public Institution and subsidiaries.

Since 1816, our priority mission has been to "receive, conserve and render the values entrusted to us".

OUR RAISON D'ÊTRE: THE PUBLIC INTEREST

Ever attentive to the country's development, we carry out missions of public interest supporting national and local public policies: financing of social housing, development of enterprises, and the ecological and energy transition. Active above all in promoting the country and its regions' economic development, the Group stands out for its unique positioning, leaving time for innovation and sustainable growth.

OUR MISSION AS A LONG-TERM INVESTOR

We invest over the long term, serving the country's economic development with our loan offers, equity and guarantee mechanisms with no contributions from the State budget. Our stable and diversified resources come from the management of our financial assets, investment activities, and subsidiaries, which are normally set up by Caisse des Dépôts to meet a public-interest need.

We are active in such diverse sectors as personal risk protection, mobility, housing, real estate, leisure activities and tourism, company financing, IT, and energy and the environment.

Our capacity for innovation and designing new forms of cooperation with our partners and customers enables us to anticipate, support and accelerate the major changes that French society is undergoing, in particular those requiring large-scale investments.

2. OUR ACTIVITIES

MANDATES AND DEPOSITS

A trusted third party, Caisse des Dépôts manages the mandates and public and private funds entrusted to it.

We safely manage the funds entrusted to us: these include escrow accounts, the assets of vulnerable populations and deposits from notaries and other legal professionals. As banker to the social security system, we deliver administrative, financial and banking management services, in the context of the mandates entrusted to us by the French State. We are also developing a fiduciary business. A trusted third-party, we manage part of the budgets

of the Investments for the Future Programme (PIA) on behalf of the French State. Our main customers are the French public justice system (notaries, receivers, judicial representatives, etc.), the French social security system and public interest players (social housing bodies, local public bodies, etc.). We centralise and manage regulated savings (Livret A, LDDS, LEP) in complete safety, and transform them into very long-term loans serving the public interest, in particular social housing, urban planning and the long-term investments of local authorities. Resources that are not dedicated to loans are invested in financial assets in order to contribute to remunerating public savings and ensuring their liquidity while funding the economy.

COMPANIES

The Caisse des Dépôts Group is the leading institutional investor in the equity of French companies. Supporting middle-market companies and SMEs with projects that drive growth allows us to fulfil one of our founding missions: contributing to France's economic development.

We provide companies with the financial solutions required at all stages of their development, through loans and equity, in particular in the segments the least covered by the market. We also provide guarantees to allow higher-risk projects to be financed. We give them the means to grow by mobilising other private equity players and seeking capital from foreign partners. We support the industries of the future and offer solutions suited to innovative companies. As such, we are involved in the competitive cluster and technology transfer acceleration companies (SATT) scheme, which we manage on behalf of the French State in the context of the Investments for the Future Programme (PIA).

We give companies the means to develop internationally: supporting entrepreneurs and deploying a comprehensive range of export financing services (business development, trade debt, buyer and seller credit). We play a leading role in funding the social and solidarity economy (ESS) by providing our support to not-for-profit networks and supporting the creation and transfer of small businesses. We assist private and public research bodies in promoting their patent portfolios, on an international scale. We contribute to creating an ecosystem favourable to corporate development, thanks to special partnerships with local players. We support companies at the key stages in their growth: training (to allow entrepreneurs to identify growth factors and discover different learning drivers); networking between business leaders and potential investors; and consultancy services (notably advice on exports, awareness-raising and guidance on mergers and acquisitions).

HOUSING AND PROPERTY

A central player in housing and property, the Caisse des Dépôts Group actively participates in the national construction effort and the energy transition of existing properties.

We accompany public authorities and housing players in order to accelerate the creation of social and intermediate housing across France. We work towards creating conditions that will attract institutional investors to "intermediate" rental property, especially in areas lacking housing, as close as possible to employment areas. We are developing an affordable housing offer for young workers and students and contribute to the construction and renovation of specialised structures. We also cover the funding of accommodation centres and emergency accommodation for the most vulnerable populations. To respond to the needs of as many people as possible, our housing offers are suited to all stages of life. We renovate and improve the energy performance of the existing private and public property portfolio. We offer social landlords and local authorities solutions suited to

their needs. Our loans are used to finance projects that contribute to the ecological and energy transition, as well as asbestos removal work. We support local players by investing in commercial property projects (shopping centres, business centres, offices) and act as a property developer and owner for office blocks.

INSURANCE

The Caisse des Dépôts Group accompanies citizens and offers them solutions adapted to their financial, personal risk, insurance and pension needs at each stage of their life.

We design and manage life insurance, pension, personal risk, health and loan insurance solutions, which are distributed by partners who are well established in their markets. We cater to the needs of companies, local authorities, mutual insurance companies, associations and banks. We insure 28 million people with personal risk and protection schemes and 13 million with savings and pensions worldwide. We respond to security needs thanks to a comprehensive range of insurance products: long-term care, death, funeral, personal accident, health and home care. We help families to confront the growing uncertainties that they are experiencing by offering a wide range of contracts such as life insurance. We also offer individuals specific pension savings products, guaranteeing lifetime income. We provide loan insurance for individual loan-seekers with various financial institutions, as well as for members of our partner mutual insurance companies.

INFRASTRUCTURE AND TRANSPORT

We are involved in the design, funding and operation of French infrastructure and public amenities. Our solutions combine innovation, economic performance and a sense of serving the public interest.

We invest in the infrastructure of tomorrow: high-speed rail lines, tram networks, ports, motorways, airports, telecoms networks, water and waste management systems and energy transmission networks. We support local projects by offering local authorities and local public sector companies (EPLs) our expertise in innovative legal and financial arrangements, combining public funds and private equity. We mobilise our partners to direct European and international funds into national projects. We support the local authorities in digitally equipping France's regions by providing engineering and financing assistance, in particular to roll out new high-speed networks (THD).

ECOLOGY AND ENERGY

The Caisse des Dépôts Group is fully mobilised to take on the ecological and energy challenge that the country is facing. We develop operational solutions for companies in the regions to contribute to a society that is more efficient and restrained in terms of the consumption of natural resources and energy. We also play a leading role in preserving natural environments and biodiversity.

We invest heavily in forestry development, promote the timber industries and are committed to sustainable forest management. We manage the forest assets of French institutional investors and of a growing number of forestry groups and private owners. The leading operator in biodiversity offsetting, we provide concrete solutions for promoting and protecting natural resources by offering long-term funding for projects to restore and manage natural spaces with the agreement of local stakeholders.

We are strengthening our commitments and developing new businesses. We carry out long-term collective regional projects and encourage greater ecological consistency. We put in place specific financial measures to support emerging players in the sector and structure innovative industries. We fund low-carbon projects, the production of renewable energies, energy saving solutions and companies involved in the ecological and energy transition. The Group leverages the wide-ranging expertise of its research network to further public debate by providing innovative, environmentally friendly solutions.

TOURISM AND LEISURE

The Caisse des Dépôts Group is a long-standing and important operator in the French leisure and tourism industry. Firmly rooted in the regions, we are the preferred partner of local authorities and support them in their economic development projects.

We help local authorities define projects that enhance the appeal of the regions and spur job creation. We invest in tourist infrastructure and ensure its maintenance and operation through the tourism development fund (*Fonds développement tourisme*), among others. We manage the main French ski resorts and develop major leisure parks in Europe. Creator of the social tourism investment (*Tourisme social investissement* – TSI) fund, we renovate lodgings and leisure facilities. Furthermore, with the hotel renovation quasi-equity loans (*Prêt participatif pour la rénovation hôtelière* – PPRH), we help refurbish the tourist property portfolio. Actively involved in the public tourism development policy, we serve the public interest and play a role in social cohesion.

DIGITAL

The Caisse des Dépôts Group supports local authorities in digitally equipping their regions and helps develop innovative digital services and uses.

We lend our engineering and financing expertise to public sector stakeholders to accelerate digital development in the regions. We help finance and roll out high-speed networks, including in sparsely populated areas. We help innovative companies become more competitive and shape their industry in France and abroad. We fund innovation to support the investments of SMEs and middle-market companies in new digital solution integration projects. We support the local authorities by helping to develop different local digital ecosystems: rollout of call centres, creation of the world's largest incubator for digital start-ups (Halle Freyssinet), and a scaling up of our higher education initiatives. We participate in innovative programmes which are shaping the cities of the future. From transport to the environment, we deploy smart technology and improve the quality of "living together". We support the deployment of e-administration, which is an important component of the French State's reform and the modernisation of the civil service. As a service provider, we are developing an array of trusted digital solutions, ranging from the digitisation of processes and flows to the preservation of the integrity of the data entrusted to us. We have put in place and manage the personal training account (CPF). We also manage inactive bank accounts and unclaimed life insurance policies on behalf of the French State via a dedicated site which opened to the public on 1 January 2017.

3. KEY FIGURES

Caisse des Dépôts Group

(in billions of euros)	2016	2017
Total consolidated assets	167.0	173.5
Equity attributable to owners (excluding unrealised gains and losses)	24.3	25.3
Equity attributable to owners (including unrealised gains and losses)	34.2	37.3
Consolidated recurring net profit	1.56	1.97
Consolidated net profit attributable to owners	1.78	1.91

Savings Funds

(in billions of euros)	2016	2017
Total loans agreed	17.3	17.0
Loans for social housing and urban planning	14.3	15.1
Loans to regional authorities	2.9	1.9
Outstanding loans	182.0	185.1

(in numbers of units)	2016	2017
Construction/Acquisition of housing	109,000	109,500
Housing renovation	311,000	305,000
O/w energy retrofits	40,600	42,300

4. CAISSE DES DÉPÔTS LONG-TERM AND SHORT-TERM RATINGS

Established by the Law of 28 April 1816, Caisse des Dépôts is a state-owned institution serving France's public interest and local and regional economic development.

Caisse des Dépôts is closely supervised by the French Parliament and the legislative process.

Credit rating agencies consider Caisse des Dépôts to be a state agency and thus to carry the same rating as the Republic of France.

The following table lists Caisse des Dépôts' long-term and short-term ratings at 31 December 2017:

Ratings	Standard & Poor's	Moody's	Fitch
Caisse des Dépôts	AA/ Stable/A-1+	Aa2/ Stable/P-1	AA/Stable/ F1+
EMTN & BMTN Programmes	AA	Aa2	AA
CD Programme	A-1+	P-1	F1+
Global CP Programme	A-1+	P-1	F1+

Investor relations:

Short-term financing: CDC.TREASURY@caissedesdepots.fr

Long-term financing: EMTN-CDC@caissedesdepots.fr

Audit of the financial statements

In compliance with Article L.518-15-1 of the French Monetary and Financial Code:

"Each year, Caisse des Dépôts et Consignations shall present its company and consolidated financial statements, audited by two statutory auditors, to the Finance Committees of the National Assembly and the Senate."

Caisse des Dépôts Group Consolidated financial statements at 31 December 2017

reviewed and adopted by the Chairman and Chief Executive Officer
of Caisse des Dépôts on 16 March 2018

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Consolidated financial statements

SIGNIFICANT EVENTS

1 – ZERO-INTEREST LOANS BY THE SAVINGS FUNDS

Following the announcement by the French President, timed to coincide with Caisse des Dépôts' bicentenary on 12 January 2016, that the Savings Funds would provide zero-interest loans to social housing bodies and the local public sector, Caisse des Dépôts set up two innovative new schemes:

- ▶ "Subsidised equity loans" to help transform the stock of social housing, enhance support for renovations and promote the development of sustainable housing;
- ▶ zero-interest "green growth loans" to support the renovation of local authority' buildings, with a view to enhancing Caisse des Dépôts' ability to respond to diverse regional planning issues.

These schemes are financed and subsidised by the Central Sector, with an initial package worth €450 million for subsidised equity loans and €900 million for green growth loans made available on 20 June 2016, followed by a second package of €200 million for green growth loans made available on 21 December 2016. These loans were subsidised by the Caisse des Dépôts' Central Sector in the amount of €108 million and €103 million, respectively, for a total cost of €211 million in 2016.

On 17 January 2017, Caisse des Dépôts made available to the Savings Funds an additional package worth €550 million for subsidised equity loans and €360 million for green growth loans. These loans are subsidised by the Central Sector in the amount of €189 million and €47 million, respectively, for a total cost of €236 million in 2017, and supplement the 2016 subsidies.

2 – ACQUISITION OF A STAKE IN RÉSEAU DE TRANSPORT D'ÉLECTRICITÉ (RTE)

On 31 March 2017, Caisse des Dépôts and CNP Assurances became core shareholders of RTE alongside EDF, through the creation of Coentreprise de Transport d'Électricité (CTE), a holding company held jointly by EDF (50.1%) and by Caisse des Dépôts and CNP Assurances (49.9%). Caisse des Dépôts holds 29.9% of this indirect stake in RTE and CNP Assurances holds 20%.

This transaction seeks to provide RTE with a new governance to support RTE's investment strategy of optimising the electricity transmission infrastructure and boosting the energy transition over the long term.

The transaction valued RTE's total equity at €8.2 billion.

The acquisition price for Caisse des Dépôts' share of CTE's capital was €1,615 million.

A shareholders' agreement has been established for the joint exercise of the rights and obligations of CTE's shareholders.

After the transaction closed, the 29.9% stake in *Coentreprise de Transport d'Électricité* was accounted for using the equity method as control is shared among the three shareholders.

3 – DISPOSAL OF THE STAKE IN SANEF

In accordance with the binding agreement of 23 January 2017, Caisse des Dépôts sold its entire stake in HIT (the SANEF group holding company) on 20 February 2017 for €467 million and realised a pre-tax capital gain of €263 million. The sale is in line with the pro-active portfolio turnover policy introduced in 2014 for Caisse des Dépôts' long-term equity interests and allows the Public Institution to consolidate its equity and strengthen the coherence of the Caisse des Dépôts Group.

4 – SIMPLIFIED MIXED OFFER FOR CHRISTIAN DIOR

On 22 May 2017, Semyrhamis (a company of the Arnault Family Group) made an irrevocable offer to acquire and/or exchange all of the Christian Dior shares held by that company's shareholders who were not members of the Arnault Family Group.

The offer consisted of a primary simplified mixed offer, together with a secondary simplified cash offer and a secondary simplified exchange offer within the overall limit of 66.11% in cash and 33.89% in Hermès International shares.

As a result of this offer, Caisse des Dépôts recorded a pre-tax capital gain of €426 million in 2017.

5 – CREATION OF STOA, A JOINT INVESTMENT VEHICLE, BY THE FRENCH DEVELOPMENT AGENCY (AFD) AND CAISSE DES DÉPÔTS

During their first joint trip to West Africa, the French Development Agency (AFD) and Caisse des Dépôts announced the creation of a €600 million joint investment vehicle for infrastructure.

The operation is part of the joint strategy defined by the Strategic Alliance Charter, which was signed in Paris on 6 December 2016 between AFD and Caisse des Dépôts, in the presence of the French President. It serves as tangible evidence of the closer strategic ties between the two institutions.

This vehicle reflects the two groups' joint desire to support the four transitions: ecological and energy; digital; territorial; and demographic.

At 31 December 2017, Caisse des Dépôts held 83.3% of the capital of STOA for an investment of €100 million, half of which has been paid up. In view of Caisse des Dépôts' control over STOA, this investment is fully consolidated.

6 – FONCIÈRE PUBLIQUE SOLIDAIRE

Foncière Publique Solidaire was created in 2017 in keeping with the commitments made at the time of Caisse des Dépôts' bicentenary. Its mission is to acquire public and private land for housing purposes. Its primary role will be to facilitate the construction of housing, and social housing in particular, by ensuring financial stability mainly through the development of intermediate and free-market units. Foncière Publique Solidaire is therefore a public interest

property company that can operate in metropolitan France and overseas, with a particular focus on areas with acute housing shortages.

Foncière Publique Solidaire is 50%-owned by Caisse des Dépôts and 50%-owned by SOVAFIM, whose sole shareholder is the French State. At 31 December 2017, Caisse des Dépôts' investment was €60 million. In view of the joint control over Foncière Publique Solidaire, this investment is accounted for by the equity method.

7 – ICADE GROUP

On 19 June, Crédit Agricole Assurances announced the acquisition of Groupama's entire stake in Icade, i.e., 12.95%. Crédit Agricole Assurances, which has been a shareholder since 2013, is represented on the Board of Directors and has supported the implementation of the strategic plan, has thereby increased its stake in Icade to 18.5%.

The shareholders' agreement between CDC and Groupama became null and void as a result of the sale of Groupama's stake. At its meeting of 18 July, the Board of Directors noted the resignation of the directors representing Groupama. Caisse des Dépôts retains control over Icade and the investment continued to be fully consolidated at 31 December 2017.

ACQUISITION OF LISTED COMPANY ANF IMMOBILIER

On 23 October 2017, Icade acquired off market, at a price of €22.15 per share, Eurazeo's controlling interest in ANF Immobilier, representing 50.48% of the share capital. Following this acquisition, on 25 October 2017 Icade filed a proposed simplified tender offer for ANF Immobilier's shares with the AMF. On 13 November 2017, Icade also acquired 6.42% of ANF Immobilier's share capital from Caisse d'Épargne CEPAC through an off-market acquisition of a block of shares at the same price of €22.15. The offer period ran from 16 November 2017 to 6 December 2017 at the same price of €22.15 per share. At the end of the offer period, Icade held 84.65% of the capital of the company's share capital. Following the acquisitions made under an authorisation to acquire ANF Immobilier shares signed between Icade and Natixis on 19 December 2017, Icade held 85.17% of the capital of ANF Immobilier at 31 December 2017.

8 – CNP ASSURANCES GROUP

CNP ASSURANCES AND UNICRÉDIT RENEW THEIR PARTNERSHIP IN ITALY

On 20 December 2017, CNP Assurances and UniCredit renewed their life insurance partnership in Italy organised through the company CNP UniCredit Vita, 57.5% held by CNP Assurances, 38.8% held by UniCredit and 3.7% held by Cardif. Concluded for seven years as from 1 January 2018, the partnership takes the form of a shareholders' pact among CNP Assurances, UniCredit and Cardif, supplemented by a distribution agreement between CNP UniCredit Vita and UniCredit. The distribution agreement provides for the creation of a dedicated sales organisation to enhance the distribution of unit-linked savings products, individual protection insurance and term creditor insurance, in line with CNP Assurances group's strategy for reorienting the product mix. The partnership's geographic scope remains unchanged, covering Central and Southern Italy, including Sardinia and Sicily (i.e., 1,365 UniCredit branch offices and points of sale).

PARTNERSHIP BETWEEN THE CRÉDIT AGRICOLE GROUP AND CNP ASSURANCES

On 22 June 2017, CNP Assurances and the Crédit Agricole group signed a memorandum of understanding relating to term creditor insurance at Crédit Agricole's regional banks. The transfer of new business on term creditor insurance to the Crédit Agricole group will take place gradually starting in September 2017, and the agreement provides for 20% reinsurance by CNP Assurances for five annual accounting periods, from 2018. CNP Assurances will underwrite 50% of the portfolio of existing contracts for as long as the policies remain in force.

9 – BPIFRANCE

On 19 June 2017, Bpifrance (through its holding company Lion Participations) announced it had completed the acquisition of all the Peugeot SA shares previously held by the French government shareholding agency APE, representing approximately 12.23% of the capital for a total price of €1,867 million. Bpifrance thereby acquired the French State's rights and obligations under the shareholders' agreement entered into with Peugeot SA, the Peugeot family and Chinese automaker Dongfeng, and consequently has two seats and one non-voting member on PSA's Supervisory Board. This stake is accounted for using the equity method.

10 – LA POSTE

Caisse des Dépôts holds a 26.32% stake in La Poste for a total investment of €1,643 million. This investment is accounted for by the equity method. Caisse des Dépôts measured the value in use of its investment in La Poste at €1,643 million at 31 December 2017.

11 – SNI GROUP RENAMED CDC HABITAT

On Tuesday, 30 January 2018, Eric Lombard, Chairman and Chief Executive Officer of Caisse des Dépôts, and André Yché, Chairman of the Management Board of the SNI group, changed the name of SNI group to CDC Habitat. The new name brings the SNI group under the umbrella brand and puts it at the centre of Caisse des Dépôts' strategy. It bolsters its public service mission and role within the Caisse des Dépôts Group, which is seeking to give fresh impetus to its housing initiatives, in particular providing support for new housing and strengthening the social housing sector. CDC Habitat remains a first-tier subsidiary wholly owned by Caisse des Dépôts.

SUBSEQUENT EVENTS

At their meeting on 9 February 2018 and 8 February 2018, respectively, the Board of Directors of Icade and the Supervisory Board of ANF Immobilier approved in principle a merger of the two companies. Subject to certain conditions being met, the merger is expected to take place before summer 2018.

There were no other significant subsequent events likely to have a material impact on the financial statements and results of the Caisse des Dépôts Group at 31 December 2017.

CONSOLIDATED INCOME STATEMENT, YEAR ENDED 31 DECEMBER 2017

(in millions of euros)	Notes	31.12.2017	31.12.2016
Interest income	2.1	1,430	1,426
Interest expense	2.1	(1,192)	(1,092)
Fee and commission income	2.2	21	22
Fee and commission expense	2.2	(38)	(41)
Gains and losses on financial instruments at fair value through profit or loss, net	2.3	(5)	61
Gains and losses on available-for-sale financial assets, net	2.4	1,616	1,233
Income from other activities	2.5	11,347	4,439
Expenses from other activities	2.5	(3,501)	(2,427)
Net banking income		9,678	3,621
General operating expenses	2.6	(7,454)	(2,004)
Depreciation, amortisation and impairment of property and equipment and intangible assets		(596)	(276)
Gross operating profit (loss)		1,628	1,341
Cost of risk	2.7	(1)	(58)
Operating profit (loss)		1,627	1,283
Share of profit (loss) of equity-accounted associates	3.10	(319)	240
Share of profit (loss) of equity-accounted joint ventures	3.10	1,296	884
Gains and losses on other assets, net	2.8	34	118
Change in value of goodwill	3.12	(5)	
Profit (loss) before tax		2,633	2,525
Income tax expense	2.9	(531)	(652)
Net profit (loss) from discontinued operations		3	15
Net profit (loss)		2,105	1,888
Non-controlling interests	3.18	(199)	(105)
Net profit (loss) attributable to owners		1,906	1,783

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

(in millions of euros)	31.12.2017	31.12.2016
Net profit (loss)	2,105	1,888
Items not to be reclassified to the income statement		
Actuarial gains and losses on post-employment defined benefit obligations	15	(10)
Credit risk associated with financial liabilities designated at fair value through profit or loss	(1)	14
Items not to be reclassified to the income statement recognised directly in equity – equity-accounted companies		(1)
Total items not to be reclassified to the income statement	14	3
Items to be reclassified to the income statement		
Exchange differences on translation of foreign operations	(54)	1
Fair value adjustments on remeasurement of available-for-sale financial assets	1,982	1,099
Fair value adjustments on remeasurement of hedging instruments	50	28
Items to be reclassified to the income statement recognised directly in equity – equity-accounted companies	48	504
Total items to be reclassified to the income statement	2,026	1,632
Total income and expense recognised directly in equity	2,040	1,635
Net profit (loss) and total income and expense recognised directly in equity	4,145	3,523
Attributable to owners	3,950	3,298
Non-controlling interests	195	225

CONSOLIDATED STATEMENT OF FINANCIAL POSITION, AT 31 DECEMBER 2017

(in millions of euros)	Notes	31.12.2017	31.12.2016
Assets			
Cash and amounts due from central banks		8,785	7,648
Financial assets at fair value through profit or loss	3.1	1,583	1,869
Hedging instruments with a positive fair value	3.2	1,449	2,156
Available-for-sale financial assets	3.3	65,589	64,609
Loans and receivables due from credit institutions	3.4	15,897	14,015
Loans and receivables due from customers	3.5	4,828	5,300
Cumulative fair value adjustments to portfolios hedged against interest rate risk			
Held-to-maturity investments	3.6	22,953	21,875
Current and deferred tax assets	3.7	235	420
Prepayments, accrued income and other assets	3.8	7,288	7,275
Non-current assets held for sale	3.9	14	53
Investments in equity-accounted companies	3.10	24,661	22,286
Investment property	3.11	15,912	14,552
Owner-occupied property and equipment	3.11	2,628	2,758
Intangible assets	3.11	719	602
Goodwill	3.12	1,002	1,092
Total assets		173,543	166,510
Liabilities and equity			
Due to central banks			2
Financial liabilities at fair value through profit or loss	3.1	2,230	2,900
Hedging instruments with a negative fair value	3.2	1,562	1,758
Due to credit institutions	3.13	11,879	12,728
Due to customers	3.14	64,432	58,638
Debt securities	3.15	39,433	40,014
Cumulative fair value adjustments to portfolios hedged against interest rate risk			
Current and deferred tax liabilities	3.7	1,765	1,790
Accrued expenses, deferred income and other liabilities	3.8	10,139	9,633
Liabilities related to non-current assets held for sale	3.9	12	37
Provisions	3.17	1,188	1,257
Subordinated debt, guarantee deposits		1	1
Equity attributable to owners			
Reserves and retained earnings		23,398	22,482
Gains and losses recognised directly in equity		11,958	9,935
Profit (loss) for the period		1,906	1,783
Total equity attributable to owners		37,262	34,200
Non-controlling interests	3.18	3,640	3,552
Total equity		40,902	37,752
Total liabilities and equity		173,543	166,510

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY, 1 JANUARY 2016 TO 31 DECEMBER 2017

(in millions of euros)	Gains and losses recognised directly in equity					Net profit (loss) attributable to owners	Equity attributable to owners	Retained earnings - Non-controlling interests	Non-controlling interests in gains and losses recognised directly in equity	Non-controlling interests in profit (loss)	Non-controlling interests	Total equity
	Reserves and retained earnings	Change in credit risk associated with financial liabilities designated at fair value through profit or loss (not to be reclassified)	Cumulative fair value adjustments to available-for-sale financial assets	Cumulative fair value adjustments to cash flow hedges	Translation reserve							
Equity at 1 January 2016	21,743		8,836	(299)	(101)	1,371	31,550	3,645	(3)	(71)	3,571	35,121
Effect of changes in accounting methods	40	(40)										
Appropriation of 2015 profit (loss)	1,371					(1,371)		(71)		71		
2015 dividend paid to the French State in 2016	(463)						(463)					(463)
Dividend paid to non-controlling interests								(218)			(218)	(218)
Non-controlling interest put options	(195)						(195)					(195)
Transactions with non-controlling interests	(36)		7		14		(15)	7			7	(8)
Other movements	22		(19)	14	(1)		16	(30)	(3)		(33)	(17)
Profit (loss) for the period						1,783	1,783			105	105	1,888
Gains and losses recognised directly in equity												
Exchange differences on translation of foreign operations					121		121		(4)		(4)	117
Fair value adjustments to financial instruments recognised directly in equity			2,331	(41)			2,290		109		109	2,399
Change in credit risk associated with financial liabilities designated at fair value through profit or loss		12					12					12
Fair value adjustments to financial instruments reclassified to the income statement			(919)	20			(899)		15		15	(884)
Equity at 31 December 2016	22,482	(28)	10,236	(306)	33	1,783	34,200	3,333	114	105	3,552	37,752
Effect of changes in accounting methods												
Appropriation of 2016 profit (loss)	1,783					(1,783)		105		(105)		
2016 dividend paid to the French State in 2017	(585)						(585)					(585)
Interim dividend paid to the French State calculated on the basis of first-half 2017 results	(312)						(312)					(312)
Dividend paid to non-controlling interests								(239)			(239)	(239)
Non-controlling interest put options	(22)						(22)					(22)
Transactions with non-controlling interests	(4)						(4)	3			3	(1)
Other movements	56		(6)	3	(1)		52	129			129	181
Profit (loss) for the period						1,906	1,906			199	199	2,105
Gains and losses recognised directly in equity												
Exchange differences on translation of foreign operations					(196)		(196)		(23)		(23)	(219)
Fair value adjustments to financial instruments recognised directly in equity			3,111	5			3,116		12		12	3,128
Change in credit risk associated with financial liabilities designated at fair value through profit or loss		(3)					(3)					(3)
Fair value adjustments to financial instruments reclassified to the income statement			(924)	34			(890)		7		7	(883)
Equity at 31 December 2017	23,398	(31)	12,417	(264)	(164)	1,906	37,262	3,331	110	199	3,640	40,902

CONSOLIDATED STATEMENT OF CASH FLOWS, YEAR ENDED 31 DECEMBER 2017

The statement of cash flows is prepared using the indirect method.

Investing activities correspond to purchases and sales of interests in consolidated companies, property and equipment and intangible assets.

Financing activities are activities that result in changes in the size and composition of equity, subordinated debt and bond debt.

Operating activities correspond to all cash flows that do not fall within the above two categories.

(in millions of euros)	31.12.2017	31.12.2016
Profit (loss) before tax (excluding discontinued operations)	2,633	2,525
Net depreciation, amortisation and impairment of property and equipment and intangible assets	1,112	806
Impairment losses on goodwill and other non-current assets	(38)	(45)
Net provision expense and impairment losses	229	(29)
Share of profit (loss) of equity-accounted associates and joint ventures	(977)	(1,124)
Gains/losses from investing activities, net	101	407
Gains/losses from financing activities, net		
Other movements ⁽¹⁾	726	466
Total non-monetary items included in profit (loss) before tax and other adjustments	1,153	481
Cash flows relating to transactions with credit institutions	(2,392)	(767)
Cash flows relating to customer transactions ⁽²⁾	5,885	8,264
Cash flows relating to other transactions affecting financial assets and liabilities ⁽³⁾	(1,462)	(1,718)
Cash flows relating to investment property	(623)	(414)
Cash flows relating to other transactions affecting non-financial assets and liabilities	432	1,239
Income taxes paid	(744)	(325)
Net increase (decrease) in cash related to assets and liabilities from operating activities	1,096	6,280
Net cash from (used in) operating activities	4,882	9,285
Cash flows relating to financial assets and investments ⁽⁴⁾	(1,504)	(152)
Cash flows relating to property and equipment and intangible assets	(532)	(327)
Net cash from (used in) investing activities	(2,036)	(479)
Cash flows from (used in) transactions with owners	(1,049)	(635)
Other net cash flows from (used in) financing activities	650	951
Net cash from (used in) financing activities	(399)	316
Effect of discontinued operations on cash and cash equivalents	24	(15)
Effect of changes in exchange rates on cash and cash equivalents	(15)	1
Effect of changes in accounting methods	24	3
Net increase (decrease) in cash and cash equivalents	2,479	9,110
Cash and cash equivalents at the beginning of the period	9,131	21
Cash and central banks, net	7,649	34
Net loans to (borrowings from) credit institutions repayable on demand	1,482	(13)
Cash and cash equivalents at the end of the period	11,612	9,131
Cash and central banks, net	8,785	7,649
Net loans to (borrowings from) credit institutions repayable on demand	2,827	1,482
Net increase (decrease) in cash and cash equivalents	2,480	9,110

COMPOSITION OF CASH AND CASH EQUIVALENTS

Cash and cash equivalents comprise cash, advances to and from central banks, loans to and borrowings from credit institutions repayable on demand, and short-term investments in money market instruments. These investments generally have maturities of less than three months, are readily convertible to known amounts of cash and are subject to an insignificant risk of changes in value.

(in millions of euros)	31.12.2017		31.12.2016	
	Assets	Liabilities	Assets	Liabilities
Cash	2		2	
Central banks	8,783		7,647	
Sub-total	8,785		7,649	
Loans to (borrowings from) credit institutions repayable on demand	3,862	1,147	3,924	2,486
Money market mutual funds	112		44	
Sub-total	3,974	1,147	3,968	2,486
Cash and cash equivalents	11,612		9,131	

(1) This item relates mainly to the non-monetary change in prepayments and accrued income and to changes in the fair value of assets and liabilities at fair value through profit or loss;

(2) The change in 2017 is attributable to the Central Sector and mainly concerns the €4.6 billion increase in deposits from notaries (as at 31 December 2016, this concerned a €3.9 billion increase in escrow accounts and a €4 billion reimbursement received from ACOSS);

(3) This line mainly corresponds to the net effect on cash and cash equivalents of issues by the Central Sector;

(4) This item relates mainly to Caisse des Dépôts' €1.6 billion investment in Coentreprise de Transport d'Electricité.

2017 SEGMENT INFORMATION

(in millions of euros)	Caisse des Dépôts Division		Bpifrance Division	
	31.12.2017	31.12.2016	31.12.2017	31.12.2016
Interest income	1,420	1,410		
Interest expense	(1,017)	(894)		
Fee and commission income	21	22		
Fee and commission expense	(38)	(41)		
Gains and losses on financial instruments at fair value through profit or loss, net	(7)	51	3	4
Gains and losses on available-for-sale financial assets, net	1,608	1,191	1	1
Income from other activities	944	1,009	2	2
Expenses from other activities	(872)	(900)		
Net banking income	2,059	1,848	6	7
General operating expenses	(609)	(611)	(9)	(9)
Depreciation, amortisation and impairment of property and equipment and intangible assets	(136)	(133)		
Gross operating profit (loss)	1,314	1,104	(3)	(2)
Cost of risk	7	(41)		
Operating profit (loss)	1,321	1,063	(3)	(2)
Share of profit (loss) of equity-accounted associates	13	16		
Share of profit (loss) of equity-accounted joint ventures	72	63	607	317
Gains and losses on other assets, net	(2)	105		
Change in value of goodwill				
Profit (loss) before tax	1,404	1,247	604	315
Income tax expense	(500)	(583)		
Net profit (loss) from discontinued operations	2	2		
Net profit (loss)	906	666	604	315
Non-controlling interests				
Net profit (loss) attributable to owners	906	666	604	315

(in millions of euros)	Caisse des Dépôts Division		Bpifrance Division	
	31.12.2017	31.12.2016	31.12.2017	31.12.2016
Contribution to statement of financial position	151,027	144,525	941	918

Subsidiaries & Investments Division

Banking, Insurance & La Poste		Real Estate & Tourism		Infrastructure & Transport		Total	
31.12.2017	31.12.2016	31.12.2017	31.12.2016	31.12.2017	31.12.2016	31.12.2017	31.12.2016
		7	5	3	11	1,430	1,426
		(146)	(189)	(28)	(9)	(1,192)	(1,092)
						21	22
						(38)	(41)
		1	2	(1)	4	(5)	61
				7	41	1,616	1,233
		2,583	2,402	7,817	1,026	11,346	4,439
		(1,392)	(1,306)	(1,236)	(221)	(3,500)	(2,427)
-	-	1,053	914	6,562	852	9,678	3,621
		(665)	(629)	(6,172)	(753)	(7,454)	(2,004)
		(143)	(121)	(317)	(22)	(596)	(276)
-	-	245	164	73	77	1,628	1,341
		(5)	(2)	(3)	(16)	(1)	(58)
-	-	240	162	70	61	1,627	1,283
(386)	225	5		49	(1)	(319)	240
521	459	11	(5)	85	51	1,296	884
		1	(4)	35	17	34	118
				(6)		(5)	
135	684	257	153	233	127	2,633	2,525
		(14)	(42)	(16)	(27)	(531)	(652)
			13			3	15
135	684	243	124	217	100	2,105	1,888
		(163)	(92)	(36)	(15)	(199)	(105)
135	684	80	32	181	85	1,906	1,783

Subsidiaries & Investments Division

Banking, Insurance & La Poste		Real Estate & Tourism		Infrastructure & Transport		Total	
31.12.2017	31.12.2016	31.12.2017	31.12.2016	31.12.2017	31.12.2016	31.12.2017	31.12.2016
4,931	5,111	11,785	10,519	4,859	5,437	173,543	166,510

Notes to the consolidated financial statements

1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

I. BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS

The Caisse des Dépôts Group applies IFRS as adopted by the European Union at 31 December 2017. The Group applies the IAS 39 carve-out provisions adopted by the European Union, which allow certain exceptions from the standard regarding macro-hedge accounting.

The consolidated financial statements for the year ended 31 December 2017 have been prepared in accordance with the recognition and measurement principles set out in the relevant IASs/IFRSs and IFRS IC (IFRIC) interpretations that were applicable at the end of the reporting period.

I.1. IFRS STANDARDS, AMENDMENTS AND INTERPRETATIONS EFFECTIVE IN FINANCIAL YEAR 2017

The following amendments were effective for the first time in the 2017 financial year:

- ▶ Amendments to IAS 12 – Recognition of Deferred Tax Assets for Unrealised Losses (EU Regulation No. 2017/1989 of 6 November 2017)
These amendments clarify the recognition of deferred tax assets for unrealised losses related to debt instruments measured at fair value.
- ▶ Amendments to IAS 7 – Disclosure Initiative (EU Regulation No. 2017/1990 of 6 November 2017)
These amendments are designed to improve the disclosure of changes in liabilities arising from financing activities, whether or not these changes arise from cash flows.

The application of these amendments did not have a material impact on the consolidated financial statements of the Caisse des Dépôts Group.

Since 1 January 2016, the Group has also early applied the provision set out in paragraph 7.1.2 of IFRS 9 – Financial Instruments. Accordingly, changes in value related to the own credit risk of financial liabilities designated as at fair value through profit or loss under the fair value option are recognised in other comprehensive income not to be reclassified to profit or loss.

I.2. IFRS STANDARDS, AMENDMENTS AND INTERPRETATIONS ADOPTED BY THE EUROPEAN UNION BUT NOT YET APPLICABLE

The Group chose not to early adopt the following IFRS standards that were not effective at 31 December 2017:

1) IFRS 9 – Financial Instruments (EU Regulation No. 2016/2067 of 22 November 2016) (excluding the provision set out in paragraph 7.1.2 which has been applied since 1 January 2016)
IFRS 9, which is intended to replace IAS 39 – Financial Instruments, sets out new principles for the classification and measurement of financial instruments, impairment of credit risk and hedge accounting excluding macro hedges. It will be applicable for accounting periods beginning on or after 1 January 2018.

Classification and measurement

According to IFRS 9, the classification and measurement of financial assets depend on the business model and contractual cash flow characteristics of the instruments in question.

Business models

Business model refers to how an entity manages its financial assets. IFRS 9 defines three types of business model:

- ▶ Business models whose objective is to hold assets in order to collect contractual cash flows;
- ▶ Business models whose objective is achieved by both collecting contractual cash flows and selling financial assets;
- ▶ Other business models, which are defined in opposition to the above two models. They concern portfolios of instruments whose objective is to collect contractual cash flows by selling financial assets or those that are managed and whose performance is evaluated based on fair values.

Contractual cash flow characteristics of the instruments (Solely Payments of Principal and Interest (SPPI) criterion)

Contractual cash flows that are solely payments of principal and interest on the principal amount outstanding are consistent with a basic lending arrangement (the "SPPI criterion"). In a basic lending arrangement, consideration for the time value of money and credit risk are typically the most significant elements of interest.

Any contractual terms that generate exposure to risks or to volatility in cash flows that is unrelated to a basic lending arrangement (such as exposure to changes in equity prices or the introduction of leverage) do not give rise to contractual cash flows that are solely payments of principal and interest on the principal amount outstanding, unless there was only a minimal effect on these flows.

To address this point, on 12 October 2017 the IASB issued limited amendments to IFRS 9 entitled "Prepayment Features with Negative Compensation". These amendments stipulate that a prepayment feature for an instrument meets the SPPI criterion, regardless of the reasons or circumstances that led to the early termination of the contract and regardless of which party to the contract is to pay or receive compensation, provided that the compensation specified in the contract is "reasonable".

These amendments, which have not yet been adopted by the European Union, will be effective from 1 January 2019 with early application permitted as of 1 January 2018.

IFRS 9 provides three accounting categories to classify financial assets: amortised cost, fair value through other comprehensive income and fair value through profit or loss.

Derivatives embedded in financial assets may no longer be recognised separately from the host contract.

Debt instruments (loans, receivables or securities) will be classified at amortised cost, at fair value through other comprehensive income or at fair value through profit or loss:

- ▶ They will be classified at amortised cost if the business model consists in holding the instrument to collect the contractual cash flows and if the cash flows are solely payments of principal and interest on the principal amount outstanding.
- ▶ They will be classified at fair value through other comprehensive income if the business model consists in holding the instrument to collect the contractual cash flows and to sell financial assets and if the cash flows are solely payments of principal and interest on the principal amount outstanding. When the assets are sold, unrealised gains or losses previously recognised in equity are recorded in the income statement.
- ▶ Any debt instruments that are not eligible to be measured at amortised cost or at fair value through other comprehensive income will be classified at fair value through profit or loss.

Debt instruments may be designated as at fair value through profit or loss under the fair value option only if doing so reduces a profit and loss inconsistency.

Investments in equity instruments (such as shares) will be classified at fair value through profit or loss, or, optionally, at fair value through other comprehensive income. In the latter case, when the securities are sold, unrealised gains or losses previously recognised in equity will not be reclassified to profit or loss. Only dividends will be recognised in profit or loss.

Regarding financial liabilities, the only change introduced by IFRS 9 is that fair value changes due to own credit risk on financial liabilities designated as at fair value through profit or loss under the fair value option will be recognised in equity rather than in profit or loss.

The provisions of IAS 39 relating to the derecognition of financial assets and liabilities are carried forward unchanged to IFRS 9.

Impairment

IFRS 9 introduces a new model covering impairment for credit risk and based on expected losses. This model represents a change from the IAS 39 provisioning model, in which impairment was recognised when there was objective evidence of value loss.

This model will apply to debt instruments (loans and securities) measured at amortised cost or at fair value through other comprehensive income, to financing commitments given and to financial guarantees given that are not measured at fair value through profit or loss, as well as to trade receivables and contract assets that fall within the scope of IFRS 15 and to lease receivables.

IFRS 9's new impairment model will require 12-month expected credit losses (resulting from default risks over the coming 12 months) to be recognised on instruments that are issued or acquired, as soon as they are added to the statement of financial position.

Lifetime expected credit losses (resulting from all possible default events over the life of the financial instrument) must be recognised if the credit risk of that financial instrument has increased significantly since initial recognition.

Financial assets for which 12-month expected credit losses are recognised will be considered to belong to "risk class level 1". Interest income will be calculated by applying the effective interest rate method to the gross carrying amount (before impairment) of the financial asset.

Financial assets whose credit risk has increased significantly since initial recognition will be classified in "risk class level 2". Interest income will be calculated by applying the effective interest rate method to the gross carrying amount (before impairment) of the financial asset.

The assessment of whether credit risk has increased significantly shall be made on an individual basis or on the basis of uniform asset portfolios if an individual assessment is not appropriate. To do this, account shall be taken of all reasonable and supportable information that is available without undue cost or effort, by comparing the risk of default of a financial instrument at the reporting date with the risk of default of the same instrument on initial recognition.

The standard also states that there is a rebuttable presumption that the credit risk on a financial asset has increased significantly since initial recognition when contractual payments are more than 30 days past due.

The standard additionally provides that if a debt instrument is determined to have low credit risk at the reporting date (e.g., a financial instrument with an investment grade rating), it may be assumed that the credit risk of the instrument has not increased significantly since initial recognition.

Financial assets for which there is objective evidence of impairment linked to an event occurring after the loan was established or the asset acquired shall be considered to be impaired and assigned to "risk class level 3". The criteria for identifying impaired assets will be similar to those of IAS 39. Interest income will be calculated by applying the effective interest rate method to the net carrying amount (after impairment) of the financial asset.

Lastly, a simplified approach has been introduced for trade receivables and contract assets that fall within the scope of IFRS 15, as well as for lease receivables. When applying this simplified approach, which allows entities to avoid monitoring changes in the credit quality of the receivable and calculating the 12-month expected loss, impairment is always equal to lifetime expected credit losses. To make these calculations, entities may use impairment matrices based on how long past due the payment is.

This simplified approach is mandatory for trade receivables and contract assets that do not contain a significant financing component. It is optional for trade receivables and contract assets that do contain a significant financing component, as well as for lease receivables.

Hedge accounting

IFRS 9 seeks to align hedge accounting more closely with risk management activities. It expands the scope of transactions eligible for hedge accounting and relaxes effectiveness assessment procedures. Furthermore, additional information will be required in the notes to the financial statements to describe the risk management and hedging strategy, as well as the effects of hedge accounting on the financial statements.

When they first apply IFRS 9, entities may choose:

- ▶ Either to apply the new provisions on hedge accounting while maintaining, as applicable, the possibility of applying the principles currently in force regarding fair value macro hedging under IAS 39;
- ▶ Or to maintain the IAS 39 hedge accounting provisions until the new standard on macro hedging comes into effect.

Transition

Classification and measurement as well as the new IFRS 9 impairment model are applicable retrospectively by adjusting the opening statement of financial position at the date of first-time application, although prior periods do not need to be restated. Hedge accounting requirements apply prospectively.

IFRS 9 also permits early application of the requirement to recognise in other comprehensive income fair value changes due to own credit risk on financial liabilities measured at fair value through profit or loss under the fair value option.

Implementation of IFRS 9 in the Caisse des Dépôts Group

The Caisse des Dépôts Group's different entities have organised themselves to apply IFRS 9 from 1 January 2018 by examining the various options offered by the standard.

Over the course of 2017, work continued on assessing the impacts of IFRS 9 and on its operational deployment with a view to adapting information systems.

The main impacts expected from the application of IFRS 9 within the Caisse des Dépôts Group relate to Caisse des Dépôts (Central Sector) and to the Bpifrance group, which is accounted for by the equity method.

Classification and measurement

Based on the analyses conducted to date, the main classifications and reclassifications at the Caisse des Dépôts Group level are expected to be as follows:

Debt instruments:

- ▶ In general, loans and receivables as well as securities classified as "Held-to-maturity investments" under IAS 39 will continue to be recognised at amortised cost under IFRS 9;
- ▶ Securities (primarily bonds and negotiable debt securities), classified as "Available-for-sale financial assets" under IAS 39 with a measurement at fair value through other comprehensive income to be reclassified to profit or loss, will generally be recognised at amortised cost or at fair value through other comprehensive income to be reclassified to profit or loss under IFRS 9, depending on their business model. Caisse des Dépôts (Central Sector) expects to classify a significant portion of its portfolio at amortised cost based on the business model applied to these securities;
- ▶ Units of mutual funds (OPCVM) and venture capital funds (FCPR) classified as "Available-for-sale financial assets" under IAS 39 with a measurement at fair value through other comprehensive income to be reclassified to profit or loss will have to be recognised at fair value through profit or loss under IFRS 9 due to their nature as a debt instrument and their contractual cash flow characteristics (SPPI criterion not met);
- ▶ Caisse des Dépôts (Central Sector) may grant current account advances to unlisted entities in which it owns a stake. These advances are managed comprehensively with investments in capital and performance is assessed overall based on fair value. The objective of the business model associated with these advances is therefore neither simply to hold assets in order to collect contractual cash flows, nor to both collect contractual cash flows and sell assets. These advances classified as "Loans and receivables" under IAS 39 with a measurement at amortised cost will be recognised at fair value through profit or loss under IFRS 9 based on their business model.

Equity instruments:

- ▶ Under IFRS 9, equities will be recognised at fair value through profit or loss, except where there is an option to recognise them at fair value through other comprehensive income not to be reclassified to profit or loss (the election is made irrevocably, on an instrument by instrument basis, on the acquisition date or on first-time adoption of IFRS 9). Caisse des Dépôts (Central Sector) and the Bpifrance group expect to make significant use of the option to recognise their equities at fair value through other comprehensive income not to be reclassified to profit or loss. This accounting treatment appears to best reflect their status as long-term

investors.

- ▶ Caisse des Dépôts (Central Sector) also invests in the capital of unlisted entities with or without current account advances. As noted above, these investments are managed comprehensively and performance is assessed overall based on fair value. Equity instruments classified as "Available-for-sale financial assets" and measured at fair value through other comprehensive income to be reclassified to profit or loss under IAS 39, will be recognised at fair value through profit or loss under IFRS 9 based on their business model.

Other points:

- ▶ In general, financial assets and liabilities recognised at fair value through profit or loss under the fair value option under IAS 39 will be recognised in the same way under IFRS 9;
- ▶ The accounting treatment for financial liabilities under IFRS 9 will remain unchanged relative to current practice. As a reminder, IFRS 9 will require that fair value changes due to own credit risk on financial liabilities measured at fair value through profit or loss under the fair value option be recognised in other comprehensive income not to be reclassified to profit or loss. As permitted under IFRS 9, the Caisse des Dépôts Group has early applied this provision from 1 January 2016.

Ultimately, reclassifications between categories of financial assets that result in differences in measurement methods will have an impact on the total amount of the Caisse des Dépôts Group's opening equity on 1 January 2018, the date of first application of IFRS 9. This mainly concerns:

- ▶ Reclassifications made by Caisse des Dépôts (Central Sector) for securities currently classified as "Available-for-sale financial assets" and which will be classified at amortised cost under IFRS 9;
 - ▶ Financial assets recognised at amortised cost under IAS 39 and which will be recognised at fair value through profit or loss under IFRS 9.
- A precise assessment of these impacts is being finalised.

The classification of a significant portion of the Caisse des Dépôts Group's equities at fair value through other comprehensive income not to be reclassified to profit or loss will have no impact on the total amount of the Group's opening equity at 1 January 2018 as their measurement method will remain the same. In contrast, as from 1 January 2018, changes in the fair value of these equities will not affect the Caisse des Dépôts Group's net profit, even in the event of sales. These changes in fair value will, however, affect the "Net profit (loss) and total income and expense recognised directly in equity" line of the statement of comprehensive income. These changes in fair value will continue to be definitively recognised in the Caisse des Dépôts Group's equity.

Impairment

In general, the practical methods for calculating impairments will be implemented independently in each Group entity given the wide variety of businesses that they conduct.

For Caisse des Dépôts (Central Sector) and the Bpifrance group, the practical methods for calculating impairment will rely largely on existing concepts and procedures, in particular in the context of their supervisory monitoring framework.

The methodology for calculating expected credit losses will thus rely on three key parameters: probability of default (PD), loss given default (LGD) and exposure at default (EAD). Expected credit losses will be calculated as the product of PD times LGD and EAD.

These calculation methods have required significant developments insofar as IFRS 9 now requires entities to calculate expected credit losses on performing loans and to take new parameters into account in impairment calculations, including:

- ▶ The need to monitor the relative deterioration in credit risk over the life of the instrument for the assignment to "risk class level 1" or "risk class level 2";
- ▶ An assessment of the point-in-time expected credit loss in opposition to

- the through the cycle expected loss (EL) under the Basel framework;
- ▶ The incorporation of forward-looking data to assess default parameters.

The Caisse des Dépôts Group has also decided to apply the simplified approach to calculate the impairment of lease receivables as well as of trade receivables and contract assets that contain a significant financing component. This approach will therefore involve calculating lifetime expected credit losses for this scope.

An estimate of the quantitative impacts of the new method of calculating impairment is being finalised. However, it is not expected to have a material impact on the Caisse des Dépôts Group's consolidated financial statements.

Hedges

The Caisse des Dépôts Group has decided to apply the new provisions of IFRS 9 for hedge accounting to better reflect the entities' risk management policy in the consolidated financial statements.

These new provisions, which will apply prospectively from 1 January 2018, require a review of:

- ▶ The different hedging transactions documented under IAS 39 to ensure that the IFRS 9 applicability criteria are still met;
- ▶ Hedges not documented under IAS 39 and that could meet the IFRS 9 applicability criteria.

The documentation of hedging relationships in accordance with the requirements of IFRS 9 is being updated, and application of the IFRS 9 hedging component is not expected to have a material impact.

Insurance operations

Regarding the CNP Assurances group, amendments to IFRS 4 – Applying IFRS 9 Financial Instruments with IFRS 4 Insurance Contracts were adopted by the European Union on 3 November 2017 (EU Regulation No. 2017/1988) and will apply from 1 January 2018. These amendments clarify the procedures for insurance undertakings to apply IFRS 9 with IFRS 4 on insurance contracts. They provide for a temporary exemption, subject to conditions, from IFRS 9 for insurance undertakings, to enable them to apply said standard at the same time as IFRS 17 on insurance contracts.

The CNP Assurances group, which is accounted for by the equity method in the Caisse des Dépôts Group's financial statements, satisfies the eligibility criteria for this provision (as the predominance ratio of insurance activities, on which eligibility for deferral depends, is greater than 90%) and intends to defer application of IFRS 9 for three years, i.e., until 1 January 2021.

These amendments also introduce a simplifying option allowing groups applying IFRS 9 not to restate in IFRS 9 format the financial statements of insurance undertakings accounted for by the equity method in the consolidated financial statements.

The Caisse des Dépôts Group has therefore decided not to restate in IFRS 9 format the CNP Assurances group's financial statements as from 1 January 2018.

First-time adoption

The Caisse des Dépôts Group has decided not to restate its 2017 comparative financial statements on first-time adoption of IFRS 9 as permitted by the standard.

2) IFRS 15 – Revenue from Contracts with Customers (EU Regulation No. 2016/1905 of 22 September 2016)

IFRS 15 – Revenue from Contracts with Customers, which is intended to replace several standards and interpretations covering revenue recognition (including IAS 18 – Revenue and IAS 11 – Construction Contracts), does not affect revenue from leases, insurance contracts or financial instruments.

IFRS 15 introduces:

- ▶ A single model for recognising revenue based on the transfer of control of the promised good or service;
- ▶ A revenue accounting model based on principles broken down into five

key steps to help determine when revenues should be recognised and in what amount.

This standard has been supplemented by the amendments "Clarifications to IFRS 15" adopted by the European Union on 31 October 2017 (EU Regulation No. 2017/1987), which do not alter the underlying principles of IFRS 15. They provide additional clarifications on how the principles of IFRS 15 should be applied.

IFRS 15 and its amendments will be applicable from 1 January 2018.

The provisions and impacts of IFRS 15 and its amendments have been analysed and show that the Caisse des Dépôts Group's consolidated financial statements will not be materially affected.

3) IFRS 16 – Leases (EU Regulation No. 2017/1986 of 31 October 2017)

IFRS 16 will replace IAS 17 and all interpretations relating to lease accounting. It will be effective from 1 January 2019.

For lessors, the impact will be limited because the approach is substantially unchanged from that of IAS 17.

For lessees, IFRS 16 will introduce a model requiring all leases to be recognised in the statement of financial position, with recognition of a lease liability representative of commitments over the lease term, and a right-of-use asset, which shall be amortised.

The main changes relative to IAS 17 will be as follows for lessees:

- ▶ All leases will be carried on lessees' statement of financial position;
- ▶ IFRS 16 moves away from classifying leases as operating leases or finance leases and now treats all leases as finance leases;
- ▶ Leases with a term of less than one year and leases for which the assets are of low value will be exempted from the requirements of IFRS 16;
- ▶ A new definition of lease focused on "the right to control the use of an identified asset for a period of time in exchange for consideration".

Work on analysing the standard and identifying potential impacts continued throughout 2017. An estimate of the impacts of this standard is being prepared.

1.3. IFRS STANDARDS, AMENDMENTS AND INTERPRETATIONS NOT YET ADOPTED BY THE EUROPEAN UNION

The Group did not apply the standards, amendments and interpretations published by the IASB and not yet adopted by the European Union at 31 December 2017.

In particular, this concerns IFRS 17 – Insurance Contracts.

Published by the IASB on 18 May 2017, this standard will replace IFRS 4 relating to insurance contracts. It will be applicable from 1 January 2021, provided it is adopted by the European Union.

The aim of this new standard is to set out the principles for the accounting treatment, measurement and presentation of insurance contracts that fall within its scope.

1.4 USE OF THE ANC FINANCIAL STATEMENT FORMAT FOR BANKS

In the absence of any requisite IFRS financial statement format, the layout of these financial statements complies with Recommendation No. 2013-04, dated 7 November 2013, issued by the *Autorité des normes comptables* (French accounting standards setter – ANC).

In accordance with IAS 1 as amended, Caisse des Dépôts presents a separate consolidated income statement providing a breakdown of profit. It

also presents a statement of comprehensive income which starts with profit and details gains and losses recognised directly in equity, net of tax.

1.5 USE OF ESTIMATES

The preparation of the Group's financial statements involves making certain estimates and assumptions which affect the reported amounts of income and expenses, assets and liabilities, as well as the disclosures in the accompanying notes. To make any such estimates and assumptions, management is required to exercise judgement and consider information available when the financial statements are drawn up. The actual outcome of transactions for which estimates and assumptions are made could differ significantly from the anticipated outcome, particularly with respect to market conditions, and this may have a material impact on the financial statements.

Estimates and assumptions are used to calculate:

- ▶ The fair value of unlisted financial instruments carried in the statement of financial position under "Financial assets or liabilities at fair value through profit or loss", "Hedging instruments" or "Available-for-sale financial assets";
- ▶ Any impairment taken on financial assets (loans and receivables, available-for-sale financial assets, held-to-maturity investments);
- ▶ Any impairment taken on investments in equity-accounted companies;
- ▶ The fair value of investment property disclosed in the notes;
- ▶ Any impairment taken on property and equipment, intangible assets and goodwill;
- ▶ Deferred tax;
- ▶ Provisions reported in liabilities (including for employee benefits) in respect of contingencies and expenses;
- ▶ The initial amount of goodwill recognised on business combinations;
- ▶ The carrying amount of non-current assets and related liabilities held for sale.

II. BASIS OF CONSOLIDATION

1. SCOPE OF CONSOLIDATION

The consolidated financial statements comprise the financial statements of Caisse des Dépôts (Central Sector), the consolidated financial statements of the sub-groups and the financial statements of entities over which Caisse des Dépôts exercises control, joint control or significant influence, whose consolidation has a material impact on the Group's financial statements.

2. CONSOLIDATION METHODS AND DEFINITION OF CONTROL

Investees (and structured entities) controlled by the Group are fully consolidated. Control is exercised when the Group has the power to direct the investee's relevant activities; is exposed, or has rights, to variable returns from its involvement with the investee; and has the ability to affect those returns through its power over the investee.

Potential voting rights which give the option to acquire additional voting rights in an investee are taken into account to determine control when such rights are currently exercisable in such a way as to allow the investor to direct the relevant activities of the investee.

Joint control is the contractually agreed sharing of control of an arrangement, which exists only when decisions about the relevant activities require the unanimous consent of the parties sharing control. Joint control may involve two types of arrangement: a joint venture or a joint operation.

A joint venture is a joint arrangement whereby the parties that have joint control of the arrangement have rights to the net assets of the arrangement. Joint ventures are accounted for by the equity method.

A joint operation is an arrangement whereby the parties that have joint control of the arrangement have rights to the assets, and obligations for the liabilities,

relating to the arrangement. A joint operation is consolidated by recognising the Caisse des Dépôts Group's interest in said joint operation's:

- ▶ Assets, including its share of any assets held jointly;
- ▶ Liabilities, including its share of any liabilities incurred jointly;
- ▶ Revenue from the sale of its share of the output of the joint operation and from the sale of the output by the joint operation; and
- ▶ Expenses, including its share of any expenses incurred jointly.

Entities over which the Group exercises significant influence are accounted for by the equity method. Significant influence is the power to participate in the financial and operating policy decisions of an entity but is not control or joint control over those policies. Significant influence is presumed to be exercised when the Group holds, directly or indirectly, 20% or more of the voting power of the investee.

The results of entities acquired during the period are included in the consolidated financial statements from the acquisition date, while the results of entities sold during the period are included up to the date when control, joint control or significant influence is relinquished.

Financial year-end

Almost all consolidated companies have a 31 December year-end. Companies whose financial year-end is more than three months before or after the Group's year-end are consolidated based on financial statements drawn up at 31 December. In the case of companies whose financial year end falls within three months of the Group's year-end, any material transactions occurring between their year-end and 31 December are taken into account in preparing the consolidated financial statements when this is necessary to comply with the true and fair view principle.

3. COMPANIES EXCLUDED FROM THE SCOPE OF CONSOLIDATION

Investments in associates and joint ventures held by the Group's venture capital organisations are not consolidated, in accordance with the option available under IAS 28.18. These investments are classified as "Financial assets at fair value through profit or loss under the fair value option".

The low-cost housing companies (ESH) are excluded from the scope of consolidation because they are not controlled by the Group within the meaning of IFRS. Shares in these companies are classified as "Available-for-sale financial assets".

Semi-public companies (SEMs, SAIEMs) not controlled by the Caisse des Dépôts Group are also excluded from the scope of consolidation. Shares in these companies are classified as "Available-for-sale financial assets".

Shares in companies acquired with the intention of being sold in the near term are excluded from the scope of consolidation and classified as "Non-current assets held for sale".

In application of IFRS, the agreements signed with the French State concerning the Investments for the Future Programme require the assets and liabilities covered by said agreements to be derecognised in the Group's consolidated financial statements. In the French GAAP accounts of Caisse des Dépôts (Central Sector), these assets and liabilities are transferred to adjustment accounts.

4. CONSOLIDATION ADJUSTMENTS AND INTRA-GROUP ELIMINATIONS

The financial statements of consolidated companies are restated based on Group accounting policies when the effects of the restatement are material. The accounting policies applied by associates and joint ventures are aligned with Group policies where necessary.

Intra-group balances, income and expenses between fully consolidated companies are eliminated when their impact on the consolidated financial statements is material.

Gains and losses on intra-group sales of assets to associates and joint ventures are eliminated proportionately, based on the Group's percentage interest in the associate or joint venture, except when the asset sold is considered as being other-than-temporarily impaired.

5. FOREIGN CURRENCY TRANSLATION

The consolidated financial statements are presented in euros. The financial statements of entities whose functional currency is different from the Group's presentation currency are translated by the closing rate method. Under this method, all monetary and non-monetary assets and liabilities are translated at the exchange rate at the end of the reporting period, while income and expenses are translated at the average exchange rate for the year. The differences arising from translation are recognised as a separate component of equity.

Gains and losses arising from the translation of the net investment in foreign operations, borrowings and foreign exchange instruments that are effective hedges of these investments are deducted from equity.

When the foreign operation is sold, the cumulative exchange differences recorded in equity are recognised in the income statement as part of the gain or loss on the sale.

6. BUSINESS COMBINATIONS AND GOODWILL

Business combinations are accounted for using the purchase method except for jointly controlled business combinations and a newly formed joint venture, which are excluded from the scope of IFRS 3.

Under the purchase method, the identifiable assets acquired and liabilities assumed are recognised at acquisition-date fair value.

Any contingent liabilities assumed are only recognised in the consolidated statement of financial position if they represent a current obligation at the date control is acquired, and the fair value of that obligation can be measured reliably.

The cost of a combination (consideration transferred) is equal to the fair value, at the date of exchange, of the assets transferred, liabilities incurred or assumed and any equity instruments issued by the Group, in exchange for control of the acquiree. Costs directly attributable to the business combination are treated as a separate transaction and are recognised in profit or loss.

Any contingent consideration is included in the cost of the combination as of the date control is acquired, for its fair value at the acquisition date. Any earn-out adjustments classified as financial liabilities are remeasured at fair value at the end of each reporting period and taken to profit or loss, unless these adjustments occur within 12 months of the date of the combination and relate to facts and circumstances existing at the acquisition date.

Goodwill represents the excess of the cost of the combination over the acquirer's share in the acquisition-date fair value of the identifiable assets and liabilities, and is recognised in assets in the consolidated statement of financial position, under "Goodwill". Negative goodwill is recognised directly in profit or loss.

Non-controlling interests may be carried at either their share in the net identifiable assets of the acquiree ("partial" goodwill method) or at their fair value, in which case they are allocated a percentage of the corresponding goodwill ("full" goodwill method). This decision can be renewed for each business combination.

The initial accounting for a business combination spans up to 12 months after the acquisition date.

Goodwill is initially measured in the statement of financial position at cost in the currency of the acquiree and is translated at the exchange rate at the end of the reporting period.

Goodwill is tested for impairment, as explained in section III.8.

When a business combination is carried out in stages (step acquisition), goodwill is determined by reference to the fair value at the date control is obtained. At this date, any previously-held interest in the acquiree is remeasured at fair value through profit or loss.

Similarly, a loss of control of a consolidated subsidiary requires the remaining holding to be remeasured at fair value through profit or loss.

7. TRANSACTIONS WITH NON-CONTROLLING INTERESTS

The Caisse des Dépôts Group recognises in equity any difference between the cost of the shares and its share in the acquiree's adjusted net assets in transactions involving the acquisition of non controlling interests in an entity already controlled by the Group. Costs directly attributable to the acquisition are recognised as a deduction from equity.

Partial sales of non-controlling interests which do not result in a loss of control are recognised by adjusting equity.

8. SEGMENT INFORMATION

In accordance with IFRS 8, the segment information presented is based on internal reports that are used by Group management and reflects the Group's internal business organisation. Operating activities are organised and managed based on the type of service provided.

At 31 December 2017, the Group was organised around three business segments:

- ▶ Caisse des Dépôts Division, consisting mainly of:
 - Caisse des Dépôts (Central Sector),
 - SCET,
 - CDC Habitat;
- ▶ Bpifrance Division, consisting of:
 - Bpifrance,
 - CDC International Capital;
- ▶ Subsidiaries and Investments Division, consisting mainly of:
 - La Poste,
 - CNP Assurances,
 - Compagnie des Alpes,
 - Egis,
 - Transdev group,
 - Coentreprise de Transport d'Electricité.

At 31 December 2016, the Group was organised around five business segments:

- ▶ Caisse des Dépôts Division;
- ▶ Banking, Insurance & La Poste Division;
- ▶ Corporate Finance Division, including Bpifrance and CDC International Capital;
- ▶ Real Estate & Tourism Division, including CDC Habitat;
- ▶ Infrastructure, Transport & Environment Division.

III. ACCOUNTING POLICIES

1. FINANCIAL INSTRUMENTS

Financial assets and liabilities are recognised and measured in accordance with IAS 39, as adopted by the European Commission on 19 November 2004 and subsequently amended, in particular by the amendment relating to the use of the fair value option published in 2005.

Financial assets and liabilities at fair value through profit or loss, hedging derivatives and available-for-sale financial assets are measured and recognised at market value on initial recognition and at subsequent reporting dates.

1.1. Fair value of financial instruments

Fair value as defined by IFRS 13 is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The Group determines the fair value of financial instruments based on either prices obtained directly from external inputs or from valuation techniques. The valuation techniques applied are primarily the market approach and the income approach, which draw on several widely used techniques such as discounted cash flow and adjusted net asset value models. These approaches maximise the use of observable inputs and minimise the use of unobservable inputs. Valuation techniques are calibrated to reflect current market conditions.

Assets and liabilities measured or shown at fair value correspond to the following levels in the fair value hierarchy:

- ▶ Level 1: fair value is determined using prices quoted in active markets (unadjusted) for identical assets or liabilities. An active market is a market in which transactions in the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.
- ▶ Level 2: fair value is determined using valuation techniques that chiefly rely on directly or indirectly observable market inputs. These techniques are regularly calibrated and the inputs corroborated by data from active markets ("market-corroborated data").
- ▶ Level 3: fair value is determined using valuation techniques that chiefly rely on unobservable inputs or on inputs that cannot be corroborated by market data, for example due to a lack of liquidity for the instrument or of a significant model risk. Unobservable inputs are inputs for which no market data is available, and which therefore result from internal assumptions based on data that would be used by other market participants. Judgement is involved in determining when there is a lack of liquidity or a risk relating to the use of a model.

Assets and liabilities are classified in the hierarchy depending on the level of the main input used to determine their fair value.

Unlisted equity instruments

The fair value of unlisted equity instruments is generally computed using a number of different techniques (discounted cash flows, adjusted net asset value or multiples for comparable companies):

- ▶ If fair value is based on data relating to comparable listed companies or, for property investments, on a revaluation of property using observable market inputs, equity instruments are classified in level 2 of the fair value hierarchy;
- ▶ However, if fair value is calculated based on discounted cash flows or adjusted net asset value using internal company data, the equity instruments are classified in level 3 of the fair value hierarchy. This also applies to instruments measured using the multiples approach when the inputs require significant adjustments based on unobservable inputs to reflect factors specific to the entity concerned.

In accordance with IAS 39, in the event that valuation techniques are unsatisfactory or the resulting range of reasonable fair value estimates is significant, the instrument continues to be recorded at cost within "Available-for-sale financial assets", as its fair value cannot be determined reliably. It is then classified in level 3 of the fair value hierarchy.

1.2. Securities

Securities held by the Group are classified in the four categories of financial assets defined by IAS 39, as follows:

- ▶ Financial assets at fair value through profit or loss (including financial assets designated as at fair value through profit or loss upon initial recognition or under the fair value option);
- ▶ Available-for-sale financial assets;
- ▶ Held-to-maturity investments;
- ▶ Loans and receivables.

Securities purchases and sales are recognised in the statement of financial position on the settlement/delivery date, except in certain specific cases.

Financial assets at fair value through profit or loss

In accordance with IAS 39, this category includes financial assets and liabilities held for trading and financial assets and liabilities designated as at fair value through profit or loss under the fair value option.

Financial assets and liabilities held for trading are financial assets and liabilities acquired or incurred principally for the purpose of selling or repurchasing them in the near term.

IAS 39 also allows the fair value option to be used in place of hedge accounting (i) to avoid separately recognising and measuring derivatives embedded in hybrid contracts, or (ii) in the event that a group of financial assets and/or financial liabilities is managed and its performance is evaluated on a fair value basis, in accordance with a documented risk management or investment strategy and provided that information about this group is reported on this basis internally.

Financial assets classified as at fair value through profit or loss are initially recognised at fair value, excluding directly attributable transaction costs but including accrued interest. They are subsequently measured at fair value, with changes in fair value recognised in the income statement under "Gains and losses on financial instruments at fair value through profit or loss, net".

Changes in fair value and disposal gains and losses are recognised in the consolidated income statement under "Gains and losses on financial instruments at fair value through profit or loss, net".

Available-for-sale financial assets

In accordance with IAS 39, this category is used by default for all financial assets not classified in any of the other three categories.

It comprises fixed and variable income securities that are initially recognised at cost, including directly attributable transaction costs (unless it can be demonstrated that these costs are not material) and accrued interest.

Changes in fair value are recognised in other comprehensive income to be reclassified to profit or loss.

When the assets are sold or have suffered from other-than-temporary impairment, the cumulative unrealised gain or loss recognised in other comprehensive income is reclassified to profit and loss under "Gains and losses on available-for-sale financial assets, net".

An impairment loss is recognised on equity instruments when there is objective evidence of other-than-temporary impairment, defined as a significant or prolonged decline in the fair value of the investment below its cost.

The criteria for assessing other-than-temporary impairment separate the notion of "significant" and "prolonged". Therefore, either a significant or prolonged decline is sufficient to require the recognition of an impairment loss. The criteria used by Caisse des Dépôts (Central Sector) are based on two levels.

- ▶ Level 1: factors triggering a documented analysis
 - Criteria associated with a "significant" decline in value: the closing price for the instrument at the end of the reporting period is more than 30% lower than its acquisition cost; or
 - Criteria associated with a "prolonged" decline in value: the average price for the instrument over the previous 12 months is more than 30% lower than its acquisition cost.

These two criteria represent substantial evidence of impairment allowing the Group to identify the securities which will be subject to a documented multi-criteria analysis. Once the analysis is complete, the Group uses its "expert

judgement" to determine whether impairment should be recognised against profit or loss.

▶ Level 2: factors automatically triggering an impairment loss
Except in duly authorised exceptional circumstances, an impairment loss will be recognised when either of the criteria automatically triggering impairment is met:

- The closing price for the instrument at the end of the reporting period is more than 50% lower than its acquisition cost; or
- The instrument has been trading at a price below its acquisition cost for more than three years.

When either of these conditions is met, the unrealised capital loss on the investment is automatically taken to the income statement.

The criteria applied by Caisse des Dépôts (Central Sector) are also applied by Group entities, unless alternative criteria for determining other-than-temporary impairment are deemed more relevant in light of the entity's business.

Impairment taken against equity instruments is recognised in "Gains and losses on available for sale financial assets, net" in the income statement and can only be reversed when the instrument is sold. Any subsequent decrease in market value results in an impairment loss recognised in the income statement.

An impairment loss is recognised in the income statement on debt instruments when there is a proven counterparty risk. If, in a subsequent period, the counterparty risk decreases, the previously recognised impairment loss may be reversed.

Revenue from fixed income securities classified as available-for-sale is reported in the income statement under "Interest income". Dividends received on variable income securities are reported in the income statement under "Gains and losses on available-for-sale financial assets, net".

Held-to-maturity investments

Held-to-maturity investments are non-derivative financial assets with fixed or determinable payments and fixed maturity that the entity has the positive intention and ability to hold to maturity.

If any financial assets classified in this category are sold before maturity, the entire portfolio must be reclassified as "available-for-sale" and no further financial assets may be classified as "held-to-maturity" for a period of two years, unless (i) the sale takes place at a date very close to the financial asset's maturity, (ii) the Group has collected substantially all of the financial asset's principal, or (iii) the sale is attributable to an isolated, unforeseeable event, such as a serious adverse change in the issuer's credit quality.

To qualify for classification as held-to-maturity investments, the financial assets concerned may not be hedged against interest rate risks.

Held-to-maturity investments are initially recognised at cost, including directly attributable transaction costs (unless it can be demonstrated that these costs are not material) and accrued interest. They are subsequently measured at amortised cost, determined using the effective interest method.

The effective interest rate is the rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial instrument to the net carrying amount of the financial asset or financial liability.

If there is objective evidence that an impairment loss has been incurred on held-to-maturity investments, a provision is booked for the difference between the carrying amount and the estimated recoverable amount, discounted at the original effective interest rate. If, in a subsequent period, the amount of the impairment loss decreases, the surplus provision is reversed.

Loans and receivables

The option of classifying non-derivative financial assets with fixed or determinable payments that are not quoted in an active market as "Loans and receivables" has not been used by the Group.

1.3. Loans

Loans made by the Group are classified as "Loans and receivables" due from financial institutions or from customers, as appropriate.

They are initially recognised at fair value. The fair value of loans corresponds to the nominal amount less any fees and commissions received, less any discount, plus transaction costs.

They are subsequently measured at amortised cost, determined using the effective interest method.

The effective interest rate includes all fees and points paid or received between parties to the contract that are an integral part of the effective interest rate, transaction costs, and all other premiums or discounts.

Accrued interest is recorded separately, with an offsetting entry to the income statement.

An impairment loss is recognised when there is objective evidence of an event occurring after the initial recognition of the loan (a "loss event") that is likely to have an impact on the estimated future cash flows of the loan that can be reliably estimated.

Impairment losses are identified at the level of each individual loan and then at the level of the related loan book.

The amount of the impairment loss corresponds to the difference between the carrying amount of the loans, before impairment, and the sum of the estimated future cash flows discounted at the original effective interest rate. Impairment losses are recognised either as allowances or as discounts on loans restructured following borrower default.

There are two types of impaired loans:

- ▶ Loans for which impairment losses are recognised on an individual basis: these are non performing loans covered by allowances and loans restructured following borrower default for which the impairment is recognised as a discount;
- ▶ Loans covered by general provisions: these are loans with similar credit risk characteristics for which the impairment loss is determined for all of the loans taken as a whole.

Specific allowances

Loans covered by specific allowances include non-performing loans and irrecoverable loans. The classification required by the accounting provisions of Regulation No. 2014-07 (Book II – Title 2 on the accounting treatment of credit risk) which is applicable in the individual financial statements, has also been used in the IFRS financial statements.

In the case of non-performing loans, the "proven risk" criteria used under French GAAP are applied to determine the existence of objective evidence of impairment under IAS 39.

A proven risk exists when it is probable that all or some of the amounts due under the loan agreement will not be received, notwithstanding the existence of collateral or a guarantee.

As a general principle, loans are classified as non-performing when:

- ▶ One or more instalments are over three months past due (six months past due in the case of real estate loans and nine months in the case of loans to local authorities);
- ▶ The borrower's financial position has deteriorated, resulting in a collection risk;

- ▮ Legal collection procedures have been launched.

Irrecoverable loans are non-performing loans for which the likelihood of collection is remote and that are expected to be written off.

Non-performing loans not meeting these criteria are qualified as recoverable.

When a loan is classified as non-performing, an impairment loss is booked immediately for the probable loss. The impairment loss corresponds to the present value of the aggregate probable losses on non-performing and irrecoverable loans, discounted at the original effective interest rate.

Discounts on restructured loans and allowances on non-performing loans are recognised in the income statement under "Cost of risk". Discounts on restructured loans reclassified as performing are reversed over the remaining life of the loans by crediting interest income.

Reversals of allowances for credit losses due to a reduction in the underlying risk are recognised in the income statement under "Cost of risk", while reductions in allowances and discounts due to the passage of time adjust the interest margin.

General provisions

Caisse des Dépôts (Central Sector) and its subsidiaries have not identified any material groups of loans with similar credit risk characteristics requiring the recognition of significant general provisions.

1.4. Financial liabilities

IAS 39 identifies two categories of financial liabilities:

- ▮ Financial liabilities at fair value through profit or loss (including financial liabilities designated as at fair value through profit or loss upon initial recognition or under the fair value option);
- ▮ Other financial liabilities.

Financial liabilities in the latter category are initially recognised at fair value and are subsequently measured at amortised cost by the effective interest method.

1.5. Debt securities

Financial instruments are classified as debt securities if the issuer has a contractual obligation to deliver cash or another financial asset, or to exchange instruments on potentially unfavourable terms.

Debt securities are initially recognised at their issue value including transaction costs. They are subsequently measured at amortised cost by the effective interest method.

Perpetual subordinated notes are classified as equity instruments when the timing of interest payments is determined by the Group. All other dated and undated debt instruments are included in debt.

1.6. Derivative financial instruments

Derivative instruments are financial assets and liabilities initially recognised in the statement of financial position at the transaction price. They are subsequently measured at fair value, regardless of whether they are held for trading or as part of a hedging relationship.

Derivative instruments held for trading

Derivative instruments held for trading are recognised in the statement of financial position under "Financial assets/liabilities at fair value through profit or loss". They are recognised as assets when their market value is positive and as liabilities when it is negative. Realised and unrealised gains and losses are recognised in the income statement under "Gains and losses on financial instruments at fair value through profit or loss, net".

Derivative instruments and hedge accounting

The accounting principles applicable to hedging instruments and hedged items depend on the hedging strategy and on whether or not they meet the criteria set out below:

- ▮ The hedging instrument and the hedged item must both be eligible for hedge accounting;
- ▮ The documentation of the hedging relationship must include identification of the hedging instrument and the hedged item, the nature of the hedging relationship and the nature of the risk being hedged;
- ▮ Details must be provided of the hedge's expected effectiveness at the inception of the hedge and its actual effectiveness at the end of each reporting period.

A fair value hedge is a hedge of the exposure to changes in fair value of a recognised asset or liability or an unrecognised firm commitment. In a fair value hedging relationship, the hedging instruments are measured at fair value in the statement of financial position, with an offsetting entry to "Gains and losses on financial instruments at fair value through profit or loss, net" in the income statement, symmetrically with the gains and losses that arise on the item hedged. In the statement of financial position, the gain or loss from remeasuring the hedged component is recognised based on the classification of the hedged item in a relationship hedging identifiable assets or liabilities.

If the hedging relationship is discontinued or no longer meets the effectiveness criteria, the hedging instruments are reclassified to the trading book and accounted for in accordance with the rules applicable to this category.

A cash flow hedge is a hedge of the exposure to variability in cash flows from financial instruments or a highly probable forecast transaction. In a cash flow hedging relationship, hedging instruments are measured at fair value in the statement of financial position, with an offsetting entry to "Gains and losses recognised directly in equity" for the effective portion (equity) and to "Gains and losses on financial instruments at fair value through profit or loss, net" for the ineffective portion (income statement). The amounts accumulated in equity over the life of the hedge are taken to profit or loss under "Interest income" or "Interest expense" as and when the hedged item itself affects profit or loss. Hedged items continue to be accounted for under the rules applicable to their category.

If the hedging relationship is discontinued or no longer meets the effectiveness criteria, the cumulative gain or loss on the hedging instruments that has been recognised in equity will remain in equity until the forecast transaction affects profit or loss or until the transaction is no longer expected to occur, in which case it is reclassified to profit or loss. If the hedged item no longer exists, the amounts accumulated in equity are recognised immediately in profit or loss.

A net investment hedge is a hedge of the exposure to unfavourable changes in fair value attributable to the currency risk on an investment other than in euros. The recognition principles applicable to net investment hedges are identical to those for cash flow hedges.

Irrespective of the hedging strategy, hedge ineffectiveness is recognised in the income statement under "Gains and losses on financial instruments at fair value through profit or loss, net".

The Group has chosen to recognise certain hedged items and the related hedging instruments under "Financial assets/liabilities at fair value through profit or loss" as allowed under IAS 39. This treatment has been applied primarily to government bonds and negotiable debt securities hedged by swaps under asset swap agreements.

Embedded derivatives

An embedded derivative is a component of a hybrid (combined) instrument that meets the definition of a derivative instrument. If the hybrid instrument is not measured at fair value through profit or loss, the embedded derivative is separated from the host contract when, at inception, the economic characteristics and risks of the embedded derivative are not closely related to the economic characteristics and risks of the host contract. In this case, the embedded derivative is recognised at fair value in the statement of financial position under "Financial assets/liabilities at fair value through profit or loss".

1.7. Financial guarantees given

A financial guarantee contract is a contract that requires the issuer to make specified payments to reimburse the holder for a loss that the holder incurs because a specified debtor fails to make payment when due in accordance with the original or modified terms of a debt instrument.

Financial guarantees are initially recognised at fair value and subsequently measured at the higher of the amount of the obligation and the amount initially recognised less any accumulated amortisation of the related commission.

Where appropriate, a provision is recorded in liabilities in accordance with IAS 37.

1.8. Financing commitments

Financing commitments are initially recognised at fair value. They are accounted for in accordance with IAS 37 unless they meet the criteria for classification as derivative instruments.

1.9. Repurchase agreements and securities lending/borrowing

Securities lent or sold under a repurchase agreement continue to be shown on the statement of financial position of the lender/seller. However, if the borrower/acquiree is free to sell, lend or enter into a repurchase agreement concerning the securities, they are reclassified in a sub-account of securities or receivables.

Securities borrowed or acquired under a repurchase agreement are not shown on the statement of financial position of the borrower/acquiree. However, if the borrower/acquiree sells, lends or enters into a repurchase agreement concerning the securities, a liability is recorded at fair value in the borrower/acquiree's statement of financial position, representing the obligation to buy back these securities.

2. INVESTMENTS IN EQUITY-ACCOUNTED ASSOCIATES AND JOINT VENTURES

The Group's interests in associates and joint ventures are accounted for by the equity method.

Under this method, the investment in an associate or joint venture is initially recognised at cost and subsequently adjusted to reflect any changes in the Group's share in the investee's net assets after the acquisition date. Goodwill relating to interests in associates and joint ventures is included in the carrying amount of the investment.

The Group's share of the earnings of associates and joint ventures is reflected in the income statement under "Share of profit (loss) of equity-accounted associates and joint ventures".

After the interest has been accounted for by the equity method, the Group applies the provisions of IAS 39 to determine whether an impairment loss should be recognised.

If there is evidence that the interest may be impaired within the meaning of IAS 39, the full amount of the interest is tested for impairment in accordance with IAS 36. An impairment loss is recognised if the recoverable amount of the investment, reflecting the higher of its fair value less the costs of disposal and its value in use, is lower than its carrying amount.

When an impairment loss is recognised, it is charged against the value of the equity-accounted investment in the statement of financial position, and may subsequently be reversed if the value in use or fair value less the costs of disposal increases. The impairment loss is recognised in the income statement under "Share of profit (loss) of equity-accounted associates and joint ventures".

If the Group's share in the losses of an equity-accounted company equals or exceeds its interest in that equity accounted company, the Group

discontinues recognising its share of further losses and its interest is reduced to zero. Additional losses of the associate or joint venture are provided for only to the extent that the Group has incurred legal and constructive obligations or made payments on behalf of the associate or joint venture.

When an interest in a joint venture becomes an interest in an associate (and vice-versa), any retained interest in the investment is not revalued. This also applies to partial acquisitions and sales that do not result in a change of control.

Any gains or losses resulting from sales of investments in associates and joint ventures are recognised in "Gains and losses on other assets, net".

3. NON-CURRENT ASSETS HELD FOR SALE AND RELATED LIABILITIES, DISCONTINUED OPERATIONS

A non-current asset or a disposal group is classified as held for sale when its carrying amount will be recovered principally through a sale transaction rather than through continuing use. The asset or disposal group is reported on a separate line of the statement of financial position when it is highly probable that the sale will be completed within 12 months.

As soon as they are classified as held for sale, non-current assets and disposal groups are carried at the lower of their carrying amount and fair value less costs to sell and are no longer depreciated/amortised. However, financial instruments classified in this category continue to be measured in accordance with the principles of IAS 39.

Any impairment of non-current assets held for sale and disposal groups is recognised in profit or loss and may be reversed in subsequent periods.

An operation is considered as discontinued when the related assets fulfil the criteria for classification as held for sale or when the operation has been sold. The profits or losses from discontinued operations are shown on a single line of the income statement for the periods presented. The reported amounts include the net profit or loss of the discontinued operations up to the date of sale and the after-tax disposal gain or loss.

4. FOREIGN CURRENCY TRANSACTIONS

At the end of each reporting period, monetary assets and liabilities denominated in foreign currencies are converted into the Group's functional currency at the year-end exchange rate.

The resulting conversion gains and losses are recognised in the income statement. As an exception to this principle, for monetary assets classified as available-for-sale financial assets, only the portion of the conversion gain or loss calculated on these assets' amortised cost is recognised in the income statement, with the other portion recognised in equity.

Concerning non-monetary assets:

- Assets measured at historical cost are converted at the exchange rate on the transaction date;
- Assets measured at fair value are converted at the exchange rate at the end of the reporting period.

Conversion gains and losses on non-monetary items are recognised in the income statement if the gain or loss on the non-monetary item is also recognised in the income statement, or in equity if the gain or loss on the non-monetary item is also recognised in equity.

5. EMPLOYEE BENEFITS

Benefits granted to the Group's employees fall into four categories:

- Short-term benefits, such as salaries, paid annual leave, matching payments to employee savings plans, and discretionary and non-discretionary profit-sharing;
- Post-employment benefits, corresponding to pensions, length-of-service awards payable to employees on retirement, financial support for employees receiving reduced rate pensions, and medical cover;
- Other long-term benefits such as jubilee and other long-service benefits;
- Termination benefits.

5.1. Short-term benefits

Short-term benefits are employee benefits expected to be paid within 12 months of the end of the reporting period in which the employees render the related service. A liability and an expense are recognised when the Group has a contractual obligation or constructive obligation arising from past practices.

5.2. Post-employment benefits

Post-employment benefits comprise defined contribution plans and defined benefit plans.

Obligations under defined contribution plans are generally covered by contributions paid to a pay-as-you-go pension scheme or to an insurance company that manages benefit payments or by the French State for public service employees. In all cases, the contributions are in full discharge of any future liability. Contributions paid are expensed as incurred.

Defined benefit plans are plans under which the Group has an obligation to pay agreed benefits to current and former employees. These plans give rise to a medium- or long-term liability which is measured and provisioned in the financial statements.

In accordance with IAS 19, the projected benefit obligation is measured by the projected unit credit method based on a range of actuarial, financial and demographic assumptions. The projected unit credit method sees each period of service as giving rise to an additional unit of benefit entitlement and measures each unit separately to build up the final obligation. Units of benefit entitlement are determined based on the discounted present value of the future benefits.

The discount rate used by the Group is determined by reference to the yield on investment-grade corporate bonds with a similar maturity to that of the benefit obligation within the same monetary area.

The provision for defined post-employment benefits is therefore equal to the present value of the defined benefit obligation at the end of the reporting period, calculated by the projected unit credit method, less the fair value of the plan assets, if any.

The provision is adjusted at the end of each reporting period to reflect changes in the projected benefit obligation.

All gains or losses on remeasuring the net defined benefit obligation (asset) are recognised immediately in equity within "Gains and losses recognised directly in equity" and not reclassified to profit or loss in subsequent periods. These include actuarial gains and losses arising on changes in actuarial assumptions and experience adjustments, as well as the return on plan assets and the change in any asset ceiling (excluding amounts taken into account in calculating the net interest cost on the defined benefit obligation (asset)).

The annual cost of defined benefit plans recognised in personnel expenses reflects:

- ▶ The cost of services rendered by employees during the period (service cost);
- ▶ The cost of services rendered by employees in previous periods (past service cost), resulting from plan amendments or curtailments, as well as gains and losses on any plan settlements;
- ▶ The net interest cost related to discounting the net defined benefit obligation (asset). The interest rate used to calculate the expected return on plan assets is the same as the discount rate applied to the provision.

Outside France, Group employees are covered by various compulsory contributory pension schemes. The corresponding obligations are funded by contributions to company pension funds or recognised in the financial statements of the companies concerned.

5.3. Other long-term benefits

Other long-term benefits are benefits other than short-term benefits, post-employment benefits and termination benefits that are not expected to be paid in the 12 months after the end of the period in which the employees render the related service.

They are measured and recognised on a similar basis to defined post-employment benefits, except that actuarial gains and losses are recognised directly in profit or loss.

6. SHARE-BASED PAYMENTS

Share-based payments consist of payments based on the equity instruments of Group subsidiaries that are equity settled or cash settled for amounts that reflect the value of the underlying shares. IFRS 2 applies solely to equity instruments granted after 7 November 2002 that had not yet vested at 1 January 2005.

Most of the share-based payment plans set up by Group entities are equity-settled plans.

IFRS 2 also applies to rights issues carried out under the Group's employee savings plans.

The employee benefit corresponds to the difference, at the purchase date, between the fair value of the acquired shares, taking into account the deemed cost of the lock-up feature, and the price paid by employees, multiplied by the number of shares purchased. At the end of each reporting period, the number of options likely to vest is reviewed. Where appropriate, the estimates are revised and the effect of the revision is recognised in the income statement with a corresponding adjustment to equity.

7. FIXED ASSETS

Fixed assets in the consolidated statement of financial position include owner-occupied property and equipment, intangible assets and investment property.

Owner-occupied property is held for use in the production or supply of goods or services and for administrative purposes. It corresponds to assets not leased to third parties under operating leases.

Investment property corresponds to property held to earn rentals or for capital appreciation or both.

Owner-occupied and investment property are initially recognised at cost, corresponding to their purchase price, any directly attributable expenditure and any borrowing costs.

Land is not depreciated. Other assets are depreciated from the date they are put into service by the straight-line method. This method consists of recording a constant annual charge to write off the cost of the asset less its residual value over the asset's estimated useful life.

Government grants are recorded as a deduction from the carrying amount of the assets they serve to finance.

When an asset comprises several items with different patterns of use that may require replacement at regular intervals or generate economic benefits at differing rates, each such item is recognised separately and depreciated over its estimated useful life when the amounts involved are material.

The main items of property and equipment recognised by the Group and the related depreciation periods are as follows:

- ▶ Building shell: 30 to 100 years;
- ▶ Roof/facade: 25 to 40 years;
- ▶ Fixtures: 10 to 25 years;
- ▶ Fittings and technical installations: 10 to 25 years;
- ▶ Major maintenance work: 15 years.

The depreciable amount of each asset is determined by deducting the residual value from its cost, where said value is both material and measurable. Residual value is defined as the estimated amount that an entity would currently obtain from disposal of the asset, after deducting the estimated costs of disposal, if the asset were already of the age and in the condition expected at the end of its useful life.

Software and development costs are recognised in intangible assets and amortised over periods of between three to seven years.

At the end of each reporting period, an impairment test is performed if there is any internal or external indication that an asset may be impaired and the amount of the impairment may be material. Impairment tests are performed by comparing the carrying amount of the asset with its recoverable amount.

If the recoverable amount is less than the carrying amount, the carrying amount is reduced by recording an impairment loss. If the recoverable amount increases in subsequent periods, all or part of the impairment loss is reversed.

8. IMPAIRMENT OF NON-AMORTISABLE INTANGIBLE ASSETS AND GOODWILL

Goodwill and other intangible assets with an indefinite useful life are not amortised but are tested for impairment at annual intervals.

The impairment tests are performed at the level of cash-generating units (CGUs), representing the smallest identifiable group of assets that generates cash inflows that are largely independent of the cash inflows from other assets or groups of assets. Impairment tests are performed by comparing the recoverable amount of the asset or CGU to its carrying amount.

The recoverable amount of an asset or a CGU is the higher of its fair value less the costs of disposal and its value in use.

If the carrying amount is greater than the recoverable amount, an impairment loss is recognised in the income statement for the difference between these two amounts.

Impairment losses recognised on goodwill related to subsidiaries and intangible assets with indefinite useful lives cannot be reversed.

9. FINANCE LEASES

A finance lease is a lease that transfers substantially all the risks and rewards incidental to ownership of an asset. Title may or may not eventually be transferred.

Leases are classified as finance leases when:

- ▶ The lease transfers ownership of the asset to the lessee by the end of the lease term;
- ▶ The lessee has the option to purchase the asset at a price that is expected to be sufficiently lower than the fair value for it to be reasonably certain that the option will be exercised;
- ▶ The lease term is for the major part of the economic life of the asset;
- ▶ The present value of the minimum lease payments amounts to substantially all of the fair value of the leased asset at the inception of the lease;
- ▶ The leased assets are of such a specialised nature that only the lessee can use them without major modifications.

In the lessee's financial statements, finance leases are accounted for as follows:

- ▶ The leased asset is recognised in assets, under property and equipment, and a liability for the same amount is recognised in debt;
- ▶ The asset is depreciated over its estimated useful life, in the same way as assets owned outright, and the minimum lease payments are apportioned between the finance charge and the reduction of the outstanding liability.

The depreciation period corresponds to those of goods of the same nature acquired by the company.

Leases that do not transfer substantially all the risks and rewards incidental to ownership are classified as operating leases. Lease payments under operating leases (net of benefits obtained from the lessor) are recognised in the income statement on a straight-line basis over the duration of the lease.

10. PROVISIONS

Provisions recorded under liabilities, other than those relating to losses on financial instruments and employee benefits, are mainly provisions for claims and litigation, fines and tax risks.

A provision is recorded when the Group has a present obligation arising from past events, the settlement of which is expected to result in an outflow of resources embodying economic benefits without there being any expectation that economic benefits with at least an equivalent value will be received. The obligation may be legal, regulatory, contractual or constructive. The amount recognised as a provision is the best estimate of the expenditure required to settle the present obligation at the end of the reporting period. Provisions are discounted when the effects of discounting are material, using a discount rate that reflects current market assessments of the time value of money and the risks specific to the liability. Increases in the provision to reflect the passage of time are recognised in "Interest expense".

11. CURRENT AND DEFERRED TAXES

Deferred taxes are recognised using the liability method for temporary differences between the carrying amount of assets and liabilities and their tax base. Under this method, deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. The effects of changes in tax rates are recognised in the period in which the change is enacted or substantively enacted.

Deferred taxes are calculated at the level of each tax entity. Deferred tax assets are recognised only when it is probable that sufficient taxable profits will be available to permit their recovery.

Certain directly or indirectly held Group entities form part of a tax group.

Income tax expense is recognised in the income statement, except for tax on items recognised directly in equity, which is also recorded in equity.

Deferred taxes are not discounted.

12. CAPITAL

In light of its status, Caisse des Dépôts does not have any share capital.

2 - NOTES TO THE CONSOLIDATED INCOME STATEMENT

2.1 INTEREST INCOME AND EXPENSE

(in millions of euros)	31.12.2017			31.12.2016		
	Income	Expense	Net	Income	Expense	Net
Ordinary accounts in debit/credit	1		1	31		31
Accounts and loans/borrowings with fixed maturities	61	(274)	(213)	26	(244)	(218)
Repurchase and resale agreements						
Other, including hedging instruments	238	(1)	237	183		183
Interbank transactions	300	(275)	25	240	(244)	(4)
Ordinary accounts in debit/credit	4		4	5		5
Accounts and loans/borrowings with fixed maturities	77	(376)	(299)	105	(372)	(267)
Repurchase and resale agreements	11		11	11		11
Other, including hedging instruments	65		65	38		38
Customer transactions	157	(376)	(219)	159	(372)	(213)
Available-for-sale financial assets	222		222	238		238
Held-to-maturity investments	618		618	659		659
Other, including hedging instruments	133		133	130		130
Financial instruments	973		973	1,027		1,027
Debt securities		(541)	(541)		(476)	(476)
Subordinated debt						
Borrowings		(541)	(541)		(476)	(476)
Total interest income and expense	1,430	(1,192)	238	1,426	(1,092)	334

2.2 FEE AND COMMISSION INCOME AND EXPENSE

(in millions of euros)	31.12.2017		31.12.2016	
	Income	Expense	Income	Expense
Interbank and similar transactions				
Customer transactions	4		4	
Securities and derivatives transactions		(17)		(16)
Financial services transactions	17	(21)	18	(25)
Other fees and commissions				
Total fee and commission income and expense	21	(38)	22	(41)

2.3 GAINS AND LOSSES ON FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS, NET

(in millions of euros)	31.12.2017		31.12.2016	
	Total	o/w fair value option	Total	o/w fair value option
Disposal gains and losses, net	30	30		(1)
Fair value adjustments, interest income or expense	1	1	20	20
Dividend income	16	1	20	1
Other income and expense, net				
Securities	47	32	40	20
Disposal gains and losses, net			1	
Fair value adjustments, interest income or expense	(21)		110	
Other income and expense, net				
Futures and options (excluding hedging instruments)	(21)		111	
Disposal gains and losses, net				
Fair value adjustments, interest income or expense				
Other income and expense, net				
Loans				
Disposal gains and losses, net				
Fair value adjustments, interest income or expense	95	95	21	21
Other income and expense, net	(117)	(117)	(143)	(143)
Borrowings	(22)	(22)	(122)	(122)
Disposal gains and losses, net				
Fair value adjustments, interest income or expense				
Other income and expense, net				
Commitments				
Fair value hedges	24		67	
Ineffective portion of cash flow hedges	4		2	
Hedging instruments	28		69	
Discontinuation of cash flow hedges				
Discontinuation of cash flow hedges				
Currency instruments	(37)		(37)	
Currency instruments	(37)		(37)	
Total gains and losses on financial instruments at fair value through profit or loss, net	(5)	10	61	(102)

2.4 GAINS AND LOSSES ON AVAILABLE-FOR-SALE FINANCIAL ASSETS, NET

(in millions of euros)	31.12.2017	31.12.2016
Disposal gains and losses, net	46	8
Fixed-income securities	46	8
Disposal gains and losses, net	1,010	748
Other-than-temporary impairment	(88)	(161)
Dividend income	648	638
Variable-income securities	1,570	1,225
Loans		
Other		
Total gains and losses on available-for-sale financial assets, net	1,616	1,233

2.5 INCOME AND EXPENSE FROM OTHER ACTIVITIES

(in millions of euros)	31.12.2017		31.12.2016	
	Income	Expense	Income	Expense
Income and expenses from investment property	1,568	(715)	1,518	(725)
Income and expenses from other activities	9,779 ⁽¹⁾	(2,786) ⁽¹⁾⁽²⁾	2,921	(1,702)
Total income and expense from other activities	11,347	(3,501)	4,439	(2,427)

(1) Of which €6,798 million in income and €1,023 million in expenses related to Transdev group, which has been fully consolidated since 21 December 2016;

(2) Of which €236 million in provisions for subsidies on Savings Funds zero-interest loans (€211 million at 31 December 2016).

2.6 GENERAL OPERATING EXPENSES

(in millions of euros)	31.12.2017	31.12.2016
Employee benefits expense ⁽¹⁾	(5,345)	(1,503)
Other expenses and external services ⁽²⁾	(2,108)	(494)
Provision (charges)/reversals	(1)	(7)
Other general operating expenses	(2,109)	(501)
Total general operating expenses	(7,454)	(2,004)

(1) Of which €3,787 million in Transdev group expenses;

(2) Of which €1,627 million in Transdev group expenses.

2.7 COST OF RISK

(in millions of euros)	31.12.2017		31.12.2016	
	Income	Expense	Income	Expense
Impairment of loans and receivables due from credit institutions				
Impairment of loans and receivables due from customers	43	(44)	29	(47)
Impairment of available-for-sale financial assets				
Impairment of held-to-maturity investments				
Impairment losses	43	(44)	29	(47)
Other provisions for counterparty risk	20	(10)	4	(20)
Other provisions for counterparty risk	20	(10)	4	(20)
Loan losses and bad debts		(10)		(24)
Recoveries on loans and receivables written off in prior years				
Losses and recoveries		(10)		(24)
Cost of risk	63	(64)	33	(91)

2.8 GAINS AND LOSSES ON OTHER ASSETS, NET

(in millions of euros)	31.12.2017	31.12.2016
Gains and losses on disposals of property and equipment and intangible assets	7	(1)
Gains and losses on disposals of property and equipment and intangible assets	7	(1)
Gains and losses on disposals of securities	31	123
Dilution gains and losses		
Other gains and losses on long-term equity interests	(5)	(4)
Gains and losses on long-term equity interests	26	119
Other gains and losses	1	-
Other gains and losses	1	-
Total gains and losses on other assets, net	34	118

2.9 INCOME TAX EXPENSE

2.9.1 - ANALYSIS OF INCOME TAX EXPENSE

(in millions of euros)	31.12.2017	31.12.2016
Current taxes	(725)	(499)
Deferred taxes	194	(153)
Income tax expense	(531)	(652)

2.9.2 - RECONCILIATION OF THEORETICAL AND EFFECTIVE TAX RATES

(in millions of euros)	31.12.2017	31.12.2016
Net profit (loss) attributable to owners	1,906	1,783
Non-controlling interests	199	105
Share of profit (loss) of equity-accounted companies	(977)	(1,124)
Change in value of goodwill	5	
Net profit (loss) from discontinued operations	(3)	(15)
Income tax expense	531	652
Profit (loss) before tax, change in value of goodwill and share of profit (loss) of equity-accounted companies	1,661	1,401
Theoretical tax rate ⁽¹⁾	34.43%	34.43%
Theoretical tax expense	(572)	(482)
Effect of differences in tax rates ⁽²⁾	(136)	(149)
Effect of permanent differences	35	(34)
Effect of the SIC regime and other exempt operations	52	13
Net effect of deferred tax recognition	48	(13)
Tax credits	72	22
Other	(29)	(9)
Consolidated income tax expense	(531)	(652)
Effective tax rate	31.9%	46.6%

(1) Including the 3.3% social solidarity contribution;

(2) In 2016, the effect of differences in tax rates was mainly linked to the change in the tax rate provided for by the 2017 Finance Law passed in December 2016. In 2017, the effect of differences in tax rates included a negative €83 million in exceptional contributions in addition to corporation tax, and the impact of the 2018 Finance Law, passed in December 2017, which provides for a progressive decrease in the corporation tax rate in France until it reaches 25.83% in 2022.

3 - NOTES TO THE CONSOLIDATED STATEMENT OF FINANCIAL POSITION

3.1 FINANCIAL ASSETS AND LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

(in millions of euros)	31.12.2017		31.12.2016	
	Held for trading	Fair value option	Held for trading	Fair value option
Government bonds and treasury bills		211	1	510
Negotiable debt securities	111	237	1	271
Mutual funds	115		57	
Other securities				
Fixed-income securities	226	448	59	781
Equities				
Venture capital funds				
Other securities	71	681	189	536
Equities and other variable-income securities	71	681	189	536
Derivative instruments held for trading	157		304	
Derivative instruments held for trading	157		304	
Total financial assets at fair value through profit or loss	454	1,129	552	1,317

(in millions of euros)	31.12.2017		31.12.2016	
	Held for trading	Fair value option	Held for trading	Fair value option
Credit institutions				
Customers				
Accounts and borrowings with fixed maturities				
Bonds				
Negotiable debt securities ⁽¹⁾		2,180		2,789
Other				
Debt securities		2,180		2,789
Borrowed securities and short sales				
Borrowed securities and short sales				
Derivative instruments held for trading	50		111	
Derivative instruments held for trading	50		111	
Total financial liabilities at fair value through profit or loss	50	2,180	111	2,789

	31.12.2017	31.12.2016
(in millions of euros)		
	Fair value option	Fair value option
Difference between carrying amount and contractual amount due at maturity	248	339
Contractual amount due at maturity on financial liabilities at fair value through profit or loss under the fair value option	1,932	2,450
<i>o/w cumulative changes in credit risk associated with financial liabilities designated at fair value through profit or loss (not to be reclassified)</i>	51	47

(1) Concerns the Central Sector: €873 million in private placements under the EMTN programme and benchmark bond issues with a nominal value of €1,128 million at 31 December 2017.

See below for a breakdown of benchmark bond issues recognised at fair value through profit or loss under the fair value option:

Issue month	Rate	Currency	Nominal value in € millions	ISIN	Maturity
April 2008	Fixed rate 4.375%	EUR	800	FR0010606848	9 April 2018
May 2009	Fixed rate 4.375%	EUR	200	FR0010606848	9 April 2018
June 2008	Fixed rate 3.625%	CHF	128	CH0043140794	16 April 2018
Total benchmark bond issues			1,128		

3.2 HEDGING INSTRUMENTS

(in millions of euros)	31.12.2017	31.12.2016
Interest rate derivatives	383	561
Currency derivatives	568	1,024
Equity derivatives		
Other derivatives	22	17
Fair value hedges	973	1,602
Interest rate derivatives	475	555
Currency derivatives	1	
Equity derivatives		
Other derivatives		
Cash flow hedges	476	555
Interest rate derivatives		
Currency derivatives		
Equity derivatives		
Other derivatives		
Hedges of net investments in foreign operations		
Total hedging instruments with a positive fair value	1,449	2,156

(in millions of euros)	31.12.2017	31.12.2016
Interest rate derivatives	302	387
Currency derivatives	489	429
Equity derivatives		
Other derivatives		
Fair value hedges	791	816
Interest rate derivatives	770	938
Currency derivatives		3
Equity derivatives		
Other derivatives	1	1
Cash flow hedges	771	942
Interest rate derivatives		
Currency derivatives		
Equity derivatives		
Other derivatives		
Hedges of net investments in foreign operations		
Total hedging instruments with a negative fair value	1,562	1,758

3.3 AVAILABLE-FOR-SALE FINANCIAL ASSETS

(in millions of euros)	31.12.2017			31.12.2016		
	Fair value	o/w hedged portion (fair value hedge)	o/w unrealised gains and losses	Fair value	o/w hedged portion (fair value hedge)	o/w unrealised gains and losses
Government bonds and treasury bills	6,890	19	66	9,048	50	68
Negotiable debt securities	31,705	98	69	31,220	175	107
Mutual funds						
Other securities	768		7	704		6
Accrued interest	141			164		
Fixed-income securities	39,504	117	142	41,136	225	181
Equities	22,636		10,942	20,058		8,849
Venture capital funds	1,538		497	1,600		502
Other securities	1,911		645	1,815		493
Equities and other variable-income securities	26,085		12,084	23,473		9,844
Total available-for-sale financial assets	65,589	117	12,226	64,609	225	10,025

AVAILABLE-FOR-SALE FINANCIAL ASSETS: IMPAIRMENT LOSSES

(in millions of euros)	31.12.2017	31.12.2016
Fixed-income securities		
Equities and other variable-income securities	(3,634)	(3,695)
Total impairment losses	(3,634)	(3,695)

3.4 LOANS AND RECEIVABLES DUE FROM CREDIT INSTITUTIONS

(in millions of euros)	31.12.2017	31.12.2016
Ordinary accounts in debit and overnight loans	3,861	3,924
Savings Funds current accounts		
Securities and other assets purchased under collateralised fixed resale agreements		
Accrued interest	4	5
Non-performing items		
Impairment losses		
Loans to credit institutions repayable on demand	3,865	3,929
Accounts and loans with fixed maturities ⁽¹⁾	12,000	10,068
Term loans in respect of the Savings Funds		
Securities and other assets purchased under collateralised fixed resale agreements		
Participating loans		
Subordinated loans		
Advances on securities transactions		
Other receivables		
Accrued interest	18	9
Non-performing items	17	17
Impairment losses	(3)	(8)
Loans and receivables due from credit institutions with fixed maturities	12,032	10,086
Total loans and receivables due from credit institutions	15,897	14,015

(1) Including

- a €3.2 billion loan granted to Société de financement local (SFIL) at 31 December 2017 (€5.9 billion at 31 December 2016),
- €2.9 billion in Savings Funds zero-interest loans and €1.6 billion in EIB loans at 31 December 2017 (€1.2 billion and €0.6 billion at 31 December 2016, respectively).

3.5 LOANS AND RECEIVABLES DUE FROM CUSTOMERS

(in millions of euros)	31.12.2017	31.12.2016
Ordinary accounts in debit	319	363
Accrued interest	3	3
Non-performing items	24	9
Impairment losses	(2)	(2)
Ordinary accounts in debit	344	373
Loans to financial sector customers	63	44
Cash facilities	311	642
Equipment financing	841	815
Housing loans	306	348
Advances on securities transactions	999	1,088
Participating loans		
Subordinated loans	16	8
Finance lease receivables	80	84
Securities and other assets purchased under resale agreements		
Other loans	1,230	1,400
Accrued interest	47	111
Non-performing items	1,176	870
Impairment losses	(585)	(483)
Other loans and receivables due from customers	4,484	4,927
Total loans and receivables due from customers	4,828	5,300

BREAKDOWN OF FINANCE LEASE RECEIVABLES

(in millions of euros)	31.12.2017	31.12.2016
Gross investment	138	146
<i>Receivable in less than one year</i>	6	8
<i>Receivable in one to five years</i>	23	23
<i>Receivable in more than five years</i>	109	116
Unearned finance income	(58)	(62)
Net investment before impairment losses	80	84
<i>Receivable in less than one year</i>	2	4
<i>Receivable in one to five years</i>	5	6
<i>Receivable in more than five years</i>	73	73
Impairment losses		
Net investment after impairment losses	80	84

3.6 HELD-TO-MATURITY INVESTMENTS

(in millions of euros)	31.12.2017	31.12.2016
Government bonds and treasury bills	20,271	19,097
Negotiable debt securities	2,364	2,456
Other securities		
Accrued interest	318	322
Impairment losses		
Fixed-income securities	22,953	21,875
Other held-to-maturity investments		
Total held-to-maturity investments	22,953	21,875
Fair value of held-to-maturity investments ⁽¹⁾	26,028	25,349

(1) The method used to calculate the fair value of held-to-maturity investments chiefly corresponds to Level 1 in the fair value hierarchy.

3.7 CURRENT AND DEFERRED TAXES

3.7.1 - BREAKDOWN OF INCOME TAXES IN THE STATEMENT OF FINANCIAL POSITION

(in millions of euros)	31.12.2017	31.12.2016
Current taxes	121	92
Deferred taxes	114	328
Total current and deferred assets	235	420
Current taxes	144	133
Deferred taxes	1,621	1,657
Total current and deferred liabilities	1,765	1,790

3.7.2 - DEFERRED TAXES BY SOURCES OF ASSETS AND LIABILITIES

(in millions of euros)	31.12.2017	31.12.2016
Unrealised gains and losses on available-for-sale financial assets	(2,926)	(2,660)
Cash flow hedging instruments	79	128
Assets and liabilities at fair value through profit or loss	22	31
Unrealised capital gains on mutual fund securities	477	313
Provisions	899	865
Rollover relief	(119)	(137)
Tax losses carried forward	59	59
Temporary differences – other	2	72
Total recognised deferred tax assets and liabilities, net (1)	(1,507)	(1,329)

(1) Tax assets are positive amounts, while tax liabilities are negative amounts.

3.8 PREPAYMENTS AND DEFERRED INCOME, ACCRUALS AND OTHER ASSETS AND LIABILITIES

(in millions of euros)	31.12.2017	31.12.2016
Prepaid expenses	170	149
Accrued income	162	175
Other accruals	3,063	2,764
Prepayments and accrued income	3,395	3,088
Miscellaneous receivables	629	1,030
Settlement accounts for securities transactions		
Inventories	696	706
Guarantee deposits	178	140
Accounts receivable	2,039	2,010
Other	535	484
Impairment losses	(184)	(183)
Other assets	3,893	4,187
Total prepayments, accrued income and other assets	7,288	7,275

(in millions of euros)	31.12.2017	31.12.2016
Deferred income	402	540
Accrued expenses	9	3
Other accruals	3,400	2,142
Accrued expenses and deferred income	3,811	2,685
Miscellaneous payables	467	1,146
Guarantee deposits	110	103
Accounts payable	1,564	1,533
Other	4,187	4,166
Other liabilities	6,328	6,948
Total accrued expenses, deferred income and other liabilities	10,139	9,633

3.9 NON-CURRENT ASSETS AND LIABILITIES HELD FOR SALE

ASSETS

(in millions of euros)	31.12.2017	31.12.2016
Loan portfolios		
Securities and derivatives portfolios		
Investment property ⁽¹⁾	13	50
Owner-occupied property		
Other assets held for sale		
Assets held for sale	13	50
Assets of discontinued operations	1	3
Total non-current assets held for sale	14	53

(1) The estimated market value of investment property held for sale and measured at amortised cost was €24 million at 31 December 2017 and €58 million at 31 December 2016. The method used to calculate the fair value of investment property held for sale corresponds to Level 3 in the fair value hierarchy.

LIABILITIES

(in millions of euros)	31.12.2017	31.12.2016
Liabilities related to non-current assets held for sale	3	1
Liabilities related to non-current assets held for sale	3	1
Liabilities related to assets of discontinued operations	9	36
Total non-current liabilities related to assets held for sale	12	37

3.10 INVESTMENTS IN EQUITY-ACCOUNTED COMPANIES

3.10.1 - ASSOCIATES

3.10.1.1 - Statement of financial position

(in millions of euros)	31.12.2017		31.12.2016	
	Carrying amount	o/w goodwill net of adjustment	Carrying amount	o/w goodwill net of adjustment
Caisse des Dépôts Division	521		374	
CDC HABITAT GROUP entities	389		374	
LE MARQUIS	52			
FONCIERE DEVELOPPEMENT TOURISME	33			
SCI PB10	33			
SCI EVI-DANCE	14			
Subsidiaries and Investments Division	2,188	21	2,570	20
LA POSTE	1,643		2,136	
COMPAGNIE DES ALPES GROUP entities	74	20	71	20
COMPAGNIE NATIONALE DU RHÔNE	249		260	
ADL PARTICIPATIONS	97			
VERDUN PARTICIPATIONS 1	83		65	
EGIS GROUP entities	15	1	10	
TRANSDEV GROUP entities	27		28	
Investments in equity-accounted associates	2,709	21	2,944	20

3.10.1.2 - Income statement

(in millions of euros)	31.12.2017		31.12.2016	
	Share of profit (loss) of equity-accounted associates	o/w adjustments to the value of goodwill	Share of profit (loss) of equity-accounted associates	o/w adjustments to the value of goodwill
Caisse des Dépôts Division	13		16	
CDC HABITAT GROUP entities	13		16	
LE MARQUIS	(1)			
FONCIERE DEVELOPPEMENT TOURISME	1			
SCI PB10	(1)			
Subsidiaries and Investments Division	(332)		224	(42)
LA POSTE	(386)		225	
COMPAGNIE DES ALPES GROUP entities	5		5	
VERDUN PARTICIPATIONS 1	23		1	
COMPAGNIE NATIONALE DU RHÔNE	13		(6)	(42)
EGIS GROUP entities	7		4	
TRANSDEV GROUP entities	5			
ADL PARTICIPATIONS	1			
SANTOLINE			(5)	
Share of profit (loss) of equity-accounted associates	(319)		240	(42)

3.10.1.3 - Statement of comprehensive income

	Caisse des Dépôts Division	
	31.12.2017	31.12.2016
(in millions of euros)		
Net profit (loss) from continuing operations	13	16
Net profit (loss) from discontinued operations		
Net profit (loss)	13	16
Total items not to be reclassified to the income statement		
Exchange differences on translation of foreign operations		
Fair value adjustments on remeasurement of available-for-sale financial assets		
Fair value adjustments on remeasurement of hedging instruments		
Total items to be reclassified to the income statement		
Total income and expense recognised directly in equity		
Net profit (loss) and total income and expense recognised directly in equity	13	16

Subsidiaries & Investments Division

Banking, Insurance & La Poste		Real Estate & Tourism		Infrastructure & Transport		Total	
31.12.2017	31.12.2016	31.12.2017	31.12.2016	31.12.2017	31.12.2016	31.12.2017	31.12.2016
(386)	225	5		49	(1)	(319)	240
(386)	225	5		49	(1)	(319)	240
19	8			(2)	(5)	17	3
(22)	5					(22)	5
(2)	68					(2)	68
(2)	(4)			(2)	(14)	(4)	(18)
(26)	69			(2)	(14)	(28)	55
(7)	77			(4)	(19)	(11)	58
(393)	302	5		45	(20)	(330)	298

3.10.2 - JOINT VENTURES

3.10.2.1 - 3.10.2.1 - Statement of financial position

(in millions of euros)	31.12.2017		31.12.2016	
	Carrying amount	o/w goodwill net of adjustment	Carrying amount	o/w goodwill net of adjustment
Caisse des Dépôts Division	1,313		1,060	
SCI Alpha Park	12		14	
SCI Printemps La Valette	4		4	
SCI Richelieu Vivienne	31		31	
OPCI River Ouest	49		67	
SAS Malthazar	50		48	
SAS Printemps La Valette II	16		16	
SCI Farman	85		85	
SCI Tour Merle	28		28	
Foncière Publique Solidaire	60			
CDC PME Croissance	978		767	
Bpifrance Division	11,883		11,497	
Bpifrance	11,883		11,497	
Subsidiaries and Investments Division	8,756	208	6,785	210
CNP Assurances ⁽¹⁾	6,926	208	6,614	208
ICADE GROUP entities	149		118	
Coentreprise de Transport d'Electricité	1,630			
TRANSDEV GROUP entities	29		30	
EGIS GROUP entities	22		23	2
Investments in equity-accounted joint ventures	21,952	208	19,342	210

(1) Based on the quoted price for a CNP Assurances share at 31 December 2017 (€19.26), Caisse des Dépôts' stake in the company represents €5,405 million. The Market Consistent Embedded Value (MCEV) of a CNP Assurances share was €33.85 at 31 December 2017. Caisse des Dépôts' stake in the company therefore represents €9,499 million.

3.10.2.2 - Income statement

(in millions of euros)	31.12.2017		31.12.2016	
	Share of profit (loss) of equity-accounted joint ventures	o/w adjustments to the value of goodwill	Share of profit (loss) of equity-accounted joint ventures	o/w adjustments to the value of goodwill
Caisse des Dépôts Division	72		63	
SCI Alpha Park	2		4	
SCI Printemps La Valette	4		4	
SCI Richelieu Vivienne	1		1	
OPCI River Ouest	(15)		1	
SAS Malthazar	3		2	
SCI Farman	4		4	
SCI Tour Merle	2		2	
CDC PME Croissance	71		45	
Bpifrance Division	607		317	
Bpifrance	607		317	
Subsidiaries and Investments Division	617		504	
CNP Assurances	521		459	
ICADE GROUP entities	11		(6)	
Coentreprise de Transport d'Electricité	77			
TRANSDEV GROUP entities	(3)		33	
EGIS GROUP entities	11		18	
Share of profit (loss) of equity-accounted joint ventures	1,296		884	

3.10.2.3 - Statement of comprehensive income

(in millions of euros)	Caisse des Dépôts Division		Bpifrance Division	
	31.12.2017	31.12.2016	31.12.2017	31.12.2016
Net profit (loss) from continuing operations	72	63	607	317
Net profit (loss) from discontinued operations				
Net profit (loss)	72	63	607	317
Total items not to be reclassified to the income statement			(10)	(2)
Exchange differences on translation of foreign operations			(49)	11
Fair value adjustments on remeasurement of available-for-sale financial assets	160	47	(57)	87
Fair value adjustments on remeasurement of hedging instruments			5	(1)
Total items to be reclassified to the income statement	160	47	(101)	97
Total changes in assets and liabilities recognised directly in equity	160	47	(111)	95
Net profit (loss) and total income and expense recognised directly in equity	232	110	496	412

Subsidiaries & Investments Division

Banking, Insurance & La Poste		Real Estate & Tourism		Infrastructure & Transport		Total	
31.12.2017	31.12.2016	31.12.2017	31.12.2016	31.12.2017	31.12.2016	31.12.2017	31.12.2016
521	459	11	(6)	85	51	1,296	884
521	459	11	(6)	85	51	1,296	884
(3)				(2)		(15)	(2)
(93)	97				3	(142)	111
112	212					215	346
(3)	(15)				6	2	(10)
16	294				9	75	447
13	294			(2)	9	60	445
534	753	11	(6)	83	60	1,356	1,329

3.11 INVESTMENT PROPERTY, OWNER-OCCUPIED PROPERTY AND EQUIPMENT AND INTANGIBLE ASSETS

3.11.1 - GROSS VALUE

(in millions of euros)	31.12.2016	Additions	Disposals	Other movements	31.12.2017
Land	4,282	149	(16)	259	4,674
Buildings	13,537	185	(164)	857	14,415
Technical installations and fixtures	139			5	144
Woodland and land banks	70				70
Prepayments					
Government grants	(302)	(1)		1	(302)
Assets under construction	590	738	(5)	(323)	1,000
Intangible assets related to investment property	10				10
Other					
Investment property ⁽¹⁾	18,325	1,071	(185)	799	20,011
Land	346	2	(3)	(84)	261
Buildings	1,105	27	(9)	(173)	950
Technical installations and fixtures	2,274	52	(21)	(58)	2,247
Prepayments	3	2		(2)	3
Government grants	(1)	(2)			(3)
Assets under construction	152	218		(176)	194
Other	2,715	204	(58)	(255)	2,606
Owner-occupied property and equipment ⁽¹⁾	6,594	503	(91)	(748)	6,258
Software	822	12	(28)	103	909
Concessions, licences and patents	194	1	(12)	(33)	150
Intangible assets in progress	116	127		(117)	126
Other intangible assets	596	18	(1)	133	746
Intangible assets	1,728	158	(41)	86	1,931

(1) Other movements relate mainly to companies that were consolidated for the first time during the year and to the Transdev group purchase price allocation.

3.11.2 - DEPRECIATION, AMORTISATION AND IMPAIRMENT

(in millions of euros)	31.12.2016	Increases	Decreases	Other movements	31.12.2017
Land	(376)	2	69	30	(275)
Buildings	(3,357)	(543)	105	18	(3,777)
Technical installations and fixtures	(109)	(7)			(116)
Woodland and land banks	(1)				(1)
Government grants	119		8	(1)	126
Intangible assets related to investment property	(10)				(10)
Other	(39)	(7)	6	(6)	(46)
Investment property	(3,773)	(555)	188	41	(4,099)
Land	(3)			2	(1)
Buildings	(604)	(38)	7	146	(489)
Technical installations and fixtures	(1,452)	(114)	18	118	(1,430)
Other	(1,776)	(259)	31	294	(1,710)
Owner-occupied property and equipment⁽¹⁾	(3,835)	(411)	56	560	(3,630)
Software	(600)	(126)	27	22	(677)
Concessions, licences and patents	(141)	(7)	12	35	(101)
Other intangible assets	(384)	(63)	1	13	(433)
Intangible assets	(1,126)	(196)	40	70	(1,212)

(1) Other movements relate mainly to the Transdev group purchase price allocation.

(in millions of euros)	Carrying amount 31.12.2016	Carrying amount 31.12.2017
Investment property ⁽¹⁾	14,552	15,912
Owner-occupied property and equipment	2,758	2,628
Intangible assets	602	719
Total	17,912	19,259

(1) The estimated market value of investment property excluding held-for-sale investment property measured at amortised cost was €23,502 million at 31 December 2017 versus €21,295 million at 31 December 2016.

The method used to calculate the fair value of investment property corresponds to Level 3 in the fair value hierarchy.

3.11.3 - BREAKDOWN OF COMMITMENTS RECEIVED ON NON-CANCELLABLE OPERATING LEASES

(in millions of euros)	31.12.2016	31.12.2017
Maturing in less than one year	753	887
Maturing in one to five years	2,169	2,464
Maturing in more than five years	1,504	1,573
Total	4,426	4,924

3.12 GOODWILL

(in millions of euros)	31.12.2016	Increases (acquisitions)	Decreases (disposals)	Impairment losses for the period	Other movements	31.12.2017
ICADE GROUP	40					40
Property investment	4					4
Property development	36					36
COMPAGNIE DES ALPES GROUP	280					280
Ski resorts	135					135
Amusement parks	145					145
TRANSDEV GROUP	621	2		(4)	(91)⁽¹⁾	528⁽²⁾
EGIS GROUP	151	15	(2)		(10)	154
Engineering services	139	12			(10)	141
Project development and operation	12	3	(2)			13
Total goodwill	1,092	17	(2)	(4)	(101)	1,002

(1) including a negative €75 million related to the Transdev group purchase price allocation.

(2) mainly including €353 million for the France CGU, €77 million for the United States CGU and €44 million for the Australia CGU.

3.13 AMOUNTS DUE TO CREDIT INSTITUTIONS

(in millions of euros)	31.12.2017	31.12.2016
Ordinary accounts in credit and overnight borrowings	404	421
Demand deposits from Savings Funds	743	2,063
Securities and other assets sold under collateralised fixed repurchase agreements		
Accrued interest	3	1
Amounts due to credit institutions repayable on demand	1,150	2,485
Accounts and borrowings with fixed maturities	10,074	7,809
Securities and other assets sold under collateralised fixed repurchase agreements	584	2,376
Accrued interest	71	58
Amounts due to credit institutions with fixed maturities	10,729	10,243
Total amounts due to credit institutions	11,879	12,728

3.14 AMOUNTS DUE TO CUSTOMERS

(in millions of euros)	31.12.2017	31.12.2016
Ordinary accounts in credit	51,105	46,539
Accrued interest	233	196
Ordinary accounts in credit	51,338	46,735
Borrowings from customer financial institutions		
Escrow accounts ⁽¹⁾	11,240	10,100
Time deposits	1,119	1,142
Securities and other assets sold under collateralised fixed repurchase agreements		
Other amounts due to customers with fixed maturities	93	42
Accrued interest	642	619
Other amounts due to customers	13,094	11,903
Total amounts due to customers	64,432	58,638

(1) Of which €4.5 billion at 31 December 2017 under Law 2014-617 of 13 June 2014 on inactive bank accounts and unclaimed life insurance policies (€3.7 billion at 31 December 2016).

3.15 DEBT SECURITIES

(in millions of euros)	31.12.2017	31.12.2016
Medium- and long-term issues ⁽¹⁾	15,554	16,765
Short-term issues	20,186	19,995
Accrued interest	136	147
Interbank and negotiable debt securities	35,876	36,907
Bonds and similar debt securities	3,521	3,074
Accrued interest	36	33
Bonds and similar debt securities	3,557	3,107
Total debt securities	39,433	40,014

(1) Concerns the Central Sector: medium- and long-term issues with a nominal value of €15,234 million comprising €7,508 million in private placements under the EMTN programme and €7,726 million in benchmark bond issues at 31 December 2017.

The benchmark bond issues break down as follows:

Issue month	Rate	Currency	Nominal value in € millions	ISIN	Maturity
December 2013	Fixed rate 1.125%	EUR	500	FR0011654763	10 December 2018
February 2009	Fixed rate 4.125%	EUR	750	FR0010725549	20 February 2019
March 2009	Fixed rate 4.125%	EUR	250	FR0010725549	20 February 2019
February 2017	Fixed rate 0.200%	EUR	500	FR0013239985	1 March 2022
June 2015	Fixed rate 1.250%	USD	834	FR0012759025	4 June 2018
November 2015	Fixed rate 1.500%	USD	834	FR0013049434	13 November 2018
May 2016	Fixed rate 1.250%	USD	834	FR0013171006	17 May 2019
November 2016	Fixed rate 1.375%	USD	834	FR0013216959	7 November 2019
November 2017	Fixed rate 2.000%	USD	834	FR0013295912	14 November 2020
November 2013	Fixed rate 1.250%	CHF	214	CH0229001000	16 December 2020
November 2017	Fixed rate 0.300%	CHF	214	CH0386949348	12 November 2027
March 2015	Fixed rate 1.500%	GBP	282	FR0012616886	23 December 2019
June 2017	Fixed rate 0.500%	GBP	338	FR0013260734	12 June 2020
November 2013	Fixed rate 1.302%	JPY	65	FR0011643766	29 November 2028
July 2014	Fixed rate 0.293%	JPY	148	JP525023AE76	30 July 2019
July 2014	Fixed rate 0.327%	JPY	36	JP525023BE75	30 January 2020
July 2015	Fixed rate 0.320%	JPY	74	JP525023AF75	23 July 2020
July 2014	Fixed rate 0.454%	JPY	32	JP525023CE74	30 July 2021
July 2015	Fixed rate 0.465%	JPY	74	JP525023BF74	22 July 2022
July 2014	Fixed rate 0.725%	JPY	80	JP525023DE73	30 July 2024
Total benchmark bond issues			7,726		

3.16 OFFSETTING OF FINANCIAL ASSETS AND LIABILITIES

31.12.2017						
(in millions of euros)	Gross amount of financial assets/liabilities	Amounts offset in the statement of financial position	Closing balance	Impact of master netting agreements and similar arrangements	Financial instruments given/received as collateral	Net
Assets						
Derivative financial instruments	1,606		1,606		340	1,266
Reverse repurchase agreements, securities borrowing agreements and similar			-			-
Liabilities and equity						
Derivative financial instruments	1,612		1,612		303	1,309
Repurchase agreements, securities lending agreements and similar	584		584		22	562

31.12.2016						
(in millions of euros)	Gross amount of financial assets/liabilities	Amounts offset in the statement of financial position	Closing balance	Impact of master netting agreements and similar arrangements	Financial instruments given/received as collateral	Net
Assets						
Derivative financial instruments	2,460		2,460		1,016	1,444
Reverse repurchase agreements, securities borrowing agreements and similar			-			-
Liabilities and equity						
Derivative financial instruments	1,818		1,818		611	1,207
Repurchase agreements, securities lending agreements and similar	2,376		2,376		30	2,346

3.17 PROVISIONS

(in millions of euros)	31.12.2016	Increases	Reversals (utilisations)	Reversals (surplus provisions)	Other movements	31.12.2017
Provisions for employee benefit obligations	610	136	(60)	(74)	(31)	581
Provisions for real estate risks	18	2	(2)		(11)	7
Provisions for counterparty risks	120	6	(13)	(1)	(82)	30
Other provisions ⁽¹⁾	509	460	(139)	(57)	(203)	570
Total provisions	1,257	604	(214)	(132)	(327)	1,188

(1) Including:

- €236 million in increases related to commitments to Savings Funds zero-interest loans,
- Other movements: following the payment of funds to the Savings Funds, reversal of €186 million in provisions due to the transfer of subsidies on zero-interest loans as a discount on the Savings Funds loans,
- Increases and reversals by Transdev group of €171 million and €101 million, respectively, which mainly concern hedges against self-insurer and claims risks.

3.18 NON-CONTROLLING INTERESTS

(in millions of euros)	31.12.2017		31.12.2016	
	Equity attributable to non-controlling interests	o/w net profit (loss) attributable to non-controlling interests	Equity attributable to non-controlling interests	o/w net profit (loss) attributable to non-controlling interests
ICADE	2,802	137	2,754	66
COMPAGNIE DES ALPES GROUP	521	27	503	26
Other	317	35	295	13
Total	3,640	199	3,552	105

4 - COMMITMENTS GIVEN AND RECEIVED

(in millions of euros)	31.12.2017	31.12.2016
Commitments given	44,452	48,581
Financing commitments		
To credit institutions ⁽¹⁾	9,730	8,345
To customers	4,203	4,106
Guarantee commitments		
To credit institutions ⁽²⁾	1,890	2,091
To customers	3,878	3,690
Securities-related commitments		
Securities to be delivered	53	
Other commitments given		
To credit institutions ⁽³⁾	17,159	21,126
To customers	7,539	9,223
Commitments received	42,597	46,244
Financing commitments		
From credit institutions ⁽⁴⁾	23,611	27,568
From customers		
Guarantee commitments		
From credit institutions ⁽¹⁾⁽²⁾	11,055	8,993
From customers	4,628	4,936
Securities-related commitments		
Securities to be received	2,528	4,337
Other commitments received		
From credit institutions		
From customers	775	410

Aside from financing or guarantee commitments, commitments given to or received from customers notably involve securities-related commitments and commitments relating to the Group's real estate operations.

(1) Including:

- A financing commitment given to SFIL (Société de Financement Local) for €6.4 billion (€4.6 billion in 2016) in connection with the €10.0 billion lending agreement and a guarantee commitment received on behalf of SFIL under the Dailly Law (receivables assignment) for €4.8 billion (€5.2 billion in 2016),

- A financing commitment given to the Savings Funds for €2.9 billion (€3.8 billion in 2016) and a guarantee commitment received from the Savings Funds for €4.5 billion (€1.8 billion in 2016) for the zero-interest and EIB loans.»

(2) Including a decrease of €0.2 billion in the guarantee commitment granted to Natixis (residual balance: €1.7 billion) and a decrease of €0.2 billion in the counter-guarantee commitment received from BPCE (residual balance: €1.7 billion);

(3) Including €17.0 billion in securities pledged to Banque de France;

(4) Including €18.9 billion in credit lines to Banque de France.

5 - FAIR VALUE OF FINANCIAL INSTRUMENTS

5.1 FAIR VALUE OF FINANCIAL ASSETS AND LIABILITIES MEASURED AT AMORTISED COST

(in millions of euros)	31.12.2017		31.12.2016	
	Carrying amount	Estimated market value	Carrying amount	Estimated market value
Assets				
Loans and receivables due from credit institutions	15,897	15,897	14,015	14,015
Loans and receivables due from customers	4,828	4,828	5,300	5,300
Held-to-maturity investments ⁽¹⁾	22,953	26,028	21,875	25,349
Total financial assets measured at amortised cost	43,678	46,753	41,190	44,664
Liabilities				
Due to credit institutions	11,879	11,879	12,728	12,728
Due to customers	64,432	64,432	58,638	58,638
Debt securities	39,433	39,433	40,014	40,014
Subordinated debt	1	1	1	1
Total financial liabilities measured at amortised cost	115,745	115,745	111,381	111,381

(1) The method used to calculate the fair value of held-to-maturity investments corresponds to Level 1 in the fair value hierarchy.

5.2 FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE

(in millions of euros)	Quoted on an active market: Level 1	Measured using observable inputs: Level 2	Measured using unobservable inputs: Level 3	Total at 31.12.2017
Financial assets at fair value				
Financial assets at fair value through profit or loss – trading	252	199	3	454
Financial assets at fair value through profit or loss – FV option	685	20	424	1,129
Hedging instruments with a positive fair value	22	1,427		1,449
Available-for-sale financial assets	29,413	32,563	3,613	65,589
Total financial assets at fair value	30,372	34,209	4,040	68,621
Financial liabilities at fair value				
Financial liabilities at fair value through profit or loss – trading		50		50
Financial liabilities at fair value through profit or loss – FV option	1,643	537		2,180
Hedging instruments with a negative fair value		1,562		1,562
Total financial liabilities at fair value	1,643	2,149		3,792

(in millions of euros)	Quoted on an active market: Level 1	Measured using observable inputs: Level 2	Measured using unobservable inputs: Level 3	Total at 31.12.2016
Financial assets at fair value				
Financial assets at fair value through profit or loss – trading	88	460	4	552
Financial assets at fair value through profit or loss – FV option	1,073	15	229	1,317
Hedging instruments with a positive fair value	17	2,139		2,156
Available-for-sale financial assets	27,614	33,640	3,355	64,609
Total financial assets at fair value	28,792	36,254	3,588	68,634
Financial liabilities at fair value				
Financial liabilities at fair value through profit or loss – trading		111		111
Financial liabilities at fair value through profit or loss – FV option	2,096	693		2,789
Hedging instruments with a negative fair value		1,758		1,758
Total financial liabilities at fair value	2,096	2,562		4,658

The Group's financial instruments are partly measured using prices "quoted on an active market" (Level 1 of the fair value hierarchy).

These include:

- equities, measured on the basis of quoted prices on their reference market;
- bonds, EMTNs, BMTNs: for each instrument, the value is determined based on the most recent of the quoted prices available – on the stock exchange, from brokers, trading rooms or trading platforms;
- units in mutual funds and other funds, measured at net asset value;
- BTAN treasury notes, at the prices quoted under the Banque de France's centralised quotation system;
- derivative instruments traded on an organised market.

"Financial instruments" "Measured using observable inputs" (Level 2 of the hierarchy) concern: (i) instruments that are measured using the prices of similar-type instruments quoted on an active market; (ii) identical or similar-type instruments quoted on a non-active market on which regular, observable transactions take place; or (iii) financial instruments measured using inputs other than quoted prices that are observable. These include:

- structured products valued by the Group, arrangers or external valuers;
- OTC derivatives contracts;
- money market securities other than BTANs measured based on the zero coupon price curve plus a spread.

Financial instruments "Measured using unobservable inputs" (Level 3 of the hierarchy) concern financial instruments measured using inputs not based on observable market data. These are defined as inputs based neither on observable market transactions involving the same instrument at the measurement date, nor on observable market data available at the same date.

Very few financial instruments used by the Group fall into this category, which mainly includes asset-backed securities.

5.3 CHANGE IN VALUE OF FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE USING A TECHNIQUE BASED ON UNOBSERVABLE INPUTS (LEVEL 3)

(in millions of euros)	Financial assets at fair value through profit or loss	Available- for-sale financial assets	Other derivatives	Total
At 31 December 2016	233	3,355		3,588
Additions	155	475		630
Disposals	(5)	(807)		(812)
Transfers to Level 3 (incoming)	35			35
Transfers from Level 3 (outgoing)				
Gains and losses in the period recognised in equity		768		768
Gains and losses in the period recognised in profit or loss	9			9
Translation adjustment		(3)		(3)
Effect of changes in scope of consolidation		(175)		(175)
At 31 December 2017	427	3,613		4,040

6 - RISK FACTORS

6.1 FINANCIAL INSTRUMENT RISK

I - FINANCIAL INSTRUMENT RISK MANAGEMENT SYSTEM

1. Risk control organisation in Caisse des Dépôts

a) Scope

The French Monetary and Financial Code (*Code monétaire et financier*) establishes the principle that a decree issued by the *Conseil d'Etat* (France's highest administrative court) lays down the provisions applicable to CDC with respect to internal control, standards and risk management systems. Within this legislative framework, two decrees define these provisions for Caisse des Dépôts.

Decree no. 2016-1983 of 30 December 2016 on the external control of Caisse des Dépôts, in force since 1 January 2017, makes applicable the prudential provisions with the necessary adjustments resulting from Regulation (EU) No. 575/2013 on prudential requirements for credit institutions and investment firms (primarily solvency, large exposures and liquidity).

Pursuant to decree no. 2009-268 of 9 March 2009 on the external control of Caisse des Dépôts, the Public Institution applies CRBF 97-02 guidelines (issued by the French Banking and Financial Regulation Committee), as amended on 1 January 2010, which require it to organise its internal control system on a number of different levels covering all of its subsidiaries.

Internal control processes must also comply with the General Regulations of the French financial markets authority (*Autorité des marchés financiers* – AMF) as well as with specific regulations applicable to the Group's different entities and specialised businesses (portfolio management, insurance, etc.).

The Risk Management and Internal Control division (DRCI) is responsible for tracking changes in regulations and deploying the resulting processes throughout the Group.

The Caisse des Dépôts "Internal Control Organisation Principles" charter has been approved by the Management Committee and applies to all divisions of the Public Institution ("the divisions") as well as to subsidiaries identified by DRCI, which has devised risk management "circles" based on the degree of risk inherent to each subsidiary.

Regardless of whether or not they are subject to CRBF 97-02 guidelines, all subsidiaries must deploy risk management and prevention systems adapted to their businesses and the degree of inherent risk, in compliance with the Group's overall risk management framework. Their internal control function must be organised in line with the approach set out in the "Internal Control Organisation Principles" charter.

It is up to each division and subsidiary to analyse the principles in the charter and to provide any additional information needed to factor in the specific features of their businesses and to ensure compliance with the Group's internal control processes. The divisions and subsidiaries also roll out these processes to all of the subsidiaries and entities within their reporting scope as well as to essential or key services that they outsource or delegate. The processes cover all risks incurred, a classification of which is provided in the risk mapping management procedure and in the Public Institution's risk management system.

b) Key players

The Chairman and Chief Executive Officer of Caisse des Dépôts is responsible for the Group's internal control and risk management system. He or she receives key internal control and risk management reports and defines the strategic focuses of the Group's risk management policy.

The directors of the Public Institution and of the subsidiaries are responsible for rolling out the Group's internal control principles within their own reporting scope.

Line managers set up effective risk management processes within their own departments, particularly with regard to segregation of tasks and procedures. The principles are implemented, coordinated and monitored by the Group Risk Management and Internal Control Director in liaison with the Director of Group Internal Audit. Implemented by senior management, performance of internal control is the duty of the entire reporting line, and more generally, of all employees, irrespective of their reporting level and responsibilities.

The Group Risk Management and Internal Control Director leads, coordinates and supervises the Group's risk management network (or "risk management function" within the meaning of banking laws and regulations in effect). DRCI tracks compliance with legislation and regulations and centralises all key reference texts concerning internal control at Caisse des Dépôts.

The network of risk management and internal control officers in the Public Institution and the subsidiaries implements risk management and internal control processes throughout the divisions and subsidiaries within their reporting scope, under the authority of the directors of these entities.

The Data Protection Officer, who reports to the Chairman and Chief Executive Officer, ensures compliance with data privacy legislation within the Public Institution. In the performance of his or her duties, particularly those relating to control, the Data Protection Officer analyses and monitors the risk associated with the protection of personal data.

c) Internal Control Organisation Principles

Ongoing and periodic controls

There are two levels of ongoing controls: operational controls (first-tier) and work by control function staff (second-tier):

► The first-tier consists of controls designed to safeguard the regularity of all operations processed and they are performed directly by line personnel within the divisions. Each line manager has responsibility for effective control of his/her activities. First-tier controls are designed around the principles of segregation of functions, delegation of power and approval limits, and the accuracy and completeness of all entries and data flows processed. They usually take place when operations are being recorded or reviewed by means of routine or random checks on key aspects of operational processing. First-tier controls also include controls carried out by automated transaction processing systems. Furthermore, each line manager must check on a regular basis that transactions and processing are executed in accordance with the applicable rules and procedures.

► The second-tier controls involve non-line personnel who work solely within the control function, except in specific cases approved by DRCI. They are performed by the network of internal control officers in the divisions and subsidiaries and by DRCI. Risk officers in the divisions and subsidiaries give opinions on commitments without being involved in the operational decision-making of the Commitments Committees.

Periodic controls provide a third level of control and are performed by Group Internal Audit and the Audit network in accordance with the action principles and methodology set out in the Caisse des Dépôts Internal Audit Charter.

Independence and reporting relationship of risk officers

Risk officers within the Public Institution are independent of line management and report to the Risk Director who is involved in their recruitment and in setting their annual objectives.

Risk officers in the divisions and subsidiaries keep DRCI informed of all aspects of the risk management and internal control process and they may request that the department intervene directly.

Documented procedures and traceability of internal control

Internal control is based on written procedures and formally documented

control processes. The divisions and subsidiaries are responsible for devising internal control guidelines and checking for compliance.

DRCI uses its compliance enforcement plans to oversee compliance with internal control processes throughout the Group on a regular basis and regularly submits reports to Caisse des Dépôts' governance and executive bodies.

All control plans, control results, control events and corresponding action plans for the Public Institution are archived in a Group-wide application. The subsidiaries have developed applications for ensuring the reliability of the internal control audit trail as well as the traceability of any events identified.

2. Risk control policies, objectives, procedures and reporting

The Group Charter sets out Caisse des Dépôts' risk policy in the following terms:

"The Group has three joint strategic financial objectives: security, a satisfactory long-term return on its portfolio of assets, and recurrent profits. The Public Institution finances general-interest investments in accordance with the law. As it does not have any shareholders, it relies solely on its own performance to build its equity capital".

"The Group's objectives are set out in a medium-term strategy plan. Based on a common macro economic framework, this plan establishes the strategic objectives of the Group and the associated target indicators, the main guidelines in terms of capital allocation, and the prospects for creating value".

In accordance with this framework, the Group primarily uses its capital adequacy ratios for steering purposes.

The Group's capital adequacy ratios were adopted by the Supervisory Board, based on the recommendation of the Chairman and Chief Executive Officer and following approval by the French Prudential Supervisory and Resolution Authority (*Autorité de contrôle prudentiel et de résolution – ACPR*). The Supervisory Board also fixed the amount of Caisse des Dépôts' equity.

In accordance with legal and regulatory provisions, these new ratios reflect the specific nature of Caisse des Dépôts, and in particular its role as long-term investor. Consequently, the prudential model adopted by Caisse des Dépôts has been specifically tailored to the Central Sector to take account of its business model and management objectives.

It covers all the main risks: liquidity risk, interest rate risk, credit risk on portfolio securities and on loans granted, real estate risk, foreign exchange risk, operational risk, equity risk and risks related to subsidiaries and equity interests.

The risk modelling and resulting working capital requirements are designed primarily to ensure a very high level of financial security, consistent with the missions entrusted to Caisse des Dépôts. The model is intended to cover all Caisse des Dépôts Group entities in line with their various different businesses.

Caisse des Dépôts is a long-term investor and, as such, the capital adequacy ratios adopted by the Supervisory Board measure the financial strength of Caisse des Dépôts over a time horizon of several years.

Depending on the business cycle and market fluctuations, the ratios applicable to the Central Sector allow for variations in available equity within a solvency "corridor" bracketed between a target amount, a surveillance threshold and a minimum amount. The minimum solvency threshold, calculated as per the prudential model, is always higher than the regulatory baseline.

As stated in the Group Charter, *"the Group's risk management is based primarily on the participation of the Public Institution in the governing bodies of the subsidiaries, especially their audit committees. Secondly, the Public Institution has an internal control and risk management system, which covers both financial and non-financial risk and encompasses all of the Group's activities. This system is adjusted to the nature and volume of an activity, and to the legal status of the organisations exercising it".*

DRCI performs ex-ante controls on the business lines' commitments as well as monitoring credit and market risks on financial portfolios.

It also performs independent back-up reviews of financial risks on a basis geared to the nature of the investment and the amount involved.

Lastly, in the area of operational risk monitoring, DRCI works with the divisions to ensure that all appropriate control measures are implemented to obtain reasonable assurance that the risks inherent in each process are properly managed. Various tools are deployed at the level of the business lines within Caisse des Dépôts, including:

- the event database, detailing risk events and the corresponding action plans;
- operational risk maps;
- warning flags;
- the compliance enforcement plan, which takes the form of a contract between DRCI and the business lines and subsidiaries specifying various levels of controls, the methods to be used to perform those controls, and monitoring arrangements;
- the business continuity plan.

The Group has acquired integrated software to manage all of these different applications (PRISM).

DRCI reviews the internal control and operational risk management procedures of all divisions within Caisse des Dépôts at half-yearly intervals.

DRCI provides information on the status of the risks incurred by the Public Institution and its main subsidiaries at a pre-defined frequency and in the appropriate formats.

Senior management therefore receives regular reports from DRCI, which twice a year convenes the Risk Committee – the governing body tasked with managing all types of risk – under the chairmanship of the Chairman and Chief Executive Officer.

DRCI also reports to the Supervisory Board, in particular through a half-yearly report covering the assessment, control and management of risks – especially financial risks – throughout the Group. This report is rounded out by annual disclosures to the Supervisory Board concerning internal control pursuant to Article 42-43 of CRBF 97-02 guidelines, and is also submitted to the ACPR.

3. Ex-ante reviews of commitments

The business lines are assigned annual operating targets that are determined jointly with the Strategic Management, Sustainable Development and Surveys department and validated by the Chairman and Chief Executive Officer.

DRCI intervenes in the pre-commitment phase, as a member of:

- the Group Commitments Committee chaired by the Chairman and Chief Executive Officer, which examines all commitments above a certain amount;
- the department-level Commitments Committees – representing the ultimate decision-making body within the department concerned – and the Real Estate Investment Committee;
- the Asset/Portfolio Management Committees, which are organised around monthly and quarterly meetings to present management strategies to the Chairman and Chief Executive Officer.

4. Credit and market risk monitoring

DRCI chairs the Counterparty Risk Committee (CRC), which meets every month to review the updated counterparty risk assessments prepared by DRCI for the bond and money market portfolios and related derivatives portfolios. These assessments cover:

- ▶ the breakdown by credit rating, geographical area and issuer category;
- ▶ the level of risk concentration;
- ▶ changes in counterparty ratings since the last report.

The management reporting schedules prepared by the lender business lines include information to monitor their credit risks.

Market and liquidity risks are monitored during monthly presentations to the Asset/Portfolio Management Committees on the management of these risks and of financial (market and ALM) risks.

The monthly management reports submitted to the Chairman and Chief Executive Officer include input from DRCI on financial risks.

The half-yearly risk reports prepared by DRCI for the Supervisory Board, which are reviewed at meetings of the Financial Statement and Risk Review Committee, include detailed information about credit risks, market risks and concentration risks.

II - IDENTIFYING FINANCIAL RISKS

1. Definitions

a) Credit and counterparty risk

Credit risk is the current or prospective risk of a loss on a receivable, due to a deterioration in the borrower's credit standing that may result in an inability to meet payments when they fall due.

b) Concentration risk

Concentration risk is the risk that results from a large exposure to a given counterparty, or from a high probability that certain groups of counterparties will default.

c) Liquidity risk

Liquidity risk is the risk that the entity will be unable to meet the commitments associated with its financial liabilities when they fall due, or to access the funds needed on the market.

d) Market risk

Market risk is the risk of losses on balance sheet or off-balance sheet items resulting from an unfavourable change in market factors such as interest rates, equities, credit spreads, exchange rates or volatility, or from price fluctuations in general.

e) Currency risk

Currency risk is the risk that changes in exchange rates will affect the entity's profitability.

f) Interest rate risk

Interest rate risk is the impact on an entity's annual earnings and net assets of an adverse change in interest rates.

2. Risk acceptance process

a) Decision-making process

Investments (other than capital markets transactions) are reviewed during meetings of the Commitments Committee. The Committee is chaired by the Group's Chairman and Chief Executive Officer when investments involve over €100 million, and by the Deputy Chief Executive Officer when they concern amounts between €10 million and €100 million.

a.1) Commitments other than as an institutional investor

The business lines are responsible for their commitments, which must comply with the annual objectives approved by the Chairman and Chief Executive Officer.

Commitments (other than capital markets transactions) are decided by committees at different levels within the business lines.

DRCI participates in all meetings of Commitments Committees representing the ultimate decision-making body within a department, expressing an opinion on the project before the final decision is made and requesting additional information about the related risk when appropriate. It checks that the project is in line with the Group's strategy, that risks have been properly identified and – if necessary – hedged, and that the expected return on investment is reasonable for the class of assets concerned. If DRCI opposes a project, it may be overruled only by the business line's executive management and, in this case, the Group Management Committee must be informed.

a.2) Commitments as an institutional investor

Portfolios of financial assets are managed within the framework of authorised investment criteria and defined management processes. To efficiently manage this type of portfolio, it is important to be able to respond quickly to changing market conditions. For this reason, the commitment process for these portfolios is different to that for other activities.

For these portfolio transactions, DRCI's independent risk review is organised around its participation in monthly meetings of the Portfolio Management Committee and quarterly meetings of the Portfolio Review Committee and Portfolio Management Committee, chaired by the Chairman and Chief Executive Officer, during which management strategies for the coming period are discussed.

These quarterly committee meetings review management activities for the previous quarter. At the end of each year, they determine the management strategy for the coming year, based on an assessment of balance sheet financial risks and objectives over the medium term (typically five years). These exercises are based on detailed analyses of forecast asset/liability ratios performed by a dedicated team. The broad asset allocation strategies are then rolled down to each individual asset class.

Real estate and private equity investments are examined by specific Investment Committees.

b) Oversight procedure

Concerning credit risks on financial portfolios, the Counterparty Risk Committee referred to above meets every month to set exposure limits by counterparty, based on DRCI's recommendations, and to review compliance with these limits during the previous month. The exposure limits recommended by DRCI are determined using methods that aim to diversify risks within each portfolio. DRCI also performs daily checks to ensure that the limits are complied with. Specific market risk exposure limits are set for each portfolio.

The monthly reporting schedules submitted to the Financial Management Committees include risk measurements for each of these limits.

c) Risk mitigation procedure

For fixed income portfolios, issuer, issue or transaction guarantees are taken into account by the information systems in calculating credit risk exposures at the level of the guarantors.

Caisse des Dépôts is exposed to counterparty risk on its over-the-counter capital markets transactions, which it manages through the systematic use of standard contractual arrangements requiring counterparties to put up collateral or to offset trades.

Offsetting is used to mitigate counterparty risk on derivative instruments.

Caisse des Dépôts mainly uses the technique of close-out netting which works as follows: in the event of counterparty default, all positions are unwound at their current market value and aggregated to a net amount payable or receivable with the counterparty.

This close-out netting balance may be secured by collateral in the form of pledges on liquidities, securities or cash deposits. All such transactions are executed in accordance with bilateral master agreements that comply with the general provisions of French or international master agreements.

The main bilateral agreement models used are those of the *Fédération bancaire française* (FBF) and the master agreement of the International Swaps and Derivatives Association ("ISDA") for international agreements.

Caisse des Dépôts offsets qualifying derivatives in accordance with EMIR regulations.

The Group does not use securitisation techniques to attenuate its risk exposures.

d) Impairment procedure

The process used by Caisse des Dépôts for measuring and booking provisions for financial instruments is based around three levels of decision-making bodies:

- business line valuation and impairment committees;
- the Central Valuation and Impairment Committee;
- the Accounts Committee.

The procedure in force comprises internal guidelines setting out the roles and workings of the different committees. Operational deployment is based around a formally documented methodology specific to each type of financial instrument.

As of the reporting date, controls are in place to ensure the completeness of the list of financial assets covered in a given review, the appropriateness of the measurement basis used, compliance with accounting standards (as set out in Note 1 "Summary of significant accounting policies") as well as substantiation of calculations and any resulting provisions for impairment.

The brief of the business line and Central committees covers all of the Public Institution's outstandings (loans and receivables from customer financial institutions, accounts in debit, special financing operations, etc.) and securities transactions.

d.1) Business line valuation and impairment committees

Business line committees are chaired by a business line head who sits on the Public Institution's Management Committee and are tasked with:

- setting out or proposing methods for measuring and booking provisions for financial instrument risk by type of financial instrument;

- fixing valuations and provisions within their designated threshold of responsibility;
- setting out or proposing valuations and provisions outside of their designated threshold of responsibility.

Business line committees meet at least half-yearly and decisions are made based on a file containing all information needed to understand and determine the valuations.

The Legal and Tax department, DRCI and the Group Finance department participate in all of the business line committees.

A summary of the decisions and proposals of each business line committee is submitted for validation by the Central Valuation and Impairment Committee as part of the annual and interim accounts closing process.

d.2) The Central Valuation and Impairment Committee

The Central Valuation and Impairment Committee is authorised to act on behalf of the Accounts Committee by the Chairman and Chief Executive Officer.

Chaired by the Group Finance Director, the committee meets at half-yearly intervals in the month following the end of the annual and interim reporting periods. Its permanent members are the Group Risk Management and Internal Control Director, the Head of the Legal and Tax department, the business line heads, the Head of the Accounts & Management Control department, and the Group Finance department's Senior Risk Advisor.

The committee validates the valuation and impairment guidelines and methods submitted to it by the business line committees and uses the information provided to decide which valuations should actually be applied together with any related impairment charges to be booked in the accounts of the Central Sector and in the Group's consolidated financial statements.

A summary of the decisions taken by the Central Committee is submitted to the Accounts Committee as part of the Central Sector and Group accounts closing processes.

3. Risk measurement methods

a) Credit risk

Maximum exposure to credit risk

Maximum exposure to credit risk corresponds to the carrying amount of loans and receivables, debt instruments and derivative financial instruments, net of any offsets and impairment losses.

(in millions of euros)	31.12.2017	31.12.2016
Financial assets at fair value through profit or loss (excl. variable-income securities)	831	1,147
Hedging instruments with a positive fair value	1,449	2,156
Available-for-sale financial assets (excl. variable-income securities)	39,504	41,136
Loans and receivables due from credit institutions	15,897	14,015
Loans and receivables due from customers	4,828	5,290
Held-to-maturity investments	22,953	21,875
On-balance sheet exposure, net of impairment losses	85,462	85,619
Financing commitments given	13,933	12,451
Guarantee commitments given	5,768	5,781
Other commitments given	7,681	9,265
Provisions for commitments given	2	2
Off-balance sheet exposure, net of provisions	27,384	27,499
Total net exposure	112,846	113,118

The Group's total net exposure corresponds mainly to the exposures of the Central Sector, which represented 90% of the total at 31 December 2017 and 31 December 2016.

A team of DRCI analysts assigns internal ratings to issuers on a scale that is consistent with that used by the rating agencies. The commitment towards a given issuer is measured by reference to the fair value of the underlying securities and their nature.

For derivative instruments, the commitment includes an add-on to reflect the potential future exposure.

The internal rating system for structured finance issues comprises detailed quality graduations (not consistent with those used by the rating agencies).

The securities portfolios – other than the held-to-maturity portfolio – have been measured at fair value, in accordance with IFRS. For most of these securities, fair value corresponds to their market price at 31 December.

Financial assets by type

31.12.2017						
(in millions of euros)	Gross financial assets (*)	o/w financial assets neither past due nor impaired	o/w financial assets past due but not impaired	o/w impaired financial assets	Impairment losses on financial assets	On-balance sheet exposure, net of impairment losses
Debt instruments not measured at fair value through profit or loss	62,463	62,463				62,463
Loans and receivables	21,164	19,922	3	1,239 (**)	(569)	20,595
Derivative financial instruments						1,606
Total financial assets by type	83,627	82,385	3	1,239	(569)	84,664
Debt instruments at fair value through profit or loss						674
Total financial assets						85,338

(*) No financial assets were renegotiated at the reporting date;

(**) This concerns the Central Sector for €1,228 million in gross outstandings and €558 million in impairment losses. The bulk of these impaired assets relate to the CDC's public-interest missions.

A financial asset is past due when a counterparty has failed to make a payment when contractually due.

31.12.2016						
(in millions of euros)	Gross financial assets (*)	o/w financial assets neither past due nor impaired	o/w financial assets past due but not impaired	o/w impaired financial assets	Impairment losses on financial assets	On-balance sheet exposure, net of impairment losses
Debt instruments not measured at fair value through profit or loss	63,011	63,011				63,011
Loans and receivables	20,458	19,315	108	1,035 (**)	(446)	20,012
Derivative financial instruments						2,460
Total financial assets by type	83,469	82,326	108	1,035	(446)	85,483
Debt instruments at fair value through profit or loss						840
Total financial assets						86,323

(*) No financial assets were renegotiated at the reporting date;

(**) This concerns the Central Sector for €1,027 million in gross outstandings and €439 million in impairment losses. The bulk of these impaired assets relate to the CDC's public-interest missions.

A financial asset is past due when a counterparty has failed to make a payment when contractually due.

Central Sector sovereign debt exposure

(in millions of euros)	31.12.2017		31.12.2016	
	Gross exposure	Net exposure	Gross exposure	Net exposure
France	23,096	23,096	19,014	19,014
Japan	3,066	3,066	4,579	4,579
Austria	450	450	452	452
Ireland	345	345	345	345
Germany	302	302	885	885
Poland	212	212	225	225
Chile	185	185	188	188
Mexico	174	174	171	171
Romania	144	144	150	150
Finland	140	140	216	216
Peru	132	132	98	98
Indonesia	120	120		
Israel	114	114	62	62
Colombia	98	98	76	76
Spain	97	97	907	907
Brazil	97	97	151	151
South Africa	88	88	102	102
South Korea	78	78	91	91
Slovenia	59	59	66	66
Croatia	58	58	39	39
Venezuela	50	50	54	54
EIB (Supranational)	50	50	50	50
Lithuania	40	40	45	45
Belgium	39	39	77	77
Netherlands	8	8	23	23
Czech Republic	5	5	6	6
Italy			120	120
Bulgaria			73	73
Qatar			34	34
Total Central Sector sovereign debt exposure	29,247	29,247	28,299	28,299

Caisse des Dépôts' sovereign debt risk exposure

Sovereign debt comprises all receivables and debt securities for which the counterparty is a given country, i.e., a national government or one of its agencies.

Gross sovereign debt exposure comprises all such amounts carried on the balance sheet (marked to market and less any impairment losses). Net exposure corresponds to gross exposure less any guarantees received.

The Group's sovereign debt exposure corresponds mainly to the exposures of the Central Sector.

The Central Sector's sovereign debt exposure is on "Held-to-maturity investments", "Available-for-sale financial assets" and "Loans and receivables due from customers".

b) Concentration risk

Concentration risk is measured as described below:

- For fixed income portfolios, based on the sum of commitments:
 - by geographic area;
 - by industry;
 - by credit rating category;
 - for the 50 largest exposures.
- For equity portfolios:
 - industry concentration: based on the portfolio's Value-at-Risk by industry;
- For aggregate commitments:
 - based on the sum of the Group's largest exposures, according to the Basel III definition of credit risk.

Performing debt instruments (not measured at fair value through profit or loss), loans and advances, and derivative financial instruments by credit rating and counterparty category

(in millions of euros)	31.12.2017	31.12.2016
AAA	2,456	3,407
AA	31,088	30,121
A	34,502	37,717
BBB	4,469	4,633
BB	456	331
< B		
Not rated ⁽¹⁾	11,817	8,577
Total by credit rating	84,788	84,786
Central government agencies	25,601	26,841
Credit institutions	45,647	44,731
Large corporations	12,264	12,467
Retail banking customers	1,276	747
Other		-
Total by counterparty category	84,788	84,786
France	59,446	56,563

(1) The €11,817 million in unrated instruments chiefly concerns €9,454 million for the Central Sector, and specifically loans and advances in the amount of €7,727 million. They correspond to counterparties that do not issue on the markets and for which ratings are not compiled.

Performing debt instruments (not measured at fair value through profit or loss), loans and advances, and derivative financial instruments

(in millions of euros)	31.12.2017	31.12.2016
Derivative instruments held for trading	157	304
Hedging instruments with a positive fair value	1,449	2,156
Fixed-income securities	39,504	41,136
Loans and receivables due from credit institutions	15,897	14,015
Loans and receivables due from customers	4,828	5,300
Held-to-maturity investments	22,953	21,875
Total	84,788	84,786

c) Liquidity risk

Given the importance of managing balance sheet liquidity throughout the Caisse des Dépôts Group, a number of mechanisms have been set up that are designed to:

- ▶ limit the need for market-based financing;
- ▶ match sources to uses of funds as effectively as possible by controlling maturity mismatch risk on the balance sheet and therefore by limiting the need to refinance long-term investments with short-term liabilities;
- ▶ maintain conservative amounts of liquid assets to cover upcoming repayment obligations.

Liquidity is managed in accordance with the **Liquidity Charter**, which forms the liquidity component of the prudential model reference document, which is updated every year. This charter contains the documentation relating to Caisse des Dépôts' liquidity policy as well as its operational deployment, governance and risk management.

The **investor balance account**, calculated as the difference between long-term investor assets and liabilities, measures the transformation or short-term financing impact on the investor balance sheet.

Investor assets comprise stable uses, which include financial asset portfolios with a long-term management aim, net of provisions. Stable sources include equity, medium- and long-term issues and the stable portion of outstanding deposits originating from the legal professions. At end-2017, the investor balance account showed a €5 billion deficit.

Liquidity gap analysis measures differences in maturities of liabilities and assets on a monthly basis over the next five years, beginning in the month following the reporting date. Gaps are calculated on a static and dynamic basis. Static gap analysis measures the difference between the natural maturities of liabilities (including contractual deposit maturities) and assets, excluding new lending. Dynamic gap analysis measures the risks related to reinvestment and new lending. Deposits are taken into account based on

the same maturity assumptions as for the calculation of interest rate mismatches.

Warning thresholds and limits are set in relation to the basic liquidity reserve and its outflows. On average, they stand at around €30 billion.

The thresholds and limits are approved every year by the governing body. If the thresholds are reached, the contingency plan described in the Liquidity Charter is activated, in order to generate the necessary liquidity, mainly through market transactions and investment reductions.

Maximum liquidity gaps calculated at end-December 2017 were well below the Group's warning threshold or overall risk limit.

Financial assets by maturity

(in millions of euros)	31.12.2017						Total financial assets	Total financial assets recognised	Impact of discounting
	< 1 month	1-3 months	3-12 months	1-5 years	> 5 years	No fixed maturity			
Cash and amounts due from central banks	8,785						8,785	8,785	
Financial assets at fair value through profit or loss	16	8	160	443	367	565	1,559	1,583	(24)
Hedging instruments with a positive fair value	73	112	284	135	844	1	1,449	1,449	
Available-for-sale financial assets	2,639	3,897	23,995	5,480	3,183	17,619	56,813	65,589	(8,776)
Loans and receivables	5,822	757	3,865	2,245	7,953	83	20,725	20,725	
Held-to-maturity investments	113	80	714	3,974	18,072		22,953	22,953	
Total financial assets	17,448	4,854	29,018	12,277	30,419	18,268	112,284	121,084	(8,800)

(in millions of euros)	31.12.2016						Total financial assets	Total financial assets recognised	Impact of discounting
	< 1 month	1-3 months	3-12 months	1-5 years	> 5 years	No fixed maturity			
Cash and amounts due from central banks	7,648						7,648	7,648	
Financial assets at fair value through profit or loss	22	131	368	543	331	424	1,819	1,869	(50)
Hedging instruments with a positive fair value	123	570	195	224	1,044		2,156	2,156	
Available-for-sale financial assets	1,179	8,883	22,842	5,144	2,896	17,426	58,370	64,609	(6,239)
Loans and receivables	5,000	1,098	3,548	2,665	6,826	178	19,315	19,315	
Held-to-maturity investments	123	48	916	3,966	16,822		21,875	21,875	
Total financial assets	14,095	10,730	27,869	12,542	27,919	18,028	111,183	117,472	(6,289)

Financial liabilities by maturity

31.12.2017									
(in millions of euros)	< 1 month	1-3 months	3-12 months	1-5 years	> 5 years	No fixed maturity	Total financial liabilities	Total financial liabilities recognised	Impact of discounting
Central banks							-		
Financial liabilities at fair value through profit or loss	1	2	1,166	167	643	3	1,982	2,230	(248)
Hedging instruments with a negative fair value	55	189	170	296	852		1,562	1,562	
Due to credit institutions	1,301	14	1,708	2,394	6,461	1	11,879	11,879	
Due to customers	51,998	665	419	489	10,859	2	64,432	64,432	
Debt securities	2,978	12,196	8,643	7,910	7,706		39,433	39,433	
Subordinated debt					1		1	1	
Total financial liabilities	56,333	13,066	12,106	11,256	26,522	6	119,289	119,537	(248)

31.12.2016									
(in millions of euros)	< 1 month	1-3 months	3-12 months	1-5 years	> 5 years	No fixed maturity	Total financial liabilities	Total financial liabilities recognised	Impact of discounting
Central banks	2						2	2	
Financial liabilities at fair value through profit or loss	3	15	341	1,459	743		2,561	2,900	(339)
Hedging instruments with a negative fair value	22	31	275	356	1,032	42	1,758	1,758	
Due to credit institutions	2,331	906	2,327	2,935	4,049	180	12,728	12,728	
Due to customers	47,260	183	876	282	10,033	4	58,638	58,638	
Debt securities	4,377	13,872	4,779	9,612	7,374		40,014	40,014	
Subordinated debt					1		1	1	
Total financial liabilities	53,995	15,007	8,598	14,644	23,232	226	115,702	116,041	(339)

Maturities of commitments given in respect of financing and guarantees

	31.12.2017						Total commitments given
(in millions of euros)	< 1 month	1-3 months	3-12 months	1-5 years	> 5 years	No fixed maturity	
Loan commitments given	2,802	71	3,977	220	6,863		13,933
Financial guarantees given	3,618		523	598	1,014	15	5,768
Total commitments given	6,420	71	4,500	818	7,877	15	19,701

	31.12.2016						Total commitments given
(in millions of euros)	< 1 month	1-3 months	3-12 months	1-5 years	> 5 years	No fixed maturity	
Loan commitments given	2,671	340	4,829	4	4,607		12,451
Financial guarantees given	3,751	3	596	511	919		5,780
Total commitments given	6,422	343	5,425	515	5,526	-	18,231

d) Market risk

d.1) Market risk

DRCI performs Value-at-Risk calculations for the equity portfolios and multi-manager equity funds managed by the Central Sector: VaR (1 month, 99%) is calculated using the Monte Carlo method based on an annualised horizon and multiplication by root (12). This indicator is reported to Caisse des Dépôts senior management.

The VaR calculation uses normal (Gaussian) distribution assumptions for the underlyings. This provides an estimate of the maximum risk for the chosen holding period and confidence interval under normal market conditions, assuming the Group will continue as a going concern.

The VaR calculation method uses a large number of risk factors and a high-dimension Monte Carlo model that analyses 5,000 different scenarios by choosing from among these risk factors in the light of historical volatilities and correlations.

The historical database used is differentiated by portfolio and employs exponential weighting for events (one half-life weighting is approximately eight months) that assigns a higher weighting to more recent events.

If the price of an instrument does not vary in line with the primary risk factor – as is the case with options – the calculation tool remeasures it under each of the scenarios using integrated pricing formulas. At end 2017, the portfolios analysed did not contain any non-linear products.

Caisse des Dépôts' equity portfolio risk is broken down by industry using the Industry Classification Benchmark (ICB) which makes it possible to break out marginal VaR and to analyse the contribution of each industry to overall VaR.

Multi-manager foreign currency equity fund risk is revalued at the equivalent euro amount but does not factor in currency risk. As explained in paragraph d.2, Caisse des Dépôts' currency risk is measured for the Group as a whole and not at individual portfolio level.

Since models based on a Gaussian distribution cannot properly capture extreme movements in markets, DRCI has devised other methods to calculate risk. These methods take the form of stress tests, and are based on extreme distribution patterns which give a more accurate estimate of extreme events and how often they occur.

VaR at 31 December 2017

	VaR (1 year, 99%)
Equities portfolio	€5,360 million
Multi-manager equity funds:	
US equities	€146 million
Japanese equities	€108 million
emerging market equities	€81 million
tactical allocation	€22 million
European small-caps portfolio	€62 million

The change in VaR for the European small-cap component is directly related to the increase in its size following the transition to direct management.

VaR at 31 December 2016

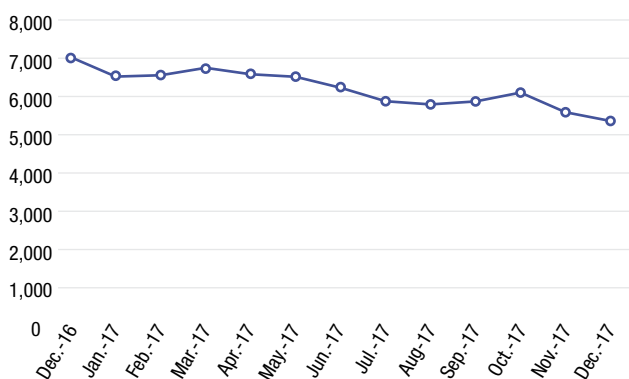
	VaR (1 year, 99%)
Equities portfolio	€7,027 million
Multi-manager equity funds:	
US equities	€198 million
Japanese equities	€178 million
emerging market equities	€84 million
tactical allocation	€22 million
European small-caps portfolio	€21 million

Timeline of equity portfolio VaR levels for 2017

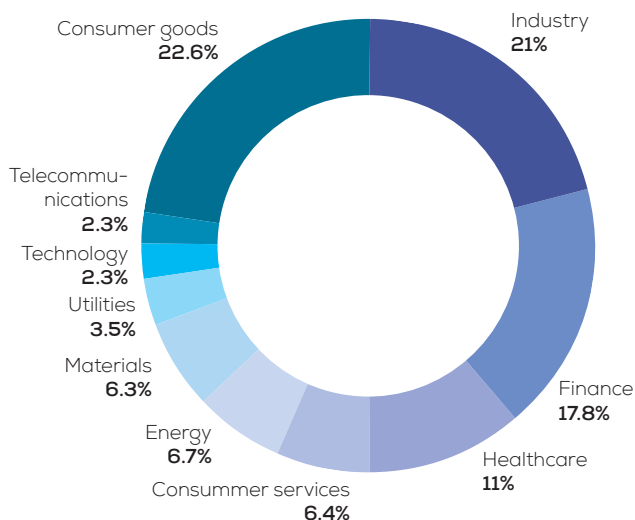
During 2017, the low volatility on the equity markets led to an almost continuous decline in VaR levels calculated by DRCL for European equity portfolios.

Backtesting of VaR revealed that VaR values did not exceed the monthly amounts recorded in 2017 (based on a one-month horizon for risk and performance).

Timeline of equity portfolio VaR with a confidence interval of 99% over 1-year horizon



Breakdown of equity portfolio VaR by industry at end-2017



d.2) Currency risk

The Central Sector's exposure to currency risks on the carrying amount of foreign currency items is fully hedged by financing asset positions with borrowings in the same currency. Unrealised gains and losses on these positions are not hedged.

The Central Sector's currency positions chiefly concern the USD, GBP, CHF and JPY.

This differential is taken into account in Value-at-Risk calculations. Currency VaR (1 year, 99%) at 31 December 2017 was valued at €250 million, up on the end-2016 figure of €217 million.

d.3) General interest rate risk

The Central Sector analyses assets and liabilities based on three types of interest rates: contractual, variable and fixed. The fixed-rate position is monitored based on the fixed rate gap – corresponding to the excess of fixed rate liabilities over fixed rate assets – and changes in the gap over time as assets and liabilities fall due. The fixed rate position mainly comprises deposits originating from the legal professions on the liabilities side and fixed rate investment and available-for-sale bond portfolios on the assets side. Deposits are taken into account applying a run-off assumption over time.

The sensitivity of annual interest margins to an unfavourable change in interest rates is calculated according to a downside scenario featuring a 0.9% decline in Eonia and a 1.6% reduction in ten-year rates over five years. The sensitivity of annual margins is calculated in terms of variance with the results obtained under baseline interest rate forecasts using macro-economic data.

A situation of prolonged low interest rates results in a reduction in the net banking income generated on fixed rate positions. This is because fixed rate liabilities exceed fixed rate assets, while the remuneration conditions for fixed rate investments deteriorate progressively as the portfolio is amortised. This effect is partly offset by the increased margin generated on the contractual rate position in a low interest rate environment.

These sensitivity analyses are rounded out by a VaR calculation of the fixed rate position that factors in the risk of decrease in the market value of the fixed rate position.

Deposits from notaries are adjusted for seasonal variations when calculating sensitivities.

Sensitivity of annual margins generated on fixed rate positions to unfavourable changes in interest rates

(in millions of euros) 31.12.2017

Year	Margin sensitivity
2018	3
2019	(2)
2020	(11)

(in millions of euros) 31.12.2016

Year	Margin sensitivity
2017	(25)
2018	(33)
2019	(37)

6.2 OPERATIONAL AND COMPLIANCE RISK

DRCI oversees compliance control processes at Group level and reports back to senior Group management and the Supervisory Board.

It is tasked with managing operational risk and enhancing internal control processes (defining standards, reporting and implementing compliance controls) in liaison with the divisions and Caisse des Dépôts' subsidiaries. Operational risk is the risk of loss resulting from inadequate or failed internal processes, people and systems or from external events.

DRCI is also in charge of the programme to combat money laundering and the sponsoring of terrorism (*lutte contre le blanchiment de capital et de financement du terrorisme* – LCB-FT) and tracks compliance with the principles set out in the Group's Code of Ethics.

Transversal units tasked with analysing risks have been set up within the Public Institution: some of these leverage divisional expertise to adapt internal control to relevant operating risks. These processes are focused on human resources, potential sources of fraud, physical and environmental risks, legal risk, LCB-FT, ethical risk, business interruption risk, information systems security risk and accounting risk.

APPLICATIONS FOR TRACKING OPERATIONAL RISK

DRCI works with the institution's divisions to ensure that all appropriate control measures are implemented to obtain reasonable assurance that the risks inherent in each process are properly managed. A number of different tools have been developed:

An integrated operational risk management application

PRISM, which has been deployed across all the divisions, handles risk mapping, control processes, control events, business continuity plans and follow-up of audit recommendations.

Risk maps

DRCI coordinates the risk mapping process performed and updated annually by each Public Institution entity and Group subsidiary.

The resulting risk maps highlight major risks and identify action plans to reduce their probability and potential impact. A consolidated risk map for the Public Institution is drawn up and presented to the Group Management Committee. The map integrates strategic, financial, business and operational risks.

The "event" database

All control events reported within the Public Institution are recorded in a centralised database and tracked by DRCI. Control events in the subsidiaries are also reported to DRCI. The aim is to consolidate all types of events impacting the Caisse des Dépôts Group, to highlight identified system failures, assess the potential or actual related losses and draw up appropriate corrective action plans.

In 2017, the bulk of reported events related to administrative or operating risk, and information system risk and external fraud (including attempted identity theft).

The compliance enforcement plans

DRCI, in liaison with the risk officer network, deploys a risk-based compliance enforcement plan for the Public Institution and the subsidiaries designed to test the appropriateness of internal control processes in terms of the risks involved and activities performed. Controls are carried out half-yearly or annually, depending on the processes being reviewed.

These processes are evaluated based on the tests performed by DRCI and the results are presented to the Caisse des Dépôts Management Committee and Supervisory Board.

Warning flags

The Public Institution entities and Group subsidiaries have devised a series of indicators, including warning thresholds, to anticipate any deterioration in the quality of ongoing controls or operational risk monitoring and control. These indicators are subsequently validated in the various risk committees.

Coordinating the LCB-FT compliance programme

In accordance with the French Monetary and Financial Code, Caisse des Dépôts is responsible for setting up a programme to combat money laundering and the sponsoring of terrorism (LCB-FT).

DRCI coordinates and supervises the Group's LCB-FT programme. It has devised the guidelines that must be applied throughout the Group. In 2017, Caisse des Dépôts formalised a zero-tolerance policy with respect to LCB-FT compliance risk.

DRCI is in charge of making declarations to, and liaising with TRACFIN, the French government anti money laundering agency, on behalf of the Public Institution. DRCI carries out anti-money laundering and terrorist financing compliance checks throughout the Public Institution and the subsidiaries, at least once a year. For the Caisse des Dépôts' operating divisions whose activities are exposed to this risk, DRCI has supplemented its half-yearly compliance check by introducing controls performed prior to forming relationships with new third parties, as well as with document sampling controls for sensitive sectors or activities.

Working with HR, it organises the legally required regulatory training for employees and coordinates its network on a Group-wide basis through committees and working groups.

Caisse des Dépôts has drawn up a country classification of LCB-FT risk based on a series of objective criteria and a pre-determined methodology. Accordingly, more stringent controls are applied to any files relating to high-risk countries.

In 2014, it also compiled a blacklist to prohibit investments in Non-Cooperative Countries and Territories (Etats et territoires non coopératifs – ETNC) (cf. French Government blacklist) or countries on the Financial Action Task Force's (FATF) List No. 1 and subject to counter-measures (Iran and North Korea). To control its image-related risk by defining its country risk appetite, in September 2015, Caisse des Dépôts bolstered its investment policy by introducing a "do not invest" list comprising countries named in FATF List numbers 2 and 3 and low-tax offshore financial centres outside Europe.

Coordinating ethical compliance standards

The ethical guidelines consist of the Group's Ethics Charter and the Public Institution's Code of Ethics. The guidelines have been revised and are accompanied by implementation procedures contained in the ethical standards compendium available on the Caisse des Dépôts intranet.

Although Caisse des Dépôts is not subject to the AMF's General Regulations, the overall system complies with the General Regulations and the AMF's recommendations in the various areas concerned.

DRCI supervises and coordinates the institution's ethical standards, providing guidance and running its network.

DRCI carries out annual ethical compliance checks throughout the Public Institution.

In 2017, Caisse des Dépôts also adopted an anti-corruption policy for the Group and a whistleblowing facility for the Public Institution, in accordance with law no. 2016-1691 of 9 December 2016 on transparency, anti-corruption and economic modernisation (the "Sapin II" law).

The business continuity plan

Continuity planning at Caisse des Dépôts rests with:

- ▶ DRCI, which develops the Public Institution's policies to ensure business continuity and maintain operational readiness, sets continuity standards and makes sure they are properly implemented;
- ▶ the Corporate Secretary's Office, which is responsible for the operational management of the company-wide business continuity plan;
- ▶ the divisions, which develop, implement and test their business continuity plans.

Four exercises were carried out in 2017 to raise employee awareness of crisis management, notably if the fall-back site has to be used in the event of a "hundred-year" flood of the Seine river and to test the pandemic plan. An occasional-work-from-home exercise was also conducted.

Information systems security

DRCI defines the Group information systems security policy, rolls the policy out to the Public Institution and liaises with the divisions and Informatique CDC over its implementation. Information systems security is focused on system availability, data integrity and confidentiality, and proof (or non repudiation) of transmission, represented by the acronym AICP (i.e., Availability, Integrity, Confidentiality, Proof).

Information systems security deployment is overseen by the Information Systems Strategy Committee, which meets twice a year.

DRCI systematically issues an opinion on information systems security risk for each IS project conducted in the Public Institution.

6.3 TAX AND LEGAL RISKS

Legal and tax risk comprises all risks related to ignorance, non-compliance or misinterpretation of current legislation and may result in lawsuits arising from erroneous application of procedures or regulations.

DRCI leverages the expertise of the Group Legal, Tax and Related Services department to ensure reliable oversight of ongoing controls of legal and tax matters and compliance throughout the Group.

This department issues legal and tax guidelines to streamline processes and tighten up management practices in all Group operating activities. The Legal, Tax and Related Services department is also involved in designing key Public Institution projects to boost Group-wide legal compliance. It helps the operating divisions and subsidiaries with legal and tax matters in all aspects of their businesses as well as with cross-disciplinary issues such as secure IT development.

7 - RELATED-PARTY TRANSACTIONS

Related parties include consolidated companies, savings funds, pension funds and funds managed by Caisse des Dépôts in connection with the national loan, and post-employment benefit plan managers.

7.1 RELATIONS BETWEEN CONSOLIDATED COMPANIES

Transactions and balances existing at year-end between fully consolidated companies are eliminated in consolidation. The following information therefore only concerns intragroup transactions with jointly controlled companies (accounted for by the equity method), and with associates over which the Group exercises significant influence (accounted for by the equity method).

(in millions of euros)	31.12.2017		31.12.2016	
	Equity-accounted joint ventures	Equity-accounted associates	Equity-accounted joint ventures	Equity-accounted associates
Loans	202	110	148	121
Other financial assets		1		6
Other assets	7	2	7	2
Total related-party assets	209	113	155	129
Borrowings ⁽¹⁾	1,152	96	1,207	47
Other financial liabilities				
Other liabilities ⁽²⁾	950	22	1,150	1
Total related-party liabilities	2,102	118	2,357	48
Commitments given ⁽³⁾	1,528		1,543	
Commitments received	3		12	
Total related-party commitments	1,531	-	1,555	-
Interest income (expense), net	5	(2)	6	(2)
Fee and commission income (expense), net	6	(2)	5	(2)
Net income (loss) from financial transactions				
Net income (loss) from other activities	7	5	4	6
General operating expenses, net of rebillings	17	(7)	16	(6)
Gross operating profit (loss) from related-party transactions	35	(6)	31	(5)

(1) Including €1.0 billion in ordinary accounts in credit with Bpifrance at 31 December 2017 (€1.2 billion in 2016);

(2) Including €0.9 billion in Bpifrance unpaid share capital (€1.1 billion in 2016);

(3) Including €1.5 billion in guarantees given to CNP.

7.2 RELATED PARTIES NOT CONTROLLED BY THE GROUP

A) SAVINGS FUNDS

Caisse des Dépôts manages the centralised savings funds entrusted to it by the French State.

(in millions of euros)	31.12.2017	31.12.2016
Loans ⁽¹⁾	4,491	1,787
Other financial assets		
Other assets	49	39
Total assets	4,540	1,825
Borrowings	1,280	2,630
Other financial liabilities		
Other liabilities		83
Total liabilities	1,280	2,713
Commitments given	3,070	3,960
Commitments received ⁽²⁾	4,491	1,787
Total commitments	7,561	5,747
Interest income (expense), net	40	23
Fee and commission income (expense), net		
Net income (loss) from financial transactions		5
Net income (loss) from other activities	(249)	(207)
General operating expenses, net of rebillings	140	138
Gross operating profit (loss)	(69)	(41)

(1) Including a €1.7 billion increase in zero-interest loans and a €1.0 billion increase in EIB loans;

(2) Guarantee commitments received from the Savings Funds for zero-interest and EIB loans (€1.8 billion in 2016, amount adjusted with respect to the 2016 financial statements).

B) PENSION FUNDS

(in millions of euros)	31.12.2017	31.12.2016
Loans		
Other financial assets		
Other assets	64	87
Total assets	64	87
Borrowings	1,411	1,371
Other financial liabilities		
Other liabilities	50	48
Total liabilities	1,461	1,419
Commitments given		2
Commitments received		
Total commitments		2
Interest income (expense), net	2	3
Fee and commission income (expense), net		
Net income (loss) from financial transactions		
Net income (loss) from other activities	4	4
General operating expenses, net of rebillings	311	296
Gross operating profit (loss)	317	302

C) FUNDS MANAGED IN CONNECTION WITH THE INVESTMENTS FOR THE FUTURE PROGRAMME

In 2010, Caisse des Dépôts was entrusted with managing eight programmes and twelve actions within the scope of the Investments for the Future Programme, also known as the national loan.

The Group was entrusted with managing a package of €7.4 billion, of which €6.5 billion was paid into a specific Caisse des Dépôts account with the French Treasury. As part of the second Investments for the Future Programme (PIA 2), Caisse des Dépôts was asked to manage seven new programmes and eight actions in 2014 totalling €936 million, four new programmes and four actions in 2015 worth a total of €623 million, and one new programme and one new action in 2016 worth a total of €50 million.

At 31 December 2017, the total package can be analysed as follows after payments and after deducting management fees:

	ASSETS		LIABILITIES AND EQUITY	
	Amounts receivable in respect of current or future cash investments		Amounts payable to the French State in respect of the national loan	
	31.12.2017	31.12.2016	31.12.2017	31.12.2016
(in millions of euros)				
France Brevets	135	135	135	135
Technological development	794	788	794	788
Social economy and solidarity	64	75	64	75
Work-study programme – Housing	79	109	79	109
Work-study programme – Modernisation	100	124	100	124
National seed capital fund	318	375	318	375
Innovation platforms and competitive clusters	19	21	19	21
Fonds Ecotechnologies (Eco-technologies fund)	132	132	132	132
Firms to accelerate technology transfer (SATTs)	386	393	386	393
<i>Fonds pour la société numérique</i> (Digital society fund) – Infrastructure	754	862	754	862
<i>Fonds pour la société numérique</i> (Digital society fund) – Services	649	651	649	651
Tomorrow's cities	447	496	447	496
Nano 2017		77		77
National fund for innovation and entrepreneurial culture	9	11	9	11
Regional integrated energy transition projects	20	20	20	20
<i>Transition Numérique de l'État et Modernisation de l'Action Publique</i> (Digital transition for government and modernisation of public action)	35	40	35	40
French Tech Accélération	200	200	200	200
French Tech Attractivité	1	10	1	10
<i>Partenariat pour la Formation Professionnelle et l'Emploi</i> (Alliance for vocational training and employment)	100	110	100	110
Health biotech acceleration fund	340	340	340	340
Fund of turnaround funds	75	75	75	75
Digital innovation for education excellence	68	81	68	81
Thematic institutions of excellence in decarbonised energies	43	43	43	43
Fund of funds – priority urban areas	50	50	50	50
	4,818	5,218	4,818	5,218

In accordance with IFRS, the agreements signed with the French State concerning the National Loan require the assets and liabilities covered by the investment programmes to be derecognised in the Group's consolidated financial statements. In the French GAAP accounts of the Central Sector, these assets and liabilities are transferred to adjustment accounts.

7.3 POST-EMPLOYMENT BENEFIT PLAN MANAGERS

Caisse de Dépôts has entered into several agreements with group pension fund managers. Assets and liabilities from transactions with post-employment benefit plan managers were not material at 31 December 2017.

8 - EMPLOYEE BENEFITS

8.1 EMPLOYEE BENEFITS EXPENSE

(in millions of euros)	31.12.2017	31.12.2016
Payroll costs	(5,191)	(1,406)
Post-employment benefit plan costs	(62)	(35)
Discretionary and non-discretionary profit-sharing	(92)	(62)
Total employee benefits expense	(5,345)	(1,503)

8.2 AVERAGE NUMBER OF EMPLOYEES AT CONTROLLED COMPANIES

	31.12.2017	31.12.2016
France	50,722	19,171
International	48,950	6,065
Average number of employees	99,672	25,236

The sharp increase in the workforce compared with 2016 was attributable to the first-time consolidation of Transdev group in 2017 (74,309 people)

8.3 EMPLOYEE BENEFIT OBLIGATIONS

8.3.1 - NET EMPLOYEE BENEFIT OBLIGATIONS RECOGNISED

(in millions of euros)	31.12.2017	31.12.2016
Assets and liabilities recognised in the statement of financial position		
Present value of funded employee benefit obligation	197	208
Present value of unfunded employee benefit obligation	528	553
Present value of employee benefit obligation	725	761
Market value of plan assets	(144)	(151)
Provision for employee benefit obligations	581	610
Actuarial liability – current	58	79
Actuarial liability – non-current	523	531

8.3.2 - CHANGE IN EMPLOYEE BENEFIT OBLIGATIONS IN THE INCOME STATEMENT

(in millions of euros)	31.12.2017	31.12.2016
Current service cost – post-employment plans	(25)	(15)
Current service cost – long-term benefits	(18)	(11)
Past service cost (including plan amendments and curtailments) ⁽¹⁾	(75)	(1)
Gains and losses on plan settlements ⁽¹⁾	75	1
Service cost	(43)	(26)
Net interest cost	(8)	(5)
Actuarial gains and losses on long-term benefits	(11)	(4)
Post-employment plan and long-term benefit expense	(62)	(35)

(1) At 31 December 2017, mainly the effect of the implementation of the new Central Sector agreement of 6 July 2017.

8.3.3 - CHANGE IN PROVISION FOR EMPLOYEE BENEFIT OBLIGATIONS

(in millions of euros)	31.12.2017	31.12.2016
Opening balance	610	422
Post-employment plan and long-term benefit expense	62	35
Benefits paid	(60)	(29)
Actuarial gains and losses on post-employment plans resulting from:		
- changes in demographic assumptions	2	
- changes in financial assumptions	4	17
- experience adjustments	(23)	1
Actuarial gains and losses on plan assets	(7)	
Changes in scope of consolidation		163
Other movements	(7)	1
Closing balance	581	610

8.3.4 - ANALYSIS OF THE PROVISION FOR EMPLOYEE BENEFIT OBLIGATIONS

Breakdown of obligations by type

(in millions of euros)	31.12.2017	31.12.2016
Retirement benefits	282	320
Other pension plans	67	72
Other post-employment benefit plans	64	64
Long-term benefits	168	154
Provision for employee benefit obligations	581	610

Breakdown of obligations by consolidated entity

(in millions of euros)	31.12.2017	31.12.2016
Caisse des Dépôts (Central Sector)	245	275
Transdev group	158	164
Egis group	49	45
Compagnie des Alpes group	48	47
Icade group	23	23
Informatique CDC	24	24
Société Nationale Immobilière	26	24
Other entities	8	9
Provision for employee benefit obligations	581	610

8.3.5 - BREAKDOWN OF PLAN ASSETS BY TYPE

(in millions of euros)	31.12.2017	31.12.2016
Equities	47	49
Bonds	32	46
Other assets	65	56
Total plan assets	144	151

8.3.6 - OTHER INFORMATION ON EMPLOYEE BENEFIT OBLIGATIONS

Weighted average discount rates used to measure retirement benefits

Average discount rate for each consolidated entity	31.12.2017	31.12.2016
Caisse des Dépôts (Central Sector)	1.17%	0.98%
Transdev group	1.40%	1.35%
Egis group	1.28%	1.50%
Compagnie des Alpes group	1.45%	0.80%
Icade group	1.45%	1.32%
Informatique CDC	1.45%	1.49%
CDC Habitat	1.80%	1.60%

The discount rate is determined by reference to the iBoxx € Corporates AA 10+ index, which essentially represents the rate of return on bonds issued by companies rated investment grade.

Caisse des Dépôts (Central Sector)

The provisions of the 2015-2017 Framework Agreement automatically expired on 31 December 2017. A new agreement was signed on 6 July 2017 and came into force on 1 January 2018 for the entire workforce.

Transdev group multi-employer pension plan

Transdev group participates in a multi-employer defined benefit plan through its Dutch subsidiaries. The plan in question is an optional SPOV pension fund, which is open to transport sector companies.

At end-2017, 27 companies participated in this plan. Eligible employees at the participating Transdev group companies acquire rights from the age of 21 based on 1.8% of the reference pay per year of employment (2017 rate). At 31 December 2017:

- plan assets (100% coverage) amounted to €3.9 billion. At 31 December 2017, they consisted primarily of equities (30%), government bonds (32%) and securities (9%);
- the discounted value of obligations under local accounting principles was estimated at €3.5 billion (100% coverage).

Accordingly, the plan is in surplus. Because Transdev group has no rights to this surplus, no asset is recognised in the consolidated statement of financial position (asset ceiling).

Analysis of sensitivity of the provision for employee benefit obligations to a rise or fall in the discount rate

	31.12.2017	31.12.2016
Sensitivity of actuarial liability	+ / - 50 bps	+ / - 50 bps
Amount of provision in the event of a rise in the discount rate	543	569
Provision for employee benefit obligations at year-end	581	610
Amount of provision in the event of a fall in the discount rate	625	655

9 - INFORMATION ON MATERIAL ASSOCIATES, JOINT VENTURES AND NON-CONTROLLING INTERESTS

The table below sets out data relating to material associates and joint ventures based on a 100% holding prior to the elimination of intragroup balances and transactions, using the Group's IFRS publication format.

9.1 MATERIAL ASSOCIATES

La Poste is the only material associate, accounting for 74% of the Group's investments in equity-accounted associates.

LA POSTE

	31.12.2017	31.12.2016
Percent control and percent interest held by the entity	26.32%	26.32%
Nature of relationship	Strategic interest	Strategic interest
Dividends received	€45 million	€45 million

Summarised financial information

Statement of financial position - La Poste group

(in millions of euros)	31.12.2017	31.12.2016
Assets		
Goodwill	2,332	2,119
Intangible assets	1,102	916
Tangible assets	5,771	5,661
Investments in joint ventures and associates	4,098	3,426
Other non-current financial assets	599	480
Deferred tax assets	192	239
Non-current assets	14,092	12,840
Current banking assets		
Customer loans and receivables	88,048	78,784
Credit institutions loans and receivables	84,088	84,461
Securities portfolio	46,953	54,799
Other current financial assets	1,493	1,716
Accruals	1,815	1,497
Cash and central bank deposits	3,325	2,732
Other current assets		
Inventories and work-in-progress	121	97
Trade and other receivables	3,930	3,886
Other current financial assets	712	609
Income tax credit	212	354
Other accruals – Assets	84	81
Cash and cash equivalents	1,735	2,152
Assets held for sale	55	179
Current assets	232,570	231,346
Total assets	246,662	244,186

(in millions of euros)	31.12.2017	31.12.2016
Liabilities and equity		
Share capital	3,800	3,800
Issue premium	900	900
Reserves	4,790	4,247
Unrealised gains and losses on financial instruments	1,207	1,222
Cumulative translation adjustments	(184)	(101)
Net profit (loss), group share	851	849
Equity, group share	11,364	10,917
Non-controlling interests	169	115
Consolidated equity	11,534	11,033
Medium- and long-term bonds and other financial debt	5,313	5,836
Employee benefits – non-current liabilities	2,463	2,118
Non-current provisions for contingencies and losses	207	328
Deferred tax liabilities	188	277
Non-current liabilities	8,171	8,560
Current provisions for contingencies and losses		
Specific provisions for the insurance and banking activities	2,669	2,593
Current provisions for contingencies and losses	459	567
Short-term bonds and other financial debt	984	1,064
Current banking liabilities		
Liabilities due to credit institutions	14,154	19,003
Liabilities due to customers	182,556	175,669
Debt evidenced by a certificate and other financial liabilities	17,875	17,785
Accruals	2,099	2,203
Other current liabilities		
Trade and other payables	5,154	4,693
Government – income tax	42	47
Employee benefits – current liabilities	743	774
Other accruals – Liabilities	222	196
Current liabilities	226,958	224,593
Total liabilities and equity	246,662	244,186

Income statement - La Poste group

(in millions of euros)	31.12.2017	31.12.2016
Revenues from commercial activities	18,463	17,696
Net banking income	5,647	5,598
Operating revenue	24,110	23,294
Net operating expenses	(23,106)	(22,313)
Operating profit (loss)	1,012	975
Financial profit (loss)	(168)	(169)
Profit before tax of consolidated companies	844	806
Net profit (loss)	893	893
Attributable to non-controlling interests	42	(44)
Net profit (loss), Group share	851	849

Other comprehensive income - La Poste group

(in millions of euros)	31.12.2017	31.12.2016
Consolidated net profit (loss)	893	893
Other comprehensive income recognised in equity		
Recyclable items		
Translation adjustments	(28)	(25)
Change in unrealised gains and losses on financial instruments	(62)	170
Share in other comprehensive income and expenses of associates and joint ventures	1	134
Non-recyclable items		
Actuarial adjustments on employee benefits	74	29
Change in credit risk associated with financial liabilities designated at fair value	(8)	(7)
Total other comprehensive income recognised in equity (after tax)	(21)	301
Total comprehensive income	871	1,195
Group share	827	1,142
Non-controlling interests	44	53

Reconciliation of financial information with the equity-accounted carrying amount of La Poste group

(in millions of euros)	31.12.2017	31.12.2016
Equity attributable to owners	11,364	10,917
Restatement (chiefly purchase price allocation)	(1,244)	(1,244)
Equity based on Caisse des Dépôts' percent interest	2,664	2,546
Goodwill, net		
Impairment loss on La Poste shares	(1,020)	(410)
Equity-accounted carrying amount on Caisse des Dépôts' statement of financial position	1,644	2,136

9.2 MATERIAL JOINT VENTURES

The Group's material joint ventures are CNP Assurances, Bpifrance and CTE, which account for 93% of investments in equity-accounted joint ventures.

CNP ASSURANCES GROUP

	31.12.2017	31.12.2016
Percent control and percent interest held by the entity	40.88%	40.88%
Nature of relationship	Insurance subsidiary	Insurance subsidiary
Dividends received	€224 million	€216 million

Summarised financial information

Statement of financial position - CNP Assurances group

(in millions of euros)	31.12.2017	31.12.2016
Assets		
Goodwill	273	310
Value of in-force business	24	22
Other intangible assets	502	534
Total intangible assets	799	866
Investment property	2,568	2,927
Held-to-maturity investments	549	766
Available-for-sale financial assets	296,481	299,429
Securities held for trading	81,722	74,541
Loans and receivables	4,970	4,945
Derivative financial instruments	798	654
Insurance investments	387,088	383,262
Banking and other investments	9	11
Investments in equity-accounted companies	66	67
Reinsurers' share of insurance and financial liabilities	22,735	23,033
Insurance or reinsurance receivables	3,334	3,143
Current tax assets	533	456
Other receivables	4,647	4,236
Owner-occupied property and other property and equipment	292	309
Other non-current assets	2,280	2,053
Deferred participation asset		
Deferred tax assets	284	294
Other assets	11,370	10,491
Non-current assets held for sale and discontinued operations		
Cash and cash equivalents	1,231	1,400
Total assets	423,298	419,130

(in millions of euros)	31.12.2017	31.12.2016
Equity and liabilities		
Share capital	687	687
Share premium account	1,736	1,717
Revaluation reserve	4,132	3,847
Cash flow hedge reserve	(48)	(42)
Deeply subordinated notes	1,765	1,765
Retained earnings	9,060	8,491
Profit (loss) for the period	1,284	1,200
Translation reserve	(359)	(131)
Equity attributable to owners of the parent	18,257	17,534
Non-controlling interests	1,766	1,763
Total equity	20,023	19,297
Insurance liabilities (excluding unit-linked)	158,654	152,601
Insurance liabilities (unit-linked)	45,822	39,506
Insurance liabilities	204,476	192,107
Financial liabilities - financial instruments with DPF (excluding unit-linked)	121,580	130,379
Financial liabilities - financial instruments without DPF (excluding unit-linked)	625	728
Financial liabilities - unit-linked financial instruments	8,188	7,820
Financial liabilities	130,393	138,927
Derivative financial instruments separated from the host contract		
Deferred participation reserve	30,335	30,714
Insurance and financial liabilities	365,204	361,748
Provisions	210	251
Subordinated debt	5,300	5,427
Financing liabilities	5,300	5,427
Operating liabilities represented by securities	10,310	8,646
Operating liabilities due to banks	470	143
Liabilities arising from insurance and reinsurance transactions	14,262	14,884
Current taxes payable	299	292
Current account advances	50	45
Liabilities towards holders of units in controlled mutual funds	728	768
Derivative instruments	1,110	1,245
Deferred tax liabilities	915	1,287
Other amounts due to customers	4,417	5,098
Other liabilities	32,561	32,408
Liabilities relating to assets held for sale		
Total equity and liabilities	423,298	419,130

Income statement - CNP Assurances group

(in millions of euros)	31.12.2017	31.12.2016
Premiums written	32,460	31,780
Change in unearned premiums	(383)	(285)
Earned premiums	32,077	31,495
Revenue from other activities	160	124
Other operating revenue		
Investment income, net of expenses	8,372	8,469
Gains and losses on disposal of investments	379	837
Change in fair value of financial assets at fair value through profit or loss	3,294	1,463
Impairment losses on financial instruments	729	15
Total investment income net of expenses	12,774	10,784
Income from ordinary activities	45,011	42,403
Claims and benefits expenses	(37,538)	(35,731)
Reinsurance result	106	66
Income and expenses of other businesses, net	18	(3)
Acquisition costs	(3,982)	(3,796)
Amortisation of value of acquired in-force business and distribution agreements	(25)	(24)
Contract administration expenses	(199)	(186)
Other recurring operating income and expense, net	(617)	(261)
Total other recurring operating income and expense, net	(42,237)	(39,935)
Recurring operating profit (loss)	2,774	2,468
Other non-recurring operating income and expense, net	(18)	(6)
Operating profit (loss)	2,756	2,462
Finance costs	(247)	(228)
Change in fair value of intangible assets	2	1
Share of profit of equity-accounted companies	7	6
Income tax expense	(895)	(744)
Profit (loss) for the period	1,623	1,497
Non-controlling interests	(338)	(297)
Profit (loss) attributable to owners of the parent	1,285	1,200

Other comprehensive income - CNP Assurances group

(in millions of euros)	31.12.2017	31.12.2016
Profit (loss) for the period	1,623	1,497
Gains and losses recognised directly in equity		
Amounts recycled through profit or loss	(107)	934
Available-for-sale financial assets		
Change in revaluation reserve during the period	(508)	2,647
Reclassification of proceeds from disposals to profit or loss	(1,354)	(1,265)
Reclassification of impairment losses to profit or loss	240	619
Sub-total including deferred participation and deferred taxes	(1,622)	2,001
Deferred participation including deferred taxes	1,581	(1,400)
Deferred taxes	328	(61)
<i>Of which, change in revaluation reserve for non-current assets held for sale</i>		
Sub-total net of deferred participation and deferred taxes	287	540
Cash flow hedge reserve	(7)	(37)
Change in cash flow hedge reserve during the period	(137)	(100)
Cash flow hedge reserve recycled through profit or loss during the period	127	43
Deferred taxes	3	19
Translation differences	(388)	431
Amounts not recycled through profit or loss	(7)	
Actuarial gains and losses	(7)	
Other movements		
Total income and expense recognised directly in equity	(114)	934
Net income and expense recognised directly in equity	1,509	2,431
Attributable to owners	1,315	1,919
Non-controlling interests	194	512

Reconciliation of financial information with the equity-accounted carrying amount of the CNP Assurances group

(in millions of euros)	31.12.2017	31.12.2016
Equity attributable to owners	18,257	17,534
Restatements (chiefly CNP Assurances deeply-subordinated notes)	(1,824)	(1,862)
Equity based on Caisse des Dépôts' percent interest	6,718	6,406
Goodwill, net	208	208
Equity-accounted carrying amount on Caisse des Dépôts' statement of financial position	6,926	6,614

BPIFRANCE

	31.12.2017	31.12.2016
Percent control and percent interest held by the entity	50%	50%
Nature of relationship	Corporate financing and investment partner	Corporate financing and investment partner
Dividends received	€127 million	€118 million

Summarised financial information

Statement of financial position - Bpifrance

(in millions of euros)	31.12.2017	31.12.2016
Assets		
Cash and amounts due from central banks	357	882
Financial assets at fair value through profit or loss	4,551	3,854
Hedging instruments with a positive fair value	11	93
Available-for-sale financial assets	8,876	9,502
Loans and receivables due from credit institutions	1,493	1,775
Loans and receivables due from customers	34,881	33,323
Finance lease and equivalent operations	6,009	6,005
Innovation financing aids	492	534
Cumulative fair value adjustments to portfolios hedged against interest rate risk	264	425
Held-to-maturity investments	8,642	6,700
Current and deferred tax assets	65	45
Prepayments, accrued income and other assets	2,542	2,994
Investments in equity-accounted companies	3,992	2,119
Investment property		
Tangible assets	123	122
Intangible assets	114	103
Total assets	72,412	68,477

(in millions of euros)	31.12.2017	31.12.2016
Liabilities and equity		
Financial liabilities at fair value through profit or loss	4	9
Hedging instruments with a negative fair value	8	122
Due to credit institutions	12,365	12,298
Due to customers	3,470	3,813
Debt securities	24,786	20,655
Cumulative fair value adjustments to portfolios hedged against interest rate risk	211	435
Current and deferred tax liabilities	258	430
Accruals, deferred income and other liabilities	1,064	1,889
Provisions	2,853	1,873
Innovation and public guarantee funds	3,798	3,940
Subordinated debt	7	7
Equity attributable to owners	23,242	22,675
Share capital and related reserves	20,981	20,981
Reserves and retained earnings	(873)	(1,305)
Gains and losses recognised directly in equity	1,771	2,275
Profit (loss) for the period	1,363	723
Non-controlling interests	347	332
Total liabilities and equity	72,412	68,477

Income statement - Bpifrance

(in millions of euros)	31.12.2017	31.12.2016
Interest income	1,585	1,519
Interest expense	(860)	(851)
Fee and commission income	52	47
Fee and commission expense	(3)	(2)
Gains and losses on financial instruments at fair value through profit or loss, net	432	146
Gains and losses on available-for-sale financial assets, net	777	360
Income from other activities	196	158
Expenses from other activities	(113)	(123)
Net banking income	2,066	1,252
General operating expenses	(554)	(508)
Depreciation, amortisation and impairment of property and equipment and intangible assets	(39)	(34)
Gross operating profit (loss)	1,473	709
Cost of risk	(54)	(34)
Operating profit (loss)	1,419	676
Share of profit (loss) of equity-accounted companies	240	27
Gains and losses on other assets, net	13	254
Income tax	(292)	(216)
Net profit (loss)	1,380	741
Non-controlling interests	17	18
Net profit (loss) attributable to owners	1,363	723

Other comprehensive income - Bpifrance

(in millions of euros)	31.12.2017	31.12.2016
Net profit (loss)	1,380	741
Items to be reclassified to the income statement	(584)	(101)
Fair value adjustments on remeasurement of available-for-sale financial assets	(498)	(116)
Exchange differences on translation of foreign operations	(99)	21
Share of unrealised or deferred gains and losses on investments in equity-accounted companies	13	(6)
Items not to be reclassified to the income statement	(19)	17
Actuarial gains and losses on post-employment defined benefit obligations	(19)	17
Total income and expense recognised directly in equity	(603)	(83)
Net profit (loss) and total income and expense recognised directly in equity	777	658
Attributable to owners	760	640
Non-controlling interests	17	18

Reconciliation of financial information with the equity-accounted carrying amount of Bpifrance

(in millions of euros)	31.12.2017	31.12.2016
Equity attributable to owners	23,242	22,675
Restatements (fair value adjustments)	523	319
Equity based on Caisse des Dépôts' percent interest	11,883	11,497
Equity-accounted carrying amount on Caisse des Dépôts' statement of financial position	11,883	11,497

COENTREPRISE DE TRANSPORT D'ÉLECTRICITÉ

	31.12.2017
Percent control and percent interest held by the entity	29.9%
Nature of relationship	Strategic interest
Dividends received	€59 million

Summarised financial information

(in millions of euros)	31.12.2017
Assets	
Non-current assets	17,163
Current assets	2,793
Assets	19,956
Equity and liabilities	
Total equity	2,476
Non-current liabilities	12,870
Current liabilities	4,610
Equity and liabilities	19,956
Income statement	
Total revenue	3,143
Gross operating surplus	1,288
Net profit	178

Reconciliation of financial information with the equity-accounted carrying amount of CTE

(in millions of euros)	31.12.2017
Equity attributable to owners	2,476
Restatements (chiefly purchase price allocation)	2,974
Equity based on Caisse des Dépôts' percent interest	1,630
Equity-accounted carrying amount on Caisse des Dépôts' statement of financial position	1,630

9.3 MATERIAL NON-CONTROLLING INTERESTS

COMPAGNIE DES ALPES

	30.09.2017	30.09.2016
Percent interest held by the entity	39.5%	39.6%
Percent control held by the entity	39.5%	39.6%
Percent interest held by non-controlling interests	60.5%	60.4%
Percent control held by non-controlling interests	60.5%	60.4%
Dividends paid to non-controlling interests	6	4

Summarised financial information

(in millions of euros)

	30.09.2017	30.09.2016
Assets		
Non-current assets	1,431	1,388
Current assets	149	118
Assets	1,580	1,506
Liabilities and equity		
Equity attributable to owners	777	755
Non-controlling interests	55	50
Total equity	832	806
Non-current liabilities	276	412
Current liabilities	472	288
Liabilities and equity	1,580	1,506
Income statement		
Total revenue	765	722
Gross operating profit	203	184
Operating profit	93	73
Cost of net debt	(16)	(16)
Impairment losses on goodwill and other assets		
Net profit	40	40
Non-controlling interests	(9)	(7)
Net profit attributable to owners	31	33

Other comprehensive income

(in millions of euros)	30.09.2017	30.09.2016
Net profit	40	40
Actuarial gains and losses on post-employment defined benefit obligations	1	(3)
Total changes in assets and liabilities recognised directly in equity	1	(3)
Net profit and total income and expense recognised directly in equity	41	37
Attributable to owners	32	30
Non-controlling interests	9	7

Statement of cash flows

(in millions of euros)	30.09.2017	30.09.2016
Net profit attributable to owners	31	33
Non-controlling interests	9	7
Net profit	40	40
Cash flows related to operating activities	182	186
Cash flows related to investing activities	(163)	(166)
Cash flows related to financing activities	32	(23)
Net increase (decrease) in cash and cash equivalents	51	(3)
Cash and cash equivalents at the beginning of the period	(17)	(14)
Cash and cash equivalents at the end of the period	34	(17)

The Compagnie des Alpes group's financial statements adopted at 30 September are included in the consolidated financial statements of Caisse des Dépôts Group at 31 December. Material transactions having taken place in the last quarter of the year are taken into account when preparing Caisse des Dépôts' consolidated financial statements.

ICADE

	31.12.2017	31.12.2016
Percent interest held by the entity	39.1%	39.1%
Percent control held by the entity	39.1%	39.1%
Percent interest held by non-controlling interests	60.9%	60.9%
Percent control held by non-controlling interests	60.9%	60.9%
Dividends paid to non-controlling interests	180	168

Summarised financial information

(in millions of euros)

	31.12.2017	31.12.2016
Assets		
Non-current assets	9,500	8,473
Current assets	1,730	1,564
Assets held for sale		
Assets	11,230	10,037
Liabilities and equity		
Equity attributable to owners	3,336	3,435
Non-controlling interests	774	665
Total equity	4,110	4,100
Non-current liabilities	5,030	4,263
Current liabilities	2,090	1,674
Liabilities related to assets held for sale		
Liabilities and equity	11,230	10,037
Income statement		
Total revenue	1,658	1,498
Gross operating profit	535	521
Operating profit	324	263
Cost of net debt	(84)	(109)
Financial profit (loss)	(127)	(164)
Income tax expense	6	(23)
Profit (loss) from discontinued operations		13
Net profit	203	89
Non-controlling interests	(33)	(31)
Net profit attributable to owners	170	58

Other comprehensive income

(in millions of euros)	31.12.2017	31.12.2016
Net profit	203	89
Fair value adjustments on remeasurement of available-for-sale financial assets	2	
Fair value adjustments on remeasurement of hedging instruments	24	37
Other	1	3
Total changes in assets and liabilities recognised directly in equity	27	40
Net profit and total income and expense recognised directly in equity	230	129
Attributable to owners	196	30
Non-controlling interests	34	99

Statement of cash flows

(in millions of euros)	31.12.2017	31.12.2016
Net profit attributable to owners	170	58
Non-controlling interests	33	31
Net profit	203	89
Cash flows related to operating activities	337	210
Cash flows related to investing activities	(239)	(235)
Cash flows related to financing activities	29	(172)
Discontinued operations		6
Net increase (decrease) in cash and cash equivalents	127	(191)
Cash and cash equivalents at the beginning of the period	235	426
Cash and cash equivalents at the end of the period	362	235

ICADE SANTÉ

The non-controlling interests at the level of the Icade sub-group relate mainly to Icade Santé, which was 56.5%-owned by Icade at 31 December 2017 (56.5% at 31 December 2016). The company's statement of financial position and income statement are presented below.

(in millions of euros)	31.12.2017	31.12.2016
Assets		
Non-current assets	2,901	2,653
Current assets	35	70
Assets	2,936	2,723
Liabilities and equity		
Equity attributable to owners	1,596	1,526
Non-controlling interests		
Total equity	1,596	1,526
Non-current liabilities	1,166	1,077
Current liabilities	178	120
Liabilities and equity	2,940	2,723
Income statement		
Total revenue	214	201
Gross operating profit	197	185
Operating profit	99	95
Cost of net debt	(28)	(28)
Financial loss	(29)	(29)
Comprehensive income	71	65

10 - STATUTORY AUDITORS' FEES

(in millions of euros)	Mazars		PwC	
	2017	2016	2017	2016
Audit				
Statutory audit, certification, review of the individual and consolidated financial statements				
- Central Sector	1.3	1.1	1.3	1.1
- Fully consolidated subsidiaries	5.2	4.8	2.7	2.4
Other audit services				
- Central Sector	0.3	0.4	0.2	0.5
- Fully consolidated subsidiaries	0.6	0.5	0.4	0.1
Total	7.5	6.8	4.7	4.2

11 - SCOPE OF CONSOLIDATION

Caisse des Dépôts prepares separate annual financial statements under French GAAP for each of its constituent sectors: Central Sector and the Savings Funds. Caisse des Dépôts Group is unique as a public institution with subsidiaries and affiliates that operate in the competitive sector. It publishes consolidated financial statements under IFRS. These combine the financial statements of the Central Sector and those of the entities over which Caisse des Dépôts exercises exclusive or joint control to form the consolidated financial statements of Caisse des Dépôts Group.

Since 2017, the presentation of the Group's scope of consolidation has been organised based on the Group's three business segments. Entities, sub-groups and subsidiaries are thus presented by segment.

Groups/companies	31.12.2017			31.12.2016		
	Method	% control	% interest	Method	% control	% interest
Caisse des Dépôts Division						
CDC (CENTRAL SECTOR) <i>Registered office: 56, rue de Lille 75356 Paris 07 SP - France</i>	FULL	100.00	100.00	FULL	100.00	100.00
SCET <i>Registered office: 52 rue Jacques Hillairet 75612 Paris Cedex 12 - France</i>	FULL	100.00	100.00	FULL	100.00	100.00
CDC Habitat GROUP (formerly Société Nationale Immobilière)						
CDC Habitat (formerly Société Nationale Immobilière) <i>Registered office: 100, avenue de France - 75013 Paris - France</i>	FULL	100.00	100.00	FULL	100.00	100.00
SAINTE BARBE	FULL	100.00	100.00	FULL	100.00	100.00
AMPERE GESTION	FULL	100.00	100.00	FULL	100.00	100.00
ADOMA	EQUITY (JV)	56.44	56.44	EQUITY (JV)	56.41	56.41
FONDS DE LOGEMENT INTERMEDIAIRE	EQUITY (Ass.)	19.14	19.14	EQUITY (Ass.)	19.14	19.14
ADESTIA	FULL	100.00	100.00	FULL	100.00	100.00
CAISSE DES DÉPÔTS DIVISION - OTHER ENTITIES						
CDC ENTREPRISES VALEURS MOYENNES	FULL	100.00	100.00	FULL	100.00	100.00
CDC PME CROISSANCE	EQUITY (JV)	49.53	49.53	EQUITY (JV)	48.21	48.21
EGIS ENVIRONMENTAL INVESTMENTS SAS	FULL	87.24	87.24	FULL	87.19	87.19
INFORMATIQUE CDC	FULL	100.00	99.90	FULL	99.90	99.90
SCI SARIHV	FULL	100.00	100.00	FULL	100.00	100.00
FONCIERE FRANKLIN	FULL	100.00	100.00	FULL	100.00	100.00
SCI BOULOGNE ILOT V	FULL	100.00	99.00	FULL	100.00	99.00
SCI SILOGI	FULL	100.00	99.00	FULL	100.00	99.00
SCI 43 45 RUE DE COURCELLES	FULL	100.00	99.00	FULL	100.00	99.00
SCI 182 RUE DE RIVOLI	FULL	100.00	99.00	FULL	100.00	99.00
SCI ALPHA PARK	EQUITY (JV)	50.00	50.00	EQUITY (JV)	50.00	50.00
SCI PRINTEMPS LA VALETTE	EQUITY (JV)	50.00	50.00	EQUITY (JV)	50.00	50.00
SAS LA NEF LUMIERE	FULL	100.00	87.50	FULL	100.00	75.00
SAS RICHELIEU VIENNE	EQUITY (JV)	50.00	50.00	EQUITY (JV)	50.00	50.00
SCI DES REGIONS	FULL	100.00	100.00	FULL	100.00	100.00
OPCI RIVER OUEST	EQUITY (JV)	40.01	40.01	EQUITY (JV)	40.01	40.01
SAS CHATEAUDUN	FULL	100.00	100.00	FULL	100.00	100.00
SAS MALTHAZAR	EQUITY (JV)	50.00	50.00	EQUITY (JV)	50.00	50.00

Groups/companies	31.12.2017			31.12.2016		
	Method	% control	% interest	Method	% control	% interest
SAS PRINTEMPS LA VALETTE II	EQUITY (JV)	50.00	50.00	EQUITY (JV)	50.00	50.00
SCI MAC DONALD	FULL	100.00	100.00	FULL	100.00	100.00
SCI FARMAN	EQUITY (JV)	50.00	50.00	EQUITY (JV)	50.00	50.00
SAS PARIS NORD EST	FULL	100.00	79.00	FULL	100.00	79.00
SCI TOUR MERLE	EQUITY (JV)	50.00	50.00	EQUITY (JV)	50.00	50.00
SCI CUVIER MONTREUIL II	FULL	100.00	100.00	FULL	100.00	100.00
SCI INNOVATIS II	FULL	100.00	100.00	FULL	100.00	100.00
SCI MMV 2013	FULL	100.00	100.00	FULL	100.00	100.00
CDC GPI - GESTION DES PLACEMENTS IMMOBILIERS	FULL	100.00	100.00	FULL	100.00	100.00
CDC GPII - GESTION DES PLACEMENTS IMMOBILIERS INTERNES	FULL	100.00	100.00	FULL	100.00	100.00
ACEP INV 3	FULL	100.00	100.00	FULL	100.00	100.00
PARIS RIVE GAUCHE A9	FULL	100.00	100.00	FULL	100.00	100.00
SCI BAUDELIQUE	FULL	100.00	99.66			
PBEM - PARIS BATIGNOLLES EMERGENCE	FULL	100.00	99.90			
GPI REUILLY	FULL	100.00	99.90			
SCI BATIGNOLLES LOT 09	EQUITY (JV)	50.00	50.00			
FONCIERE DEVELOPPEMENT TOURISME	EQUITY (Ass.)	49.90	49.90			
SCI PB10	EQUITY (JV)	50.00	50.00			
FONCIERE PUBLIQUE SOLIDAIRE	EQUITY (JV)	50.00	50.00			
LE MARQUIS	EQUITY (Ass.)	40.00	40.00			
SAS LAFAYETTE	FULL	100.00	100.00			
SCI EVI-DANCE	EQUITY (JV)	50.00	50.00			
GPI RUE PETIT	FULL	100.00	99.99			
STOA	FULL	100.00	83.33			
QUALIUM INVESTISSEMENT				FULL	100.00	100.00
UNIVERS 12	FULL	100.00	100.00	FULL	100.00	100.00
CDC ELAN PME	FULL	100.00	100.00	FULL	100.00	100.00
ANATOL INVEST GROUP						
ANATOL INVEST HOLDING France <i>Registered office: 56, rue de Lille - 75007 Paris - France</i>	FULL	100.00	100.00	FULL	100.00	100.00
ANATOL INVEST HOLDING BV (Netherlands)	FULL	100.00	100.00	FULL	100.00	100.00
PBW REAL ESTATE FUND (Netherlands)	FULL	100.00	100.00	FULL	100.00	100.00
ATRIUM TOWER (Poland)	FULL	100.00	100.00	FULL	100.00	100.00
IBC (Czech Republic)	FULL	100.00	100.00	FULL	100.00	100.00
MYSLBEK (Czech Republic)	FULL	100.00	100.00	FULL	100.00	100.00
PAIGE INVESTMENTS (Poland)	FULL	100.00	100.00	FULL	100.00	100.00
BPIFRANCE DIVISION						
BPIFRANCE GROUP						
BPIFRANCE <i>Registered office: 27-31, avenue du Général Leclerc - 94710 Maisons-Alfort Cedex - France</i>	EQUITY (JV)	50.00	50.00	EQUITY (JV)	50.00	50.00
BPIFRANCE ASSURANCE EXPORT	EQUITY (JV)	50.00	50.00	EQUITY (JV)	50.00	50.00

Groups/companies	31.12.2017			31.12.2016		
	Method	% control	% interest	Method	% control	% interest
BPIFRANCE PARTICIPATIONS	EQUITY (JV)	50.00	50.00	EQUITY (JV)	50.00	50.00
AVENIR ENT DVLP C1	EQUITY (JV)	50.00	50.00	EQUITY (JV)	50.00	50.00
AVENIR ENT DVLP C2	EQUITY (JV)	50.00	50.00	EQUITY (JV)	50.00	50.00
AVENIR ENT DVLP C3	EQUITY (JV)	50.00	50.00	EQUITY (JV)	50.00	50.00
AVENIR ENT DVLP C4	EQUITY (JV)	50.00	50.00	EQUITY (JV)	50.00	50.00
AVENIR ENT MEZZANINE	EQUITY (JV)	33.42	33.42	EQUITY (JV)	33.42	33.42
CDC ENTREPRISES CAPITAL INVESTISSEMENT	EQUITY (JV)	50.00	50.00	EQUITY (JV)	50.00	50.00
DAHER				EQUITY (Ass.)	8.60	8.60
ETI 2020	EQUITY (JV)	50.00	50.00	EQUITY (JV)	50.00	50.00
EUTELSAT COMMUNICATIONS	EQUITY (Ass.)	13.23	13.23	EQUITY (Ass.)	13.23	13.23
FCPR PART'COM	EQUITY (JV)	50.00	50.00	EQUITY (JV)	50.00	50.00
FFI 2	EQUITY (JV)	50.00	50.00	EQUITY (JV)	50.00	50.00
FFIA PRIME				EQUITY (JV)	50.00	50.00
FFI 3	EQUITY (JV)	50.00	50.00	EQUITY (JV)	50.00	50.00
FFI 3 PRIME				EQUITY (JV)	50.00	50.00
FFI 4	EQUITY (JV)	50.00	50.00	EQUITY (JV)	50.00	50.00
FFI PARTS A	EQUITY (JV)	50.00	50.00	EQUITY (JV)	50.00	50.00
FFI PARTS B	EQUITY (JV)	50.00	50.00	EQUITY (JV)	50.00	50.00
FFI PARTS B PRIME	EQUITY (JV)	50.00	50.00	EQUITY (JV)	50.00	50.00
FPMEI	EQUITY (JV)	50.00	50.00	EQUITY (JV)	50.00	50.00
France INVESTISSEMENT CROISSANCE 1	EQUITY (JV)	50.00	50.00	EQUITY (JV)	50.00	50.00
France INVESTISSEMENT CROISSANCE 2	EQUITY (JV)	50.00	50.00	EQUITY (JV)	50.00	50.00
France INVESTISSEMENT CROISSANCE 3	EQUITY (JV)	50.00	50.00	EQUITY (JV)	50.00	50.00
France INVESTISSEMENT CROISSANCE 4	EQUITY (JV)	50.00	50.00	EQUITY (JV)	50.00	50.00
France INVESTISSEMENT CROISSANCE 5	EQUITY (JV)	50.00	50.00	EQUITY (JV)	50.00	50.00
France INVESTISSEMENT CROISSANCE 6	EQUITY (JV)	50.00	50.00			
France INVESTISSEMENT REGIONS 1	EQUITY (JV)	50.00	50.00	EQUITY (JV)	50.00	50.00
France INVESTISSEMENT REGIONS 2	EQUITY (JV)	50.00	50.00	EQUITY (JV)	50.00	50.00
France INVESTISSEMENT REGIONS 3	EQUITY (JV)	50.00	50.00	EQUITY (JV)	50.00	50.00
France INVESTISSEMENT REGIONS 4	EQUITY (JV)	50.00	50.00	EQUITY (JV)	50.00	50.00
FRANCE INVESTISSEMENT TOURISME	EQUITY (JV)	50.00	50.00	EQUITY (JV)	50.00	50.00
FSI PME PORTEFEUILLE	EQUITY (JV)	50.00	50.00	EQUITY (JV)	50.00	50.00
FT1CI	EQUITY (JV)	47.56	47.56	EQUITY (JV)	47.56	47.56
SOPROL	EQUITY (Ass.)	9.37	9.37	EQUITY (Ass.)	9.37	9.37
STConso (STM consolidation subgroup consolidated at 27.96%)	EQUITY (Ass.)	23.78	23.78	EQUITY (Ass.)	23.78	23.78
TYROL ACQUISITION - TDF Group	EQUITY (Ass.)	11.99	11.99	EQUITY (Ass.)	11.99	11.99
CDCE-1				EQUITY (JV)	50.00	50.00
BPIFRANCE INVESTISSEMENT	EQUITY (JV)	50.00	50.00	EQUITY (JV)	50.00	50.00
AVENIR ENTREPRISE INVESTISSEMENT	EQUITY (JV)	50.00	50.00	EQUITY (JV)	50.00	50.00
AVENIR TOURISME	EQUITY (JV)	50.00	50.00	EQUITY (JV)	50.00	50.00
PATRIMOINE ET CREATION 3	EQUITY (JV)	50.00	50.00			
LION PARTICIPATIONS	EQUITY (JV)	50.00	50.00			
PSA GROUP	EQUITY (Ass.)	6.16	6.16			

Groups/companies	31.12.2017			31.12.2016		
	Method	% control	% interest	Method	% control	% interest
FI2E	EQUITY (JV)	50.00	50.00			
BPIFRANCE FINANCEMENT	EQUITY (JV)	45.38	45.38	EQUITY (JV)	45.38	45.38
ALSABAIL	EQUITY (Ass.)	18.47	18.47	EQUITY (Ass.)	18.47	18.47
AUXI-FINANCES	EQUITY (JV)	45.38	45.38	EQUITY (JV)	45.38	45.38
BPIFRANCE REGIONS	EQUITY (JV)	45.38	45.38	EQUITY (JV)	44.92	44.92
COMPAGNIE AUXILIAIRE BPIFRANCE				EQUITY (JV)	45.38	45.38
GRAS SAVOYE BPIFRANCE	EQUITY (Ass.)	15.43	15.43	EQUITY (Ass.)	15.43	15.43
SCI BPIFRANCE	EQUITY (JV)	45.38	45.38	EQUITY (JV)	45.38	45.38
CDC INTERNATIONAL CAPITAL	FULL	100.00	100.00	FULL	100.00	100.00
OTHER SUBSIDIARIES AND INVESTMENTS DIVISION						
LA POSTE <i>Registered office: 9, rue du Colonel Pierre Avia - 75015 Paris - France</i>	EQUITY (Ass.)	26.32	26.32	EQUITY (Ass.)	26.32	26.32
CNP ASSURANCES GROUP						
CNP ASSURANCES <i>Registered office: 4, place Raoul Dautry - 75716 Paris Cedex 15 - France</i>	EQUITY (JV)	40.88	40.88	EQUITY (JV)	40.88	40.88
STRATEGIC SUBSIDIARIES						
CAIXA ASSESSORIA E CONSULTORIA (Brazil)	EQUITY (JV)	21.15	21.15	EQUITY (JV)	21.15	21.15
CAIXA CAPITALIZACAO (Brazil)	EQUITY (JV)	10.79	10.79	EQUITY (JV)	10.79	10.79
CAIXA CONSORCIOS (Brazil)	EQUITY (JV)	21.15	21.15	EQUITY (JV)	21.15	21.15
CAIXA SAUDE (Brazil)	EQUITY (JV)	21.15	21.15	EQUITY (JV)	21.15	21.15
CAIXA SEGURADORA (Brazil)	EQUITY (JV)	21.15	21.15	EQUITY (JV)	21.15	21.15
CAIXA SEGUROS HOLDING SA (Brazil)	EQUITY (JV)	21.15	21.15	EQUITY (JV)	21.15	21.15
CAIXA SEGUROS PARTICIPACOES DO SUL LTDA (Brazil)				EQUITY (JV)	21.15	21.15
CAIXA SEGUROS PARTICIPACOES SECURITARIAS LTDA (Brazil)	EQUITY (JV)	21.15	21.15	EQUITY (JV)	21.15	21.15
CAIXA VIDA E PREVIDENCIA (Brazil)	EQUITY (JV)	21.15	21.15	EQUITY (JV)	21.15	21.15
CNP ASFALISTIKI (Cyprus)	EQUITY (JV)	20.48	20.48	EQUITY (JV)	20.48	20.48
CNP CYPRIALIFE (Cyprus)	EQUITY (JV)	20.48	20.48	EQUITY (JV)	20.48	20.48
CNP CYPRUS INSURANCE HOLDINGS (Cyprus)	EQUITY (JV)	20.48	20.48	EQUITY (JV)	20.48	20.48
CNP CYPRUS TOWER LTD	EQUITY (JV)	20.48	20.48	EQUITY (JV)	20.48	20.48
CNP EUROPE LIFE (Ireland)	EQUITY (JV)	40.88	40.88	EQUITY (JV)	40.88	40.88
CNP HOLDING BRASIL (Brazil)	EQUITY (JV)	40.88	40.88	EQUITY (JV)	40.88	40.88
CNP PARTNERS SOLUTION (Spain)	EQUITY (JV)	40.88	40.88	EQUITY (JV)	40.88	40.88
CNP PARTNERS (formerly VIDA DE SEGUROS Y REASEGUROS) (Spain)	EQUITY (JV)	40.88	40.88	EQUITY (JV)	40.88	40.88
CNP PRAKTORIAKI (Greece)	EQUITY (JV)	20.48	20.48	EQUITY (JV)	20.48	20.48
CNP SA DE CAPITALIZACION Y AHORRO P/ FINES DETERMINADOS (Argentina)	EQUITY (JV)	20.44	20.44	EQUITY (JV)	20.44	20.44
CNP ASSURANCES COMPANA DE SEGUROS (formerly CNP SEGUROS DE VIDA) (Argentina)	EQUITY (JV)	31.26	31.26	EQUITY (JV)	31.26	31.26
CNP UNICREDIT VITA (Italy)	EQUITY (JV)	23.51	23.51	EQUITY (JV)	23.51	23.51

Groups/companies	31.12.2017			31.12.2016		
	Method	% control	% interest	Method	% control	% interest
CNP ZOIS (Greece)	EQUITY (JV)	20.48	20.48	EQUITY (JV)	20.48	20.48
WIZ SOLUCOES E CORRETAGEM DE SEGUROS S.A (formerly FPC PAR CORRETORA DE SEGUROS SA) (Brazil)	EQUITY (Ass.)	5.29	5.29	EQUITY (Ass.)	5.29	5.29
HOLDING CAIXA SEGUROS PARTICIPACOES EM SAUDE LTDA (Brazil)	EQUITY (JV)	21.15	21.15	EQUITY (JV)	21.15	21.15
ITV				EQUITY (JV)	40.88	40.88
MFPREVOYANCE SA	EQUITY (JV)	26.57	26.57	EQUITY (JV)	26.57	26.57
ODONTO EMPRESAS CONVENIOS DENTARIOS LTDA (Brazil)	EQUITY (JV)	21.15	21.15	EQUITY (JV)	21.15	21.15
PREVIPOSTE				EQUITY (JV)	40.88	40.88
PREVISUL (Brazil)	EQUITY (JV)	21.15	21.15	EQUITY (JV)	21.15	21.15
SANTANDER INSURANCE EUROPE LTD (Ireland)	EQUITY (JV)	20.85	20.85	EQUITY (JV)	20.85	20.85
SANTANDER INSURANCE LIFE LTD (Ireland)	EQUITY (JV)	20.85	20.85	EQUITY (JV)	20.85	20.85
SANTANDER INSURANCE SERVICES IRELAND LTD (Ireland)	EQUITY (JV)	20.85	20.85	EQUITY (JV)	20.85	20.85
CNP CAUTION	EQUITY (JV)	40.88	40.88	EQUITY (JV)	40.88	40.88
ARIAL CNP ASSURANCES	EQUITY (JV)	16.35	16.35	EQUITY (JV)	16.33	16.33
CNP ASSURANCES PARTICIPACOES LTDA (formerly VORONEZH EMPREEDIMENTOS E PARTICIPACOES) (Brazil)	EQUITY (JV)	40.88	40.88	EQUITY (JV)	40.88	40.88
CNP LUXEMBOURG (Luxembourg)	EQUITY (JV)	40.88	40.88			
MUTUAL FUNDS						
CNP ACP 10 FCP	EQUITY (JV)	20.37	20.37	EQUITY (JV)	22.46	22.46
CNP ACP OBLIG FCP	EQUITY (JV)	20.33	20.33	EQUITY (JV)	22.36	22.36
ECUREUIL PROFIL 30	EQUITY (JV)	39.29	39.29	EQUITY (JV)	38.18	38.18
ECUREUIL PROFIL 90	EQUITY (JV)	23.16	23.16	EQUITY (JV)	22.06	22.06
NATIXIS IONIS	EQUITY (JV)	40.88	40.88	EQUITY (JV)	40.85	40.85
OPCVM CAIXA CAPITALIZACAO SA (Brazil)	EQUITY (JV)	10.79	10.79	EQUITY (JV)	10.79	10.79
OPCVM CAIXA CONSORCIOS (Brazil)	EQUITY (JV)	21.15	21.15	EQUITY (JV)	21.15	21.15
OPCVM CAIXA SEGURADORA SA (Brazil)	EQUITY (JV)	21.15	21.15	EQUITY (JV)	21.15	21.15
OPCVM CAIXA VIDA E PREVIDENCIA (Brazil)	EQUITY (JV)	21.15	21.15	EQUITY (JV)	21.15	21.15
OPCVM HOLDING CAIXA SEGUROS HOLDING SA (Brazil)	EQUITY (JV)	21.15	21.15	EQUITY (JV)	21.15	21.15
UNIVERS CNP 1 FCP	EQUITY (JV)	40.88	40.88	EQUITY (JV)	40.48	40.48
VIVACCIO ACT 5DEC	EQUITY (JV)	33.31	33.31	EQUITY (JV)	33.31	33.31
LBAM COURT TERME	EQUITY (JV)	40.88	40.88			
REAL ESTATE AND OTHER						
AEP 3 SCI	EQUITY (JV)	40.88	40.88	EQUITY (JV)	40.88	40.88
AEP 4 SCI	EQUITY (JV)	40.88	40.88	EQUITY (JV)	40.88	40.88
ASSURBAIL PATRIMOINE	EQUITY (JV)	40.88	40.88	EQUITY (JV)	40.88	40.88
ASSUR-IMMEUBLE	EQUITY (JV)	40.88	40.88	EQUITY (JV)	40.88	40.88
CIMO	EQUITY (JV)	40.88	40.88	EQUITY (JV)	40.88	40.88
CNP IMMOBILIER	EQUITY (JV)	40.88	40.88	EQUITY (JV)	40.88	40.88
ÉCUREUIL VIE DÉVELOPPEMENT	EQUITY (JV)	20.03	20.03	EQUITY (JV)	20.03	20.03
LBP ACTIFS IMMO	EQUITY (JV)	40.88	40.88	EQUITY (JV)	40.88	40.88
OPCI AEP247	EQUITY (JV)	40.88	40.88	EQUITY (JV)	40.88	40.88
OPCI AEW IMCOM 1	EQUITY (JV)	40.88	40.88	EQUITY (JV)	40.88	40.88

Groups/companies	31.12.2017			31.12.2016		
	Method	% control	% interest	Method	% control	% interest
OPCI AEW IMCOM 6	EQUITY (JV)	40.88	40.88	EQUITY (JV)	40.88	40.88
OPCI MTP INVEST	EQUITY (JV)	40.67	40.67	EQUITY (JV)	40.88	40.88
SICAC	EQUITY (JV)	40.88	40.88	EQUITY (JV)	40.88	40.88
OUTLET INVEST	EQUITY (JV)	40.86	40.86	EQUITY (JV)	40.86	40.86
SAS ALLERAY	EQUITY (JV)	40.88	40.88			
OPCI RASPAIL	EQUITY (JV)	40.88	40.88			
ICADE GROUP						
BUSINESS PROPERTY INVESTMENT						
ICADE SA <i>Registered office: 27, rue Camille Desmoulins - CS 10166 - 92445 Issy les Moulineaux Cedex - France</i>	FULL	100.00	39.10	FULL	100.00	39.10
GIE ICADE MANAGEMENT	FULL	100.00	39.10	FULL	100.00	39.10
BUSINESS PARKS						
SCI 68 VICTOR HUGO	FULL	100.00	39.10	FULL	100.00	39.10
SCI BASSIN NORD	EQUITY (JV)	50.00	19.54	EQUITY (JV)	50.00	19.54
SCI BATI GAUTIER	FULL	100.00	39.10	FULL	100.00	39.10
SCI LE PARC DU MILLÉNAIRE	FULL	100.00	39.10	FULL	100.00	39.10
SCI PDM 1	FULL	100.00	39.10	FULL	100.00	39.10
SCI PDM 2	FULL	100.00	39.10	FULL	100.00	39.10
OFFICES						
ICADE TOUR EQHO	FULL	100.00	39.10	FULL	100.00	39.10
SCI CAMILLE DESMOULINS	FULL	100.00	39.10	FULL	100.00	39.10
SCI DU 1 TERRASSE BELLINI	EQUITY (JV)	33.33	13.03	EQUITY (JV)	33.33	13.03
SCI DU 69 BLD HAUSSMANN	FULL	100.00	39.10	FULL	100.00	39.10
SCI ICADE LEO LAGRANGE	FULL	100.00	39.10	FULL	100.00	39.10
SCI ICADE RUE DES MARTINETS	FULL	100.00	39.10	FULL	100.00	39.10
SCI LE TOLBIAC	FULL	100.00	39.10	FULL	100.00	39.10
SCI MESSINE PARTICIPATIONS	FULL	100.00	39.10	FULL	100.00	39.10
SCI MORIZET	FULL	100.00	39.10	FULL	100.00	39.10
SCI EVRY MOZART	FULL	100.00	39.10	FULL	100.00	39.10
SCI LES TOVETS	FULL	100.00	39.10	FULL	100.00	39.10
SCI BATIMENT SUD CENTRE HOSPITALIER PONTOISE	FULL	100.00	39.10	FULL	100.00	39.10
SCI BSM DU CHU DE NANCY	FULL	100.00	39.10	FULL	100.00	39.10
SAS ICADE TMM	FULL	100.00	39.10			
SCI ISSY HOLDING CŒUR DE VILLE	EQUITY (Ass.)	49.00	19.16			
ANF IMMOBILIER GROUP						
SA ANF IMMOBILIER	FULL	85.17	34.80			
SNC LES BASSINS A FLOTS	FULL	100.00	34.80			
SCI LAFAYETTE	FULL	53.98	18.79			
SCI STRATEGIE	FULL	53.98	18.79			

Groups/companies	31.12.2017			31.12.2016		
	Method	% control	% interest	Method	% control	% interest
SCI SILKY WAY	FULL	65.00	22.62			
SCI FUTURE WAY	FULL	50.54	17.60			
SCI NEW WAY	FULL	50.26	17.50			
SCI ORIANZ	FULL	65.31	22.73			
SCI FACTOR E.	FULL	65.31	22.73			
SAS FINANCIERE DES BROTTUEUX	EQUITY (Ass.)	20.00	6.96			
HOUSING						
SCI PAYS DE LOIRE				FULL	100.00	39.10
SAS SARVILEP	FULL	100.00	39.10	FULL	100.00	39.10
SMDH				FULL	100.00	39.10
ANF IMMOBILIER GROUP - HOTELS						
SCI ANF IMMOBILIER HOTELS	FULL	77.00	26.80			
OTHER						
ICADE 3.0	FULL	100.00	39.10	FULL	100.00	39.10
CYCLE-UP	EQUITY (JV)	50.00	19.55			
HEALTHCARE						
SAS ICADE SANTÉ	FULL	100.00	22.09	FULL	100.00	22.09
SASU GVM SANTE				FULL	100.00	22.09
SAS FONCIERE MSR	FULL	100.00	22.09			
PROPERTY DEVELOPMENT						
HOUSING DEVELOPMENT						
	113 controlled companies			105 controlled companies		
	75 joint ventures			73 joint ventures		
	21 associates			19 associates		
COMMERCIAL PROPERTY DEVELOPMENT						
	14 controlled companies			14 controlled companies		
	26 joint ventures			23 joint ventures		
	1 associate			1 associate		
COMPAGNIE DES ALPES GROUP						
COMPAGNIE DES ALPES SA <i>Registered office: 50-52, boulevard Haussmann 75009 Paris - France</i>	FULL	100.00	39.49	FULL	100.00	39.58
HOLDING COMPANIES & SUPPORT SUBSIDIARIES						
CDA Financement	FULL	100.00	39.49	FULL	100.00	39.18
CDA DS	FULL	100.00	39.49	FULL	100.00	39.58
CDHA				FULL	100.00	39.58

Groups/companies	31.12.2017			31.12.2016		
	Method	% control	% interest	Method	% control	% interest
INGELO	FULL	100.00	39.49	FULL	100.00	39.58
LOISIRS RE (Luxembourg)	FULL	100.00	39.49	FULL	100.00	39.58
INTERNATIONAL DEVELOPMENT						
BY GREVIN (Switzerland)	FULL	100.00	39.49	FULL	100.00	39.58
CDA MANAGEMENT	FULL	100.00	39.49	FULL	100.00	39.58
CDA PRODUCTIONS	FULL	100.00	39.49	FULL	100.00	39.58
GREVIN MONTREAL INC (Canada)	FULL	100.00	39.49	FULL	100.00	39.58
CDA BEIJING (China)	FULL	100.00	39.49	FULL	100.00	39.58
MUSEE GREVIN PRAGUE (Czech Republic)	FULL	100.00	39.49	FULL	100.00	39.58
MUSEE GREVIN SEOUL (South Korea)	FULL	100.00	36.52	FULL	100.00	31.66
SKI RESORTS						
CDA SKI DIFFUSION SAS	FULL	100.00	39.49	FULL	100.00	39.58
DEUX ALPES LOISIRS SA (DAL)	FULL	100.00	38.81	FULL	100.00	38.89
SC2A	FULL	100.00	38.81	FULL	100.00	38.89
DOMAINE SKIABLE DE FLAINE SA (DSF)	FULL	100.00	31.97	FULL	100.00	32.04
DOMAINE SKIABLE DE LA ROSIÈRE SAS (DSR)	EQUITY (Ass.)	20.00	7.90	EQUITY (Ass.)	20.00	7.92
DOMAINE SKIABLE DE VALMOREL SAS (DSV)	EQUITY (Ass.)	20.00	7.90	EQUITY (Ass.)	20.00	7.92
GROUPE COMPAGNIE DU MONT-BLANC SA	EQUITY (Ass.)	37.49	14.80	EQUITY (Ass.)	37.49	14.84
MERIBEL ALPINA SAS	FULL	100.00	39.49	FULL	100.00	39.58
PIERRE ET NEIGE SA	FULL	100.00	38.81	FULL	100.00	38.89
SERRE CHEVALIER VALLEY SA (SCV)	FULL	100.00	39.49	FULL	100.00	39.58
ADS	FULL	100.00	38.42	FULL	100.00	38.49
STÉ AMÉNAGEMENT ARVES GIFFRE SA (SAG)	FULL	100.00	31.96	FULL	100.00	32.03
STÉ AMÉNAGEMENT LA PLAGNE SA (SAP)	FULL	100.00	38.72	FULL	100.00	38.81
STE CONSTRUCTION IMMOBILIERE VALLEE DE BELLEVILLE SCI (SCIVABEL)	FULL	100.00	32.23	FULL	100.00	32.31
STE EXPLOIT RM MORZINE AVORIAZ SAS (SERMA)	EQUITY (Ass.)	20.00	7.90	EQUITY (Ass.)	20.00	7.92
STE EXPLOITATION VALLEE DE BELLEVILLE SAS (SEVABEL)	FULL	100.00	32.23	FULL	100.00	32.31
STE TELEPHERIQUES DE LA GRANDE MOTTE SA (STGM)	FULL	100.00	30.72	FULL	100.00	30.79
STE TELEPHERIQUES DE VAL D'ISERE SAS (STVI)	FULL	100.00	39.49	FULL	100.00	39.58
VALBUS SAS	FULL	100.00	39.49	FULL	100.00	39.58
LEISURE DESTINATIONS						
AVENIR LAND	FULL	100.00	39.49	FULL	100.00	39.58
BELPARK BV (Belgium)	FULL	100.00	39.49	FULL	100.00	39.58
CADEVI SAS	FULL	100.00	39.49	FULL	100.00	39.58
CDA BRANDS	FULL	100.00	39.49	FULL	100.00	39.58
FRANCE MINIATURE	FULL	100.00	39.49	FULL	100.00	39.58
FUTUROSCOPE DESTINATION	FULL	100.00	32.26	FULL	100.00	32.30
PARC FUTUROSCOPE	FULL	100.00	32.26	FULL	100.00	32.30
GREVIN & CIE	FULL	100.00	39.49	FULL	100.00	39.58

Groups/companies	31.12.2017			31.12.2016		
	Method	% control	% interest	Method	% control	% interest
FORT FUN (Germany)				FULL	100.00	39.58
HARDERWIJK HELLENDORN HOLDING (Netherlands)	FULL	100.00	39.49	FULL	100.00	39.58
IMMOFLOR NV (Belgium)	FULL	100.00	39.49	FULL	100.00	39.58
MUSEE GREVIN	FULL	100.00	37.86	FULL	100.00	37.95
CDA DL	FULL	100.00	39.49	FULL	100.00	39.58
PREMIER FINANCIAL SERVICES (Belgium)	FULL	100.00	39.49	FULL	100.00	39.58
WALIBI WORLD (Netherlands)	FULL	100.00	39.49	FULL	100.00	39.58
WALIBI HOLLAND (Netherlands)	FULL	100.00	39.49	FULL	100.00	39.58
WALIBI HOLIDAY PARK (Netherlands)	FULL	100.00	39.49	FULL	100.00	39.58
EGIS GROUP						
EGIS SA <i>Registered office: 11, avenue du Centre - CS 30530 - Saint-Quentin-en-Yvelines - 78286 Guyancourt Cedex - France</i>	FULL	100.00	74.99	FULL	100.00	74.99
FRANCE						
ACOUSTB	FULL	100.00	44.55	FULL	100.00	44.55
AIRPORT AERONAUTICAL EQUIPMENT	JOINT ARR.	45.00	33.75	JOINT ARR.	45.00	33.75
ATELIER VILLES ET PAYSAGES	FULL	100.00	74.99	FULL	100.00	74.99
BTM	FULL	100.00	74.99	FULL	100.00	74.99
EASYTRIP France SAS	FULL	100.00	74.99	FULL	100.00	74.99
EGIS AIRPORT OPERATION	FULL	100.00	74.99	FULL	100.00	74.99
EGIS ASSET MANAGEMENT SOLUTIONS	FULL	100.00	74.99	FULL	100.00	74.99
EGIS AVIA	FULL	100.00	74.99	FULL	100.00	74.99
EGIS BATIMENTS	FULL	100.00	74.99	FULL	100.00	74.99
EGIS BATIMENTS ANTILLES GUYANE	FULL	100.00	74.99	FULL	100.00	74.99
EGIS BATIMENTS CENTRE OUEST	FULL	100.00	74.99	FULL	100.00	74.99
EGIS BATIMENTS GRAND EST	FULL	100.00	74.99	FULL	100.00	74.99
EGIS BATIMENTS INTERNATIONAL	FULL	100.00	74.99	FULL	100.00	74.99
EGIS BATIMENTS MANAGEMENT	FULL	100.00	74.99	FULL	100.00	74.99
EGIS BATIMENTS MEDITERRANEE	FULL	100.00	74.99	FULL	100.00	74.99
EGIS BATIMENTS NORD	FULL	100.00	74.99	FULL	100.00	74.99
EGIS BATIMENTS OCEAN INDIEN	FULL	100.00	74.99	FULL	100.00	74.99
EGIS BATIMENTS RHONE ALPES	FULL	100.00	74.99	FULL	100.00	74.99
EGIS BATIMENTS SUD OUEST	FULL	100.00	74.99	FULL	100.00	74.99
EGIS CONCEPT	FULL	100.00	74.99	FULL	100.00	74.99
EGIS CONSEIL	FULL	100.00	74.97	FULL	100.00	74.97
EGIS CONSEIL BATIMENTS	FULL	100.00	74.99	FULL	100.00	74.99
EGIS EASYTRIP SERVICES SA	FULL	100.00	74.99	FULL	100.00	74.99
EGIS EAU	FULL	100.00	74.99	FULL	100.00	74.99
EGIS ENGINEERING	FULL	100.00	74.98	FULL	100.00	74.98
EGIS EXPLOITATION AQUITAINE	FULL	100.00	74.99	FULL	100.00	74.99
EGIS VILLES ET TRANSPORTS (formerly Egis France)	FULL	100.00	74.99	FULL	100.00	74.99
EGIS HOLDING BATIMENT INDUSTRIE	FULL	100.00	74.99	FULL	100.00	74.99
EGIS INDUSTRIES	FULL	100.00	74.99	FULL	100.00	74.99

Groups/companies	31.12.2017			31.12.2016		
	Method	% control	% interest	Method	% control	% interest
EGIS INFORMATIQUE	FULL	100.00	74.99	FULL	100.00	74.99
EGIS INGÉNIERIE	FULL	100.00	74.99	FULL	100.00	74.99
EGIS INTERNATIONAL	FULL	100.00	74.99	FULL	100.00	74.99
EGIS MOBILITÉ	FULL	100.00	74.99	FULL	100.00	74.99
EGIS PORTS	FULL	100.00	74.99	FULL	100.00	74.99
EGIS PROJECTS SA	FULL	100.00	74.99	FULL	100.00	74.99
EGIS RAIL	FULL	100.00	74.98	FULL	100.00	74.98
EGIS ROAD OPERATION SA	FULL	100.00	74.99	FULL	100.00	74.99
EGIS ROUTE	FULL	100.00	74.99	FULL	100.00	74.99
EGIS STRUCTURES ET ENVIRONNEMENT	FULL	100.00	74.99	FULL	100.00	74.99
EGIS INVESTMENT PARTNERS - France	FULL	100.00	22.50	FULL	100.00	22.50
ENGAGE	EQUITY (Ass.)	25.00	18.75	EQUITY (Ass.)	25.00	18.75
ENIA	EQUITY (Ass.)	25.00	18.75	EQUITY (Ass.)	25.00	18.75
GME IDEX/EGIS	JOINT ARR.	40.00	30.00	JOINT ARR.	40.00	30.00
EBI	FULL	100.00	74.99	FULL	100.00	74.99
INGESUD	FULL	100.00	74.99	FULL	100.00	74.99
JEAN MULLER INTERNATIONAL	FULL	100.00	74.99	FULL	100.00	74.99
KIWHI PASS SOLUTIONS	FULL	100.00	74.99	FULL	100.00	74.99
PARK + PARKINGS SECURISES POIDS LOURDS	EQUITY (JV)	40.00	30.00	EQUITY (JV)	40.00	30.00
ROUTALIS SAS	FULL	100.00	52.49	FULL	100.00	52.49
SEGAP SA	EQUITY (Ass.)	50.00	37.49	EQUITY (Ass.)	50.00	37.49
SEP EGIS RAIL/SETEC ITS	JOINT ARR.	70.00	52.49	JOINT ARR.	70.00	52.49
SEP NRL	FULL	100.00	74.99	FULL	100.00	74.99
SINTRA	FULL	100.00	74.98	FULL	100.00	74.98
SOCIETE DU METRO DE MARSEILLE (SMM)	FULL	100.00	74.98	FULL	100.00	74.98
SOCIÉTÉ NOUVELLE INGEROUTE	FULL	100.00	74.99	FULL	100.00	74.99
SOFREAVIA SERVICE SA	FULL	100.00	74.99	FULL	100.00	74.99
TOLLSYS	FULL	100.00	52.49	FULL	100.00	52.49
WIND-IT DEVELOPPEMENT	FULL	100.00	59.69	EQUITY (Ass.)	39.62	29.71
EGIS PARKING SERVICES France	FULL	100.00	74.99			
MOOVIA	EQUITY (JV)	30.00	22.50			
CYCLE-UP	EQUITY (JV)	50.00	37.49			
AIR'PY	EQUITY (Ass.)	24.50	18.37			
EIP FRANCE III	FULL	100.00	37.57			
INTERNATIONAL						
AERIA (Côte d'Ivoire)	EQUITY (Ass.)	35.00	26.25	EQUITY (Ass.)	35.00	26.25
ATTIKES DIADROMES (Greece)	EQUITY (Ass.)	20.00	15.00	EQUITY (Ass.)	20.00	15.00
AUTOBAHN + A8 GMBH (Germany)	EQUITY (Ass.)	5.00	3.75	EQUITY (Ass.)	5.00	3.75
AUTOBAHN + SERVICES GMBH (Germany)	FULL	100.00	50.24	FULL	100.00	50.24
AUTOSTRADA EXPLO EKSPLOATACJA (AES)A (Poland)	EQUITY (JV)	34.71	26.03	EQUITY (JV)	34.71	26.03
BIKE U SP ZOO (Poland)	FULL	100.00	74.99	FULL	100.00	74.99

Groups/companies	31.12.2017			31.12.2016		
	Method	% control	% interest	Method	% control	% interest
BONAVENTURA STRASSENERHALTUNG GMBH (Austria)	FULL	100.00	74.99	FULL	100.00	74.99
CAOG AIRPORT OPERATIONS LTD (Cyprus)	JOINT ARR.	36.00	27.00	JOINT ARR.	36.00	27.00
CENTRE DES MÉTIERS DE LAÉRIEN (Côte d'Ivoire)	EQUITY (Ass.)	50.00	37.49			
CONTIR SRL (Italy)	FULL	100.00	49.48	FULL	100.00	51.33
DES Autostrada Spain SL (Spain)	FULL	100.00	74.99	FULL	100.00	74.99
DES Srl (Italy)				FULL	100.00	74.99
EASYTRIP SERVICES CORPORATION (Philippines)	EQUITY (JV)	34.00	25.49	EQUITY (JV)	50.00	37.49
EASYTRIP SERVICES IRELAND LTD (Ireland)	EQUITY (JV)	49.99	37.49	EQUITY (JV)	50.00	37.49
EGIS ALGERIE SPA (Algeria)	FULL	100.00	74.99	FULL	100.00	74.99
EGIS BEIJING ENGINEERING CONSULTING (China)	FULL	100.00	74.99	FULL	100.00	74.99
EGIS BULGARIE EAD (Bulgaria)	FULL	100.00	74.99	FULL	100.00	74.99
EGIS CAMEROUN (Cameroon)	FULL	100.00	74.94	FULL	100.00	74.94
EGIS ENGENHARIA E CONSULTORIA LTDA (formerly LENC) (Brazil)	FULL	100.00	70.97	FULL	100.00	70.97
EGIS EYSER (Spain)				FULL	100.00	74.99
EGIS GEOPLAN PVT LTD (India)	FULL	100.00	74.99	FULL	100.00	74.99
EGIS INDIA CONSULTING ENGINEERS PVT LTD (India)	FULL	100.00	74.99	FULL	100.00	74.99
EGIS INDONESIA (Indonesia)	FULL	100.00	41.24	FULL	100.00	41.24
EGIS INFRAMAD (Madagascar)	FULL	100.00	53.24	FULL	100.00	53.24
EGIS INVESTMENT PARTNERS - A8 (Luxembourg)	FULL	100.00	19.73	FULL	100.00	19.73
EGIS INVESTMENT PARTNERS - INFRASTRUCTURE (Luxembourg)	FULL	100.00	74.99	FULL	100.00	74.99
EGIS INVESTMENT PARTNERS - M25 (Luxembourg)	FULL	100.00	15.00	FULL	100.00	15.00
EGIS INVESTMENT PARTNERS PHILIPPINES (Philippines)	FULL	100.00	42.90	FULL	100.00	40.49
EGIS INVESTMENT SARL (Luxembourg)	FULL	100.00	74.99	FULL	100.00	74.99
EGIS KENYA (Kenya)	FULL	100.00	74.99	FULL	100.00	74.99
EGIS LAGAN SERVICES (Ireland)	EQUITY (JV)	50.00	37.49	EQUITY (JV)	50.00	37.49
EGIS MONACO (Monaco)	FULL	100.00	74.99	FULL	100.00	74.99
EGIS PARKING SERVICES BV (Netherlands)	FULL	100.00	56.24	FULL	100.00	56.24
EGIS POLAND SP Zoo (Poland)	FULL	100.00	74.99	FULL	100.00	74.99
EGIS POLSKA INZYNIERIA Z ORGRANICZONAQ (Poland)	FULL	100.00	74.99	FULL	100.00	74.99
EGIS PROJECTS ASIA PACIFIC PTY LTD (Australia)	FULL	100.00	74.99	FULL	100.00	74.99
EGIS PROJECTS CANADA INC (Canada)	FULL	100.00	74.99	FULL	100.00	74.99
EGIS PROJECTS INCORPORATION (United States)	FULL	100.00	74.99	FULL	100.00	74.99
EGIS PROJECTS IRELAND (Ireland)	FULL	100.00	74.99	FULL	100.00	74.99
EGIS PROJECTS PHILIPPINES (Philippines)	FULL	100.00	74.99	FULL	100.00	74.99
Egis Projects POLSKA (Poland)	FULL	100.00	74.99	FULL	100.00	74.99
EGIS RAIL ISRAËL (Israel)	FULL	100.00	74.98	FULL	100.00	74.98
EGIS RAIL PTE (Singapore)	FULL	100.00	74.98	FULL	100.00	74.98
EGIS RAIL THAÏLANDE (Thailand)	FULL	100.00	44.99	FULL	100.00	44.99
EGIS RAIL USA INC (United States)	FULL	100.00	74.98			
EGIS ROAD & TUNNEL OPERATIONS IRELAND LTD (Ireland)	FULL	100.00	74.99	FULL	100.00	74.99
EGIS ROAD OPERATION AUSTRALIA PTY LTD (Australia)	FULL	100.00	74.99	FULL	100.00	74.99
EGIS ROAD OPERATION CROATIA (Croatia)	FULL	100.00	74.99	FULL	100.00	74.99
EGIS ROAD OPERATION INDIA (India)	FULL	100.00	74.99	FULL	100.00	74.99

Groups/companies	31.12.2017			31.12.2016		
	Method	% control	% interest	Method	% control	% interest
EGIS ROAD OPERATION PHILIPPINES (Philippines)	FULL	100.00	74.99	FULL	100.00	74.99
EGIS ROAD OPERATION POLOGNE (Poland)	FULL	100.00	74.99	FULL	100.00	74.99
EGIS ROAD OPERATION PORTUGAL (Portugal)	FULL	100.00	74.99	FULL	100.00	74.99
EGIS ROAD OPERATION UK (United Kingdom)	FULL	100.00	74.99	FULL	100.00	74.99
EGIS ROMANIA (Romania)	FULL	100.00	74.99	FULL	100.00	74.99
EGIS TUNEL ISLETMECILGI A.S. (Turkey)	FULL	100.00	74.99	FULL	100.00	74.99
EGISMEX (Mexico)	FULL	100.00	74.99	FULL	100.00	74.99
ENGLAND TIR SPA (Italy)	FULL	100.00	74.99	FULL	100.00	74.99
EP INFRASTRUKTURPROJEKTENTWICKLUNG (Austria)	FULL	100.00	74.99	FULL	100.00	74.99
FULTON HOGAN EGIS (Australia)	EQUITY (JV)	50.00	37.50	EQUITY (JV)	50.00	37.50
GEBZE IZMIR (Turkey)	EQUITY (JV)	50.00	37.50	EQUITY (JV)	50.00	37.50
HeBra HOLDING GmbH (Germany)	FULL	100.00	74.99	FULL	100.00	74.99
HELIOS (England)	FULL	100.00	74.99	FULL	100.00	74.99
HERMES AIRPORTS LTD (Cyprus)	EQUITY (Ass.)	20.00	15.00	EQUITY (Ass.)	20.00	15.00
HOLDING ENGLAND TIR GROUP SPA (Italy)				FULL	100.00	74.99
ICTAS EGIS (Turkey)	EQUITY (JV)	51.00	38.24	EQUITY (JV)	51.00	38.24
JSBREKER ICT BV (Netherlands)				EQUITY (Ass.)	50.00	37.49
INTERNATIONAL ADMINISTRATIEKANTOOR J.W. VERSLUIS N.V. (Netherlands)	FULL	100.00	74.99	FULL	100.00	74.99
IOSIS MAROC ZFT (Morocco)	FULL	100.00	74.99	FULL	100.00	74.99
ISIS BELGIQUE (Belgium)	FULL	100.00	74.99	FULL	100.00	74.99
ITS ROAD SERVICES LTD (Ireland)	EQUITY (JV)	50.00	37.49	EQUITY (JV)	50.00	37.49
JMI PACIFIC (Thailand)	FULL	100.00	74.99	FULL	100.00	74.99
LEM ANTWERPEN (Belgium)	FULL	100.00	74.99	FULL	100.00	74.99
LEM OOSTENDE (Belgium)	FULL	100.00	74.99	FULL	100.00	74.99
M6 TOLNA USEMELTETO KFT (Hungary)	FULL	100.00	62.99	FULL	100.00	62.99
MIDLINK M7/M8 LTD (Ireland)	FULL	100.00	50.24	FULL	100.00	50.24
NEW MOBILITY VENTURE (Netherlands)	EQUITY (Ass.)	47.50	35.62	EQUITY (Ass.)	40.00	30.00
NORTHLINK M1 LTD (Ireland)	FULL	100.00	50.24	FULL	100.00	50.24
OCACSA (Mexico)	FULL	100.00	56.11			
PROJACS INTERNATIONAL B.S.C. (Bahrain)	FULL	51.00	38.24	FULL	51.00	38.24
PROJACS INTERNATIONAL PROJECT MANAGEMENT WILL (Kuwait)	FULL	51.00	38.24	FULL	51.00	38.24
ROAD SAFETY OPERATION IRELAND LTD (Ireland)	EQUITY (JV)	42.00	31.50	EQUITY (JV)	42.00	31.50
SEMALY PORTUGAL (Portugal)	FULL	100.00	74.98	FULL	100.00	74.98
SEMALY UK (United Kingdom)	FULL	100.00	74.98	FULL	100.00	74.98
SOUTHLINK N25 LTD (Ireland)	FULL	100.00	50.24	FULL	100.00	50.24
TEN DESIGN ARCHITECTURE LTD (China)	FULL	100.00	41.24			
TEN DESIGN FZ-LLC (United Arab Emirates)	FULL	100.00	41.24			
TEN DESIGN GROUP LTD (Hong Kong)	FULL	100.00	41.24			
TEN KplusK ARCHITECTS Limited (Hong Kong)	FULL	100.00	41.24			
TMC (Philippines)				EQUITY (JV)	20.00	15.00
TRANS CANADA FLOW TOLLING INC (Canada)	EQUITY (JV)	50.00	37.49	EQUITY (JV)	50.00	37.49
TRANSLINK INVESTMENT (Australia)	EQUITY (JV)	50.00	37.49	EQUITY (JV)	50.00	37.49
TRANSPASS BV (Netherlands)	FULL	100.00	74.99	FULL	100.00	74.99

Groups/companies	31.12.2017			31.12.2016		
	Method	% control	% interest	Method	% control	% interest
TRANSPASS HOLDING BV (Netherlands)	FULL	100.00	74.99	FULL	100.00	74.99
TRANSPASS SERVICES BV (Netherlands)	FULL	100.00	74.99	FULL	100.00	74.99
TRANSROUTE UK LTD (United Kingdom)	FULL	100.00	74.99	FULL	100.00	74.99
TUNNEL NETWORK SERVICES (Australia)	FULL	100.00	74.99			
VAT SOLUTIONS Spa (Italy)				FULL	100.00	74.99
VIA4 SA (Poland)	EQUITY (JV)	45.00	33.75	EQUITY (JV)	45.00	33.75
10 EUROPE Limited (United Kingdom)	FULL	100.00	41.24			
TRANSDEV GROUP						
Transdev group <i>Registered office: 3 allée de Grenelle - 92130 Issy-les-Moulineaux - France</i>	FULL	100.00	70.00	FULL	100.00	70.00
ALGERIA						
VEOLIA TRANSPORT PILOTE	FULL	100.00	70.00	FULL	100.00	70.00
GERMANY						
AHRWEILER VERKEHRS GMBH	FULL	100.00	70.00	FULL	100.00	70.00
ALPINA IMMOBILIEN GMBH	FULL	100.00	70.00	FULL	100.00	70.00
BAYERISCHE OBERLANDBAHN GMBH IG	FULL	100.00	70.00	FULL	100.00	70.00
BAYERISCHE REGIOBAHN GMBH	FULL	100.00	70.00	FULL	100.00	70.00
BUSTOURISTIK TONNE GMBH	FULL	100.00	70.00	FULL	100.00	70.00
DEUTSCHE TOURING GMBH				EQUITY (Ass.)	20.79	14.55
EISENBAHNWERKSTATT-GESELLSCHAFT MBH	FULL	100.00	70.00	FULL	100.00	70.00
EUROLINES FRANKFURT				EQUITY (Ass.)	20.79	14.55
GRIENSTEIDL GMBH	FULL	100.00	70.00	FULL	100.00	70.00
HABUS GMBH VERKEHRSBETRIEBE	EQUITY (JV)	51.00	35.70	EQUITY (JV)	51.00	35.70
HEIDENHEIMER VERKEHRSGESELLSCHAFT MBH	FULL	100.00	52.39	FULL	100.00	52.39
KSA VERWALTUNG GMBH AUGSBURG	EQUITY (JV)	49.00	34.30	EQUITY (JV)	49.00	34.30
KSI GMBH & CO.KG AUGSBURG	EQUITY (JV)	49.00	34.30	EQUITY (JV)	49.00	34.30
MITTEL-RHEINISCHER VERKEHRBETRIEB GMBH	FULL	100.00	63.00	FULL	100.00	63.00
MOVE ON TELEMATIC SERVICE GMBH	FULL	100.00	70.00	FULL	100.00	70.00
NASSAUISCHE VERKEHRS-GESELLSCHAFT MBH	FULL	100.00	70.00	FULL	100.00	70.00
NBRB TEILE UND LOGISTIKGESELLSCHAFT MBH	FULL	100.00	46.69	FULL	100.00	46.69
NIEDERSCHLESISCHE VERKEHRSGESELLSCHAFT GMBH	FULL	100.00	59.50	FULL	100.00	59.50
NORDDEUTSCHE VERKEHRSBETRIEBE GMBH	FULL	100.00	45.50	FULL	100.00	45.50
NORD-OSTSEE-BAHN GMBH	FULL	100.00	70.00	FULL	100.00	70.00
NORDWESTBAHN GMBH	FULL	100.00	44.80	FULL	100.00	44.80
NUTZFAHRZEUGZENTRUM MITTEL-RHEIN GMBH	FULL	100.00	66.43	FULL	100.00	66.43
OBERLANDBAHN FAHRZEUGBEREITSTELLUNGS GMBH	FULL	100.00	70.00	FULL	100.00	70.00
OMNIBUS-VERKEHR RUOFF GMBH	FULL	100.00	70.00	FULL	100.00	70.00
OSTSEELAND VERKEHR GMBH	FULL	100.00	70.00	FULL	100.00	70.00
PALATINA BUS GMBH	FULL	100.00	70.00	FULL	100.00	70.00
PERSONENVERKEHR GMBH MÜRITZ				FULL	100.00	70.00
R M V BETEILIGUNGS GMBH	EQUITY (JV)	50.00	35.00	EQUITY (JV)	50.00	35.00

Groups/companies	31.12.2017			31.12.2016		
	Method	% control	% interest	Method	% control	% interest
RHEIN-BUS VERKEHRSBETRIEB GMBH	EQUITY (JV)	51.00	35.70	EQUITY (JV)	51.00	35.70
ROHDE VERKEHRSBETRIEBE GMBH	FULL	100.00	70.00	FULL	100.00	70.00
SAX-BUS EILENBURGER BUSVERKEHR GMBH	FULL	100.00	39.20	FULL	100.00	39.20
SCHAUMBURGER VERKEHRS-GESELLSCHAFT MBH	FULL	100.00	35.70	FULL	100.00	35.70
STADTBUS SCHWÄBISCH HALL GMBH	FULL	100.00	70.00	FULL	100.00	70.00
TAETER-TOURS GMBH	FULL	100.00	35.70	FULL	100.00	35.70
TRANS REGIO DEUTSCHE REGIONALBAHN GMBH	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV BAHN GMBH	FULL	100.00	70.00			
TRANSDEV GMBH	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV MITTELDEUTSCHLAND GMBH	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV NIEDERSACHSEN/WESTFALEN GMBH	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV NORD GMBH	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV OSTWESTFALEN GMBH	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV PERSONALSERVICE GMBH	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV REGIO GMBH	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV REGIO OST GMBH	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV RHEINLAND GMBH	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV RHEIN-MAIN GMBH	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV SACHSEN-ANHALT GMBH	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV SERVICE GMBH	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV SERVICE WEST GMBH	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV STADT GMBH	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV SUD-WEST GMBH	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV TAUNUS GMBH	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV VERTRIEB GMBH	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV WEST GMBH	FULL	100.00	70.00	FULL	100.00	70.00
VERKEHRSBETRIEB LAHN DILL GMBH	FULL	100.00	70.00	FULL	100.00	70.00
VERKEHRSBETRIEB RHEIN EIFEL MOSEL GMBH	FULL	100.00	70.00	FULL	100.00	70.00
VERKEHRSBETRIEB RHEIN LAHN GMBH	FULL	100.00	70.00	FULL	100.00	70.00
VERKEHRSBETRIEB RHEIN-WESTERWALD GMBH	FULL	100.00	70.00	FULL	100.00	70.00
VERKEHRSGESELLSCHAFT GÖRLITZ GMBH	FULL	100.00	34.30	FULL	100.00	34.30
WEST - BUS GMBH	EQUITY (JV)	49.00	34.30	EQUITY (JV)	49.00	34.30
WÜRTTEMBERGISCHE BUS-GESELLSCHAFT GMBH	FULL	100.00	70.00	FULL	100.00	70.00
WÜRTTEMBERGISCHE EISENBAHN-GESELLSCHAFT MBH	FULL	100.00	70.00	FULL	100.00	70.00
AUSTRALIA						
ACN 105 260 099	FULL	100.00	70.00	FULL	100.00	70.00
BRISBANE FERRIES	EQUITY (JV)	50.00	35.00	EQUITY (JV)	50.00	35.00
BUSLINK VIVO PTY LTD	EQUITY (JV)	50.00	35.00	EQUITY (JV)	50.00	35.00
CONNEX MELBOURNE PTY LTD	FULL	100.00	70.00	FULL	100.00	70.00
HARBOUR CITY FERRIES PTY LTD	FULL	100.00	70.00	FULL	100.00	70.00
MAINCO MELBOURNE PTY LTD	EQUITY (JV)	30.00	21.00	EQUITY (JV)	30.00	21.00
METROLINK VICTORIA PTY LTD	EQUITY (JV)	50.00	35.00	EQUITY (JV)	50.00	35.00
TRANSDEV AUSTRALASIA PTY LTD	FULL	100.00	70.00	FULL	100.00	70.00

Groups/companies	31.12.2017			31.12.2016		
	Method	% control	% interest	Method	% control	% interest
TRANSDEV AUSTRALIA PTY LTD	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV BRISBANE FERRIES PTY LTD	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV FERRIES SYDNEY PTY LTD	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV LINK PTY LTD	FULL	100.00	70.00			
TRANSDEV MAINTENANCE SERVICES PTY LTD	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV MELBOURNE PTY LTD	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV NSW PTY LTD	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV NSW SOUTH PTY LTD	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV QUEENSLAND PTY LTD	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV SOUTH WEST PTY LTD	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV SYDNEY FERRIES PTY LTD	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV SYDNEY PTY LTD	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV TSL PTY LTD	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV VICTORIA PTY LTD	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV WA PTY LTD	FULL	100.00	70.00	FULL	100.00	70.00
VIVO CONNECT PTY LTD	FULL	100.00	70.00	FULL	100.00	70.00
AUSTRIA						
TRANSDEV ÖSTERREICH GMBH	FULL	100.00	70.00	FULL	100.00	70.00
BELGIUM						
WITTE KRUIS BELGIE BVBA	FULL	100.00	59.89	FULL	100.00	59.89
WITTE KRUIS BELGIË VZW	FULL	100.00	60.49	FULL	100.00	60.49
EUROLINES BELGIQUE	FULL	100.00	70.00	FULL	100.00	70.00
CANADA						
CITYWAY CANADA	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV CANADA INC.	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV QUEBEC, INC.	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV SERVICES (CANADA) INC.	FULL	100.00	70.00	FULL	100.00	70.00
YORK BRT SERVICES I INC.	FULL	100.00	70.00	FULL	100.00	70.00
CHILE						
REDBUS URBANO SA	FULL	100.00	70.00	FULL	100.00	70.00
VEOLIA TRANSPORT CHILE	FULL	100.00	70.00	FULL	100.00	70.00
CHINA						
ANQING ZHONGBEI BUS CO., LTD	EQUITY (JV)	19.88	13.92	EQUITY (JV)	19.88	13.92
HUAIBEI ZHONGBEI BUS CO., LTD.				EQUITY (JV)	14.01	9.81
NANJING ZHONGBEI	EQUITY (JV)	26.95	18.87	EQUITY (JV)	26.95	18.87
COLOMBIA						
CITY MOVIL	EQUITY (JV)	25.52	17.86	EQUITY (JV)	25.52	17.86
CIUDAD MOVIL	EQUITY (JV)	38.50	26.95	EQUITY (JV)	38.50	26.95
CONEXION MOVIL	EQUITY (JV)	33.41	23.38	EQUITY (JV)	33.41	23.38

Groups/companies	31.12.2017			31.12.2016		
	Method	% control	% interest	Method	% control	% interest
SOUTH KOREA						
SEOUL LINE 9	FULL	100.00	30.80	FULL	100.00	30.80
VEOLIA TRANSPORT KOREA				EQUITY (JV)	50.00	35.00
VT RATP KOREA	EQUITY (JV)	50.00	35.00	EQUITY (JV)	50.00	35.00
CROATIA						
TOURING CROATIA				EQUITY (Ass.)	20.79	14.55
DENMARK						
TOURING SCANDINAVIA				EQUITY (Ass.)	20.79	14.55
SPAIN						
CGT, S.A., CGEA CONNEX, S.A., MARFINA, S.L., ARANDE, S.L. Y SOLER & SAURET, S.A., UTE LEY 18/1982, DE 26 DE MAYO	EQUITY (JV)	66.00	46.20	EQUITY (JV)	66.00	46.20
DETREN COMPANIA GENERAL DE SERVICIOS FERROVIARIOS, S.L., MARFINA, S.L. Y ARANDE, S.L., UTE, LEY 118/1982, DE 26 DE MAYO	EQUITY (JV)	66.00	46.20	EQUITY (JV)	66.00	46.20
EUROLINES PENINSULAR	EQUITY (JV)	50.00	35.00	EQUITY (JV)	50.00	35.00
MOVEBUS	EQUITY (JV)	50.00	35.00	EQUITY (JV)	50.00	35.00
TENEMETRO, S.L				FULL	100.00	42.00
TRANSDEV ESPANA SLU	FULL	100.00	70.00	FULL	100.00	70.00
VEOLIA TRANSPORTE ESPAÑA SLU	FULL	100.00	70.00	FULL	100.00	70.00
VIAJES EUROLINES	EQUITY (JV)	37.50	26.25	EQUITY (JV)	37.50	26.25
UNITED STATES						
10-10 TAXI AR, LLC	FULL	100.00	70.00	FULL	100.00	70.00
10-10 TAXI FL 1, LLC	FULL	100.00	70.00	FULL	100.00	70.00
10-10 TAXI MN, LLC	FULL	100.00	70.00	FULL	100.00	70.00
10-10 TAXI NY, LLC	FULL	100.00	70.00	FULL	100.00	70.00
10-10 TAXI TX 1, LLC	FULL	100.00	70.00	FULL	100.00	70.00
10-10 TRANSPORTATION, LLC	FULL	100.00	70.00	FULL	100.00	70.00
AIRLINES ACQUISITION CO., INC	FULL	100.00	70.00	FULL	100.00	70.00
AIRPORT LIMOUSINE SERVICE, INC.	FULL	100.00	70.00	FULL	100.00	70.00
ASSOCIATED CAB, LLC	FULL	100.00	70.00	FULL	100.00	70.00
ATC PARTNERS LLC	FULL	100.00	70.00	FULL	100.00	70.00
ATC/VANCOM OF ARIZONA, LIMITED PARTNERSHIP	FULL	100.00	70.00	FULL	100.00	70.00
BELLE ISLE CAB COMPANY, INC.	FULL	100.00	70.00	FULL	100.00	70.00
BLUE BOOTH INCORPORATED	FULL	100.00	58.95	FULL	100.00	58.95
BLUE VAN JV	FULL	100.00	53.20	FULL	100.00	53.20
BLUE VAN LEASING CORPORATION	FULL	100.00	70.00	FULL	100.00	70.00
CENTRAL CAB COMPANY, INC.	FULL	100.00	70.00	FULL	100.00	70.00
CENTURY CAB COMPANY, INC.	FULL	100.00	70.00	FULL	100.00	70.00
CHAMPION CAB COMPANY, INC	FULL	100.00	70.00	FULL	100.00	70.00
CHECKER AIRPORT TAXI, INC	FULL	100.00	70.00	FULL	100.00	70.00
CHECKER CAB ASSOCIATION, INC.	FULL	100.00	70.00	FULL	100.00	70.00
CHECKER YELLOW CAB OF JACKSONVILLE, LLC	FULL	100.00	70.00	FULL	100.00	70.00

Groups/companies	31.12.2017			31.12.2016		
	Method	% control	% interest	Method	% control	% interest
CHOICE CAB COMPANY, INC.	FULL	100.00	70.00	FULL	100.00	70.00
CIRCLE CAB COMPANY, INC.	FULL	100.00	70.00	FULL	100.00	70.00
CLASSIC CAB COMPANY, INC.	FULL	100.00	70.00	FULL	100.00	70.00
CLEARWATER TRANSPORTATION, LLC	FULL	100.00	70.00	FULL	100.00	70.00
CLOUD 9 SHUTTLE, INC.	FULL	100.00	70.00	FULL	100.00	70.00
COAST CAB COMPANY, INC.	FULL	100.00	70.00	FULL	100.00	70.00
COLONIAL CAB COMPANY, INC.	FULL	100.00	70.00	FULL	100.00	70.00
COLORADO AIRPORT SHUTTLE SERVICES, LLC	FULL	100.00	70.00	FULL	100.00	70.00
COLORADO CAB COMPANY, LLC	FULL	100.00	70.00	FULL	100.00	70.00
COLORADO SPRINGS TRANSPORTATION, LLC	FULL	100.00	70.00	FULL	100.00	70.00
COLORADO TRANS MANAGEMENT, LLC	FULL	100.00	70.00	FULL	100.00	70.00
COMPUTER CAB COMPANY, INC.	FULL	100.00	70.00	FULL	100.00	70.00
CONNEX RAILROAD LLC	FULL	100.00	70.00	FULL	100.00	70.00
CORDIAL CAB COMPANY, INC.	FULL	100.00	70.00	FULL	100.00	70.00
DHTC, LLC	FULL	100.00	70.00	FULL	100.00	70.00
DULLES TRANSPORTATION PARTNERSHIP	FULL	100.00	42.00	FULL	100.00	42.00
ENVIRO CAB , LLC TX	FULL	100.00	70.00	FULL	100.00	70.00
ENVIROCAB, LLC VIRGINIA	FULL	100.00	70.00	FULL	100.00	70.00
GOLDEN TOUCH TRANSPORTATION OF NEW YORK, INC	FULL	100.00	70.00	FULL	100.00	70.00
GOLDEN TOUCH TRANSPORTATION OF THE DISTRICT OF COLUMBIA	FULL	100.00	70.00	FULL	100.00	70.00
GREEN TOMATO CARS DC, LLC	FULL	100.00	70.00	FULL	100.00	70.00
GREEN TOMATO CARS VA, LLC	FULL	100.00	70.00	FULL	100.00	70.00
HUNTLEIGH TRANSPORTATION SERVICES LLC	FULL	100.00	70.00	FULL	100.00	70.00
HOUSTON O & M LLC	FULL	100.00	70.00	FULL	100.00	70.00
INTELLIRIDE LLC	FULL	100.00	70.00	FULL	100.00	70.00
JIMMY'S CAB, INC.	FULL	100.00	70.00	FULL	100.00	70.00
KANSAS CITY LIMOUSINE LLC	FULL	100.00	70.00	FULL	100.00	70.00
KANSAS CITY SHUTTLE LLC	FULL	100.00	70.00	FULL	100.00	70.00
KANSAS CITY TAXI LLC	FULL	100.00	70.00	FULL	100.00	70.00
MASSACHUSETTS BAY COMMUTER RAILROAD LLC	FULL	100.00	42.00	FULL	100.00	42.00
MCLEAN CONSULTING, LLC	FULL	100.00	70.00	FULL	100.00	70.00
MINI BUS SYSTEMS, INC.	FULL	100.00	70.00	FULL	100.00	70.00
NATIONAL HARBOR TRANSPORTATION SERVICES LLC	FULL	100.00	70.00	FULL	100.00	70.00
OAK STREET SALES, INC.	FULL	100.00	70.00	FULL	100.00	70.00
PHOENIX TRANSIT JOINT VENTURE	FULL	100.00	57.40	FULL	100.00	57.40
PITTSBURGH CAB COMPANY, INC.	FULL	100.00	70.00	FULL	100.00	70.00
PITTSBURGH TRANSPORTATION COMPANY	FULL	100.00	70.00	FULL	100.00	70.00
PITTSBURGH TRANSPORTATION GROUP CHARTER SERVICES, INC.	FULL	100.00	70.00	FULL	100.00	70.00
PROFESSIONAL FLEET MANAGEMENT LLC	FULL	100.00	70.00	FULL	100.00	70.00
PROFESSIONAL TRANSIT MANAGEMENT, LTD.	FULL	100.00	70.00	FULL	100.00	70.00
PROFESSIONAL TRANSIT SOLUTIONS LLC	FULL	100.00	70.00	FULL	100.00	70.00
PTM OF ASHEVILLE, INC.	FULL	100.00	70.00	FULL	100.00	70.00
PTM OF ATTLEBORO, INC.	FULL	100.00	70.00	FULL	100.00	70.00
PTM OF CAPE COD, INC.	FULL	100.00	70.00	FULL	100.00	70.00

Groups/companies	31.12.2017			31.12.2016		
	Method	% control	% interest	Method	% control	% interest
PTM OF BOISE, LLC	FULL	100.00	70.00	FULL	100.00	70.00
PTM OF DUTCHESS COUNTY, INC.	FULL	100.00	70.00	FULL	100.00	70.00
PTM OF GEORGIA, INC.	FULL	100.00	70.00	FULL	100.00	70.00
PTM OF RACINE, INC.	FULL	100.00	70.00	FULL	100.00	70.00
PTM OF TUCSON, INC.	FULL	100.00	70.00	FULL	100.00	70.00
PTM OF JACKSON, INC.	FULL	100.00	70.00	FULL	100.00	70.00
PTM OF WAUKESHA, INC.	FULL	100.00	70.00	FULL	100.00	70.00
PTM PARATRANSIT OF TUCSON, INC.	FULL	100.00	70.00	FULL	100.00	70.00
PTM OF WILMINGTON, INC.	FULL	100.00	70.00	FULL	100.00	70.00
RAYRAY CAB COMPANY, LLC	FULL	100.00	70.00	FULL	100.00	70.00
SACRAMENTO TRANSPORTATION, INC.	FULL	100.00	70.00	FULL	100.00	70.00
SAFETY CAB COMPANY, INC.	FULL	100.00	70.00	FULL	100.00	70.00
SCOUT CAB COMPANY, INC.	FULL	100.00	70.00	FULL	100.00	70.00
SE FLORIDA TRANSPORTATION, LLC	FULL	100.00	70.00	FULL	100.00	70.00
SECURE CAB COMPANY, INC.	FULL	100.00	70.00	FULL	100.00	70.00
SELECT CAB COMPANY, INC.	FULL	100.00	70.00	FULL	100.00	70.00
SENTINEL CAB COMPANY, INC.	FULL	100.00	70.00	FULL	100.00	70.00
SERENE CAB COMPANY, INC.	FULL	100.00	70.00	FULL	100.00	70.00
SERVICE CAB COMPANY, INC.	FULL	100.00	70.00	FULL	100.00	70.00
SFO AIRPORTER, INC.	FULL	100.00	70.00	FULL	100.00	70.00
SHAMROCK CHARTERS, INC	FULL	100.00	70.00	FULL	100.00	70.00
SHAMROCK LEASING LLC	FULL	100.00	70.00	FULL	100.00	70.00
SHAMROCK LUXURY LIMOUSINE LLC	FULL	100.00	70.00	FULL	100.00	70.00
SHAMROCK TAXI OF FORT COLLINS, INC	FULL	100.00	70.00	FULL	100.00	70.00
SHUTTLE ASSOCIATES LLC	FULL	100.00	70.00	FULL	100.00	70.00
SHUTTLE EXPRESS, INC.	FULL	100.00	70.00	FULL	100.00	70.00
SHUTTLEPORT ARIZONA JOINT VENTURE	FULL	100.00	45.50	FULL	100.00	45.50
SHUTTLEPORT CALIFORNIA LLC	FULL	100.00	70.00	FULL	100.00	70.00
SHUTTLEPORT CONNECTICUT LLC	FULL	100.00	70.00	FULL	100.00	70.00
SHUTTLEPORT DC LLC	FULL	100.00	70.00	FULL	100.00	70.00
SHUTTLEPORT FLORIDA LLC	FULL	100.00	70.00	FULL	100.00	70.00
SHUTTLEPORT SERVICES ARIZONA LLC	FULL	100.00	70.00	FULL	100.00	70.00
SKYLINE CAB COMPANY, INC.	FULL	100.00	70.00	FULL	100.00	70.00
SMARTER MOBILITY, LLC	FULL	100.00	70.00	FULL	100.00	70.00
SPENCER LEASING LLC	FULL	100.00	70.00	FULL	100.00	70.00
SPLIT	FULL	100.00	70.00	FULL	100.00	59.50
SUN TAXICAB ASSOCIATION, INC.	FULL	100.00	70.00	FULL	100.00	70.00
SUNRISE CAB COMPANY, INC.	FULL	100.00	70.00	FULL	100.00	70.00
SUPER TRANSPORTATION OF FLORIDA, LLC	FULL	100.00	70.00	FULL	100.00	70.00
SUPERIOR CAB COMPANY, INC.	FULL	100.00	70.00	FULL	100.00	70.00
SUPERSHUTTLE ARIZONA, INC.	FULL	100.00	70.00	FULL	100.00	70.00
SUPERSHUTTLE ATLANTA, LLC	FULL	100.00	70.00	FULL	100.00	70.00
SUPERSHUTTLE DALLAS FORT WORTH, INC.	FULL	100.00	70.00	FULL	100.00	70.00
SUPERSHUTTLE FRANCHISE CORPORATION	FULL	100.00	70.00	FULL	100.00	70.00
SUPERSHUTTLE INTERNATIONAL DENVER, INC.	FULL	100.00	70.00	FULL	100.00	70.00

Groups/companies	31.12.2017			31.12.2016		
	Method	% control	% interest	Method	% control	% interest
SUPER SHUTTLE INTERNATIONAL INC.	FULL	100.00	70.00	FULL	100.00	70.00
SUPERSHUTTLE LAS VEGAS, LLC	FULL	100.00	70.00	FULL	100.00	70.00
SUPERSHUTTLE LEASING, INC.	FULL	100.00	70.00	FULL	100.00	70.00
SUPERSHUTTLE LOS ANGELES, INC.	FULL	100.00	70.00	FULL	100.00	70.00
SUPERSHUTTLE LOUISIANA, LLC	FULL	100.00	70.00	FULL	100.00	70.00
SUPERSHUTTLE OF HOUSTON, LLC	FULL	100.00	70.00	FULL	100.00	70.00
SUPERSHUTTLE OF MINNESOTA, INC.	FULL	100.00	70.00	FULL	100.00	70.00
SUPERSHUTTLE OF PENNSYLVANIA, LLC	FULL	100.00	70.00	FULL	100.00	70.00
SUPERSHUTTLE ORANGE COUNTY, INC.	FULL	100.00	70.00	FULL	100.00	70.00
SUPERSHUTTLE RALEIGH-DURHAM, INC.	FULL	100.00	70.00	FULL	100.00	70.00
SUPERSHUTTLE SAN FRANCISCO, INC.	FULL	100.00	70.00	FULL	100.00	70.00
SUPERSHUTTLE TENNESSEE, INC.	FULL	100.00	70.00	FULL	100.00	70.00
SUPERTAXI, INC.	FULL	100.00	70.00	FULL	100.00	70.00
SUPREME CAB COMPANY, INC.	FULL	100.00	70.00	FULL	100.00	70.00
TEMPE ARIZONA VF JOINT VENTURE	FULL	100.00	59.50	FULL	100.00	59.50
THE LIMO, INC.	FULL	100.00	70.00	FULL	100.00	70.00
THE YELLOW CAB COMPANY	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV BUS ON DEMAND LLC	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV NORTH AMERICA	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV ON DEMAND INC.	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV SERVICES INC	FULL	100.00	70.00	FULL	100.00	70.00
TRANSPORTATION TECHNOLOGY SERVICES, INC.	FULL	100.00	70.00	FULL	100.00	70.00
UNIFIED DISPATCH, LLC	FULL	100.00	70.00	FULL	100.00	70.00
VEOLIA TRANSPORTATION MAINTENANCE AND INFRASTRUCTURE, INC.	FULL	100.00	49.00	FULL	100.00	49.00
WASHINGTON SHUTTLE, INC.	FULL	100.00	63.00	FULL	100.00	63.00
WIER TRANSPORTATION	FULL	100.00	34.30	FULL	100.00	34.30
YC HOLDINGS, INC.	FULL	100.00	70.00	FULL	100.00	70.00
YELLOW CAB ASSOCIATION, INC.	FULL	100.00	70.00	FULL	100.00	70.00
YELLOW CAB COMPANY OF PITTSBURGH	FULL	100.00	70.00	FULL	100.00	70.00
YELLOW TAXI ASSOCIATION, INC.	FULL	100.00	70.00	FULL	100.00	70.00
ZTRIP, INC.	FULL	100.00	70.00	FULL	100.00	70.00
FINLAND						
AJELO				FULL	100.00	59.50
TRANSDEV FINLAND OY	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV HELSINKI OY	FULL	100.00	70.00	FULL	100.00	70.00
VEOLIA TRANSPORT ESPOO OY	FULL	100.00	70.00	FULL	100.00	70.00
VEOLIA TRANSPORT VANTAA OY	FULL	100.00	70.00	FULL	100.00	70.00
FRANCE						
AEROPASS	FULL	100.00	70.00	FULL	100.00	70.00
AERO PISTE	FULL	100.00	70.00	FULL	100.00	70.00
AIR PY	EQUITY (Ass.)	24.50	17.15	EQUITY (Ass.)	24.50	17.15
AIRCAR	FULL	100.00	70.00	FULL	100.00	70.00

Groups/companies	31.12.2017			31.12.2016		
	Method	% control	% interest	Method	% control	% interest
ALBATRANS	EQUITY (Ass.)	57.55	40.29	EQUITY (Ass.)	57.55	40.29
ALTIBUS.COM	FULL	100.00	46.18	FULL	100.00	46.18
ANTRAS HOLDING	FULL	100.00	69.97	FULL	100.00	69.97
ARTOIS GOHELLE	FULL	100.00	70.00	FULL	100.00	70.00
ARY	FULL	100.00	69.97	FULL	100.00	69.97
ATRIOM DE BEAUVAISIS	FULL	100.00	69.97	FULL	100.00	69.97
ATRIOM DU COMPIEGNOIS	FULL	100.00	67.13	FULL	100.00	67.13
AUTOBUS AUBAGNAIS	FULL	100.00	70.00	FULL	100.00	70.00
AUTOBUS AURELIENS	FULL	100.00	48.77	FULL	100.00	48.77
AUTOBUS DE LETANG	FULL	100.00	70.00	FULL	100.00	70.00
AUTOCARS ALIZES	FULL	100.00	69.97	FULL	100.00	69.97
AUTOCARS DARCHE-GROS	FULL	100.00	70.00	FULL	100.00	70.00
AUTOCARS DE L'AVESNOIS	FULL	100.00	69.97	FULL	100.00	69.97
AUTOCARS MARNE-LA-VALLÉE	FULL	100.00	70.00	FULL	100.00	70.00
AUTOCARS MARTIN HAUTE TARENTEISE VOYAGES	FULL	100.00	70.00	FULL	100.00	70.00
AUTOCARS MUSSO	FULL	100.00	69.97	FULL	100.00	69.97
AUTOCARS SABARDU	FULL	100.00	70.00	FULL	100.00	70.00
AUTOCARS TOURNEUX	FULL	100.00	70.00	FULL	100.00	70.00
AUXERROIS MOBILITES	FULL	100.00	70.00	FULL	100.00	70.00
BEAUVAISIS MOBILITE	FULL	100.00	69.98	FULL	100.00	69.98
BESANÇON MOBILITÉ	FULL	100.00	70.00	FULL	100.00	70.00
BIÈVRE BUS MOBILITÉS	FULL	100.00	70.00	FULL	100.00	70.00
BIO SERVICE LOGISTIQUE	EQUITY (JV)	50.00	35.00	EQUITY (JV)	50.00	35.00
BUS DE LETANG DE BERRE				FULL	100.00	69.78
BUS EST	FULL	100.00	70.00	FULL	100.00	70.00
CABARO	FULL	100.00	69.97	FULL	100.00	69.97
CAP PAYS CATHARE	FULL	100.00	69.97	FULL	100.00	69.97
CARBU WASH	FULL	100.00	70.00	FULL	100.00	70.00
CARS DU PAYS D'AIX	FULL	100.00	70.00	FULL	100.00	70.00
CEA TRANSPORTS	FULL	100.00	70.00	FULL	100.00	70.00
CENTRALE DE RESERVATION EUROPE AUTOCAR	FULL	100.00	70.00	FULL	100.00	70.00
CFTA	FULL	100.00	70.00	FULL	100.00	70.00
CFTA CENTRE OUEST	FULL	100.00	69.97	FULL	100.00	69.97
CFTA PUY DE DÔME	FULL	100.00	70.00	FULL	100.00	70.00
CFTA RHONE	FULL	100.00	70.00	FULL	100.00	70.00
CHARTRES MOBILITÉ				FULL	100.00	70.00
CIE ARMORICAINE DE TRANSPORTS	FULL	100.00	69.94	FULL	100.00	69.94
CIE DES AUTOCARS DE TOURAINE	FULL	100.00	69.97	FULL	100.00	69.97
CITEBUS DES DEUX RIVES	FULL	100.00	70.00	FULL	100.00	70.00
CITRAM AQUITAINE	FULL	100.00	69.97	FULL	100.00	69.97
CITRAM PYRÉNÉES	FULL	100.00	69.97	FULL	100.00	69.97
CITYWAY	FULL	100.00	70.00	FULL	100.00	70.00
COMPAGNIE DES AUTOCARS DE PROVENCE	FULL	100.00	70.00	FULL	100.00	70.00
COMPAGNIE DES BACS DE LOIRE	FULL	100.00	70.00	FULL	100.00	70.00

Groups/companies	31.12.2017			31.12.2016		
	Method	% control	% interest	Method	% control	% interest
COMPAGNIE DES PARCS ET DES PASSEURS DU MONT SAINT MICHEL	FULL	100.00	69.97	FULL	100.00	69.97
COMPAGNIE DES TRANSPORTS COLLECTIFS DE L'OUEST PARISIEN	EQUITY (JV)	50.00	35.00	EQUITY (JV)	50.00	35.00
COMPAGNIE DES TRANSPORTS DE LA PORTE OCEANE	FULL	100.00	70.00	FULL	100.00	70.00
COMPAGNIE DES TRANSPORTS DU PAYS DE VANNES	FULL	100.00	70.00	FULL	100.00	70.00
COMPAGNIE FERROVIAIRE SUD FRANCE	FULL	100.00	70.00	FULL	100.00	70.00
COMPAGNIE FRANCAISE DE TRANSPORT INTERURBAIN	FULL	100.00	69.97	FULL	100.00	69.97
COMPAGNIE OCEANE	FULL	100.00	70.00	FULL	100.00	70.00
CONNEX LOCATION CARS ET BUS	FULL	100.00	70.00	FULL	100.00	70.00
COMPAGNIE SAINT-QUENTINOISE DE TRANSPORTS	FULL	100.00	69.97	FULL	100.00	69.97
CONTROLE DE STATIONNEMENT EN VOIERIE	FULL	100.00	70.00			
COURRIERS DE LA GARONNE	FULL	100.00	69.97	FULL	100.00	69.97
CREUSOT MONTCEAU TRANSPORTS	FULL	100.00	70.00	FULL	100.00	70.00
E.A.P	FULL	100.00	70.00	FULL	100.00	70.00
ECAUXMOBILITÉ	FULL	100.00	69.97	FULL	100.00	69.97
EQUIVAL SAS	FULL	100.00	70.00	FULL	100.00	70.00
ETABLISSEMENTS BREMOND FRERES	FULL	100.00	70.00	FULL	100.00	70.00
ETABLISSEMENTS MONEGER ET COMPAGNIE	FULL	100.00	69.97	FULL	100.00	69.97
EURE-ET-LOIR MOBILITE	FULL	100.00	69.97	FULL	100.00	69.97
EURL LITTORAL	EQUITY (JV)	50.00	35.00	EQUITY (JV)	50.00	35.00
EURL MEDISUD	EQUITY (JV)	50.00	35.00	EQUITY (JV)	50.00	35.00
EUROLINES FRANCE	FULL	100.00	70.00	FULL	100.00	70.00
FLEET ME	FULL	100.00	66.52	FULL	100.00	66.52
FNM2	FULL	100.00	69.97	FULL	100.00	69.97
FOURAS AIX	FULL	100.00	70.00	FULL	100.00	70.00
FRIOUL IF EXPRESS	FULL	100.00	70.00	FULL	100.00	70.00
GREENTOMATOCARS	FULL	100.00	70.00	FULL	100.00	70.00
GREENTOMATOCARS LEASING	FULL	100.00	70.00	FULL	100.00	70.00
IBERFRAN	EQUITY (JV)	12.71	8.90	EQUITY (JV)	12.71	8.90
IBEROLINES	EQUITY (JV)	25.42	17.79	EQUITY (JV)	25.42	17.79
INTER PISTES	FULL	100.00	70.00	FULL	100.00	70.00
INTERVAL	FULL	100.00	70.00	FULL	100.00	70.00
KERDONIS	FULL	100.00	70.00	FULL	100.00	70.00
RATP DEV TRANSDEV ASIA SA	EQUITY (JV)	50.00	35.00	EQUITY (JV)	50.00	35.00
LAON MOBILITÉ	FULL	100.00	70.00	FULL	100.00	70.00
LAVAL U.P	FULL	100.00	70.00	FULL	100.00	70.00
LES AUTOBUS ARTESIENS	FULL	100.00	69.97	FULL	100.00	69.97
LES AUTOBUS DU FORT	FULL	100.00	70.00	FULL	100.00	70.00
LES CARS D'ORSAY	FULL	100.00	70.00	FULL	100.00	70.00
LES CARS ROSE	FULL	100.00	70.00	FULL	100.00	70.00
LES COURRIERS AUTOMOBILES PICARDS	FULL	100.00	68.50	FULL	100.00	68.50
LES COURRIERS DE L'AUBE	FULL	100.00	69.93	FULL	100.00	69.86
LES COURRIERS DE SEINE-ET-OISE	FULL	100.00	70.00	FULL	100.00	70.00
LES LIGNES DU VAR	FULL	100.00	69.96	FULL	100.00	69.96

Groups/companies	31.12.2017			31.12.2016		
	Method	% control	% interest	Method	% control	% interest
LES RAPIDES DU VAL DE LOIRE	FULL	100.00	70.00	FULL	100.00	70.00
L'IMMOBILIERE DES FONTAINES	FULL	100.00	70.00	FULL	100.00	70.00
LITTORAL NORD AUTOCARS	FULL	100.00	69.97	FULL	100.00	69.97
MACONNAIS MOBILITES	FULL	100.00	70.00			
MAINTENANCE, ETUDES ET REALISATIONS EN CIRCULATION URBAINE ET REGULATION	FULL	100.00	70.00	FULL	100.00	70.00
MANU-PISTE				FULL	100.00	70.00
MECA PISTE	FULL	100.00	70.00	FULL	100.00	70.00
MOBILINK (FORMERLY CIOTABUS)	FULL	100.00	70.00	FULL	100.00	70.00
MOBILITE ET SERVICES	FULL	100.00	69.97	FULL	100.00	69.97
MOBILITE LOGISTIQUE SANTE	EQUITY (JV)	50.00	35.00	EQUITY (JV)	50.00	35.00
MONT-BLANC BUS	FULL	100.00	52.42	FULL	100.00	52.42
MOUV'IDEES	FULL	100.00	70.00	FULL	100.00	70.00
MULHOUSE MOBILITÉS	FULL	100.00	61.48	FULL	100.00	61.48
N4 MOBILITES	FULL	100.00	67.66	FULL	100.00	67.58
NORMANDIE VOYAGES	FULL	100.00	69.97	FULL	100.00	69.97
ODULYS	FULL	100.00	38.50	FULL	100.00	38.50
PASSAGERS PÔLE SERVICES	FULL	100.00	70.00	FULL	100.00	70.00
PAYS D'OC MOBILITES	FULL	100.00	70.00	FULL	100.00	67.76
PÔLE ILE-DE-FRANCE IMMOBILIER AND FACILITIES	FULL	100.00	70.00	FULL	100.00	70.00
PREVOST	FULL	100.00	69.97	FULL	100.00	69.97
PROGETOURS	FULL	100.00	70.00	FULL	100.00	70.00
PROXIWAY	FULL	100.00	69.99	FULL	100.00	69.99
RAMBOUILLET U.P	FULL	100.00	69.98	FULL	100.00	69.98
RAPIDES DE CÔTE D'AZUR	FULL	100.00	69.97	FULL	100.00	69.97
RAPIDES DE BOURGOGNE	FULL	100.00	70.00	FULL	100.00	70.00
RAPIDES DE SAÔNE-ET-LOIRE	FULL	100.00	70.00	FULL	100.00	70.00
RAPIDES DU LITTORAL	FULL	100.00	69.90	FULL	100.00	69.90
REGIE MIXTE DES TRANSPORTS TOULONNAIS	FULL	100.00	49.98	FULL	100.00	49.98
RHÔNEXPRESS	EQUITY (Ass.)	28.20	19.74	EQUITY (Ass.)	28.20	19.74
S.E.R.I 49	FULL	100.00	69.57	FULL	100.00	69.57
SAEM DES AUTOCARS ET AUTOBUS AUNIS ET SAINTONGE	EQUITY (JV)	49.98	34.99	EQUITY (JV)	49.98	34.99
SAINT-QUENTIN MOBILITÉ	FULL	100.00	70.00	FULL	100.00	70.00
SANTE MOBILITE SERVICES	FULL	100.00	49.00	FULL	100.00	49.00
SARL DELEYROLLE AAAC	EQUITY (JV)	48.00	33.60	EQUITY (JV)	48.00	33.60
SARL GETS	EQUITY (JV)	50.00	35.00	EQUITY (JV)	50.00	35.00
SARL MARTEGALES	EQUITY (JV)	50.00	35.00	EQUITY (JV)	50.00	35.00
SARL LA BELLE AUTO				EQUITY (JV)	50.00	35.00
SARL MIDI PROVENCE	EQUITY (JV)	50.00	35.00	EQUITY (JV)	50.00	35.00
SARL PATRICK	EQUITY (JV)	50.00	35.00	EQUITY (JV)	50.00	35.00
SARL PONT DE L'ARC	EQUITY (JV)	50.00	35.00	EQUITY (JV)	50.00	35.00
SARL PROVENCE SECOURS	EQUITY (JV)	50.00	35.00	EQUITY (JV)	50.00	35.00
SARL SE LA MIMETAINE	EQUITY (JV)	50.00	35.00	EQUITY (JV)	50.00	35.00
SARL SUD LOGISTIQUE	EQUITY (JV)	50.00	35.00	EQUITY (JV)	50.00	35.00

Groups/companies	31.12.2017			31.12.2016		
	Method	% control	% interest	Method	% control	% interest
SAS AUTONOMIE ET SANTE	FULL	100.00	70.00	FULL	100.00	70.00
SAS GENTY				EQUITY (JV)	50.00	35.00
SAS HOLDING MIMETAINE	EQUITY (JV)	50.00	35.00	EQUITY (JV)	50.00	35.00
SCI LA MARE AU MOULIN	FULL	100.00	70.00	FULL	100.00	70.00
SCI DU CLOS PIERVIL	FULL	100.00	69.89	FULL	100.00	69.89
SCI LE PRÉ BOUDROT	EQUITY (JV)	49.00	34.30	EQUITY (JV)	49.00	34.30
SCI LES MELEZES				FULL	100.00	70.00
SENONAIS MOBILITES	FULL	100.00	70.00	FULL	100.00	70.00
SEVM SAS	FULL	100.00	70.00	FULL	100.00	70.00
SITE.OISE	FULL	100.00	46.20	FULL	100.00	46.20
SNC MASSILIA	FULL	100.00	70.00	FULL	100.00	70.00
SOCIETE AEROPORTUAIRE DE GESTION ET D'EXPLOITATION DE BEAUVAIS	EQUITY (JV)	49.00	34.30	EQUITY (JV)	49.00	34.30
SOCIETE DE GESTION DE L'AEROPORT DE LA REGION DE LILLE	EQUITY (Ass.)	34.00	23.80	EQUITY (Ass.)	34.00	23.80
SOCIETE DE PRESTATIONS TRANSDEV IDF	FULL	100.00	70.00	FULL	100.00	70.00
SOCIETE DE SERVICES ET D'EXPLOITATION DE GARES ROUTIERES	FULL	100.00	70.00	FULL	100.00	70.00
SOCIETE DE TRANSPORT D'ANNONAY DAVEZIEUX ET EXTENSIONS	FULL	100.00	66.57	FULL	100.00	66.57
SOCIETE DE TRANSPORTS AUTOMOBILES ET DE VOYAGES	FULL	100.00	70.00	FULL	100.00	70.00
SOCIETE DES TRANSPORTS BERARD	FULL	100.00	70.00	FULL	100.00	70.00
SOCIETE DES TRANSPORTS BRIANCONNAIS	FULL	100.00	70.00	FULL	100.00	70.00
SOCIETE DES TRANSPORTS DE CALAIS ET EXTENSIONS	FULL	100.00	70.00	FULL	100.00	70.00
SOCIETE DES TRANSPORTS DE DUNKERQUE ET EXTENSIONS	FULL	100.00	70.00	FULL	100.00	70.00
SOCIETE DES TRANSPORTS DE L'AGGLOMERATION CHALONNAISE	FULL	100.00	56.00	FULL	100.00	56.00
SOCIETE DES TRANSPORTS DE L'AGGLOMERATION THONONNAISE	EQUITY (JV)	50.00	35.00	EQUITY (JV)	50.00	35.00
SOCIETE DES TRANSPORTS DEPARTEMENTAUX DU GARD	FULL	100.00	69.97	FULL	100.00	69.97
STE DES TRANSPORTS DEP DU LOIR-ET-CHER	FULL	100.00	69.97	FULL	100.00	69.97
SOCIETE DES TRANSPORTS DU BASSIN CHELLOIS	FULL	100.00	70.00	FULL	100.00	70.00
SOCIETE DES TRANSPORTS LIBOURNAIS	FULL	100.00	70.00	FULL	100.00	70.00
SOCIETE DES TRANSPORTS PAR AUTOCARS DE L'OUEST PAYS DE LA LOIRE	FULL	100.00	69.97	FULL	100.00	69.97
SOCIETE DES TRANSPORTS URBAINS DE DIEPPE	FULL	100.00	70.00	FULL	100.00	70.00
SOCIETE D'EXPLOITATION DE TRANSPORTS ET DE REPARATIONS AUTOMOBILES	FULL	100.00	70.00	FULL	100.00	70.00
SOCIETE DU METRO DE L'AGGLOMERATION ROUENNAISE	FULL	100.00	70.00	FULL	100.00	70.00
SOCIETE NICOISE D'ENLEVEMENT ET DE GARDIENNAGE	FULL	100.00	70.00	FULL	100.00	70.00
SOCIETE NOUVELLE CPL	FULL	100.00	70.00	FULL	100.00	70.00
SOCIETE NOUVELLE DES AUTOBUS AJACCIENS	FULL	100.00	70.00	FULL	100.00	70.00
SOCIETE NOUVELLE DES TRANSPORTS DE L'AGGLOMERATION NICOISE				FULL	100.00	70.00
SOCIETE VAROISE DE TRANSPORTS	FULL	100.00	70.00	FULL	100.00	70.00
SOLEA	FULL	100.00	61.48	FULL	100.00	61.48
SUD CARS	FULL	100.00	70.00	FULL	100.00	70.00
SUD EST MOBILITÉS	FULL	100.00	70.00	FULL	100.00	70.00

Groups/companies	31.12.2017			31.12.2016		
	Method	% control	% interest	Method	% control	% interest
SURESNES U.P	FULL	100.00	70.00	FULL	100.00	70.00
T.C.R.M TRANSP. COMMUNS REGION METZ	EQUITY (Ass.)	39.96	27.97	EQUITY (Ass.)	39.96	27.97
TIPS	FULL	100.00	65.10	FULL	100.00	65.10
TPMR STRASBOURG	FULL	100.00	69.97	FULL	100.00	69.97
TPMR TOULOUSE	FULL	100.00	69.96	FULL	100.00	69.96
TPMR TOURS	FULL	100.00	69.97	FULL	100.00	69.97
TRANS PROVENCE	FULL	100.00	69.67	FULL	100.00	69.67
TRANS VAL DE FRANCE	FULL	100.00	70.00	FULL	100.00	70.00
TRANS VAL-D'OISE	FULL	100.00	70.00	FULL	100.00	70.00
TRANSAMO	FULL	100.00	66.54	FULL	100.00	66.54
TRANSOVOIE	FULL	100.00	69.65	FULL	100.00	69.65
TRANSDEV	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV FOUGERES	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV AEROPORT CARCASSONNE	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV AEROPORT LIAISONS	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV AEROPORT PERPIGNAN	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV AÉROPORT SERVICES	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV AÉROPORT TRANSIT	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV AGGLOMÉRATION DE BAYONNE	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV ALPES	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV ALPES-MARITIMES	FULL	100.00	69.98	FULL	100.00	69.98
TRANSDEV ARLES	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV AUVERGNE	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV BASSIN D'ARCACHON	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV BRIVE	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV BUSINESS INFORMATION SOLUTIONS	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV CHAMBERY	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV DAUPHINE	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV DU MARSAN	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV ESPACES	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV EST	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV EUROLINES	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV EXPRESS	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV EXPRESS GRAND OUEST	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV EXPRESS RHONE-ALPES AUVERGNE	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV EXPRESS SUD OUEST	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV GRAND EST	FULL	100.00	69.97	FULL	100.00	69.97
TRANSDEV HAUTE SAVOIE	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV ICM	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV ILE DE FRANCE	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV IDF CSP CONTRÔLE	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV ISTRE	FULL	100.00	69.97	FULL	100.00	69.97
TRANSDEV LIGNES VOSGES	FULL	100.00	69.97	FULL	100.00	69.97
TRANSDEV LOCATION DE VEHICULE	FULL	100.00	70.00	FULL	100.00	70.00

Groups/companies	31.12.2017			31.12.2016		
	Method	% control	% interest	Method	% control	% interest
TRANSDEV LYS	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV MARITIME				FULL	100.00	70.00
TRANSDEV MEDITERRANNEE	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV MONTPELLIER	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV NANCY	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV NIORT AGGLOMERATION	FULL	100.00	70.00			
TRANSDEV ON DEMANDE France				FULL	100.00	70.00
TRANSDEV OUTRE MER	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV PARIS EST	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV PARIS SUD	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV PAYS D'OR	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV PAYS ROCHEFORTAIS	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV PICARDIE	FULL	100.00	69.97	FULL	100.00	69.97
TRANSDEV POITOU-CHARENTES	FULL	100.00	69.97	FULL	100.00	69.97
TRANSDEV RAIL				FULL	100.00	70.00
TRANSDEV REIMS	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV RHÔNE-ALPES INTERURBAIN	FULL	100.00	69.97	FULL	100.00	69.97
TRANSDEV ROANNE	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV ROYAN ATLANTIQUE	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV SAINT DIZIER	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV SHUTTLE FRANCE	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV STATIONNEMENT	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV SUD	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV SUD OUEST	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV TREFLE	FULL	100.00	70.00			
TRANSDEV URBAIN	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV VALENCE	FULL	100.00	70.00	FULL	100.00	70.00
TRANSÉVRY	EQUITY (Ass.)	44.37	31.06	EQUITY (Ass.)	44.37	31.06
TRANSPORTS DU VAL DE SEINE	FULL	100.00	69.97	FULL	100.00	69.97
TRANSPORTS DE TOURISME DE L'OCEAN	FULL	100.00	69.97	FULL	100.00	69.97
TRANSPORTS D'EURE-ET-LOIR	FULL	100.00	69.97	FULL	100.00	69.97
TRANSPORTS DU VAL-D'OISE	FULL	100.00	70.00	FULL	100.00	70.00
TRANSPORTS EN COMMUN DE COMBS-LA-VILLE	FULL	100.00	70.00	FULL	100.00	70.00
TRANSPORTS EN COMMUN DE LA REGION AVIGNONAISE	FULL	100.00	70.00	FULL	100.00	70.00
TRANSPORTS EN COMMUN DE L'AGGLOMERATION ROUENNAISE	FULL	100.00	70.00	FULL	100.00	70.00
TRANSPORTS EN COMMUN D'ORANGE				FULL	100.00	35.70
TRANSPORTS MARNE ET MORIN	FULL	100.00	70.00	FULL	100.00	70.00
TRANSPORTS PARIS BEAUVAIS	EQUITY (JV)	49.00	34.30	EQUITY (JV)	49.00	34.30
TRANSPORTS PUBLICS DE L'AGGLOMERATION STEPHANOISE	FULL	100.00	70.00	FULL	100.00	70.00
TRANSPORTS RAPIDE AUTOMOBILE	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV URBAINS DU VALENCIENNOIS	FULL	100.00	70.00	FULL	100.00	70.00
URBIS PARK SERVICES SAS	FULL	100.00	70.00	FULL	100.00	70.00
VAD	FULL	100.00	69.97	FULL	100.00	69.97

Groups/companies	31.12.2017			31.12.2016		
	Method	% control	% interest	Method	% control	% interest
VAL D'EUROPE AIRPORT	FULL	100.00	70.00	FULL	100.00	70.00
VE AIRPORT	FULL	100.00	70.00	FULL	100.00	70.00
VELOWAY	FULL	100.00	70.00	FULL	100.00	70.00
VEOLIA EDF NICE AUTO PARTAGE	EQUITY (JV)	69.98	48.99	EQUITY (JV)	69.98	48.99
VEOLIA TRANSPORT BORDEAUX	FULL	100.00	70.00	FULL	100.00	70.00
VILLENEUVE MOBILITE	FULL	100.00	70.00	FULL	100.00	70.00
VISUAL	FULL	100.00	70.00	FULL	100.00	70.00
VOYAGES CROLARD	FULL	100.00	70.00	FULL	100.00	70.00
VOYAGE ET TRANSPORTS DE NORMANDIE	FULL	100.00	69.97	FULL	100.00	69.97
GUERNSEY						
CAMELBACK INSURANCE LIMITED GUERNSEY	FULL	100.00	70.00	FULL	100.00	70.00
HONG KONG						
HONG KONG ENGINEERING	EQUITY (JV)	50.00	35.00	EQUITY (JV)	50.00	35.00
VT RATP CHINA	EQUITY (JV)	50.00	35.00	EQUITY (JV)	50.00	35.00
VT RATP CONSULTING CO. LTD	EQUITY (JV)	50.00	35.00	EQUITY (JV)	50.00	35.00
VEOLIA TRANSPORT CHINA LTD HK	FULL	100.00	38.50	FULL	100.00	38.50
HONG KONG TRAMWAYS LIMITED (MEE)	EQUITY (Ass.)	49.50	34.65	EQUITY (Ass.)	49.50	34.65
INDIA						
METRO ONE OPERATION	FULL	100.00	26.95	FULL	100.00	26.95
RATP DEV TRANSDEV INDIA	EQUITY (JV)	50.00	35.00	EQUITY (JV)	50.00	35.00
IRELAND						
TRANSDEV DUBLIN LIGHT RAIL LTD	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV IRELAND BUS LIMITED	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV IRELAND LIMITED	FULL	100.00	70.00	FULL	100.00	70.00
ISRAEL						
VEOLIA TRANSPORTATION ISRAEL LTD	FULL	100.00	70.00	FULL	100.00	70.00
LUXEMBOURG						
TRANSDEV RÉ	FULL	100.00	70.00	FULL	100.00	70.00
MOROCCO						
TRANSDEV RABAT SALE SA	FULL	100.00	69.99	FULL	100.00	69.99
NEW CALEDONIA						
CARSUD SA (MEE)	EQUITY (Ass.)	27.96	19.57	EQUITY (Ass.)	27.96	19.57
NEW ZEALAND						
TRANSDEV AUCKLAND LTD	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV NEW ZEALAND LTD	FULL	100.00	70.00	FULL	100.00	70.00

Groups/companies	31.12.2017			31.12.2016		
	Method	% control	% interest	Method	% control	% interest
TRANSDEV WELLINGTON LTD	FULL	100.00	70.00	FULL	100.00	70.00
NETHERLANDS						
ABEL TECHNOLOGIE B.V.	FULL	100.00	60.49	FULL	100.00	60.49
ACM OPLEIDINGEN BV	FULL	100.00	60.49	FULL	100.00	60.49
ACM ZORGOPLEIDINGEN BV	FULL	100.00	60.49	FULL	100.00	60.49
BEDRIJFSVERVOER LIMBURG BV	EQUITY (JV)	21.60	15.12	EQUITY (JV)	21.60	15.12
CONNEXION FINANCE BV	FULL	100.00	60.49	FULL	100.00	60.49
CONEXXION MULTIMODAL BV	FULL	100.00	60.49	FULL	100.00	60.49
CONNEXION NEDERLAND NV	FULL	100.00	60.49	FULL	100.00	60.49
CONNEXION OPENBAAR VERVOER NV	FULL	100.00	60.49	FULL	100.00	60.49
CONNEXION TAXI SERVICES BV	FULL	100.00	60.49	FULL	100.00	60.49
CONNEXION TOURS BV	FULL	100.00	60.49	FULL	100.00	60.49
CONNEXION VLOOT BV	FULL	100.00	60.49	FULL	100.00	60.49
CONNEXION WATER BV	FULL	100.00	60.49	FULL	100.00	60.49
CONNEXION ZORGVERVOER B.V.	FULL	100.00	60.49			
CONNEXION ZORGVERVOER ZUID HOLLAND B.V.	FULL	100.00	60.49			
COÖPERATIE REGIONAL AMBULANCEVOORZIENING KENNERMERLAND U.A.	EQUITY (Ass.)	43.22	30.25	EQUITY (Ass.)	43.22	30.25
COÖPERATIE REGIONALE AMBULANCEVOORZIENING HAAGLANDEN U.A.	EQUITY (Ass.)	21.61	15.12	EQUITY (Ass.)	21.61	15.12
CTS NOORD BV	EQUITY (Ass.)	44.07	30.84	EQUITY (Ass.)	44.07	30.84
CXX AML MATERIEEL B.V.	FULL	100.00	60.49			
DE GROOTH VERVOER BV	FULL	100.00	60.49	FULL	100.00	60.49
EUROLINES NETHERLANDS NV	FULL	100.00	70.00	FULL	100.00	70.00
FUTURE TECHNOLOGY NEDERLAND BV	FULL	100.00	60.49	FULL	100.00	60.49
GVU NV	FULL	100.00	60.49	FULL	100.00	60.49
HEART SAFE LIVING BV	FULL	100.00	60.49	FULL	100.00	60.49
HERMES GROEP NV	FULL	100.00	60.49	FULL	100.00	60.49
HERMES OPENBAAR VERVOER BV	FULL	100.00	60.49	FULL	100.00	60.49
KROON ARBOZAKEN B.V.	FULL	100.00	60.49			
OMNITAX BV	FULL	100.00	60.49	FULL	100.00	70.00
OV REGIO LJSSELMOND BV	FULL	100.00	60.49	FULL	100.00	60.49
PARTEXX BV	FULL	100.00	60.49	FULL	100.00	60.49
PERONEELSVOORZIENING BRABANTS BUSVERVOER BV	FULL	100.00	60.49	FULL	100.00	70.00
PERSONENVERVOER GRONINGEN BV	EQUITY (JV)	28.80	20.16	EQUITY (JV)	28.80	20.16
PERSONENVERVOER VAN DIJK DELFTZIJL BV	FULL	100.00	60.49	FULL	100.00	60.49
PERSONENVERVOER ZUID-NEDERLAND BV	FULL	100.00	60.49	FULL	100.00	70.00
REISINFORMATIEGROEP BV	EQUITY (Ass.)	28.36	19.85	EQUITY (Ass.)	28.36	19.85
ROLINE BV	FULL	100.00	60.49	FULL	100.00	60.49
SCHIPHOL TRAVEL TAXI BV	EQUITY (Ass.)	43.22	30.25	EQUITY (Ass.)	43.22	30.25
STADSBUS GROEP MAASTRICHT NV	FULL	100.00	60.49	FULL	100.00	70.00
STADSBUS MAASTRICHT PARTICIPATIES BV	FULL	100.00	60.49	FULL	100.00	70.00
STAN ECOZORG B.V.	FULL	100.00	60.49	FULL	100.00	60.49

Groups/companies	31.12.2017			31.12.2016		
	Method	% control	% interest	Method	% control	% interest
STICHTING AMBULANCEZORG NOORD EN OOST GELDERLAND	FULL	100.00	60.49	FULL	100.00	60.49
STICHTING REGIONALE AMBULANCEVOORZIENING ZEELAND	FULL	100.00	60.49	FULL	100.00	60.49
TAXI CENTRALE MIDDEN-BRABANT	FULL	100.00	60.49	FULL	100.00	70.00
TBC HOLDING B.V.	FULL	100.00	60.49	FULL	100.00	60.49
TECHNO SERVICE NEDERLAND NV	FULL	100.00	60.49	FULL	100.00	60.49
TRANZER B.V.	EQUITY (Ass.)	12.96	9.07			
VEOLIA TRANSPORT BRABANT N.V.	FULL	100.00	60.49	FULL	100.00	70.00
VEOLIA TRANSPORT FAST FERRIES B.V.	FULL	100.00	60.49	FULL	100.00	70.00
VEOLIA TRANSPORT LIMBURG B.V.	FULL	100.00	60.49	FULL	100.00	70.00
VEOLIA TRANSPORT LIMBURG BUS B.V.	FULL	100.00	60.49	FULL	100.00	70.00
VEOLIA TRANSPORT LIMBURG TOUR	FULL	100.00	60.49	FULL	100.00	70.00
VEOLIA TRANSPORT NEDERLAND HOLDING B.V.	FULL	100.00	60.49	FULL	100.00	70.00
VEOLIA TRANSPORT NEDERLAND OPENBAAR VERVOER B.V.	FULL	100.00	60.49	FULL	100.00	70.00
VEOLIA TRANSPORT PERSONEELSVORZIENING	FULL	100.00	60.49	FULL	100.00	70.00
VEOLIA TRANSPORT RAIL B.V.	FULL	100.00	60.49	FULL	100.00	70.00
VERENIGING AMBULANCEZORG REGIO NOORD-HOLLAND NOORD IN COÖPERATIEF VERBAND U.A.	EQUITY (Ass.)	43.22	30.25	EQUITY (Ass.)	43.22	30.25
WITTE KRUIS AMBULANCE BV	FULL	100.00	60.49	FULL	100.00	60.49
WITTE KRUIS AMBULANCEZORG BV	FULL	100.00	60.49	FULL	100.00	60.49
WITTE KRUIS BV	FULL	100.00	60.49	FULL	100.00	60.49
WITTE KRUIS HOLDING BV	FULL	100.00	60.49	FULL	100.00	60.49
WITTE KRUIS MIDELEN BV	FULL	100.00	60.49	FULL	100.00	60.49
WITTE KRUIS ZORG BV	FULL	100.00	60.49	FULL	100.00	60.49
WKA ZEELAND	FULL	100.00	60.49	FULL	100.00	60.49
PORTUGAL						
AUTO VIAÇAO AVEIRENSE	FULL	100.00	70.00	FULL	100.00	70.00
CAIMA TRANSPORTES	FULL	100.00	70.00	FULL	100.00	70.00
EMPRESA DE TRANSPORTES ANTONIO CUNHA	FULL	100.00	70.00	FULL	100.00	70.00
IBERO EUROSUR S.L.	EQUITY (JV)	25.42	17.45	EQUITY (Ass.)	25.10	17.57
INTERCENTRO	FULL	100.00	33.90	FULL	100.00	34.47
INTERGALIZA	EQUITY (JV)	25.42	17.79	EQUITY (JV)	25.42	17.79
INTERNORTE	FULL	100.00	35.59	FULL	100.00	35.59
MINHO BUS	FULL	100.00	70.00	FULL	100.00	70.00
RODOVIARIA DE ENTRE D'OURO E MINHO	FULL	100.00	70.00	FULL	100.00	70.00
RODOVIARIA DA BEIRA INTERIOR	FULL	100.00	70.00	FULL	100.00	70.00
RODOVIARIA DA BEIRA LITORAL	FULL	100.00	70.00	FULL	100.00	70.00
RODOVIARIA DO LIS	EQUITY (JV)	25.42	17.79	EQUITY (JV)	25.42	17.79
RODOVIARIA DO OESTE	EQUITY (JV)	25.42	17.79	EQUITY (JV)	25.42	17.79
RODOVIARIA DO TEJO	EQUITY (JV)	25.42	17.79	EQUITY (JV)	25.42	17.79
TRANSDEV DOURO	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV INTERIOR	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV MOBILIDADE	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV NORTE	FULL	100.00	70.00	FULL	100.00	70.00

Groups/companies	31.12.2017			31.12.2016		
	Method	% control	% interest	Method	% control	% interest
TRANSDEV PARTICIPACOES SGPS	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV PORTO	FULL	100.00	70.00	FULL	100.00	70.00
SERBIA						
TOURING SERBIA				EQUITY (Ass.)	20.79	14.55
CZECH REPUBLIC						
TOURING BOHEMIA				EQUITY (Ass.)	20.79	14.55
VEOLIA EUROLINES CZ A.S.	FULL	100.00	70.00	FULL	100.00	70.00
REUNION						
TRANSDEV SERVICES REUNION	FULL	100.00	70.00	FULL	100.00	70.00
UNITED KINGDOM						
BLAZEFIELD BUSES	FULL	100.00	70.00	FULL	100.00	70.00
BLAZEFIELD TRAVEL GROUP	FULL	100.00	70.00	FULL	100.00	70.00
BURNLEY & PENDLE TRAVEL	FULL	100.00	70.00	FULL	100.00	70.00
CABFIND LTD	FULL	100.00	70.00	FULL	100.00	70.00
COMET CAR HIRE LTD	FULL	100.00	70.00	FULL	100.00	70.00
CONNEX SOUTH EASTERN	FULL	100.00	70.00	FULL	100.00	70.00
GREEN TOMATO CARS	FULL	100.00	70.00	FULL	100.00	70.00
HARROGATE & DISTRICT TRAVEL LIMITED	FULL	100.00	70.00	FULL	100.00	70.00
KEIGHLEY & DISTRICT TRAVEL LIMITED	FULL	100.00	70.00	FULL	100.00	70.00
LANCASHIRE UNITED LIMITED	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV BLAZEFIELD LIMITED	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV CLAIMS INVESTIGATIONS LIMITED	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV NORTHERN BLUE	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV PLC	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV TRAM UK	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV YORK	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV LONDON LTD	FULL	100.00	70.00	FULL	100.00	70.00
TRIDENT HERITAGE LTD	FULL	100.00	70.00	FULL	100.00	70.00
YORKSHIRE COASTLINER	FULL	100.00	70.00	FULL	100.00	70.00
SWEDEN						
BUSSDEPÅN I KRISTIANSTAD AB	EQUITY (Ass.)	43.00	30.10	EQUITY (Ass.)	43.00	30.10
GÖTEBORGS-STYRSÖ SKÅRGÅRDSTRAFIK AB	FULL	100.00	70.00	FULL	100.00	70.00
KOMMANDITBOLAGET BUSSNINGEN	FULL	100.00	70.00	FULL	100.00	70.00
MERRESOR AB	FULL	100.00	70.00	FULL	100.00	70.00
PEOPLE TRAVEL GROUP AB	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV NORTHERN EUROPE AB	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV SVERIGE AB	FULL	100.00	70.00	FULL	100.00	70.00
TRANSDEV UPPLAND AB	FULL	100.00	70.00			

Groups/companies	31.12.2017			31.12.2016		
	Method	% control	% interest	Method	% control	% interest
COENTREPRISE DE TRANSPORT D'ELECTRICITE						
COENTREPRISE DE TRANSPORT D'ELECTRICITE <i>Registered office: 69-71 rue de Miromesnil - 75008 Paris - France</i>	EQUITY (JV)	29.90	29.90			
RTE	EQUITY (JV)	29.90	29.90			
AIRTELIS	EQUITY (JV)	29.90	29.90			
ARTERIA	EQUITY (JV)	29.90	29.90			
CIRTEUS	EQUITY (JV)	29.90	29.90			
CORESIO	EQUITY (Ass.)	4.78	4.78			
HGRT	EQUITY (Ass.)	10.16	10.16			
IFA2	JOINT ARR.	14.95	14.95			
INELFE	JOINT ARR.	14.95	14.95			
RTE IMMO	EQUITY (JV)	29.90	29.90			
RTE INTERNATIONAL	EQUITY (JV)	29.90	29.90			
INFRASTRUCTURE & TRANSPORT - OTHER ENTITIES						
CDC INFRASTRUCTURE				FULL	100.00	100.00
VERDUN PARTICIPATIONS 1	EQUITY (Ass.)	49.00	49.00	EQUITY (Ass.)	49.00	49.00
COMPAGNIE NATIONALE DU RHÔNE	EQUITY (Ass.)	33.20	33.20	EQUITY (Ass.)	33.20	33.20
ADL PARTICIPATIONS	EQUITY (Ass.)	24.50	24.50			

Consolidation methods - FULL: full consolidation

EQUITY (JV): equity-accounted joint venture

EQUITY (Ass): equity-accounted associate

JOINT ARR.: joint arrangement.

STATUTORY AUDITORS' REPORT ON THE CONSOLIDATED FINANCIAL STATEMENTS

(For the year ended 31 December 2017)

To the Shareholders,

In compliance with the engagement entrusted to us, we have audited the accompanying consolidated financial statements of Caisse des Dépôts et Consignations for the year ended 31 December 2017.

In our opinion, the consolidated financial statements give a true and fair view of the assets and liabilities and of the financial position of the Group at 31 December 2017 and of the results of its operations for the year then ended in accordance with International Financial Reporting Standards as adopted by the European Union.

The audit opinion expressed above is consistent with our report to the Financial Statement and Risk Review Committee (Comité d'Examen des Comptes et des Risques – CECR).

BASIS FOR OPINION

AUDIT FRAMEWORK

We conducted our audit in accordance with professional standards applicable in France. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Our responsibilities under these standards are further described in the "Responsibilities of the Statutory Auditors relating to the audit of the consolidated financial statements" section of our report.

INDEPENDENCE

We conducted our audit engagement in compliance with the independence rules applicable to us for the period from 1 January 2017 to the date of our

report and in particular we did not provide any non-audit services prohibited by article 5(1) of Regulation (EU) No 537/2014 or the French Code of Ethics (Code de déontologie) for Statutory Auditors.

Furthermore, the non-audit services that we provided to your Group and its controlled undertakings during the financial year that are not disclosed in the management report or in the notes to the consolidated financial statements are as follows:

- ▀ PricewaterhouseCoopers Audit: in 2017, the main engagements carried out related to comfort letters for the debt issuance programmes and certificates.
- ▀ Mazars: in 2017, the main engagements carried out related to comfort letters for debt issuance programmes, certificates and due diligence work.

JUSTIFICATION OF ASSESSMENTS – KEY AUDIT MATTERS

In accordance with the requirements of articles L.823-9 and R.823-7 of the French Commercial Code (*Code de commerce*) relating to the justification of our assessments, we inform you of the key audit matters relating to the risks of material misstatement that, in our professional judgement, were of most significance in our audit of the consolidated financial statements, as well as how we addressed those risks.

These matters were addressed as part of our audit of the consolidated financial statements as a whole, and therefore contributed to the opinion we formed as expressed above. We do not provide a separate opinion on specific items of the consolidated financial statements.

MANAGEMENT OF ACCESS RIGHTS AND AUTHORISATION LEVELS FOR IT SYSTEMS USED TO PREPARE FINANCIAL STATEMENTS

Description of risk	How our audit addressed this risk
<p>The reliability and security of IT systems plays a key role in the preparation of the consolidated financial statements of Caisse des Dépôts et Consignations.</p> <p>In particular, the implementation of a system for controlling access rights to IT systems and authorisation levels based on employee profiles represents a key control for limiting the risk of fraud or error caused by inappropriate changes to application settings or underlying data.</p> <p>We therefore deemed the management of these access rights, which is of particular concern to Caisse des Dépôts et Consignations, to be a key audit matter.</p>	<p>Assisted by our IT experts, our work consisted primarily in:</p> <ul style="list-style-type: none"> ▀ obtaining an understanding of the systems, processes and controls that underpin accounting and financial data; ▀ familiarising ourselves with the internal control system used to monitor the creation, modification or deletion of user access rights to applications and the underlying infrastructure; ▀ testing the effectiveness of the main controls introduced as part of the process for the periodic recertification of access rights, validating the completeness of the scope covered, and testing the key controls introduced by management; ▀ verifying the highest permission level access rights granted to users based on their roles and responsibilities; ▀ guaranteeing the separation of development and production environments; ▀ conducting additional, specific work on access rights.

MEASUREMENT OF AVAILABLE-FOR-SALE FINANCIAL ASSETS (AFS)

See Note 3.3 to the consolidated financial statements

Description of risk	How our audit addressed this risk
<p>Available-for-sale financial assets represent a total amount of €65.6 billion on the consolidated statement of financial position. As outlined in Note 3.3 to the consolidated financial statements, AFS comprise fixed income securities, shares and other variable income securities.</p> <p>These assets are measured at fair value. Changes in fair value are recognised in other comprehensive income. Where there is other than-temporary impairment of these assets, based on the criteria outlined in the notes, an impairment loss is recognised under profit or loss. Fair value is calculated using various measurement techniques and on the basis of different macroeconomic assumptions, including:</p> <ul style="list-style-type: none"> ▀ historical data (equity values, share price and average share price); ▀ forecast data (profit forecasts and business plan); ▀ market assumptions, particularly the discount rate and perpetual growth rate. <p>Assessing the nature of impairment requires management to exercise judgement when selecting the inputs to be taken into account for the relevant assets. We therefore deemed the valuation of available-for-sale financial assets to be a key audit matter.</p>	<p>We assessed the procedures implemented by Caisse des Dépôts et Consignations to ensure the correct valuation of available-for-sale financial assets.</p> <p>Depending on the different methods applied, we:</p> <ul style="list-style-type: none"> ▀ verified that the methods selected were in line with best practice; ▀ verified that the historical data used was consistent with the share price data available at 31 December 2017, or with the financial statements of the relevant companies; ▀ where appropriate, asked our valuation experts to evaluate the macroeconomic assumptions made and the discount rates used; ▀ assessed the consistency of the assumptions made with the economic environment at the closing date and at the date on which the financial statements were prepared.

MEASUREMENT OF EQUITY-ACCOUNTED INVESTMENTS

See Note 3.10 to the consolidated financial statements

Description of risk	How our audit addressed this risk
<p>"Investments in equity-accounted companies" represent a total amount of €24.7 billion in the consolidated statement of financial position. As outlined in Note 3.10 to the consolidated financial statements, they comprise investments in associates and joint ventures.</p> <p>The value of investments in associates corresponds to the portion held (percentage interest) in the equity of the corresponding companies plus any goodwill or valuation difference. Their value is tested for impairment on an annual basis, based on various different valuation techniques and macroeconomic assumptions, including:</p> <ul style="list-style-type: none"> ▀ historical data (equity values, share price); ▀ forecast data (profit forecasts and business plan); ▀ market assumptions, particularly the discount rate and perpetual growth rate. <p>Estimating their value requires management to exercise judgement when selecting the inputs to be taken into account for the relevant investments. We therefore deemed the valuation of investments in associates to be a key audit matter.</p>	<p>We assessed the procedures implemented by Caisse des Dépôts et Consignations to measure the possible need for impairment of investments in associates.</p> <p>Depending on the different methods applied, we:</p> <ul style="list-style-type: none"> ▀ verified that the historical financial data used corresponded to the data validated by the auditors of the relevant companies; ▀ reviewed the forecasts used, ensuring they had been approved by the management teams of the relevant companies and that they were consistent with the assumptions made to produce them and with past performance; ▀ where appropriate, asked our valuation experts to evaluate the macroeconomic assumptions made and the discount rates used. <p>For subsidiaries included in our audit scope, we assessed the consistency of the value of the investments used by Caisse des Dépôts et Consignation with the conclusions of the auditors of the relevant subsidiaries.</p>

VERIFICATION OF THE INFORMATION PERTAINING TO THE GROUP PRESENTED IN THE MANAGEMENT REPORT

As required by law and in accordance with professional standards applicable in France, we have also verified the information presented in the Group's management report.

We have no matters to report as to its fair presentation and its consistency with the consolidated financial statements.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

APPOINTMENT OF THE STATUTORY AUDITORS

We were appointed Statutory Auditors of the Central Sector (Section Générale) of Caisse des Dépôts et Consignations by way of the decision of the Chairman and Chief Executive Officer approving the financial statements for the year ended 31 December 2004, for PricewaterhouseCoopers Audit and for Mazars.

As at 31 December 2017, PricewaterhouseCoopers Audit and Mazars were in the fourteenth year of total uninterrupted engagement, of which twelve years since the securities of the Group were admitted to trading on a regulated market.

RESPONSIBILITIES OF THE STATUTORY AUDITORS RELATING TO THE AUDIT OF THE CONSOLIDATED FINANCIAL STATEMENTS

OBJECTIVE AND AUDIT APPROACH

Our role is to issue a report on the consolidated financial statements. Our objective is to obtain reasonable assurance about whether the consolidated financial statements as a whole are free of material misstatement. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with professional standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As specified in article L.823-10-1 of the French Commercial Code, our audit does not include assurance on the viability or quality of management of the Group.

As part of an audit conducted in accordance with professional standards applicable in France, the Statutory Auditors exercise professional judgement throughout the audit.

They also:

- ▶ Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence considered to be sufficient and appropriate to provide a basis for their opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- ▶ Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control;
- ▶ Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management and the related disclosures in the notes to the consolidated financial statements;
- ▶ Assess the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether

a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. This assessment is based on the audit evidence obtained up to the date of the audit report. However, future events or conditions may cause the company to cease to continue as a going concern. If the Statutory Auditors conclude that a material uncertainty exists, they are required to draw attention in the audit report to the related disclosures in the consolidated financial statements or, if such disclosures are not provided or are inadequate, to issue a qualified opinion or a disclaimer of opinion;

- ▶ Evaluate the overall presentation of the consolidated financial statements and assess whether these statements represent the underlying transactions and events in a manner that achieves fair presentation;
- ▶ Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the group to express an opinion on the consolidated financial statements. The Statutory Auditors are responsible for the direction, supervision and performance of the audit of the consolidated financial statements and for the opinion expressed thereon.

REPORT TO THE FINANCIAL STATEMENT AND RISK REVIEW COMMITTEE

We submit a report to the Financial Statement and Risk Review Committee which includes in particular a description of the scope of the audit and the audit programme implemented, as well as the results of our audit. We also report any significant deficiencies in internal control that we have identified regarding the accounting and financial reporting procedures.

Our report to the Financial Statement and Risk Review Committee includes the risks of material misstatement that, in our professional judgement, were of most significance in the audit of the consolidated financial statements and which constitute the key audit matters that we are required to describe in this report.

We also provide the Financial Statement and Risk Review Committee with the declaration provided for in article 6 of Regulation (EU) No 537/2014, confirming our independence within the meaning of the rules applicable in France, as defined in particular in articles L.822-10 to L.822-14 of the French Commercial Code and in the French Code of Ethics for Statutory Auditors. Where appropriate, we discuss any risks to our independence and the related safeguard measures with the Financial Statement and Risk Review Committee.

Neuilly-sur-Seine and Courbevoie, 9 April 2018

The Statutory Auditors

PricewaterhouseCoopers Audit

Patrice Morot

Cyrille Dietz

Mazars

Gilles Rainaut

Jean Latorzeff

Caisse des Dépôts' Business Review and Corporate Social Responsibility Report, as well as the financial statements and the Savings Funds Report, are all available on the corporate website at: www.groupecaissedesdepots.fr/en

Published by
Groupe Caisse des Dépôts
Corporate Communications Department
Finance Department (contact: Véronique Collet)

Note to the reader

The French version of the 2017 Financial Report includes the audited consolidated financial statements of Caisse des Dépôts Group, the audited financial statements of Caisse des Dépôts Central Sector, and the audited financial statements of the Savings Funds centralised by Caisse des Dépôts. The English version of the report includes solely the audited consolidated financial statements of Caisse des Dépôts Group. The detailed financial statements for the subsidiaries and for other organisations and establishments managed by Caisse des Dépôts are not presented in this report, but in specific reports prepared by those entities.

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