



**INTERIM FINANCIAL REPORT  
JUNE 30, 2022**

**Crédit  Mutuel**  
Home Loan SFH

## DISSEMINATION OF INFORMATION

Regulatory reports, prospectuses and issue documentation are available on Crédit Mutuel Home Loan SFH's website:

<https://www.creditmutuel-homeloansfh.eu/en/index.html>



A French joint-stock company (*société anonyme*) with share capital of €220,000,000  
Registered office: 6 avenue de Provence, 75452 Paris Cedex 9  
Paris Trade and Companies Register No. 480 618 800

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Person responsible for the interim financial report  
Eric Cuzzucoli - Chief Executive Officer

### **Certification of the person responsible for the interim financial report**

I certify, that, to the best of my knowledge, the condensed financial statements for the six months just ended have been prepared in accordance with the applicable accounting standards and give a true and fair view of the assets and liabilities, financial position and results of the company and that the attached interim activity report gives a true and fair view of the key events that occurred during the first half of the year, of their impact on the financial statements, of the main transactions between related parties, as well as a description of the main risks and uncertainties the company faces in the second half of the year.

Paris, 12 August 2022

Eric Cuzzucoli  
Chief Executive Officer

**Crédit Mutuel**  
Home Loan SFH

Public limited company (*société anonyme*) with share capital of €220,000,000

Registered office: 6 avenue de Provence, 75452 Paris Cedex 9

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**MANAGEMENT REPORT OF THE BOARD OF DIRECTORS  
INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED JUNE 30, 2022**

**July 2022**

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## I. COMPANY STATUS AND ACTIVITIES

Crédit Mutuel Home Loan SFH was licensed by the French Credit Institutions and Investment Firms Committee (*Comité des établissements de crédit et des entreprises d'investissement* - CECEI) at its meeting on May 31, 2007. At its meeting on March 28, 2011, the ACPR authorized the company to opt for the status of "home loan financing company" (*Société de Financement de l'Habitat* - SFH).

The company's sole purpose is to contribute to the refinancing of Crédit Mutuel Alliance Fédérale. As such, US 144A documentation was prepared in 2012 to enable the company to reach new investors in the United States.

### 1. KEY EVENTS DURING THE FIRST SIX MONTHS OF THE YEAR

The first half of 2022 was marked by strong market volatility related to the conflict in Ukraine and the return of very high inflation. Against this backdrop, central banks raised their refinancing rates in order to tighten their monetary policies, so as to curb inflation and keep economies and production afloat. Refinancing conditions were tougher but nevertheless reasonable, enabling most of them to meet at least 70% of their targets despite high volatility in fixed rates.

During this first half-year, Crédit Mutuel Home Loan SFH carried out three public issues:

- €500 million maturing in March 2032 (coupon: 0.875%)
- €1,500 million maturing in March 2027 (coupon: 0.625%)
- €1,250 million maturing in February 2028 (coupon: 2.375%)

### 2. FUTURE OUTLOOK

We fulfilled our SFH issue target of €3 billion for 2022. Although we do not intend to tap the SFH investor base again in the second half of the year, we will take a highly pragmatic approach and SFH may form part of our refinancing strategy if need be.

### 3. KEY EVENTS BETWEEN THE END OF THE REPORTING PERIOD AND THE DATE OF THIS REPORT

The war in Ukraine is continuing.

We also note that the ECB raised its refinancing rate by 50bp in July 2022.

### 4. BRANCHES

As of June 30, 2022, the company had no branches.

### 5. SUBSIDIARIES AND ASSOCIATES

In accordance with Article L.233-13 of the French Commercial Code regarding information on control of companies, the company has no subsidiaries.

## 6. EMPLOYEE SHARE OWNERSHIP

Not applicable.

## 7. OWNERSHIP

Crédit Mutuel Home Loan SFH is a 99.99%-owned subsidiary of Banque Fédérative du Crédit Mutuel.

Readers are reminded that the company has no employees.

## II. RESULTS, FINANCIAL POSITION AND DEBT

### 1. STATEMENT OF FINANCIAL POSITION

#### a. ASSETS

| <b>ASSETS</b>   | <b>Notes</b> | <b>2022</b>     | <b>2021</b>        |
|---|--------------|-----------------|--------------------|
| <b>€millions</b>  |              | <b>June 30</b>  | <b>December 31</b> |
| Cash and amounts due from central banks                     |              |                 |                    |
| Government securities                                       |              |                 |                    |
| Interbank loans and advances                                | 2            | 29,878.7        | 27,122.9           |
| Client transactions   |              |                 |                    |
| Bonds and other fixed-income securities                     |              |                 |                    |
| Equities and other variable-income securities               |              |                 |                    |
| Investments in subsidiaries and other long-term investments |              |                 |                    |
| Investments in associates                                   |              |                 |                    |
| Lease and similar transactions                              |              |                 |                    |
| Intangible assets   |              |                 |                    |
| Property and equipment                                      |              |                 |                    |
| Subscribed capital unpaid                                   |              |                 |                    |
| Treasury shares   |              |                 |                    |
| Other financial assets                                      | 3            | 3.8             | 2.8                |
| Prepayments and accrued income                              | 4            | 88.5            | 82.6               |
| <b>Total assets</b>   |              | <b>29,971.0</b> | <b>27,208.3</b>    |
| <b>Off-balance sheet items</b>                              |              | <b>2022</b>     | <b>2021</b>        |
|   |              | <b>June 30</b>  | <b>December 31</b> |
| <b>Commitments received</b>                                 |              |                 |                    |
| <b>Financing commitments</b>                                |              |                 |                    |
| Commitments received from credit institutions               |              |                 |                    |
| <b>Guarantees</b>   |              |                 |                    |
| Commitments received from credit institutions               | 10           | 35,001.3        | 35,001.0           |
| <b>Securities commitments</b>                               |              |                 |                    |
| Optional repurchase agreements                              |              |                 |                    |
| Other commitments received                                  |              |                 |                    |

## b. LIABILITIES

| LIABILITIES<br>€ millions                          | Notes | 2022<br>June 30 | 2021<br>December 31 |
|--|-------|-----------------|---------------------|
| Due to central banks                               |       |                 |                     |
| Due to credit institutions                         |       |                 |                     |
| Client transactions                                |       |                 |                     |
| Debt securities                                    | 5     | 26,447.5        | 24,298.5            |
| Other liabilities                                  | 3     | 3,150.0         | 2,540.1             |
| Prepayments and accrued income                     | 4     | 88.6            | 82.8                |
| Provisions   |       |                 |                     |
| Subordinated debt                                  | 6     | 60.1            | 60.1                |
| Fund for general banking risks                     |       |                 |                     |
| Shareholders' equity                               | 7     | 224.8           | 226.8               |
| - Capital stock                                    |       | 220.0           | 220.0               |
| - Issue premiums                                   |       |                 |                     |
| - Reserves   |       | 2.3             | 2.1                 |
| - Revaluation reserve                              |       |                 |                     |
| - Untaxed provisions                               |       |                 |                     |
| - Retained earnings                                |       |                 | 0.1                 |
| - Profit/(loss) for the period                     |       | 2.5             | 4.6                 |
| <b>Total liabilities and shareholders' equity</b>  |       | <b>29,971.0</b> | <b>27,208.3</b>     |
| <hr/>  |       |                 |                     |
| <b>Off-balance sheet items</b>                     |       | <b>2022</b>     | <b>2021</b>         |
|  |       | <b>June 30</b>  | <b>December 31</b>  |
| <hr/>  |       |                 |                     |
| <b>Commitments given</b>                           |       |                 |                     |
| <b>Financing commitments</b>                       |       |                 |                     |
| Commitments given to credit institutions           |       |                 |                     |
| Commitments given to customers                     |       |                 |                     |
| <b>Guarantees</b>                                  |       |                 |                     |
| Commitments given on behalf of credit institutions |       |                 |                     |
| Commitments given on behalf of customers           |       |                 |                     |
| <b>Securities commitments</b>                      |       |                 |                     |
| Optional resale agreements                         |       |                 |                     |
| Other commitments given                            |       |                 |                     |

Liabilities mainly consist of securities issued by SFH.

In addition, the "Other liabilities" item represents collateral offered by BFCM to cover regulatory liquidity requirements at 180 days. This item totaled €3.150 billion at June 30, 2022.

Assets correspond to the on-lending of these funds to BFCM.

The off-balance sheet assets of €35 billion represent home loans offered as collateral by SFH's providers of collateral.

### c. PROFIT/(LOSS)

| €millions   | Notes | 2022<br>June 30 | 2021<br>June 30 |
|---|-------|-----------------|-----------------|
| + Interest income                                 | 13    | 144.5           | 162.0           |
| + Interest and similar expense                    | 13    | (140.6)         | (158.8)         |
| + Income from variable-income securities          |       |                 |                 |
| + Commission income                               |       |                 |                 |
| + Commission expense                              |       |                 |                 |
| + Net gains on trading account securities         |       | (0.1)           | 0.1             |
| +/- Net gains on securities held for sale         |       |                 |                 |
| + Other banking income                            |       |                 |                 |
| + Other banking expense                           |       |                 |                 |
| <b>= Net banking income</b>                       |       | <b>3.8</b>      | <b>3.2</b>      |
| + Employee benefits expense                       |       |                 |                 |
| + Other administrative expenses                   |       | (0.5)           | (0.5)           |
| + Depreciation and amortization                   |       |                 |                 |
| <b>= General operating expenses</b>               |       | <b>(0.5)</b>    | <b>(0.5)</b>    |
| <b>= Gross operating income</b>                   |       | <b>3.3</b>      | <b>2.7</b>      |
| + Cost of risk                                    |       |                 |                 |
| <b>= Operating income after provisions</b>        |       | <b>3.3</b>      | <b>2.7</b>      |
| +/- Gains (losses) on non-current assets          |       |                 |                 |
| <b>= Income/(loss) before non-recurring items</b> |       | <b>3.3</b>      | <b>2.7</b>      |
| +/- Non-recurring items                           |       |                 |                 |
| + Corporate income tax                            | 14    | (0.8)           | (0.8)           |
| +/- Movements in fund for general banking risks   |       |                 |                 |
| +/- Movements in untaxed provisions               |       |                 |                 |
| <b>= Net profit/(loss)</b>                        |       | <b>2.5</b>      | <b>2.0</b>      |

Net profit for the first half of 2022 was €2.5 million, compared with €2 million at end-June 2021.

#### **d. STATEMENT OF NET CASH FLOWS**

| (€ thousands)  | 06.2022               | 06.2021               |
|--|-----------------------|-----------------------|
| Net profit   | 2,457                 | 1,994                 |
| Tax  | 820                   | 753                   |
| <b>Profit before tax</b>   | <b>3,277</b>          | <b>2,747</b>          |
| +/- Net depreciation and amortization of property, plant and equipment and intangible assets |                       |                       |
| - Impairment of goodwill and other current assets  |                       |                       |
| +/- Net charges to provisions  |                       |                       |
| +/- Share of profit/(loss) of equity-consolidated companies                                  |                       |                       |
| +/- Net (loss)/gain from investing activities  |                       |                       |
| +/- Expense from financing activities  |                       |                       |
| +/- Other movements  | -2,738                | 4,009                 |
| <b>= Total non-monetary items included in net profit before tax and other adjustments</b>    | <b>-2,738</b>         | <b>4,009</b>          |
| +/- Cash flows relating to transactions with credit institutions                             | -2,827,658            | 1,647,056             |
| +/- Cash flows relating to client transactions   |                       |                       |
| +/- Cash flows relating to other transactions affecting financial assets and liabilities     |                       |                       |
| +/- Cash flows relating to other transactions affecting non-financial assets or liabilities  | 610,881               | -949,090              |
| - Tax paid   | -1,014                | -1,097                |
| <b>= Net decrease in assets and liabilities from operating activities</b>                    | <b>-2,217,791</b>     | <b>696,869</b>        |
| <b>TOTAL NET CASH FLOWS FROM OPERATING ACTIVITIES</b>  | <b>-2,217,252</b>     | <b>703,625</b>        |
| +/- Cash flows relating to financial assets and investments                                  |                       |                       |
| +/- Cash flows relating to investment property   |                       |                       |
| +/- Cash flows relating to property, plant and equipment and intangible assets               |                       |                       |
| <b>TOTAL NET CASH FLOWS RELATING TO INVESTING ACTIVITIES</b>                                 |                       |                       |
| +/- Cash flows relating to transactions with shareholders                                    | -4,400                | -3,630                |
| +/- Other net cash flows relating to financing activities                                    | 2,221,010             | -700,000              |
| <b>TOTAL NET CASH FLOWS RELATING TO FINANCING ACTIVITIES</b>                                 | <b>2,216,610</b>      | <b>-703,630</b>       |
| <b>IMPACT OF CHANGES IN EXCHANGE RATES ON CASH AND CASH EQUIVALENTS</b>                      |                       |                       |
| Net increase in cash and cash equivalents  | -642                  | -5                    |
| Net cash flows from operating activities   | -2,217,252            | -703,625              |
| Net cash flows relating to investing activities  |                       |                       |
| Net cash flows relating to financing activities  | 2,216,610             | -703,630              |
| Impact of changes in exchange rates on cash and cash equivalents                             |                       |                       |
| <b><u>Cash and cash equivalents at beginning of period</u></b>                               | <b><u>277,862</u></b> | <b><u>277,824</u></b> |
| Cash, central banks and postal checking accounts   |                       |                       |
| Demand loans and accounts at credit institutions   | 277,862               | 277,824               |
| <b><u>Cash and cash equivalents at end of year</u></b>                                       | <b><u>277,166</u></b> | <b><u>277,819</u></b> |
| Cash, central banks and postal checking accounts   |                       |                       |
| Demand loans and accounts at credit institutions   | 277,166               | 277,819               |
| <b>CHANGE IN NET CASH AND CASH EQUIVALENTS</b>   | <b>-642</b>           | <b>-5</b>             |

### e. COVER POOL

Collateral for secured loans consists of a portfolio of receivables made up entirely of mortgage-backed receivables, totaling €35,001,100,037 at June 30, 2022.

The main characteristics of the home loan portfolio recognized at June 30, 2022, based on the principal amount outstanding at May 31, 2022, were as follows:

|  |                 |
|--|-----------------|
| Total principal amount outstanding as at 5/31/2022 | €35,001,327,544 |
| Average principal amount outstanding               | €103,149        |
| Number of loans                                    | 339,328         |
| Number of borrowers                                | 294,243         |

|                                    |     |
|------------------------------------|-----|
| Average age of loans (months)      | 60  |
| Average residual maturity (months) | 186 |

|  |       |
|--|-------|
| Proportion of fixed-rate loans                     | 98.5% |
| Average interest rate on fixed-rate receivables    | 1.64% |
| Average interest rate on variable-rate receivables | 1.77% |

| Breakdown by type of security                     |                                    |                                |
|---|------------------------------------|--------------------------------|
| Type of security                                  | Total principal amount outstanding | Proportion by type of security |
| Crédit Logement guarantee                         | €10,195,296,924                    | 29.1%                          |
| Crédit Mutuel Caution Habitat (CMCH SA) guarantee | €1,346,423,922                     | 3.9%                           |
| First-rate mortgage or lender's priority lien     | €23,459,606,698                    | 67.0%                          |
| <b>TOTAL</b>                                      | <b>€35,001,327,544</b>             | <b>100.0%</b>                  |

| Breakdown by type of loan   |                                    |                 |
|-----------------------------|------------------------------------|-----------------|
| Type of loan                | Total principal amount outstanding | Number of loans |
| Standard                    | €31,697,761,005                    | 300,645         |
| Home savings plans/accounts | €6,228,729                         | 1,384           |
| Interest-free loans         | €0                                 | -               |
| Low-income housing loans    | €2,193,004,092                     | 26,673          |
| Regulated loans             | €1,104,333,718                     | 10,626          |
| <b>TOTAL</b>                | <b>€35,001,327,544</b>             | <b>339,328</b>  |

| Breakdown by number of loans in arrears |                                    |                 |
|---|------------------------------------|-----------------|
| Number of monthly repayments missed     | Total principal amount outstanding | Number of loans |
| 0                                       | €35,001,327,544                    | 339,328         |
| > 0                                     | -                                  | -               |
| <b>TOTAL</b>                            | <b>€35,001,327,544</b>             | <b>339,328</b>  |

These loans are taken out by customers of CIC's regional banks and Crédit Mutuel's local banks and offered as collateral by BFCM.

## 2. FINANCIAL POSITION AND PRUDENTIAL RATIOS

At the request of Crédit Mutuel Home Loan SFH, on June 19, 2014 the General Secretariat of the ACPR (SGACPR) agreed to allow the company to be exempt from the application on an individual basis of prudential requirements related to solvency ratios, the leverage ratio and major risks, as well as from application of the 75% ceiling on cash receipts for calculating liquidity coverage.

The company is subject to the LCR on an individual basis but benefits from an exemption from application of the 75% ceiling on cash receipts, granted to it by the Supervisory College of the ACPR in a letter dated August 1, 2014. Accordingly, given the company's operating model (issues of securities on-lent to BFCM with the same characteristics), this ratio is always observed.

## 3. DEBT

Readers are reminded that the company's borrowing capacity is limited by its articles of association: it may only take on debt in the form of housing finance bonds (*obligations de financement à l'habitat*) and subordinated debt.

In accordance with the company's corporate purpose, issues of housing finance bonds are intended to refinance personal home loans granted by the Crédit Mutuel Alliance Fédérale banks, full ownership of which is transferred as collateral by Banque Fédérative du Crédit Mutuel. As principal and interest repayments become due, BFCM repays the corresponding amounts in respect of the loans granted to it.

Furthermore, Crédit Mutuel Home Loan SFH's borrowing capacity is dependent upon its compliance with prudential ratios laid down in applicable regulations.

Articles L.441-6-1 and D.441-4 of the French Commercial Code require companies to provide specific information on the maturity dates of amounts due to suppliers. In the case of Crédit Mutuel Home Loan SFH, these amounts are negligible.

## III. DESCRIPTION OF KEY RISKS AND UNCERTAINTIES AND RISK MANAGEMENT SYSTEM

The sole corporate purpose of Crédit Mutuel Home Loan SFH is to contribute to the refinancing of Crédit Mutuel Alliance Fédérale by issuing covered bonds based on a home loan portfolio pledged as collateral on the basis of Article L.211-36, paragraph II and Articles L.211-38 to L.211-40 of the French Monetary and Financial Code.

### 1. CREDIT AND COUNTERPARTY RISK

Due to its limited corporate purpose, Crédit Mutuel Home Loan SFH's credit risk is strictly regulated.

Funds may only be used as follows:

- On-lending of funds raised by issuing securities: these funds may only be lent to BFCM. This lending is itself secured by collateral in the form of home loans granted by Crédit Mutuel Alliance Fédérale, on the basis of Article L.211-36, paragraph II and Articles L.211-38 to L.211-40 of the French Monetary and Financial Code. The overall amount of lending and compliance with loan eligibility criteria are checked monthly and documented in an "Asset Cover Test" report.

- On-lending of capital is governed by the following limits:
  - Regulatory limits: Articles L.513-7 and R.513-6 set minimum credit quality levels for these investments.
  - Contractual limits: rating agencies have laid down minimum credit ratings that vary according to the term of the loan.

| Duration/Minimum rating | S&P         | Fitch          | Moody's |
|-------------------------|-------------|----------------|---------|
| < 30 days               | A-1 or A    | F1 and A       | P-1     |
| 30 to 60 days           | A-1         | F1+ and/or AA- | P-1     |
| 60 days to 3 months     | A-1+ or AA- | F1+ and/or AA- | P-1     |
| 1 year or less          | A-1+ or AA- | F1+ and/or AA- | P-1     |

- Should BFCM default, the company would become the owner of the home loans offered as collateral. An analysis of this collateral by internal rating demonstrates the portfolio's high credit quality and is presented in the table below.

| Rating       | Outstandings (€m) <sup>(1)</sup> | Percentage  | Aggregate percentage |
|--------------|----------------------------------|-------------|----------------------|
| A            | 20,930                           | 60%         | 60%                  |
| B            | 9,681                            | 28%         | 88%                  |
| C            | 3,043                            | 9%          | 97%                  |
| D+           | 759                              | 2%          | 99%                  |
| D-           | 462                              | 1%          | 100%                 |
| E+           | 126                              | 0%          | 100%                 |
| E-           | -                                | 0%          | 100%                 |
| E=           | -                                | 0%          | 100%                 |
| F            | -                                | 0%          | 100%                 |
| <b>TOTAL</b> | <b>35,001</b>                    | <b>100%</b> |                      |

(1) Outstandings at 5/31/2022 shown as guarantee commitments received in SFH's financial statements at 6/30/2022

There are no non-performing or overdue loans in the portfolio offered as collateral.

The breakdown of these home loans by type of security is as follows:

| Type of security                            | Outstandings (€m) <sup>(1)</sup> |
|---|----------------------------------|
| Home mortgage guarantees                    | 23,459                           |
| Guarantees provided by a credit institution | 11,542                           |
| <b>TOTAL</b>                                | <b>35,001</b>                    |

(1) Outstandings at 5/31/2022 shown as guarantee commitments received in SFH's financial statements at 6/30/2022

Guaranteed loans are secured either by Crédit Logement or by Crédit Mutuel Caution Habitat SA (CMCH SA), a subsidiary of BFCM.

| Type of guarantee                | Outstandings (€m) <sup>(1)</sup> |
|----------------------------------|----------------------------------|
| Crédit Logement                  | 10,195                           |
| Crédit Mutuel Caution Habitat SA | 1,347                            |
| <b>TOTAL</b>                     | <b>11,542</b>                    |

(1) Outstandings at 5/31/2022 shown as guarantee commitments received in SFH's financial statements at 6/30/2021

The present LTV (ratio of the principal amount outstanding to the present value of the assets) of these loans is 62% on average.

## 2. INTEREST RATE, FOREIGN EXCHANGE AND MARKET RISK

### *Interest rate risk*

Crédit Mutuel Home Loan SFH is required to operate in such a way that it is not exposed to interest rate risk.

- Funds collected by issuing securities must be lent to BFCM at the same interest rates and for the same terms (plus 10% of the margin generated relative to an unsecured issue, with a minimum of 2bp). This means that assets and liabilities are perfectly matched by term and interest rate.
- The only way the company could be exposed to interest rate risk would be if BFCM were to default. The company would then need to enforce its security and would become the owner of the home loans.

In accordance with the update to the issue program in July 2015 and with the approval of the rating agencies, this potential interest rate risk using a look-through approach is covered by a natural matching of assets and liabilities and by overcollateralization.

In fact, the vast majority (approximately 98%) of the cover pool assets are fixed-rate loans, and these assets are matched to liabilities in the same proportion by fixed-rate issues. The average interest rate of the cover pool (1.64% at 5/31/2022) and the average interest rate of bonds issued (1.07% at 5/31/2022) are monitored monthly. The overcollateralization rate resulting from the Asset Cover Test calculation negotiated with the rating agencies is always more than 74.9% (= Asset Percentage). The company is committed to maintaining this level of overcollateralization to meet the rating targets and regulatory requirements.

In addition, an ex-ante analysis of the potential interest rate risk using a look-through approach was carried out. It entails monitoring changes in the loans in the pool and issues within the Group's asset-liability management tool. This highlights the interest-rate sensitivity (plus or minus 200bp) of these two large volumes. SFH can easily bear this impact given its equity and overcollateralization.

### *Currency risk*

The program allows Crédit Mutuel Home Loan SFH to carry out issues in foreign currencies. In such cases, the loan to BFCM is also made in the issue currency.

- To date, Crédit Mutuel Home Loan SFH has carried out the following foreign currency issues:

| Nominal amount in foreign currency | Foreign currency | Equivalent nominal amount in euros | Issue date | Maturity date |
|------------------------------------|------------------|------------------------------------|------------|---------------|
| 750,000,000                        | NOK              | 96,961,862                         | 10/7/2011  | 10/7/2024     |

The funds raised via these issues were lent to BFCM under the same terms.

- The only way the company could be exposed to foreign exchange risk would be if BFCM were to default. The company would then need to enforce its security and would become the owner of the home loans, all of which are denominated in euros, while having to make repayments in foreign currencies. The issue program documentation requires Crédit Mutuel Home Loan SFH to enter into specific foreign currency swaps with counterparties that must meet detailed rating criteria in order to hedge this risk as soon as BFCM's rating is downgraded.
- Since a first-level rating criterion has been met, hedging swaps have been set up. BFCM has the necessary rating level and so is the counterparty to these swaps. It meets the following ratings-based eligibility criteria provided for in the issue program documentation: A (long-term) from Standard &

Poor's, P-1 (short-term) and Aa3 (long-term) from Moody's and F1 (short-term) / A+ (long-term) from Fitch.

Furthermore, since no collateral has been transferred, the company does not need these swaps to hedge its risk. They have therefore been neutralized with BFCM.

### *Market risk*

In accordance with its limited corporate purpose, Crédit Mutuel Home Loan SFH is not involved in any capital market activity other than issuing covered bonds and on-lending the funds raised in this way to BFCM under the same terms.

An adverse change in market conditions would only affect Crédit Mutuel Home Loan SFH's ability to raise funds in the bond market.

## **3. LIQUIDITY RISK**

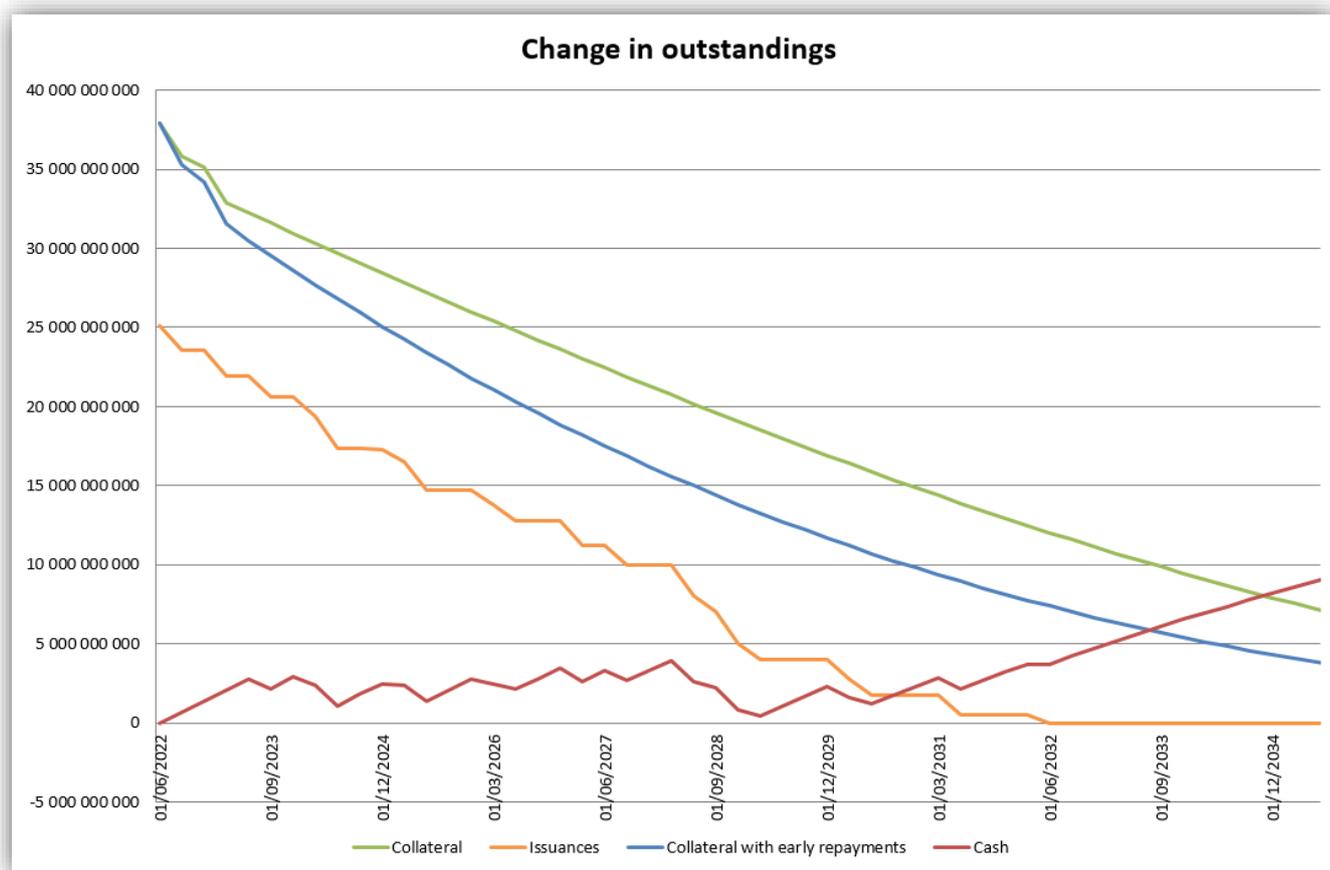
Crédit Mutuel Home Loan SFH operates in such a way that it is not exposed to liquidity risk. Since its sources and uses of funds are perfectly matched by term, Crédit Mutuel Home Loan SFH does not engage in maturity transformation.

- The only way the company could be exposed to liquidity risk would be if BFCM were to default. The company would then need to enforce its security and would become the owner of the home loans. The issue program documentation provides for a pre-maturity test to address this risk.
- The pre-maturity test requires BFCM to set aside a cash security deposit in the 180 business days before a covered bond issue matures. This deposit must be sufficient to cover the principal repayments falling due during the period in question.
- This pre-maturity test was triggered after Fitch Ratings downgraded BFCM's short-term credit rating to F1 on July 17, 2013. As a result, collateral was put in place to cover issues due to mature within 180 business days, and the funds thus obtained were deposited in term accounts maturing in less than 30 days.
- Fitch Ratings upgraded BFCM's short-term rating from F1 to F1+ on March 30, 2020. The use of the pre-maturity test is therefore no longer contractually required, but the decision was made to maintain the cash collateral for the 180-day regulatory liquidity requirements. The amount of this collateral was €3.150 billion at 6/30/2022.

These mechanisms are considered compliant with the requirements of Article R.513-7 of the French Monetary and Financial Code.

- Should BFCM default, the company would become the owner of the home loans offered as collateral.

The chart below shows the portfolio's amortization profile compared with the amortization of the issues and the resulting cash balance (not taking into account early repayments).



This simulation does not show any cash shortfalls.

- The company is subject to the LCR on an individual basis but benefits from an exemption from application of the 75% ceiling on cash receipts, granted to it by the Supervisory College of the ACPR in a letter dated August 1, 2014. Accordingly, given the company's operating model (issues of securities on-lent to BFCM with the same characteristics), this ratio is always observed.

#### 4. OPERATIONAL RISK

In line with its articles of association, Crédit Mutuel Home Loan SFH has no resources of its own. All tasks are subcontracted to BFCM, CIC and CFdeCM under various agreements. Internal control of outsourced activities is organized in accordance with the process defined by Group Compliance.

The company's operational risk policy is in line with the global policy implemented by Crédit Mutuel Alliance Fédérale, particularly in terms of the Emergency and Business Continuity Plan.

#### 5. LEGAL RISK

Legal risk has been analyzed in detail by rating agencies, which have assigned their top rating (AAA) to Crédit Mutuel Home Loan SFH's program.

To help it achieve its corporate purpose, Crédit Mutuel Home Loan SFH is advised by external legal advisers, including law firms.

More broadly, under the above-mentioned agreements, Crédit Mutuel Home Loan SFH receives assistance from Crédit Mutuel Alliance Fédérale for all its activities.

#### **IV. RESEARCH AND DEVELOPMENT ACTIVITIES**

In light of Article L.232-1 of the French Commercial Code, readers are informed that the company has not engaged in any research and development activity during the year under review.

#### **V. APPENDICES**

- 1. STATUTORY AUDITORS' REPORT ON INTERIM FINANCIAL INFORMATION**
- 2. FINANCIAL STATEMENTS**

**Crédit Mutuel Home Loan SFH**  
(Period from January 1 to June 30, 2022)

**Statutory Auditors' report on interim financial information**

**PricewaterhouseCoopers Audit**  
63, rue de Villiers  
92208 Neuilly-sur-Seine Cedex  
S.A.S.  
(French simplified limited company)  
with capital of €2,510,460  
Nanterre Trade and Companies Register  
No. 672 006 483

Statutory Auditor  
Member of the Regional Association of  
Accountants of Versailles and Centre

**Ernst & Young et Autres**  
Tour First  
TSA 14444  
92037 Paris-La Défense Cedex  
*S.A.S. à capital variable*  
(French simplified limited company  
with variable capital)  
Nanterre Trade and Companies Register  
No. 672 006 483

Statutory Auditor  
Member of the Regional Association of  
Accountants of Versailles and Centre

## Crédit Mutuel Home Loan SFH

(Period from January 1 to June 30, 2022)

### Statutory Auditors' report on interim financial information

To the Shareholders,

In fulfillment of the assignment entrusted to us by your shareholders' meeting and pursuant to Article L. 451-1-2 III of the French Monetary and Financial Code, we have:

- conducted a limited review of the interim financial statements of Crédit Mutuel Home Loan SFH for the period from January 1 to June 30, 2022, as appended to this report, and
- verified the information provided in the interim activity report.

These interim financial statements were prepared under the responsibility of the Board of Directors. It is our duty, on the basis of our limited review, to report our conclusions on these financial statements.

#### 1. Conclusions on the financial statements

We conducted our limited review according to auditing standards applicable in France. A limited review primarily entails speaking with the members of management in charge of accounting and financial matters and applying analytical procedures. This review is less extensive than that required for an audit conducted according to auditing standards applicable in France. Therefore, the assurance obtained through a limited review that the financial statements as a whole are free of material misstatements is moderate and not as high as the assurance obtained through an audit.

Based on our limited review, we have not identified any material misstatements that could lead us to question, in accordance with French accounting rules and principles, that the interim financial statements are accurate and present a true and fair view of the company's assets, liabilities and financial position at the end of the half-year period and of the results for said period.

## 2. Specific verification

We have also verified the information provided in the interim activity report regarding the interim financial statements covered by our limited review.

We have no comments regarding the fairness of this information and its consistency with the interim financial statements.

Neuilly-sur-Seine and Paris-La Défense, on August 1, 2022

The Statutory Auditors

PriceWaterhouseCoopers Audit

Ernst & Young et Autres

Laurent Tavernier

Hassan Baaj

# **CREDIT MUTUEL HOME LOAN SFH**

## **Statutory financial statements**

**for the period ended June 30, 2022**

- Balance sheet
- Income statement
- Notes

# STATUTORY FINANCIAL STATEMENTS

## STATEMENT OF FINANCIAL POSITION

| ASSETS<br>€ millions  | Notes | 2022<br>June 30 | 2021<br>December 31 |
|---|-------|-----------------|---------------------|
| Cash and amounts due from central banks                     |       |                 |                     |
| Government securities                                       |       |                 |                     |
| Interbank loans and advances                                | 2     | 29,878.7        | 27,122.9            |
| Client transactions   |       |                 |                     |
| Bonds and other fixed-income securities                     |       |                 |                     |
| Equities and other variable-income securities               |       |                 |                     |
| Investments in subsidiaries and other long-term investments |       |                 |                     |
| Investments in associates                                   |       |                 |                     |
| Lease and similar transactions                              |       |                 |                     |
| Intangible assets   |       |                 |                     |
| Property and equipment                                      |       |                 |                     |
| Subscribed capital unpaid                                   |       |                 |                     |
| Treasury shares   |       |                 |                     |
| Other financial assets                                      | 3     | 3.8             | 2.8                 |
| Accrual accounts  | 4     | 88.5            | 82.6                |
| <b>Total assets</b>   |       | <b>29,971.0</b> | <b>27,208.3</b>     |
| <b>Off-balance sheet items</b>                              |       |                 |                     |
| <b>Commitments received</b>                                 |       |                 |                     |
| <b>Financing commitments</b>                                |       |                 |                     |
| Commitments received from credit institutions               |       |                 |                     |
| <b>Guarantees</b>   |       |                 |                     |
| Commitments received from credit institutions               | 10    | 35,001.3        | 35,001.0            |
| <b>Securities commitments</b>                               |       |                 |                     |
| Optional repurchase agreements                              |       |                 |                     |
| Other commitments received                                  |       |                 |                     |

## STATEMENT OF FINANCIAL POSITION

| LIABILITIES<br>€ millions                          | Notes | 2022<br>June 30 | 2021<br>December 31 |
|--|-------|-----------------|---------------------|
| Due to central banks                               |       |                 |                     |
| Due to credit institutions                         |       |                 |                     |
| Client transactions                                |       |                 |                     |
| Debt securities                                    | 5     | 26,447.5        | 24,298.5            |
| Other liabilities                                  | 3     | 3,150.0         | 2,540.1             |
| Accrual accounts                                   | 4     | 88.6            | 82.8                |
| Provisions   |       |                 |                     |
| Subordinated debt                                  | 6     | 60.1            | 60.1                |
| Fund for general banking risks                     |       |                 |                     |
| Shareholders' equity                               | 7     | 224.8           | 226.8               |
| - Subscribed capital                               |       | 220.0           | 220.0               |
| - Issue premiums                                   |       |                 |                     |
| - Consolidated                                     |       | 2.3             | 2.1                 |
| - Revaluation reserve                              |       |                 |                     |
| - Untaxed provisions                               |       |                 |                     |
| - Retained earnings                                |       |                 | 0.1                 |
| - Profit/(loss) for the period                     |       | 2.5             | 4.6                 |
| <b>Total liabilities and shareholders' equity</b>  |       | <b>29,971.0</b> | <b>27,208.3</b>     |
| <b>Off-balance sheet</b>                           |       | <b>2022</b>     | <b>2021</b>         |
|  |       | <b>June 30</b>  | <b>December 31</b>  |
| <b>Commitments given</b>                           |       |                 |                     |
| <b>Financing commitments</b>                       |       |                 |                     |
| Commitments given to credit institutions           |       |                 |                     |
| Commitments given to customers                     |       |                 |                     |
| <b>Guarantees</b>                                  |       |                 |                     |
| Commitments given on behalf of credit institutions |       |                 |                     |
| Commitments given on behalf of customers           |       |                 |                     |
| <b>Securities commitments</b>                      |       |                 |                     |
| Optional resale agreements                         |       |                 |                     |
| Other commitments given                            |       |                 |                     |

## INCOME STATEMENT

| € millions  | Notes | 2022<br>June 30 | 2021<br>June |
|---|-------|-----------------|--------------|
| + Interest and similar income                                       | 13    | 144.5           | 162.0        |
| + Interest and similar expense                                      | 13    | (140.6)         | (158.8)      |
| + Income from variable-income securities                            |       |                 |              |
| + Fee and commission income   |       |                 |              |
| + Fee and commission expense  |       |                 |              |
| +/- Gains or losses on trading account transactions                 |       | (0.1)           | 0.1          |
| +/- Gains (losses) on investment portfolio and similar transactions |       |                 |              |
| + Other banking operating income                                    |       |                 |              |
| + Other banking operating expense                                   |       |                 |              |
| <b>= Net banking income</b>   |       | <b>3.8</b>      | <b>3.2</b>   |
| + Employee benefits expense   |       |                 |              |
| + Other administrative expenses                                     |       | (0.5)           | (0.5)        |
| + Depreciation, amortization and impairment                         |       |                 |              |
| <b>= Operating expenses</b>   |       | <b>(0.5)</b>    | <b>(0.5)</b> |
| <b>= Gross operating income</b>                                     |       | <b>3.3</b>      | <b>2.7</b>   |
| + Cost of risk  |       |                 |              |
| <b>= Operating income</b>   |       | <b>3.3</b>      | <b>2.7</b>   |
| +/- Gains (losses) on non-current assets                            |       |                 |              |
| <b>= Income before non-recurring items</b>                          |       | <b>3.3</b>      | <b>2.7</b>   |
| +/- Non-recurring items   |       |                 |              |
| + Corporate income tax  | 14    | (0.8)           | (0.8)        |
| +/- Movements in fund for general banking risks                     |       |                 |              |
| +/- Movements in untaxed provisions                                 |       |                 |              |
| <b>= Net profit/(loss)</b>  |       | <b>2.5</b>      | <b>2.0</b>   |

## NOTES TO THE STATEMENT OF FINANCIAL POSITION AND INCOME STATEMENT AND DETAILS OF OFF-BALANCE SHEET ITEMS

The notes are presented in millions of euros.

### Significant events during the period under review

In the first half of 2022, Crédit Mutuel Home Loan SFH issued €3.25 billion in EMTN bonds. Taking into account issues that had reached maturity, total issues on the statement of financial position were €26.3 billion at June 30, 2022.

Crédit Mutuel Home Loan SFH is a 99.99%-owned subsidiary of Banque Fédérative du Crédit Mutuel.

### NOTE 1: Accounting policies, valuation methods and presentation

The statutory financial statements are prepared in accordance with *Autorité des normes comptables* (ANC - French Accounting Standards Authority) regulation 2014-07 related to the financial statements of banking sector firms and included in the compendium of French accounting standards for the banking sector.

#### Loans

Loans are recorded on the statement of financial position at their nominal value.

#### Translation of assets and liabilities denominated in foreign currency

Assets and liabilities denominated in a currency other than the local currency are translated at the official exchange rate on the reporting date. Unrealized foreign exchange gains or losses resulting from these translations are recognized on the income statement with the exchange gains or losses realized or incurred on transactions carried out during the period.

#### Interest and commission income and expense

Interest is recognized on the income statement on a pro rata temporis basis. Commissions are recorded using the cash receipt criterion, with the exception of commissions relating to financial transactions, which are recorded at the close of the issue or when invoiced.

All tables below are presented in thousands of euros.

### NOTE 2 - Receivables due from credit institutions

|   | June 30, 2022   |                 | December 31, 2021 |                 |
|---|-----------------|-----------------|-------------------|-----------------|
|   | Demand deposits | Term deposits   | Demand deposits   | Term deposits   |
| Current accounts  | 277.1           |                 | 277.9             |                 |
| Loans and securities received under repurchase agreements (*) |                 | 29,472.5        |                   | 26,644.8        |
| Securities delivered under Non-performing loans Impairment    |                 | 129.1           |                   | 200.2           |
| <b>Total</b>  | <b>277.1</b>    | <b>29,601.6</b> | <b>277.9</b>      | <b>26,845.0</b> |
| <b>Total receivables due from credit institutions</b>         |                 | <b>29,878.7</b> |                   | <b>27,122.9</b> |

of which non-voting loan stock

of which subordinated loans

(\*) BFCM is the only counterparty to the loans granted.

### NOTE 3 - Other assets and liabilities

|   | June 30, 2022 |                | December 31, 2021 |                |
|---|---------------|----------------|-------------------|----------------|
|   | Assets        | Liabilities    | Assets            | Liabilities    |
| Option premiums                         |               |                |                   |                |
| Guarantee deposits                      | 3.0           | 3,150.0        | 2.4               | 2,539.7        |
| Securities settlement accounts          |               |                |                   |                |
| Debts in respect of borrowed securities |               |                |                   |                |
| Deferred tax                            |               |                |                   | 0.4            |
| Other receivables and payables          |               | 0.0            |                   |                |
| Accrued interest                        | 0.8           |                | 0.4               |                |
| Impairment                              |               |                |                   |                |
| <b>Total</b>                            | <b>3.8</b>    | <b>3,150.0</b> | <b>2.8</b>        | <b>2,540.1</b> |

### NOTE 4 - Accruals

|  | June 30, 2022 |             | December 31, 2021 |             |
|--|---------------|-------------|-------------------|-------------|
|  | Assets        | Liabilities | Assets            | Liabilities |
| Collection accounts                                |               |             |                   |             |
| Currency and off-balance sheet adjustment accounts | 2.7           | 2.7         | 2.0               | 2.0         |
| Other accruals                                     | 85.8          | 85.9        | 80.6              | 80.8        |
| <b>Total</b>                                       | <b>88.5</b>   | <b>88.6</b> | <b>82.6</b>       | <b>82.8</b> |

Accrual accounts - liabilities mainly concern EMTN issue premiums.

Accrual accounts - assets reflect accruals - liabilities at the loan level.

## NOTE 5 - Debt securities

|  | June 30, 2022   | December 31, 2021 |
|--|-----------------|-------------------|
| Retail certificates of deposit                             |                 |                   |
| Interbank instruments and negotiable debt securities Bonds | 26,322.5        | 24,105.1          |
| Other debt securities                                      |                 |                   |
| Accrued interest   | 125.0           | 193.4             |
| <b>Total</b>   | <b>26,447.5</b> | <b>24,298.5</b>   |

Borrowings are in EUR and NOK

## NOTE 6 - Subordinated debt

|                             | December 31, 2021 | Issues | Redemptions | Other changes | June 30, 2022 |
|-----------------------------|-------------------|--------|-------------|---------------|---------------|
| Subordinated debt           |                   |        |             |               |               |
| Non-voting loan stock       |                   |        |             |               |               |
| Perpetual subordinated debt | 60.0              |        |             |               | 60.0          |
| Accrued interest            | 0.1               |        |             |               | 0.1           |
| <b>Total</b>                | <b>60.1</b>       |        |             |               | <b>60.1</b>   |

Main subordinated debt issues

|  | OUTSTANDINGS | INTEREST RATE          | MATURITY |
|--|--------------|------------------------|----------|
| PERPETUAL SUBORDINATED LOAN STOCK 2007 | 60.0         | 3-month Euribor + 1.41 | **       |
| <b>TOTAL</b>                           | <b>60.0</b>  |                        |          |

This is an "indefinite term" subordinated loan, in euros, with the possibility of early repayment (without payment conditions) at each interest payment date, subject to ACPR approval.

## NOTE 7 - Shareholders' equity and fund for general banking risks (FRBG)

|  | Capital      | Additional paid-in capital | Consolidated | Retained earnings | Profit (loss) for the | Total        | FRBG |
|--|--------------|----------------------------|--------------|-------------------|-----------------------|--------------|------|
| <b>Balance at January 1, 2021</b>            | <b>220.0</b> |                            | <b>1.9</b>   | <b>0.0</b>        | <b>3.9</b>            | <b>225.8</b> |      |
| Profit (loss) for the period                 |              |                            |              |                   | 4.6                   | 4.6          |      |
| Appropriation of earnings from previous year |              |                            | 0.2          | 3.6               | (3.9)                 | (0.0)        |      |
| Dividends paid                               |              |                            |              | (3.6)             |                       | (3.6)        |      |
| Capital increase                             |              |                            |              |                   |                       |              |      |
| Impact of revaluations                       |              |                            |              |                   |                       |              |      |
| Other changes                                |              |                            |              |                   |                       |              |      |
| Merger impact                                |              |                            |              |                   |                       |              |      |
| <b>Balance at December 31, 2021</b>          | <b>220.0</b> |                            | <b>2.1</b>   | <b>0.1</b>        | <b>4.6</b>            | <b>226.8</b> |      |
| <b>Balance at January 1, 2022</b>            | <b>220.0</b> |                            | <b>2.1</b>   | <b>0.1</b>        | <b>4.6</b>            | <b>226.8</b> |      |
| Profit (loss) for the period                 |              |                            |              |                   | 2.5                   | 2.5          |      |
| Appropriation of earnings from previous year |              |                            | 0.2          | 4.4               | (4.6)                 | 0.0          |      |
| Distribution of dividends                    |              |                            |              | (4.4)             |                       | (4.4)        |      |
| Capital increase                             |              |                            |              |                   |                       |              |      |
| Impact of revaluations                       |              |                            |              |                   |                       |              |      |
| Other changes                                |              |                            |              |                   |                       |              |      |
| Merger impact                                |              |                            |              |                   |                       |              |      |
| <b>Balance at June 30, 2022</b>              | <b>220.0</b> |                            | <b>2.3</b>   | <b>(0.0)</b>      | <b>2.5</b>            | <b>224.8</b> |      |

At June 30, 2022, the share capital comprised 22,000,000 shares with a par value of €10 each.

BFCM held 99.99% of the capital of Crédit Mutuel Home Loan SFH at June 30, 2022.

As such, it is fully consolidated in the consolidated financial statements of Crédit Mutuel Alliance Fédérale and at the Crédit Mutuel national consolidation level.

## NOTE 8 – Analysis of certain assets/liabilities by residual maturity

|  | < 3 months<br>and<br>demand | > 3 months<br>< 1 year | > 1 year<br>< 5 years | > 5 years | Perpetual | Accrued<br>interest | Total<br>at<br>June 30, 2022 |
|--|-----------------------------|------------------------|-----------------------|-----------|-----------|---------------------|------------------------------|
| <b>ASSETS</b>  |                             |                        |                       |           |           |                     |                              |
| Receivables due from credit institutions               | 4,931.6                     | 1,681.0                | 10,738.4              | 12,527.7  |           |                     | 29,878.7                     |
| Receivables due from customers                         |                             |                        |                       |           |           |                     |                              |
| Bonds and other fixed-income securities                |                             |                        |                       |           |           |                     |                              |
| <b>LIABILITIES</b>                                     |                             |                        |                       |           |           |                     |                              |
| Due to credit institutions                             |                             |                        |                       |           |           |                     |                              |
| Due to customers                                       |                             |                        |                       |           |           |                     |                              |
| Debt securities  |                             |                        |                       |           |           |                     |                              |
| - Retail certificates of deposit                       |                             |                        |                       |           |           |                     |                              |
| - Interbank instruments and negotiable debt securities |                             |                        |                       |           |           |                     |                              |
| - Bonds  | 1,504.5                     | 1,681.0                | 10,736.2              | 12,525.8  |           |                     | 26,447.5                     |
| - Other  |                             |                        |                       |           |           |                     |                              |
| Subordinated debt                                      |                             |                        |                       |           | 60.0      | 0.1                 | 60.1                         |

## NOTE 9 – Euro equivalent of foreign currency-denominated assets and liabilities

The euro equivalent of foreign currency-denominated assets and liabilities was -€80.2 million and €80.2 million, respectively, at June 30, 2022.

## NOTE 10 - Guarantee commitments

The loans granted by Crédit Mutuel Home Loan SFH to BFCM are guaranteed by eligible home loans from the Crédit Mutuel Alliance Fédérale's branch network, in accordance with Article 431-7 of the French Monetary and Financial Code.

At June 30, 2022, the amount of this collateral was €35.0013 billion, versus €35.0010 billion at December 31, 2021.

## NOTE 11 - Forward financial instruments - Counterparty risk

The counterparty risk related to forward financial instruments is estimated based on the method used for the calculation of prudential ratios.

| Credit risks on forward financial instruments | 06/30/2022  | 12/31/2021  |
|---|-------------|-------------|
| <b>GROSS EXPOSURE</b>                         |             |             |
| Credit institution risk                       | 22.1        | 26.3        |
| Company risk                                  |             |             |
| <b>TOTAL</b>                                  | <b>22.1</b> | <b>26.3</b> |

| Fair value of forward financial instruments | 06/30/2022 |             | 12/31/2021 |             |
|---|------------|-------------|------------|-------------|
|   | Assets     | Liabilities | Assets     | Liabilities |
| Fair value of forward financial instruments | 5.8        | 5.8         | 10.4       | 10.4        |

## NOTE 12 - Other off-balance sheet commitments

|  | 06/30/2022 | 12/31/2021 |
|--|------------|------------|
| <b>Foreign currency transactions</b>                             |            |            |
| - Currencies receivable  |            |            |
| - Currencies payable   |            |            |
| <b>Commitments on forward financial instruments</b>              |            |            |
| <b>Transactions carried out on organized and similar markets</b> |            |            |
| - Forward foreign exchange transactions                          |            |            |
| . Hedging  |            |            |
| . Other transactions   |            |            |
| - Financial foreign exchange swaps                               |            |            |
| . Unmatched open position  |            |            |
| . Micro-hedging  | 169.4      | 241.8      |
| . Overall interest rate risk                                     |            |            |
| . Specialized management   |            |            |

## NOTE 13 - Interest income and expense

|   | June 30, 2022 |                | June 30, 2021 |                |
|---|---------------|----------------|---------------|----------------|
|   | Income        | Expense        | Income        | Expense        |
| Credit institutions                     | 143.1         | 2.3            | 160.6         | (1.2)          |
|   | Customers     |                |               |                |
| Finance leases and operating leases     |               |                |               |                |
| Bonds and other fixed-income securities |               | (142.9)        |               | (157.6)        |
| Other                                   | 1.4           |                | 1.4           |                |
| <b>Total</b>                            | <b>144.5</b>  | <b>(140.6)</b> | <b>162.0</b>  | <b>(158.8)</b> |

**NOTE 14- Corporate income tax**

|   | June 30, 2022 | June 30, 2021 |
|---|---------------|---------------|
| Current taxes - Amount for the period           | (0.8)         | (0.8)         |
| Current taxes - Adjustment for previous periods |               |               |
| Current taxes – Impact of tax consolidation     |               |               |
| <b>Total</b>                                    | <b>(0.8)</b>  | <b>(0.8)</b>  |
| On ongoing operations                           | (0.8)         | (0.8)         |
| On non-recurring items                          |               |               |
| <b>Total</b>                                    | <b>(0.8)</b>  | <b>(0.8)</b>  |

Effective January 1, 2016, Caisse Fédérale de Crédit Mutuel opted for “mutual tax consolidation” in accordance with Article 223 A, paragraph 5 of the French General Tax Code.

There are no tax loss carryforwards.

## STATEMENT OF CASH FLOWS

| (€ thousands)  | 6/30/2022             | 6/30/2021             |
|--|-----------------------|-----------------------|
| Net profit   | 2,457                 | 1,994                 |
| Tax  | 820                   | 753                   |
| <b>Profit before tax</b>   | <b>3,277</b>          | <b>2,747</b>          |
| +/- Net depreciation and amortization of property, plant and equipment and intangible assets     |                       |                       |
| - Impairment of goodwill and other current assets  |                       |                       |
| +/- Net charges to provisions  |                       |                       |
| +/- Share of profit/(loss) of equity-consolidated companies                                      |                       |                       |
| +/- Net (loss)/gain from investing activities  |                       |                       |
| +/- Expense from financing activities  |                       |                       |
| +/- Other movements  | -2,738                | 4,009                 |
| <b>= Total non-monetary items included in net profit/(loss) before tax and other adjustments</b> | <b>-2,738</b>         | <b>4,009</b>          |
| +/- Cash flows relating to transactions with credit institutions                                 | -2,827,658            | 1,647,056             |
| +/- Cash flows relating to client transactions   |                       |                       |
| +/- Cash flows relating to other transactions affecting financial assets and liabilities         |                       |                       |
| +/- Cash flows relating to other transactions affecting non-financial assets or liabilities      | 610,881               | -949,090              |
| - Tax paid   | -1,014                | -1,097                |
| <b>= Net decrease in assets and liabilities from operating activities</b>                        | <b>-2,217,791</b>     | <b>696,869</b>        |
| <b>TOTAL NET CASH FLOWS FROM OPERATING ACTIVITIES</b>  | <b>-2,217,252</b>     | <b>703,625</b>        |
| +/- Cash flows relating to financial assets and investments                                      |                       |                       |
| +/- Cash flows relating to investment property   |                       |                       |
| +/- Cash flows relating to property, plant and equipment and intangible assets                   |                       |                       |
| <b>TOTAL NET CASH FLOWS RELATING TO INVESTING ACTIVITIES</b>                                     |                       |                       |
| +/- Cash flows relating to transactions with shareholders  | -4,400                | -3,630                |
| +/- Other net cash flows relating to financing activities  | 2,221,010             | -700,000              |
| <b>TOTAL NET CASH FLOWS RELATING TO FINANCING ACTIVITIES</b>                                     | <b>2,216,610</b>      | <b>-703,630</b>       |
| <b>IMPACT OF CHANGES IN EXCHANGE RATES ON CASH AND CASH EQUIVALENTS</b>                          |                       |                       |
| <b>Net increase in cash and cash equivalents</b>   | <b>-642</b>           | <b>-5</b>             |
| Net cash flows from operating activities   | -2,217,252            | 703,625               |
| Net cash flows relating to investing activities  |                       |                       |
| Net cash flows relating to financing activities  | 2,216,610             | -703,630              |
| Impact of changes in exchange rates on cash and cash equivalents                                 |                       |                       |
| <b><u>Cash and cash equivalents at beginning of period</u></b>                                   | <b><u>277,862</u></b> | <b><u>277,824</u></b> |
| Cash, central banks and postal checking accounts   |                       |                       |
| Demand loans and accounts at credit institutions   | 277,862               | 277,824               |
| <b><u>Cash and cash equivalents at end of year</u></b>   | <b><u>277,166</u></b> | <b><u>277,819</u></b> |
| Cash, central banks and postal checking accounts   |                       |                       |
| Demand loans and accounts at credit institutions   | 277,166               | 277,819               |
| <b>CHANGE IN NET CASH AND CASH EQUIVALENTS</b>   | <b>-642</b>           | <b>-5</b>             |