

STATUTORY AUDITORS' REPORT
ON THE FINANCIAL STATEMENTS

This is a free translation into English of the statutory auditors' report on individual interim accounts issued in French and it is provided solely for the convenience of English-speaking users. The statutory auditors' report includes information specifically required by French law in such reports, whether qualified or not. This information is presented below the limited examination on the company individual interim accounts and includes explanatory paragraphs discussing the auditors' assessments of certain significant accounting and auditing matters. These assessments were made for the purpose of issuing an audit conclusion on the company financial statements taken as a whole and not to provide separate assurance on individual account captions or on information taken outside of the company financial statements.

PricewaterhouseCoopers Audit

ERNST & YOUNG et Autres

Crédit Mutuel-CIC Home Loan SFH

(Formerly CM-CIC Covered Bonds)

From January, 1st to June 30th, 2013

Auditor's limited examination report on individual interim accounts

PricewaterhouseCoopers Audit
63, rue de Villiers
92208 Neuilly-sur-Seine Cedex

ERNST & YOUNG et Autres
1/2 place des Saisons
92400 Courbevoie — Paris-La Défense 1

For the attention of the Managing Director
CM-CIC Home Loan SFH
6, avenue de Provence
75 452 Paris Cedex 09

Dear Sir,

As the auditors of CM-CIC Home Loan SFH and in response to your request, we have carried out a limited examination of its individual interim accounts relating to the period from 1 January 2013 to 30 June 2013 (below the "Accounts"), as appended to this report.

The Accounts were closed under the responsibility of your Board of Directors. On the basis of our limited examination, we are required to state our view of those Accounts.

Our limited examination was carried out in accordance with the professional accounting standards applicable in France. A limited examination essentially consists in meeting members of senior management responsible for accounting and finance, and using analytical procedures. The work is less extensive than that required for an audit carried out according to the professional accounting standards applicable in France. Consequently, the assurance afforded by a limited examination that the Accounts on the whole do not contain significant anomalies is moderate, and not as great as that obtained as part of an audit.

Based on our limited examination, we have not noted any significant anomalies liable to call into question the fact that the Accounts give a true and fair view of the assets and financial position of the company on 30 June 2013 and the results of operations for the elapsed period, in view of the accounting rules and principles applicable in France.

This report is prepared for your attention in the context described above and may not be used, circulated or quoted for other purposes. If you wish to disclose our limited examination report to a third party in a context other than that in which it was prepared, please ask for prior written permission from us. We will then set the terms and conditions of such disclosure. In any event, we disclaim any liability towards any third party who is in receipt of this report.

This report shall be governed by the laws of France. French courts shall have exclusive jurisdiction over any dispute, claim or demand that may result from our letter of mission or this report, or over any issue relating to the same. Each party irrevocably waives its right to oppose action taken before these courts or to claim that the action was initiated before courts without jurisdiction or that these courts do not have jurisdiction.

Executed in Neuilly-sur-Seine and Paris-la Défense on 27 September 2013

French original signed by
PricewaterhouseCoopers Audit
Jacques LEVY

ERNST & YOUNG et Autres
Olivier Durand

CREDIT MUTUEL - CIC HOME LOAN SFH

Company accounts

As at 30 June 2013

- Balance sheet
- Profit and loss account
- Appendices

COMPANY ACCOUNTS**BALANCE SHEET**

ACTIVE in millionsof Euros	Notes	2013 June	2012 December
Cash on hand, balances at central banks			
Government and similar securities			
Advances to credit establishments	2	21 417,3	21 012,8
Transactions with customer base			
Bonds and other fixed income instruments			
Shares and other variable income instruments			
Holdings and other securities held for the long term			0,0
Holdings in associated companies			
Leasing and similar transactions			
Intangible assets			
Tangible assets			
Unpaid subscribed shares			
Own shares			
Other assets	3		0,2
Settlement accounts	4	300,1	427,0
Total assets		21 717,4	21 440,0
Off balance sheet		2013	2012
		June	December
Commitments received			
Finance commitments			
Commitments received from credit establishments			
Guarantee commitments			
Commitments received from credit establishments	11	35 001,0	32 001,0
Commitments on securities			
Securities sold with buyback or write-back facility			
Other commitments received			

BALANCE SHEET

LIABILITIES in million of Euros	Notes	2013 June	2012 31 décembre
Central banks			
Debts to credit establishments	5		
Transactions with customer base			
Debts represented by a security	6	21 073,9	20 669,8
Other liabilities	3		
Settlement accounts	4	300,1	427,2
Provisions			
Mezzanine debts	7	120,2	120,2
Funds for general banking risks			
Shareholders' equity	8	223,2	222,8
- Subscribed shares		220,0	220,0
- Issue premium			
- Reserves		1,1	1,1
- Revaluation surplus			
- Regulated provisions			
- Balance carried forward		1,7	1,0
- Income for the accounting period		0,4	0,7
Total liabilities		21 717,4	21 440,0

Off balance sheet

2013	2012
30 juin	31 décembre

Commitments given**Finance commitments**

Commitments made to credit establishments

Commitments made to customers

Guarantee commitments

Order commitments to credit establishments

Order commitments to customers

Commitments on securities

Securities acquired with write-back facility

Other commitments given

PROFIT AND LOSS ACCOUNT

in million of Euros	Notes	2013 June	2012 June
+ Interest and similar income	16	1 577,1	1 726,9
+ Interest and similar costs	16	(1 576,2)	(1 725,4)
+ Revenue from variable income instruments			
+ Commissions (income)			
+ Commissions (costs)			
+/- Income or losses on transactions for trading portfolios			
+/- Income or losses on transactions for investment and similar portfolios			
+ Other income from banking operations			
+ Other costs from banking operations			
= Net Banking Income		0,9	1,5
+ Manpower costs			
+ Other administrative costs		(0,3)	(0,5)
+ Allowances for depreciation			
= Operating costs		(0,3)	(0,5)
= Gross Operating Profit		0,6	1,0
+ Cost of risk			
= Operating profit		0,6	1,0
+/- Income or losses on fixed assets			
= Earnings before tax and extraordinary items (EBIT)		0,6	1,0
+/- Exceptional income			
+ Tax on profits	17	(0,2)	(0,3)
+/- Allowances/write-backs for FGBR			
+/- Allowances/write-backs for regulated provisions			
= Net Profit		0,4	0,7

INFORMATION ABOUT BALANCE SHEET AND OFF-BALANCE SHEET ITEMS AND PROFIT AND LOSS ACCOUNT

The notes in the appendix are presented in millions of euros.

Significant events during the financial year

During Quarter 1 2013, CREDIT MUTUEL-CIC HOME LOAN SFH undertook EMTN bond issues to a value of €1.5 billion.

In view of the lines reaching maturity during the period, the total issues in the balance sheet were €20.8 billion at 30 June 2013.

CREDIT MUTUEL-CIC HOME LOAN SFH is a 99.99% owned subsidiary of the Crédit Mutuel Federative Bank.

NOTE 1: Accounting principles, assessment and presentation methods

The company accounts are prepared in accordance with CRB regulation CRB 91-01 as amended by the regulations in CRC 2000-03, CRC 2004-16, CRC 2005-04 and CRC 2007-06

Credits

Credits are entered in the balance sheet at their nominal value.

Assets and liabilities entered in foreign currencies

Assets and liabilities entered in a foreign currency other than the local currency are converted at the official exchange rate on the closure date. Unrealised exchange income or losses resulting from these conversions are recognised in the profit & loss account with exchange differences made or incurred on transactions for the financial year.

Interest and commissions

Interest is recognised in the profit & loss account on a time-apportioned basis. Commissions are recorded using the cashing criterion, with the exception of commissions relating to financial transactions, which are recorded at closure of the issue or when invoiced.

NOTE 2 - Advances to credit establishments

	30 June 2013		31 December 2012	
	Demand	Forward	Demand	Forward
Ordinary accounts	2,6		2,0	
Loans, reverse repurchased securities (*)		21 152,3		20 613,8
Securities received under repurchase agreements				
Associated advances		262,4		397,0
Bad debts				
Depreciation				
Total	2,6	21 414,7		21 010,8
Total of advances to credit establishments		21 417,3		21 010,8

including participating capital loans

including subordinated loans

(*) Loans granted only have BFCM as counterparty

NOTE 3 - Other assets and liabilities

	30 juin 2013		31 décembre 2012	
	Asset	Liability	Asset	Liability
Premiums on options				
Transaction settlement accounts on securities				
Debts represented by borrowed securities				
Deferred taxes				
Miscellaneous debtors and creditors			0,2	
Associated credits and debts				
Depreciation				
Total			0,2	

NOTE 4 - Settlement accounts

	30 June 2013		31 December 2012	
	Asset	Liability	Asset	Liability
Cash accounts				
Foreign currency and off balance sheet adjustment accounts	285,1	285,1	410,00	410,00
Other settlement accounts	15,0	15,0	17,0	17,2
Total	300,1	300,1	427,0	427,2

Accounts for Liability settlement accounts are essentially accounted for by EMTN issue premiums.

Accounts for Asset settlement accounts reflect them for loans from Liability settlement accounts.

NOTE 5 - Debts to credit establishments

	30 June 2013		31 December 2012	
	Demand	Forward	Demand	Forward
Ordinary accounts				
Time deposit accounts				

INFORMATION ABOUT BALANCE SHEET AND OFF-BALANCE SHEET ITEMS

Reverse repurchase securities
 Securities given under repurchase agreements
 Associated debts

Total
Total of debts to credit establishments

NOTE 6 - Debts represented by a security

	30 June 2013	31 December 2012
Medium-term notes		
Interbank certificates & tradable loan securities (*)		
Obligatory borrowings	20 812,3	20 273,8
Other debts represented by a security		
Associated debts	261,6	396,0
Total	21 073,9	20 669,8

(*) The non-depreciated balance corresponds to the difference between the sum initially received and the repayment price of debts represented by a security.
 Loans are in EUR, NOK, USD and GBP.

NOTE 7 - Mezzanine debts

	31 December 2012	Issues	Reimbursements	Other variations	30 June 2013
Mezzanine debts	60,0				60,0
Participating capital loans					
Open-ended mezzanine debts	60,0				60,0
Associated debts	0,2				0,2
Total	120,2				120,2

Principal mezzanine debts:

	OUTSTANDING LOANS	INTEREST RATE	DUE DATE	EARLY REPAYMENT TERMS
MEZZANINE LOAN DUE IN 2007	60,0	Euribor 3 months + 0.22	2017	
OPEN-ENDED MEZZANINE LOAN 2007	60,0	Euribor 3 months + 0.66	**	
TOTAL	120,0			

All borrowings are in euros.

NOTE 8 - Shareholders' equity and FGBR

	Capital	Premiums	Reserves	Carry forward	Financial year result	Total	FGBR
Balance on 1.1.2012	120,0		1,1	0,3	0,7	122,1	
Profit for the accounting period					0,7	0,7	
Allocation of income from the previous financial year				0,7	(0,7)		
Distribution of dividends							
Increase in share capital	100,0					100,0	
Effect of revaluations							
Other variations							
Impact of merger							
Balance on 31.12.2012	220,0		1,1	1,0	0,7	222,8	
Balance on 1.1.2013	220,0		1,1	1,0	0,7	222,8	
Result of the fiscal year of the first half					0,3		
Allocation of income from the previous financial year				0,7	(0,7)		
Distribution of dividends							
Increase in share capital							
Effect of revaluations							
Other variations							
Impact of merger							
Balance on 30.06.2013	220,0		1,1	1,7	0,3	223,1	

Share capital at 30 June 2013 comprised 22,000,000 shares with a nominal value of 10 euros.

BFCM held 99.99 % of the equity in CREDIT MUTUEL-CIC HOME LOAN SFH on 30 June 2013.

In this context, it is consolidated by total incorporation in consolidated accounts of the CM11CIC Group, as well as in the national consolidation for Crédit Mutuel.

NOTE 9 - Breakdown of certain assets / liabilities based on their residual term

	< 3 months and demand	> 3 months < 1 year	> 1 year < 5 years	> 5 years	Open- ended term	Associated debts advances	Total on 30 juin 2013
ACTIVE							

INFORMATION ABOUT BALANCE SHEET AND OFF-BALANCE SHEET ITEMS

Advances to credit establishments	2,6	2 768,0	5 964,6	12 079,8	340,0	262,3	21 417,3
Advances to customers							
Bonds and other fixed income instruments							
LIABILITIES							
Debts to credit establishments							
Customer creditor accounts							
Debts represented by a security							
- Short-term securities							
- Interbank certificates and TCN							
- Obligatory borrowings		2 768,0	5 964,6	12 079,8		261,5	21 073,9
- Others							
Mezzanine debts			60,0		60,0	0,2	120,2

NOTE 10 - Exchange value in euros of assets & liabilities in foreign currencies

The exchange value in euros of assets and liabilities entered in foreign currencies on 30 June 2013 was €1,201.2 million.

NOTE 11 - Guarantee commitments

Loans granted by CREDIT MUTUEL-CIC HOME LOAN SFH to BFCM are guaranteed by eligible home loans coming from the network of CM CIC branches, in accordance with article 431-7 of the Monetary Code.

The sum of this guarantee at 30 June 2013 was €35,001.0m compared to €32,001.0m at 31 December 2012.

NOTE 12 - Commitments on futures financial instruments

Operations on futures financial instruments (according to the notion of micro/macro hedging operations and open-position / specialised management operations on firm and conditional operations).

	Cover	30 June 2013 Management transactions	Total	Cover	31 December 2012 Management transactions	Total
Firm operations						
<i>Organised markets</i>						
Rate contracts						
Exchange contracts						
Other transactions						
<i>Over the counter markets</i>						
Future rate agreements						
Rate swaps	109 246,0			102 746,0		
Financial swaps						
Other transactions						
Other swaps						
Conditional operations						
<i>Organised markets</i>						
Rate options						
Purchased						
Sold						
Exchange options						
Purchased						
Sold						
Shares and other options						
Purchased						
Sold						
<i>Over the counter markets</i>						
Ceiling and floor rate agreements						
Purchased						
Sold						
Rate, exchange, share and other options						
Purchased						
Sold						
Total	109 246,0			102 746,0		

Breakdown of OTC interest rate instrument contracts by type of portfolio

	Open isolated position	Micro hedge	Interest rate overall risk	Specialised management	Total
30.06.2013					
Firm operations					
Purchases					
Sales					
Exchange agreements					
Conditional operations					
Purchases					
Sales					
31.12.2012					
Firm operations					
Purchases					
Sales					
Exchange agreements			109 246,0		109 246,0
Conditional operations					
Purchases					

INFORMATION ABOUT BALANCE SHEET AND OFF-BALANCE SHEET ITEMS

Sales

NOTE 13 - Breakdown of futures instruments based on their residual term

30.06.2013	< 1 year	> 1 year < 5 years	> 5 years	Total
Rate instruments				
<i>Organised markets</i>				
Purchases				
Sales				
<i>Over the counter markets</i>				
Purchases				
Sales				
Rate swaps	5 536,0	10 400,0	93 310,0	109 246,0
Exchange instruments				
<i>Organised markets</i>				
Purchases				
Sales				
<i>Over the counter markets</i>				
Purchases				
Sales				
Financial swaps				
Other futures financial instruments				
<i>Organised markets</i>				
Purchases				
Sales				
<i>Over the counter markets</i>				
Purchases				
Sales				
Swaps				
Total	5 536,0	10 400,0	93 310,0	109 246,0

NOTE 14 - Futures financial instruments - Counterparty risk

The counterparty risk associated with financial instruments is assessed according to the methodology selected for calculating prudential ratios

Credit risks on futures financial instruments	30 June 2013	31.12.2012
GROSS EXPOSURE		
Risks with credit institutions	1 324,7	1 259,70
Risks with companies		
TOTAL	1 324,7	1 259,70

Fair value of futures financial instruments	30 June 2013		31 December 2012	
	Asset	Liability	Asset	Liability
Fair value of futures financial instruments	10 146,6	10 146,6	10 208,7	10 208,7

NOTE 15- Other off-balance sheet commitments

	30 June 2013	31 December 2012
Operations in foreign exchange		
- Currency to receive		
- Currency to supply		
Commitments on futures financial instruments		
Transactions carried out in organised and assimilated markets		
- Futures exchange transactions		
- Hedging		
- Other transactions		
- Financial exchange swaps		
- Isolated open position		
- Micro hedge	2 403,7	1 822,6
- Overall rate risk		
- Specialised management		

NOTE 16 – Income and costs on interest

	30 June 2013		30 June 2012	
	Products	Costs	Products	Costs
Credit establishments		1 575,1		1 724,9
Customers				
Leasing and rental				
Bonds and other fixed income instruments	2,0	1 575,8	2,0	(1 724,5)

INFORMATION ABOUT BALANCE SHEET AND OFF-BALANCE SHEET ITEMS

Others		0,4		(0,9)
Total	1 577,1	1 576,2	1 726,9	(1 725,4)
including costs on mezzanine debts		0,4		0,9

NOTE 17 - Corporation tax

	30 June 2013	30 June 2012
Current tax - Amount for the financial year	(0,2)	(0,3)
Current tax - Settlement for previous financial years		
Current tax - Effect of tax integration		
Total	(0,2)	(0,3)
On current operations	(0,2)	(0,3)
On exceptional items		
Total	(0,2)	(0,3)

CREDIT MUTUEL-CIC HOME LOAN SFH is integrated into the BFCM tax group for taxation purposes.

The sum recognised for 2013 corresponds to the sum that the company would have paid if it had been taxed by itself.

There is no deficit carried forward.