


AMUNDI FINANCE

Semestrial Financial Report

June 30th 2019

Table of contents

| | |
|---|----|
| 1. Activity Report as at June 30th 2019 | 3 |
| 2. Financial Statements as at June 30th 2019 | 15 |
| 3. Statutory Auditors' Report | 52 |
| 4. Declaration by the Chief Executive Officer | 57 |

01

Activity Report as at June 30th 2019

HALF-YEAR REPORT OF THE BOARD OF DIRECTORS OF AMUNDI FINANCE

On the financial statements as at 30 June 2019

ACTIVITIES IN THE FIRST HALF

Amundi Finance's main activities are as follows:

- the provision of guarantees,
- the issuance of notes through its subsidiaries or directly,
- swaps and collateralisation between guaranteed funds, its subsidiaries and the market.

1. The provision of guarantees to funds

| | 2018 commitments | 2019 commitments | change |
|--|------------------|------------------|--------|
| Non-PEA formula-based funds | 5,392,353,358 | 4,740,665,025 | -12% |
| PEA formula-based funds | 3,745,289,364 | 3,945,139,153 | 5% |
| Portfolio insurance funds | 5,622,216,706 | 5,537,574,463 | -2% |
| other guaranteed funds (money market UCIs) | 121,523,478 | 1,057,425,814 | 770% |
| Guaranteed fund total | 14,881,382,906 | 15,280,804,455 | 3% |

Commitment exposure

Commitments increased by 3% over the period compared with end-December 2018.

Formula-based funds (structured funds): commitments in respect of formula-based funds fell by 4.94%, with a decrease of 12% for formula-based funds not eligible for the French equity savings plan (PEA) and an increase of 5% for formula-based funds eligible for the PEA in the first half of 2019.

Portfolio insurance funds and other funds: commitments in respect of portfolio insurance funds fell slightly (by 2%) in the first half of 2019. The considerable change for other funds (money market UCIs) is linked more to the stock of transactions approaching maturity, which are recycled through these UCIs (mature formula-based funds).

Impact on the guarantor's activity in 2019

Calls on the guarantor totalled €276 K in 2019. These concerned formula-based fund recycling funds and issues due with capital guarantee funds over 6 months. Provisions were booked for formula-based fund recycling funds (€1,365 K) and issues and CPPIs with a MAX NAV Amundi Objectif Retraite 2020/2025/2030 guarantee (€5,914 K). The source of these provisions is the low interest rates which have resulted in funds' assets being unable to cover the guarantee.

From a credit risk viewpoint, the situation is, however, stable and the prospects of guarantee calls are low. Thus, no provisions associated with formula-based funds were booked.

2. Note issuance through its subsidiaries dnA, Amundi Finance Emissions, LCL Emissions and Amundi Issuance.

The three subsidiaries dedicated to EMTN activity, Amundi Finance Emissions, LCL Emissions and Amundi Issuance continued their issue programme in 2019 to the Crédit Agricole and the LCL networks respectively for a notional of €204 million and €787 million. Outstanding amounts at end-June 2019 were €3,168 million for Amundi Finance Emissions, €3,342 million for LCL Emissions and €25 million for Amundi Issuance.

For these transactions, Amundi Finance provided a counter-guarantee to Crédit Agricole S.A. and LCL and to the issuance vehicles Amundi Finance Emissions and LCL Emissions.

Amundi Finance's commitments for the issuance vehicles Amundi Finance Emissions and LCL Emissions stood at €6,828,491 K at 30 June 2019.

3. Swap and collateralisation

The centralisation of derivatives by Amundi Finance represented a notional €67,322 million at 30 June 2019 (including external counterparties and funds) versus €61,183 million at 31 December 2018.

INCOME STATEMENT AT 30 JUNE 2019

Net Banking Income totalled €114,749 K versus €82,363 K at 30 June 2018. This rise was mainly due to:

- the increase in the financial NBI, mainly from allowances for funding risks received following the launch at the start of 2019, through the UNICREDIT network, of new Italian formula-based funds.

The contribution of the main activities to Net Banking Income was as follows:

| | 30/06/2019 | 31/12/2018 | 30/06/2018 |
|--|----------------|----------------|----------------|
| <i>(in thousands of euros)</i> | | | |
| MANAGEMENT NBI | 28,069 | 86,961 | 33,923 |
| fees and commissions (income) | 40,106 | 110,089 | 45,856 |
| <i>of which fixed fees on off-balance sheet commitments</i> | 15,662 | 29,775 | 14,567 |
| <i>of which variable fees on off-balance sheet commitments</i> | 11,563 | 58,120 | 21,197 |
| <i>of which provisions for guarantee calls</i> | 258 | 3,936 | 2,036 |
| <i>of which fees on notes</i> | 12,624 | 18,259 | 8,055 |
| fees and commissions (expenses) | -12,037 | -23,128 | -11,933 |
| <i>of which fees on off-balance sheet commitments</i> | -83 | -154 | -78 |
| <i>of which market-making fees</i> | -409 | -753 | -247 |
| <i>of which management fees</i> | -4 | -8 | -4 |
| <i>of which expenses for guarantee calls</i> | -276 | -4,095 | -2,158 |
| <i>of which fees on notes</i> | -10,025 | -15,617 | -7,362 |
| <i>of which provisions for guarantee calls</i> | -1,240 | -2,501 | -2,076 |
| FINANCIAL NBI | 86,680 | 64,289 | 49,040 |
| Interest and similar income | 5,703 | 7,709 | 3,314 |
| Interest and similar expenses | -8,513 | -13,426 | -5,983 |
| Gains (losses) on trading book | 53,074 | 31,719 | 13,244 |
| Gains (losses) on investment portfolio and similar | 456 | -182 | -11 |
| Income from variable-income securities | 35,960 | 38,469 | 38,476 |
| OTHER NBI | | -599 | -599 |
| other banking operating income | | | |
| other banking operating expenses | | -599 | -599 |
| NET BANKING INCOME | 114,749 | 150,651 | 82,363 |

Management NBI amounted to €28,069 K versus €33,923 K at 30 June 2018.

It is made up of three elements:

- variable income on guarantees of €11,563 K versus €21,197 K at 30 June 2018,
 - fixed income on guarantees of €15,662 K versus €14,567 K at 30 June 2018.
 - income on investment fees from note issuance of €12,624 K versus €8,055 K in June 2018.
 - reversals of provisions for guarantee calls of €258 K on the recycling funds (in connection with the guarantee calls registered over the period)
-
- The item fees and commissions (expenses) amounted to €12,037 K versus €11,933 K at 30 June 2018, and mainly comprised:
 - retrocessions of fees on the EMTN activity totalling €10,025 K versus €7,362 K at 30 June 2018,
 - market-making fees of €409 K versus €247 K at 30 June 2018.
 - €1,516 K on the recycling funds, of which:
 - fees of €276 K on guarantee calls following the maturity of these funds,
 - €1,240 K in new allocations.

Financial NBI totalled €86,680 K, a sharp increase on 30 June 2018, and mainly consisted of:

- dividends received from its subsidiaries totalling €35,960 K (of which €29,463 K from Amundi Intermédiation and €6,816 K from Amundi Tenue de Comptes), versus €38,476 K at 30 June 2018 (of which €31,987 K from Amundi Intermédiation and €6,936 K from Amundi Tenue de Comptes),
- profits on guarantee fees of €456 K,
- net income on swap issuance, notes, collateral and transaction portfolio activities of €53,074 K, of which:
 - €44,337 K (versus €22,373 K at 30 June 2018) corresponding to allowances for funding risks for these activities,
 - €5,087 K relating to the correction in the value in respect of the counterparty risk on derivatives (CVA),
 - €3,650 K in financial forward contracts and the carrying of securities on all structures.

Other NBI totalled €0 K versus -€599 K at 30 June 2018 and mainly consisted of Amundi Finance's contribution to the cost of the obligations of Crédit Agricole SA in its capacity as reference shareholder.

General operating expenses rose to €4,926 K versus €4,698 K at 30 June 2018.

| (in thousands of euros) | 30/06/2019 | 31/12/2018 | 30/06/2018 |
|---|---------------|---------------|---------------|
| Personnel expenses | | | |
| Wages and salaries | -358 | -800 | -454 |
| Social security contributions | -164 | -342 | -157 |
| Incentive and profit-sharing plans | -50 | -86 | -36 |
| Payroll-related tax | -68 | -132 | -84 |
| Total personnel expenses | -640 | -1,360 | -731 |
| Rebiling and transfers of personnel expenses | | | |
| Net personnel expenses | -640 | -1,360 | -731 |
| Administrative expenses | | | |
| Taxes other than on income or payroll-related (1) | -2,151 | -3,118 | -1,356 |
| External services and other administrative expenses | -2,135 | -5,444 | -2,611 |
| Total administrative expenses | -4,286 | -8,562 | -3,967 |
| Rebiling and transfers of administrative expenses | | | |
| Net administrative expenses | -4,286 | -8,562 | -3,967 |
| GENERAL OPERATING EXPENSES | -4,926 | -9,922 | -4,698 |

(1) of which €677 K for the resolution fund.

- Personnel expenses fell to €640 K at 30 June 2019 from €731 K at 30 June 2018, and mainly comprised:
 - salaries for permanent staff of €358 K, which fell compared with 2018 because of severance payments made in respect of the previous period,
 - social security contributions relating to staff of €164 K.

- External services and other administrative expenses decreased to €2,151 K at 30 June 2018 versus €2,611 K at 30 June 2018, and mainly comprised:
 - re-invoicing by the staff resources grouping provided to Amundi Finance in the amount of €1,091 K,
 - the administrative management agreement in the amount of €351 K,

- group operations managed by AITS in the amount of €484 K, charges mainly related to the functioning of the MUREX back office for swap, collateral and EMTN activities,
 - the portion of rent and service charges in the amount of €71 K,
 - statutory auditors' fees of €96 K.
- Taxes and duties chiefly include:
- CVAE (company value-added contribution) for activity in the first half of 2019 in the amount of €1,218 K,
 - CSSS (company social solidarity contribution) in the amount of €126 K,
 - other taxes totalled €808 K, and were made up of:
 - the contribution to the single resolution fund, of €677 K,
 - the contribution to the single resolution fund, of €6 K,
 - the ACPR tax, in the amount of €45 K,
 - the territorial authorities support fund, in the amount of €44 K,
 - the BCE contribution, in the amount of €36 K.

Gross operating income rose to €109,823 K versus €77,665 K at 30 June 2018.

The **cost of risk** was booked as income of €10,037 K versus a charge of €3,417 K at 30 June 2018, and mainly includes:

- +€13,473 K in reversals of provisions for the risks of calls relating to shortfalls on vehicles owing to an improvement in spreads on vehicle assets due to better market conditions;
- -€4,388 K in provisions on the guarantees given on rates benefiting from a guarantee of the max monetarised NAV in the case of a fall in rates (CPPI Amundi Objectif Retraite 2020, 2025 and 2030 guaranteed funds);
- +€889 K in reversals of provisions for formula-based funds;
- +€62 K in reversals of provisions on ECLs of guaranteed funds.

Operating income and **current profit before tax** was €119,860 K, versus €74,228 K at 30 June 2018.

Corporation tax was €25,591 K versus €14,454 K at 30 June 2018.

Net profit at 30 June 2018 was €94,269 K versus €59,774 K at 30 June 2018.

BALANCE SHEET AT 30 JUNE 2019

The balance sheet total was €3,672,509 K versus €3,329,147 K at 31 December 2018. It consisted of the following:

Assets (excluding forward financial instruments):

- The item Treasury bills and similar securities in the amount of €357,800 K concerning securities transactions relating to the EMIR regulation, versus €292,649 K at 31 December 2018.
- The item Loans and receivables due from credit institutions in the amount of €572,101 K, versus €1,915 K at 31 December 2018, which mainly consists of:
 - €568,684 K corresponding to overnight loans to the collateral activities,
 - €1,000 K in long-term loans.
- Shares in affiliated companies in the amount of €49,700 K,

| SUBSIDIARIES AND EQUITY INVESTMENTS | Currency | % Control at 31/12/2018 | Provision 2018 | Net book value at 31/12/2018 | Increase | Decrease | Gross book value at 30/06/2019 | Provision 2019 | Net book value at 30/06/2019 |
|-------------------------------------|----------|-------------------------|------------------|------------------------------|----------|----------|--------------------------------|------------------|------------------------------|
| AMUNDI TC | EUR | 99.99 | | 34,166,579 | | | 34,166,579 | | 34,166,579 |
| AMUNDI INTERMÉDIATION | EUR | 38.53 | | 5,628,480 | | | 5,628,480 | | 5,628,480 |
| SITS | EUR | NS | 9,576 | 584 | | | 10,160 | 9,576 | 584 |
| SCI LES PALMIERS BLEUS | EUR | 100 | 1,452,784 | 375,169 | | | 1,827,953 | 1,324,088 | 503,865 |
| SCI MASCARIN | EUR | 100 | 1,922,805 | 676,079 | | | 2,598,884 | 1,733,291 | 865,593 |
| DNA SA | EUR | 100 | 163,000 | 2,068,000 | | | 2,231,000 | 163,000 | 2,068,000 |
| LRP | EUR | 100 | | 31,000 | | | 31,000 | | 31,000 |
| Amundi Finance Emissions | EUR | 99.99 | | 2,225,106 | | | 2,225,106 | | 2,225,106 |
| LCL Emissions | EUR | 99.99 | | 2,225,063 | | | 2,225,063 | | 2,225,063 |
| AMUNDI ISSUANCE | EUR | 99.99 | 14,000 | 1,985,914 | | | 1,999,914 | 14,000 | 1,985,914 |
| TOTAL | | | 3,562,165 | 49,381,974 | 0 | 0 | 52,944,139 | 3,243,955 | 49,700,184 |

- Bonds and other fixed-income securities totalled €909,457 K versus €534,190 K at 31 December 2018. This position mainly corresponds to the carrying of bonds issued by the subsidiaries Amundi Finance Emissions, LCL Emissions and Amundi Issuance and by Crédit Agricole SA before repurchase for destruction by these issuing companies; and Italian government bonds bought during the period when certain formula-based funds were marketed for the UNICREDIT network.

- Equities and other variable-income securities totalled €0 K, versus €306 K at 31 December 2018.
- The item Other assets (excluding forward financial instruments) came in at €545,648 K versus €1,108,149 K at 31 December 2018. It mainly consisted of:
 - guarantee deposits made as part of the collateral business in the amount of €490,613 K compared with €1,057,322 K at 31 December 2018,
 - interim payments of corporation tax in the amount of €17,403 K versus €37,862 K at 31 December 2018,
- The item Adjustment accounts (excluding forward financial instruments) came in at €49,848 K versus €56,467 K at 31 December 2018. They are mainly made up of income receivable on off-balance sheet commitments (guarantee funds and EMTNs) in line with the collection of revenues: variable guarantee commissions on PEA funds are collected annually, commission on fixed guarantees for the most part on maturity of the fund, and the same applies to commission on the variable guarantee on non-PEA funds.

Investment fees, repurchase compensation and guarantee commissions on EMTN issuances are collected on a quarterly basis.

Liabilities (excluding forward financial instruments):

- The item Liabilities due to credit institutions in the amount of €826,494 K compared with €896,585 K at 31 December 2018, of which:
 - €484,800 K in overnight loans to the group's treasury office versus €71,600 K at end-2018.
 - €336,000 K in long-term loans corresponding to the financing of activities relating to EMIR compared with €276,000 K at 31 December 2018.
- The item Debt securities in the amount of €12,015 K corresponding to the EMTN issues programme by Amundi Finance.
- The item Other liabilities (excluding forward financial instruments) in the amount of €1,017,395 K (€504,179 K at 31 December 2018) mainly records deposits received in relation to the collateral activity (€988,680 K) and the provision for corporation tax (€24,434 K).

- The item Adjustment accounts (excluding forward financial instruments) at €15,255 K versus €12,744 K in 2018, breaks down as follows:
 - €6,862 K in deferred income representing the spread of allowances for funding risks on structures being marketed such as formula-based funds, EMTN Amundi Finance Emissions, EMTN LCL Emissions and UCO.
 - €8,392 K in accruals, of which:
 - €5,339 K in retrocessions on investment fees,
 - €2,543 K in operating charges of which €1,808 K relates to the re-invoicing by the staff resources grouping provided for 2019,
 - €409 K in market making fees on structures such as CA Oblig Immo.

Forward financial instruments: The activity shows a liability of €37,218 K compared with €46,831 K at 31 December 2018, and mainly consists of:

- €13,642 K on the correction in the value in respect of the counterparty risk on derivatives (CVA) versus €18,729 K in 2018,
 - €14,293 K on the position on options versus €11,497 K at 31 December 2018,
 - -€12,766 K relating to the valuation of FFIs versus -€264 K at 31 December 2018,
 - €22,177 K in respect of hedging positions versus €16,869 K at 31 December 2018.
- Provisions for liabilities and charges of €18,501 K versus €27,555 K in 2018, of which:
 - €6,294 K provisions for the “Testaments obsèques” guarantee fund,
 - €1,366 K of provisions for the recycling funds,
 - €10,777 K of provisions for risks on the fund guarantee activity (including ECLs on guaranteed funds) and issuance vehicles,

The item Subordinated debts was stable at €102,447 K; it corresponds to the perpetual subordinated debt that will increase the level of the company's own funds, as well as the related debts.

Amundi Finance's **shareholders' equity** underwent the following changes:

| (in thousands of euros) | Capital | Premiums, reserves and retained earnings | Interim dividends | Regulated provisions and investment subsidies | Net income | Total shareholders' equity |
|---------------------------------------|---------------|--|----------------------|--|---------------|----------------------------------|
| Balance at 31 December 2018 | 40,320 | 543,724 | | | 86,488 | 670,532 |
| Dividends paid for 2018 | | -82,148 | | | | -82,148 |
| Change in share capital | | | | | | |
| Change in share premiums and reserves | | | | | | |
| Appropriation of company income | | 86,488 | | | -86,488 | |
| Retained earnings | | | | | | |
| Profit for financial year 2019 | | | | | 94,269 | 94,269 |
| Other changes | | | | | | |
| Balance at 30 June 2019 | 40,320 | 548,063 | | | 94,269 | 682,652 |

OFF-BALANCE SHEET COMMITMENTS AT 30 JUNE 2019

At 30 June 2019, forward financial instruments (FFIs) were recorded for a notional amount of €67,322 million versus €61,183 million at 31 December 2018.

FFI overview

| Notional in millions of euro | 30/06/2019 | 31/12/2018 |
|------------------------------------|---------------|---------------|
| FFIs Collateral | 41,428 | 40,813 |
| FFIs Notes | 0 | 157 |
| FFIs Notes with margin | 20 | 41 |
| FFIs Asset Swap Forward | 2,109 | 1,104 |
| FFIs EMTN CASA network | 9,843 | 8,198 |
| FFIs EMTN Crelan network | 197 | 202 |
| FFIs EMTN LCL network | 13,012 | 10,171 |
| FFIs EMTN Other networks | 364 | 210 |
| FFIs EMTN AMUNDI FINANCE network | 12 | 12 |
| FFIs Collateral Securities Hedging | 336 | 276 |
| TOTAL | 67,322 | 61,183 |

The item Guarantee commitments given came in at €23,194 million compared with €22,053 million at 31 December 2018.

The item Assets given as collateral was €337 million at 30 June 2019 versus €242 million at 31 December 2018, and corresponds to the Securities Collateral given to the market counterparty within the framework of the EMIR regulation.

The item Assets received as collateral was €1,159 million at 30 June 2019 versus €880 million at 31 December 2018, and corresponds to the Securities Collateral received from funds and market counterparties within the framework of the EMIR regulation.

GROWTH PROSPECTS AND MAIN RISKS AND UNCERTAINTIES

The trends seen in 2018 are expected to continue in 2019, with a stabilisation in the outstandings of guaranteed funds.

Guaranteed bond issues are expected to continue at a similar pace to that seen in 2018 in its subsidiaries Amundi Finance Emissions and LCL Emissions.

02

Financial Statements as at June 30th 2019

**AMUNDI FINANCE
INDIVIDUAL FINANCIAL STATEMENTS
AT 30/06/2019**

**Approved by the Board of Directors of *AMUNDI FINANCE*
on 25/07/2019**

CONTENTS

| | |
|--|----|
| BALANCE SHEET AT 30 JUNE 2019 | 3 |
| OFF-BALANCE SHEET | 4 |
| INCOME STATEMENT AT 30 JUNE 2019 | 5 |
| CASH FLOW STATEMENT AT 30 JUNE 2019 | 6 |
| NOTE 1 LEGAL AND FINANCIAL FRAMEWORK AND SIGNIFICANT EVENTS | 7 |
| NOTE 2 ACCOUNTING POLICIES AND PRINCIPLES | 7 |
| NOTE 3 LOANS AND RECEIVABLES DUE FROM CREDIT INSTITUTIONS - ANALYSIS BY REMAINING MATURITY | 16 |
| NOTE 4 CUSTOMER TRANSACTIONS | 17 |
| NOTE 5 TRADING, SHORT-TERM INVESTMENT, LONG-TERM INVESTMENT AND MEDIUM-TERM PORTFOLIO SECURITIES | 17 |
| NOTE 6 EQUITY INVESTMENTS AND SUBSIDIARIES | 20 |
| NOTE 6.1 ESTIMATED VALUE OF EQUITY INVESTMENTS | 21 |
| NOTE 7 CHANGE IN FIXED ASSETS | 22 |
| NOTE 8 TREASURY SHARES | 23 |
| NOTE 9 ACCRUALS, PREPAYMENTS AND SUNDRY ASSETS | 23 |
| NOTE 10 IMPAIRMENT LOSSES DEDUCTED FROM ASSETS | 24 |
| NOTE 11 LOANS AND PAYABLES DUE TO CREDIT INSTITUTIONS – ANALYSIS BY REMAINING MATURITY | 24 |
| NOTE 12 CUSTOMER DEPOSITS | 24 |
| NOTE 13 DEBT SECURITIES | 24 |
| NOTE 14 ACCRUALS, DEFERRED INCOME AND SUNDRY LIABILITIES | 25 |
| NOTE 15 PROVISIONS | 25 |
| NOTE 16 HOME OWNERSHIP SAVINGS | 26 |
| NOTE 17 LIABILITIES TO EMPLOYEES – POST-EMPLOYMENT BENEFITS, DEFINED-BENEFIT PLANS | 26 |
| NOTE 18 FUND FOR GENERAL BANKING RISKS | 26 |
| NOTE 19 SUBORDINATED DEBT: ANALYSIS BY REMAINING MATURITY | 27 |
| NOTE 20 STATEMENT OF CHANGES TO SHAREHOLDERS' EQUITY | 27 |
| NOTE 21 COMPOSITION OF EQUITY | 28 |
| NOTE 22 TRANSACTIONS WITH AFFILIATED COMPANIES AND EQUITY INVESTMENTS | 28 |
| NOTE 23 TRANSACTIONS IN FOREIGN CURRENCIES | 28 |
| NOTE 24 FOREIGN EXCHANGE TRANSACTIONS AND FOREIGN CURRENCY LENDING AND BORROWING | 29 |
| NOTE 25 TRANSACTIONS ON FORWARD FINANCIAL INSTRUMENTS | 29 |
| NOTE 25.1 TRANSACTIONS ON FORWARD FINANCIAL INSTRUMENTS NOTIONAL | 30 |
| NOTE 25.2 FORWARD FINANCIAL INSTRUMENTS: FAIR VALUE | 30 |
| NOTE 25.3 BREAKDOWN OF INTEREST RATE SWAPS | 31 |
| NOTE 26 FINANCING AND GUARANTEE COMMITMENTS AND OTHER GUARANTEES | 31 |
| NOTE 27 INFORMATION ON COUNTERPARTY RISK ON DERIVATIVES | 32 |
| NOTE 28 NET INTEREST AND SIMILAR INCOME | 33 |
| NOTE 29 INCOME FROM SECURITIES | 33 |
| NOTE 30 NET FEE AND COMMISSION INCOME | 34 |
| NOTE 31 NET GAINS (LOSSES) ON TRADING BOOK | 34 |
| NOTE 32 NET GAINS (LOSSES) ON SHORT-TERM INVESTMENT PORTFOLIOS AND SIMILAR | 34 |
| NOTE 33 OTHER BANKING INCOME AND EXPENSES | 35 |
| NOTE 34 GENERAL OPERATING EXPENSES | 35 |
| NOTE 34.1 HEADCOUNT | 36 |
| NOTE 35 COST OF RISK | 36 |
| NOTE 36 NET INCOME ON FIXED ASSETS | 36 |
| NOTE 37 CORPORATE INCOME TAX | 37 |
| NOTE 38 OPERATIONS IN NON-COOPERATIVE COUNTRIES AND TERRITORIES | 37 |
| NOTE 39 APPROPRIATION OF INCOME | 37 |
| NOTE 40 DISCLOSURE OF STATUTORY AUDITORS' FEES | 37 |

AMUNDI FINANCE
INDIVIDUAL FINANCIAL STATEMENTS AT 30/06/2019

BALANCE SHEET AT 30 JUNE 2019

ASSETS

| (in thousands of euros) | Notes | 30/06/2019 | 31/12/2018 |
|--|-------|------------------|------------------|
| Interbank and similar transactions | | 929,901 | 294,564 |
| Cash, central banks | | | |
| Treasury bills and similar securities | 5 | 357,800 | 292,649 |
| Loans and receivables due from credit institutions | 3 | 572,101 | 1,915 |
| Customer transactions | 4 | | |
| Securities transactions | | 909,457 | 534,496 |
| Bonds and other fixed-income securities | 5 | 909,457 | 534,190 |
| Equities and other variable-income securities | 5 | | 306 |
| Fixed assets | | 277,124 | 276,806 |
| Equity investments and other long-term securities holdings | 6-7 | | |
| Shares in affiliated companies | 6-7 | 49,700 | 49,382 |
| Intangible assets | 7 | 227,424 | 227,424 |
| Property, plant and equipment | 7 | | |
| Unpaid subscribed capital | | | |
| Treasury shares | 8 | | |
| Accruals, prepayments and sundry assets | | 1,556,027 | 2,223,281 |
| Other assets | 9 | 1,506,053 | 1,986,219 |
| Accruals | 9 | 49,975 | 237,063 |
| TOTAL ASSETS | | 3,672,509 | 3,329,147 |

EQUITY & LIABILITIES

| (in thousands of euros) | Notes | 30/06/2019 | 31/12/2018 |
|---|----------|------------------|------------------|
| Interbank and similar transactions | | 826,494 | 896,585 |
| Due to central banks | | | |
| Due to credit institutions | 11 | 826,494 | 896,585 |
| Customer deposits | 12 | | |
| Debt securities | 13 | 12,015 | 12,015 |
| Accruals, deferred income and sundry liabilities | | 2,030,400 | 1,622,420 |
| Other liabilities | 14 | 1,903,489 | 1,575,466 |
| Accruals | 14 | 126,912 | 46,954 |
| Provisions and subordinated debt | | 120,948 | 127,596 |
| Provisions | 15-16-17 | 18,501 | 27,555 |
| Subordinated debt | 19 | 102,447 | 100,040 |
| Fund for general banking risks (FGBR) | 18 | | |
| Shareholders' equity excluding FGBR: | 20 | 682,652 | 670,532 |
| Share capital | | 40,320 | 40,320 |
| Share premiums | | 217,511 | 217,511 |
| Reserves | | 4,416 | 4,416 |
| Revaluation adjustment | | | |
| Regulated provisions and investment subsidies | | | |
| Retained earnings | | 326,136 | 321,796 |
| Net income pending approval / interim dividends | | | |
| Profit (loss) for the year | | 94,269 | 86,488 |
| TOTAL EQUITY & LIABILITIES | | 3,672,509 | 3,329,147 |

OFF-BALANCE SHEET

-

| (in thousands of euros) | Notes | 30/06/2019 | 31/12/2018 |
|--------------------------|-------|------------|------------|
| COMMITMENTS GIVEN | | | |
| Financing commitments | 26 | | |
| Guarantee commitments | 26 | 23,193,788 | 22,053,378 |
| Securities commitments | 26 | | |

| (in thousands of euros) | | 30/06/2019 | 31/12/2018 |
|-----------------------------|----|------------|------------|
| COMMITMENTS RECEIVED | | | |
| Financing commitments | 26 | | |
| Guarantee commitments | 26 | | |
| Securities commitments | 26 | | |

Notes concerning Off-Balance Sheet Items (other information):

- Transactions on financial futures: note 25
- Assets given and received as collateral: note 26.1

INCOME STATEMENT AT 30 JUNE 2019

| (in thousands of euros) | Notes | 30/06/2019 | 31/12/2018 | 30/06/2018 |
|--|-------|----------------|----------------|---------------|
| Interest and similar income | 28-29 | 5,703 | 7,709 | 3,314 |
| Interest and similar expenses | 28 | -8,513 | -13,426 | -5,983 |
| Income from variable-income securities | 29 | 35,960 | 38,469 | 38,476 |
| Fees and commissions (income) | 30 | 40,106 | 110,090 | 45,856 |
| Fees and commissions (expenses) | 30 | -12,037 | -23,128 | -11,933 |
| Gains (losses) on trading book | 31 | 53,074 | 31,719 | 13,244 |
| Gains (losses) on short-term investment portfolios and similar | 32 | 456 | -182 | -11 |
| Other banking income | 33 | | | |
| Other banking operating expenses | 33 | | -599 | -599 |
| Net banking income | | 114,749 | 150,651 | 82,363 |
| General operating expenses | 34 | -4,926 | -9,922 | -4,698 |
| Allocations to depreciation and amortisation of property, plant and equipment, and intangible assets | | | | |
| Gross operating income | | 109,822 | 140,729 | 77,665 |
| Cost of risk | 35 | 10,037 | -17,988 | -3,437 |
| Operating income | | 119,860 | 122,742 | 74,228 |
| Net income on fixed assets | 36 | | | |
| Earnings before taxes and extraordinary items | | 119,860 | 122,742 | 74,228 |
| Net extraordinary items | | | | |
| Corporate income tax | 37 | -25,591 | -36,254 | -14,454 |
| Net allocation to FGBR and regulated provisions | | | | |
| Net income | | 94,269 | 86,488 | 59,774 |

CASH FLOW STATEMENT AT 30 JUNE 2019

| (in thousands of euros) | 31/06/2019 | 31/12/2018 | 30/06/2018 |
|--|-----------------|-----------------|----------------|
| Profit (loss) before taxes | 119,860 | 122,742 | 74,228 |
| Net depreciation and provisions for property, plant and equipment | | | |
| Impairment of goodwill | | | |
| Net allocation to impairments | -9,054 | 13,157 | 3,475 |
| Share of earnings of equity-method companies | | | |
| Net loss/gain of investment activities | | | |
| Income/expenses of financing activities | 2,407 | 4,814 | 2,407 |
| Other movements | 9,130 | 3,420 | 7,704 |
| Total non-monetary items included in the profit (loss) before tax and other adjustments | 2,483 | 21,391 | 13,586 |
| Flows related to transactions with credit institutions | 59,978 | 119,963 | 49,927 |
| Flows relating to transactions with customers | | | |
| Flows relating to other transactions affecting financial assets or liabilities | -454,452 | -12,907 | -2,637 |
| Flows relating to transactions affecting non-financial assets or liabilities | 1,071,808 | -754,129 | -92,237 |
| Dividends received from equity-method companies | | | |
| Taxes paid | -16,954 | -27,172 | -8,255 |
| Net decrease/(increase) in assets and liabilities from operating activities | 660,380 | -674,245 | -53,201 |
| TOTAL NET CASH FLOWS FROM OPERATING ACTIVITIES (A) | 782,722 | -530,112 | 34,613 |
| Flows relating to investments | -318 | -1,083 | -2,598 |
| Flows relating to property, plant and equipment and intangible fixed assets | | | |
| TOTAL NET CASH FLOWS FROM INVESTMENT OPERATIONS (B) | -318 | -1,083 | -2,598 |
| cash flows from or to shareholders | -82,148 | | |
| Other net cash flows from financing activities | | -4,814 | |
| TOTAL NET CASH FLOWS FROM FINANCING OPERATIONS (C) | -82,148 | -4,814 | |
| Effect of exchange rate changes and other changes on cash and cash equivalents (D) | | | |
| Net increase/(decrease) in cash and cash equivalents (A+B+C+D) | 700,255 | -536,009 | 32,015 |
| Cash and cash equivalents at beginning of period | -619,758 | -83,749 | -83,749 |
| Net cash accounts and accounts with central banks | | | |
| Net demand loans and deposits with credit institutions | -619,758 | -83,749 | -83,749 |
| Cash and cash equivalents at end of period | 80,498 | -619,758 | -51,734 |
| Net cash accounts and accounts with central banks | | | |
| Net demand loans and deposits with credit institutions | 80,498 | -619,758 | -51,734 |
| CHANGE IN NET CASH AND CASH EQUIVALENTS | 700,255 | -536,009 | 32,015 |

NOTE 1 LEGAL AND FINANCIAL FRAMEWORK AND SIGNIFICANT EVENTS

1.1 Legal and financial framework

Amundi Finance's share capital totalled €40,320,157 at 30 June 2019. It is divided into 2,644,829 shares, each with a par value of €15.24.

Since 19 February 2002, Amundi Finance has held an approval issued by the CECEI (now the ACPR). Amundi Finance is authorised as a credit institution to provide capital and/or performance guarantees in the area of asset management, specifically for the clients of the Crédit Agricole group or UCITS managed thereby.

Ownership of the company:

- 76.12% by Amundi Asset Management,
- 23.87% by Amundi,
- with the remaining balance held by other group companies.

These notes are an integral part of Amundi Finance's interim financial statements for the period ended 30 June 2019. They are expressed in thousands of euros ("€K").

The balance sheet total before appropriation in these financial statements is €3,672,509 K.

Net banking income (NBI) in these financial statements is €114,749 K.

Net income for the financial year is €94,269 K (€94,268,765.35).

1.2 Significant events in the first half of 2019

During the first half of 2018, the subsidiaries dedicated to EMTN activity (Amundi Finance Emissions and LCL Emissions) continued their issuance programme with the Crédit Agricole and LCL networks,

1.3 Events subsequent to the interim situation at 30 June 2019

None.

NOTE 2 ACCOUNTING POLICIES AND PRINCIPLES

The presentation of the financial statements of Amundi Finance is consistent with the provisions of regulation ANC 2014-07 of 26 November 2014, which, starting with financial years opening on or after 1 January 2015, brings together all of the accounting standards on the basis of established law applicable to credit institutions.

2.1 Loans and receivables and signed commitments

Receivables due from credit institutions, entities of the Amundi Group and customers are governed by Articles 2211-1 to 2251-13 (Title 2 Accounting treatment of credit risk of Book II Special transactions) of ANC regulation 2014-03 of 26 November 2014.

They are broken down according to their initial duration or the nature of the credit facilities:

- Demand loans and term loans for credit institutions;
- Ordinary accounts and term deposits and advances for the internal transactions of the Amundi Group;
- Trade receivables, other loans and ordinary accounts for customers.

In accordance with the regulatory provisions, the customer section also contains transactions completed with financial customers.

Subordinated loans as well as repo transactions (represented by stocks or securities) are included under the various receivables headings according to the nature of the counterparty (interbank, Crédit Agricole, customers).

Receivables are stated on the balance sheet at their nominal value.

Pursuant to Article 2131-1 of ANC Regulation 2014-03 of 26 November 2014, commissions received and marginal transaction costs incurred are spread out over the effective lifespan of the loan and are therefore incorporated into the outstanding loan in question.

Accrued interest on receivables is recorded in the income statement.

Signed commitments recognised in the off-balance sheet section correspond to irrevocable cash loan commitments and guarantee commitments that have not resulted in movements of funds.

Application of ANC regulation 2014-03 of 26 November 2014 has led the entity to recognise receivables posing a risk of default in accordance with the rules defined in the following paragraphs.

The use of external and/or internal rating systems helps make it possible to assess the level of credit risk.

Loans and receivables and signed commitments are broken down into healthy debt and doubtful debt.

Healthy loans and receivables

As long as loans and receivables have not been classified as doubtful, they are considered healthy and remain under the original item.

Provisions for credit risk on healthy debt

Furthermore, Amundi Finance also recognises credit losses expected within the next 12 months (healthy receivables) and/or over the lifespan of the financial instrument when the credit quality of the receivable has deteriorated significantly (degraded receivables) as early as the initial recognition of the financial instruments, without having to wait for the debt to become doubtful.

Allocations and reversals of provisions for credit risk on healthy debt are recognised in risk cost.

These provisions are determined as part of a special monitoring process and are based on estimates that reflect changes in the credit risk level at the initial recognition date and the closing date.

Doubtful loans and receivables

These are receivables of all kinds, even when backed by guarantees, with a demonstrated credit risk corresponding to one of the following situations:

- There are one or more unpaid instalments within the past year, at least,
- The counterparty's situation suggests the existence of a demonstrated risk, independent of the existence of any arrears,
- There are disputes between the establishment and its counterparty.

Among doubtful debts, Amundi Finance distinguishes between comprised doubtful debts and uncompromised doubtful debts.

Uncompromised doubtful loans and receivables:

Uncompromised doubtful loans and receivables are doubtful loans and receivables that do not meet the definition of compromised doubtful loans and receivables.

Compromised doubtful loans and receivables:

These are doubtful loans and receivables whose probability of recovery is significantly degraded and for which a future write-off is considered.

For doubtful loans and receivables, interest continues to be recognised as long as the receivable is considered an uncompromised doubtful debt. It stops when the debt becomes compromised.

The classification of doubtful debts may be abandoned when the demonstrated credit risk has definitively disappeared and regular payments have resumed for amounts corresponding to the original contractual instalments. In this case, the outstanding is again listed as a healthy outstanding.

Impairment for credit risk on doubtful debt

When a debt is considered doubtful, Amundi Finance takes into account the probable loss by an impairment deducted from the assets of the balance sheet. These write-downs correspond to the difference between the book value of the receivable and the estimated future cash flows, discounted at the contractual rate, taking into account the financial situation of the counterparty, its economic outlook, as well as any guarantees, less their realisation costs.

Probable losses associated with off-balance sheet commitments are taken into account through provisions recognised in the liabilities section of the balance sheet.

Accounting treatment of impairment

Impairment allocations and reversals for risk of non-recovery on doubtful loans and receivables are recognised in cost of risk.

In accordance with Article 2231-3 of ANC regulation 2014-07, the Group has decided to recognise the increase in book value related to the reversal of the impairment as a result of the passage of time in risk cost.

Write-off

The assessment of the period until write-off is based on the judgement of experts. Amundi Finance makes this decision with its Risk Division based on its knowledge of its activity.

Receivables that have become non-recoverable are recognised as losses, and the corresponding impairment is reversed.

2.2 Securities portfolio

The rules for accounting for securities transactions are defined by articles 2311-1 to 2391-1 (Title 3 Booking transactions in securities of Book II Special transactions) and articles 2211-1 to 2251-13 (Title 2 Accounting treatment of the credit risk of Book II Special transactions) of ANC Regulation 2014-07 of 26 November 2014 for the determination of credit risk and the impairment of fixed-income securities.

Securities are presented in the financial statements depending on their nature: Treasury bills and similar securities, bonds, and other fixed-income securities (negotiable debt securities and securities of the interbank market), equities, and other variable-income securities.

They are classified in the portfolios provided for by the regulations (transaction, placement, investment, portfolio activity, other long-term securities, participation) depending on the initial intention for holding securities identified in the accounting information system as from their acquisition.

Trading securities

These are securities that were acquired at the outset with the intention of selling them or sold with the intention of buying them back in the short term.

Securities acquired or sold as part of specialised management of a trading book including forward financial instruments, securities or other financial instruments that are managed together are also considered to be trading securities.

Trading securities are recorded on the balance sheet at their acquisition price, excluding transaction fees.

They are valued on the basis of their market value on the reporting date.

The resulting net income, along with net income on the sale of securities, is recognised on the income statement under “gains (losses) on trading securities transactions”.

Short-term investment securities

These are securities that are not classified as trading securities, investment securities, other long-term securities, equity securities, or investments in related companies.

Bonds and other fixed-income securities

These securities are recorded at purchase price, including the coupon accrued at purchase. The difference between the purchase price and the redemption value is staggered on an actuarial basis over the remaining life of the security.

Revenues are recognised on the income statement under “Interest and similar income on bonds and other fixed-income securities”.

Equities and other variable-income securities

Equities are recorded on the balance sheet at their purchase price, including acquisition expenses. Income from dividends associated with equities are recognised in the “Income from variable-income securities” section of the income statement.

Income from SICAVs and mutual funds are recognised at the time of collection in the same section.

At year-end, short-term investment securities are valued at the lower of their purchase price and their market value. Accordingly, when the inventory value of a line is lower than the book value, the unrealised loss is written down as an impairment loss, without set-off with capital gains earned on other categories of securities. Hedging gains under Article 2514-1 of ANC regulation 2014-7 of 26 November 2014 in the form of purchases or sales of forward financial instruments are taken into account when calculating impairments. Potential capital gains are not recorded.

Sales of securities are considered to relate to securities of the same nature subscribed on the earliest date.

Impairment allocations and reversals as well as gains or losses from disposal of short-term investment securities are recognised in “balance of short-term investment portfolios and similar transactions” of the income statement.

Shares in affiliated companies, participating interests and other long-term securities holdings

- Shares in affiliated companies are shares held in companies exclusively controlled, consolidated or likely to be fully consolidated in a single consolidatable unit.
- Participating interests are investments (other than investments in a related company), of which the long-term ownership is judged beneficial to the reporting entity, in particular because it allows it to exercise influence or control over the issuer.

- Other long-term securities holdings are investments made with the intention of promoting long-term business relations by creating a special relationship with the issuer, but with no influence on the issuer's management due to the small percentage of voting rights held.

These securities are recognised at purchase price, including transaction fees.

At the reporting date, the value of these securities is measured individually, based on value in use, and they are recorded on the balance sheet at the lower historical cost or value in use.

Value in use may be estimated on the basis of various factors such as the issuer's profitability and prospective profitability, its equity, the economic environment, the average share price in the preceding months or the economic value of the security.

When value in use is lower than historical cost, impairment losses are booked for these unrealised losses and are not offset against any unrealised gains.

Impairment allocations and reversals as well as gains or losses from disposal relating to these securities are recognised in "balance of short-term investment portfolios and similar transactions" of the income statement.

Market price

The market price at which, if applicable, the different categories of shares are valued, is determined as follows:

- securities traded in an active market are valued at their most recent price,
- if the market on which the security is traded is not or is no longer considered to be active, or if the share is not listed, Amundi Finance determines the probable trading value of the security in question by using valuation techniques. Firstly, these techniques refer to recent transactions carried out in normal competitive conditions. If applicable, Amundi Finance uses standard valuation techniques used by market players to value these securities when it has been determined that these techniques produce reliable estimations of prices achieved in transactions on the real market.

Reclassification of securities

In accordance with Articles 2381-1 to 2381-5 (Title 3 Booking transactions in securities of Book II Special transactions) of ANC regulation 2014-07 of 26 November 2014, the following securities may be reclassified:

- reclassification of trading portfolios as investment portfolios or short-term investment portfolios in case of exceptional market situations or for fixed-income securities, when they can no longer be traded on an active market and if the establishment intends and is able to hold them for the foreseeable future or until maturity.
- reclassification of short-term investment portfolios into investment portfolios in case of exceptional market situations or for fixed-income securities, when they can no longer be traded on an active market.

In 2019, AMUNDI FINANCE did not reclassify any security under ANC regulation 2014-07 of 26 November 2014.

2.3 Fixed assets

Amundi Finance applies ANC Regulation 2014-03 of 5 June 2014 relating to the depreciation, amortisation, and impairment of assets.

As a result, Amundi Finance applies component accounting for all of its property, plant and equipment. In accordance with the provisions of this regulation, the depreciable amount takes account of the potential residual value of property, plant and equipment.

ANC regulation no. 2015-06 modifies the recognition in the balance sheet of technical losses on merger as well as their reporting in the financial statements. The loss should no longer be globally and systematically recognised under "Goodwill"; it should be recognised in the balance sheet according to the asset items to which it is allocated, in "other tangible assets, intangible assets, financial assets, etc.". The loss is amortised, written down or removed from the balance sheet in the same manner as the underlying asset.

When Amundi Asset Management contributed to its guarantee activity in 2004, Amundi Finance booked business capital valued at €227,424 K. This business capital was not subject to depreciation.

The acquisition cost of fixed assets includes the purchase price plus any incidental expenses, namely expenses directly or indirectly incurred in connection with bringing the asset into service or “into inventory”.

Buildings and equipment are measured at cost less accumulated depreciation and impairment losses since the time they were placed in service.

Software acquired is measured at cost less depreciation and impairment losses since the date of purchase.

Proprietary software is measured at cost less accumulated depreciation and impairment losses since completion.

With the exception of software, patents, and licenses, intangible assets are not amortised.

If applicable, they can be impaired.

Fixed assets are depreciated over their estimated useful lives.

The following components and depreciation periods were applied by Amundi Finance following the application of the component method of fixed asset accounting. It should be remembered that these depreciation periods should be adapted to the nature of the construction and its location:

| Component | Period of depreciation |
|--------------------------------------|------------------------|
| Technical installations and fixtures | 5 years |
| IT equipment | 3 years |

2.4 Liabilities due to credit institutions and customers

Liabilities due to credit institutions and customers are presented in the financial statements according to their initial durations or their nature:

- Demand or term liabilities for institutions,
- Other liabilities for customers (including, in particular, financial customers).

Accrued interest on these liabilities is recognised under accrued interest and taken to the income statement.

2.5 Debt securities

Debt securities are presented according to the type of vehicle: savings certificates, interbank market instruments, negotiable debt securities and bonds, excluding subordinated securities included in liabilities under “Subordinated debt”.

Accrued interest not yet due is recognised under accrued interest and posted to the income statement.

Share premiums and redemption premiums of bond issues are amortised over the lifespan of the bonds in question, and the corresponding expense is recognised in the section “Interest and similar expenses on bonds and other fixed-income securities”.

2.6 Provisions

Amundi Finance applies ANC Regulation 2014-03 of 5 June 2014 for the recognition and measurement of provisions.

In particular, these provisions include provisions relating to financing commitments, retirement and early retirement liabilities, litigation and various risks.

All of these risks are assessed on a quarterly basis.

2.7 Derivatives transactions

Hedging and market transactions on forward interest rate, exchange or equities instruments are recognised in accordance with the provisions of Title 5 Forward Financial Instruments of Book II of Special transactions of ANC Regulation 2014-07 of 26 November 2014.

Off-balance sheet commitments related to these transactions show the notional capital amount of contracts that have not been settled by the reporting date. For options, commitments reflect the nominal capital amount of the underlying instrument.

At 30 June 2019, forward financial commitments totalled €67,322,056 K.

Instruments traded on an organised or similar market, or over the counter or included in a trading portfolio, are assessed with respect to their market value at the reporting date.

All (realised or unrealised) gains and losses were recorded on the income statement under “Net gains (losses) on trading book” for a net amount representing income of €53,074,037.81, including €44,337,380.59 in allowances for funding risks related to the launch of new funds and EMTN.

The profit (losses) associated with these transactions are recognised according to the nature of the instrument and the strategy followed:

Trading

Trading includes:

- Isolated open positions (Category “A”, Article 2522-1 of ANC Regulation 2014-07);
- specialised management of a trading portfolio (Category “D”, Article 2522 of ANC Regulation 2014-07);
- instruments that are traded on an organised market, similar, OTC or included in a trading portfolio – within the meaning of ANC Regulation 2014-07.

These are evaluated by reference to their market value on the closing date.

If the instruments are measured at market value, this value is determined:

using available prices, if there is an active market;

using internal valuation methods and models, if there is no active market.

For instruments:

- in isolated open position traded on organised markets or similar markets, all gains and losses (whether realised or unrealised) are recognised;
- in isolated open position traded on over-the-counter markets, only unrealised losses are recognised by funding a provision. Realised capital gains and losses are recognised in the income statement at the time of settlement;
- when part of a trading portfolio, all gains and losses (whether realised or unrealised) are recognised

Hedging transactions

Gains or losses on affected hedging transactions (Category “B”, Article 2522-1 of ANC Regulation 2014-07) are reported as income alongside the booking of income and expenses for the hedged item and in the same accounting item.

Counterparty risk on derivatives

Pursuant to ANC Regulation 2014-07 of 26 November 2014, Amundi Finance includes the counterparty risk assessment on asset derivatives (Credit Valuation Adjustment or CVA) in the market value of derivatives. As such, only derivatives booked in isolated open positions or in trading portfolios (derivatives classified according to categories "A" and "D" of Article 2522-1 of the aforementioned regulation) are calculated on a CVA basis.

The CVA determines the losses expected on the counterparty from Amundi Finance's viewpoint.

The calculation of CVA relies on estimating the expected losses based on the probability of default and the loss given default.

The methodology used maximises the use of observable entry data.

It is based on:

- Firstly, market parameters, such as CDS Single Name or CDS proxy.
- In the absence of CDS Single Name on the counterparty, an approximation based on a basket of CDS Single Name counterparties with the same rating, operating in the same sector and located in the same region.

Complex transactions

A complex transaction is defined as a synthetic combination of instruments (of identical or different types, natures and valuation methods) recognised in a single lot or as a transaction that does not fall under an explicit accounting regulation and involves a choice of principle on the part of the establishment.

The income and expenses relating to instruments traded as part of complex transactions, including structured bond issues, are recognised on the income statement symmetrically with the accounting of the income and expenses on the hedged item. Thus, changes in the value of hedging instruments are not recognised on the balance sheet.

2.8 Transactions in foreign currencies

Assets and liabilities in foreign currencies are converted at the end-of-period exchange rate. Gains and losses resulting from these conversions, as well as realised exchange rate differences on the transactions of the period, are recognised in the income statement.

Monetary receivables and payables, as well as forward currency contracts recognised in the off-balance sheet commitments section and denominated in foreign currencies, are converted at the market price in force as at the closing date or at the market price noted at the nearest available date.

For the application of Title 7, Booking transactions in foreign currencies, Book II special transactions of ANC Regulation 2014-07 of 26 November 2014, Amundi Finance has rolled out a multi-currency accounting system so that it can track its currency position and measure its exposure to this risk.

2.9 Off-balance sheet commitments

Off-balance sheet items track, in particular, the unused portion of financing commitments and guarantee commitments given and received.

As applicable, provisions are allocated for commitments given when there is a probability of a loss for Amundi Finance.

Guarantee commitments given

Within the scope of its activity, Amundi Finance provides its guarantee as part of issuing capital guarantees or performance guarantees for Amundi customers (based on the calculation methods listed below).

At 30 June 2019, these guarantees given as well as guarantees granted directly totalled €23,193,788 K.

Off-balance sheet commitments for publication do not include commitments on forward financial instruments or foreign exchange transactions.

These items are however detailed in notes 26 and 26.1.

2.10 Employee profit-sharing and incentive plans

Some group companies have formed an Economic and Social Unit (UES) (Amundi, Amundi AM, Amundi ITS, Amundi Finance, Amundi Tenue de Comptes, Amundi Immobilier, Amundi Intermédiation, Amundi Private Equity Funds, Etoile Gestion, BFT IM, Société Générale Gestion, CPR AM, and Amundi Transition Energétique). Agreements on employee profit sharing and incentive plans have been signed within this framework.

Profit sharing and incentive plans are recognised under personnel expenses.

Employees assigned ("seconded") by Crédit Agricole S.A. operate under agreements signed as part of that entity's UES. The estimated accrued expense for profit sharing and incentive plans allocated within this framework has been recognised in the financial statements.

2.11 Post-employment benefits - retirement plans - defined-contribution plans

Retirement plans - defined contribution plans

Employers contribute to a variety of compulsory pension schemes. Plan assets are managed by independent organisations and the contributing companies have no legal or implied obligation to pay additional contributions if the funds do not have sufficient assets to cover all benefits corresponding to services rendered by employees during the year and during prior years.

Consequently, Amundi Finance has no liabilities in this respect, other than contributions to be paid for the most recent financial year.

The amount contributed for these pension schemes is recorded in "Employee expenses".

Retirement, early retirement and end-of-career allowance commitments – defined-benefit plans

Starting 1 January 2013, Amundi Finance has applied Recommendation 2013-02 of the French Accounting Standards Authority of 7 November 2013 relating to the rules for booking and assessing pension obligations and similar benefits, recommendation repealed and included in Section 4, Chapter II, Book III of ANC Regulation 2014-03 of 5 June 2014.

In accordance with this regulation, Amundi Finance sets aside provisions to cover its retirement and similar benefit obligations falling within the category of defined-benefit plans.

At 30 June 2019, these commitments were valued at €206 K, while provisions amounted to €65 K.

The sensitivity rates (at 31 December 2018) demonstrate that:

- a 50 basis point increase in discount rates would reduce the commitment by 8.18 %.
- a 50 basis point decrease in discount rates would increase the commitment by 9.07%.

Within Amundi Group, Amundi Finance has entered into an insurance contract with PREDICA to cover end-of-career allowances (IFC) and has signed mandates with UES subsidiaries (including Amundi Finance). This outsourcing of end-of-career allowances is reflected by transferring some of the existing liability provision from the books to the PREDICA contract.

The non-outsourced balance is still recognised as a liability provision.

2.12 Extraordinary expenses and income

They represent expense and income item arising on an extraordinary basis that relate to transactions that are not a part of Amundi Finance's day-to-day activities.

2.13 Corporate income tax

In general, only the current tax liability is recognised in the individual financial statements.

The tax charge appearing in the income statement is the corporation tax due for the reporting period. It includes the consequences of the company's contribution of 3.3 % of profits.

When tax credits on income from securities portfolios and amounts receivable are effectively used to pay income tax due for the year, they are recognised under the same heading as the income with which they are associated. The corresponding tax charge continues to be recognised under "Corporate income tax" in the income statement.

Amundi Finance has signed a tax consolidation agreement with Amundi. Under this agreement, each company that is part of the tax consolidation mechanism recognises in its financial statements the tax that it would have had to pay in the absence of the mechanism.

NOTE 3 LOANS AND RECEIVABLES DUE FROM CREDIT INSTITUTIONS - ANALYSIS BY REMAINING MATURITY

| (in thousands of euros) | 30/06/2019 | | | | | | 31/12/2018 |
|---|----------------|----------------------|---------------------|-------------|--------------------|---------------------|--------------|
| | <3 months | >3 months <1 year | >1 year <5 years | >5 years | Total principal | Accrued interest | Total |
| Credit institutions | | | | | | | |
| Accounts and loans: | | | | | | | |
| · demand | 570,984 | | | | 570,984 | | 822 |
| · term | | | 1,000 | | 1,000 | 117 | 1,093 |
| Securities received under repurchase agreements | | | | | | | |
| Securities bought under repurchase agreements | | | | | | | |
| Subordinated loans | | | | | | | |
| Total | 570,984 | | 1,000 | | 571,984 | 117 | 1,915 |
| Impairment | | | | | | | |
| NET CARRYING AMOUNT | 570,984 | | 1,000 | | 571,984 | 117 | 1,915 |
| Ordinary accounts | | | | | | | |
| Term deposits and advances | | | | | | | |
| Total | | | | | | | |
| Impairment | | | | | | | |
| NET CARRYING AMOUNT | | | | | | | |
| TOTAL | 570,984 | | 1,000 | | 571,984 | 117 | 1,915 |

NOTE 4 CUSTOMER TRANSACTIONS

None

NOTE 5 TRADING, SHORT-TERM INVESTMENT, LONG-TERM INVESTMENT AND MEDIUM-TERM PORTFOLIO SECURITIES

| In thousands of euros | 30/06/2019 | | | | | 31/12/2018 |
|---|----------------|----------------|----------------------|------------|------------------|----------------|
| | Transaction | Investment | Portfolio securities | investment | Total | Total |
| Treasury bills and similar securities: | | 356,063 | | | 356,063 | 291,336 |
| · o/w residual net premium | | 20,063 | | | 20,063 | 15,336 |
| · o/w residual net discount | | | | | | |
| Accrued interest | | 1,737 | | | 1,737 | 1,314 |
| Impairment | | | | | | |
| Net carrying amount | | 357,800 | | | 357,800 | 292,649 |
| Bonds and other fixed income securities: | 898,505 | 11,000 | | | 909,505 | 534,370 |
| Issued by public bodies | 506,633 | | | | 506,633 | |
| Other issuers | 391,871 | 11,000 | | | 402,871 | 534,370 |
| · o/w residual net premium | | | | | | |
| · o/w residual net discount | | | | | | |
| Accrued interest | | 10 | | | 10 | 10 |
| Impairment | | -59 | | | -59 | -191 |
| Net carrying amount | 898,505 | 10,952 | | | 909,457 | 534,190 |
| Equities and other variable-income securities | | | | | | 331 |
| Accrued interest | | | | | | |
| Impairment | | | | | | -25 |
| Net carrying amount | | | | | | 306 |
| Total | 898,505 | 368,752 | | | 1,267,257 | 827,145 |
| Estimated values | 898,505 | 368,752 | | | 1,267,257 | 827,145 |

**NOTE 5.1 TRADING, SHORT-TERM INVESTMENT, LONG-TERM INVESTMENT AND PORTFOLIO SECURITIES
(including treasury bills): BREAKDOWN BY MAJOR CATEGORY OF COUNTERPARTY**

| | Net outstandings 30/06/2019 | Net outstandings 31/12/2018 |
|---|-----------------------------|-----------------------------|
| In thousands of euros | | |
| Governments and central banks (including central governments) | 506,633 | |
| Credit institutions | 63,307 | 12,980 |
| Financial companies | 339,565 | 521,721 |
| Local authorities | | |
| Corporates, insurers and other clients | | |
| Other and non-allocated | | |
| Total principal | 909,505 | 534,701 |
| Accrued interest | 10 | 10 |
| Impairment | -59 | -215 |
| Net carrying amount | 909,457 | 534,496 |

5.2 BREAKDOWN OF LISTED AND UNLISTED SECURITIES BETWEEN FIXED AND VARIABLE INCOME SECURITIES

| (in thousands of euros) | 30/06/2019 | | | | 31/12/2018 | | | |
|----------------------------|---|---------------------------------------|---|------------------|---|---------------------------------------|---|----------------|
| | Bonds and other fixed-income securities | Treasury bills and similar securities | Equities and other variable-income securities | Total | Bonds and other fixed-income securities | Treasury bills and similar securities | Equities and other variable-income securities | Total |
| Listed securities | 870,438 | 356,063 | | 1,226,501 | 521,396 | 291,336 | | 812,732 |
| Unlisted securities | 39,067 | | | 39,067 | 12,974 | | 331 | 13,304 |
| Accrued interest | 10 | 1,737 | | 1,747 | 10 | 1,314 | | 1,324 |
| Impairment | -59 | | | -59 | -191 | | -25 | -215 |
| Net carrying amount | 909,457 | 357,800 | | 1,267,257 | 534,190 | 292,649 | 306 | 827,145 |

The breakdown of all UCITS by type at 30 June 2019 is as follows: none

NOTE 5.3 TREASURY BILLS, BONDS AND OTHER FIXED INCOME SECURITIES: ANALYSIS BY REMAINING MATURITY

| In thousands of euros | 30/06/2019 | | | | | | | 31/12/2018 |
|---|------------|-------------------|------------------|----------------|-----------------|------------------|----------------|----------------|
| | <3 months | >3 months <1 year | >1 year <5 years | >5 years | Total principal | Accrued interest | Total | Total |
| Bonds and other fixed-income securities | | | | | | | | |
| Gross value | | 1,856 | 21,669 | 885,862 | 909,505 | 10 | 909,515 | 534,380 |
| Impairment | | | | -59 | -59 | | -59 | -191 |
| Net carrying amount | | 1,856 | 21,669 | 885,921 | 909,446 | 10 | 909,457 | 534,190 |
| Treasury bills and similar securities | | | | | | | | |
| Gross value | | | 357,004 | -941 | 356,063 | 1,737 | 357,800 | 292,649 |
| Impairment | | | | | | | | |
| Net carrying amount | | | 357,004 | -941 | 356,063 | 1,737 | 357,800 | 292,649 |

NOTE 5.4 TREASURY BILLS, BONDS AND OTHER FIXED INCOME SECURITIES: ANALYSIS BY REGION

| In thousands of euros | Net outstandings | Net outstandings |
|---|------------------|------------------|
| | 30/06/2019 | 31/12/2018 |
| France (including overseas departments and territories) | 758,169 | 823,732 |
| Other EU countries | 507,399 | 1,974 |
| Other European countries | | |
| North America | | |
| Central and South America | | |
| Africa and the Middle East | | |
| Asia and Oceania (excluding Japan) | | |
| Japan | | |
| Total principal | 1,265,568 | 825,706 |
| Accrued interest | 1,747 | 1,324 |
| Impairment | -59 | -191 |
| NET CARRYING AMOUNT | 1,267,257 | 826,839 |

NOTE 6 EQUITY INVESTMENTS AND SUBSIDIARIES

(in thousands of euros)

| Financial information | | | | | Book value of securities owned | | Outstanding loans and advances granted by the company | Guarantees and other commitments given by the company | Revenue excl. tax for the year ended | Net income (profit or loss for the year ended) | Dividends received by the company during the financial year |
|--|----------|---------|---------------------------------|-----------------------------|--------------------------------|-----------|---|---|--------------------------------------|--|---|
| Company | Currency | Capital | Equity other than share capital | Percentage of capital owned | Gross value | Net value | | | | | |
| Equity investments with a book value higher than 1% of the company's share capital | | | | | | | | | | | |
| 1) Shares in affiliated companies held in credit institutions (more than 50% of share capital) | | | | | | | | | | | |
| 2) Shares in affiliated companies held in credit institutions (10% to 50% of share capital) | | | | | | | | | | | |
| 3) Other shares in affiliated companies (more than 50% of share capital) | | | | | | | | | | | |
| AMUNDI TENUE DE COMPTES | EUR | 24,000 | 2,208 | 100.00% | 34,167 | 34,167 | | | 45,045 | 7,176 | 6,816 |
| AMUNDI INTERMEDIATION | EUR | 14,604 | 42,937 | 38.53% | 5,628 | 5,628 | | | 161,899 | 80,498 | 29,463 |
| 4) Other equity investments (10% to 50% of share capital) | | | | | | | | | | | |
| Equity investments with a book value lower than 1% of Amundi Finance's share capital | | | | | | | | | | | |
| | EUR | | | | 13,149 | 9,905 | | | | | |
| TOTAL SUBSIDIARIES AND EQUITY INVESTMENTS | | | | | 52,944 | 49,700 | | | | | |

NOTE 6.1 ESTIMATED VALUE OF EQUITY INVESTMENTS

| | 30/06/2019 | | 31/12/2018 | |
|--|-----------------|-----------------|-----------------|-----------------|
| | Carrying amount | Estimated value | Carrying amount | Estimated value |
| <i>(in thousands of euros)</i> | | | | |
| Shares in affiliated companies | | | | |
| - Unlisted securities | 52,944 | 49,700 | 52,944 | 49,382 |
| - Listed securities | | | | |
| - Advances available for consolidation | | | | |
| - Accrued interest | | | | |
| - Impairment | -3,244 | | -3,562 | |
| Net carrying amount | 49,700 | 49,700 | 49,382 | 49,382 |
| Equity investments and other long-term securities | | | | |
| Equity investments | | | | |
| - Unlisted securities | | | | |
| - Listed securities | | | | |
| - Advances available for consolidation | | | | |
| - Accrued interest | | | | |
| - Impairment | | | | |
| Sub-total of equity investments | | | | |
| Other long-term securities holdings | | | | |
| - Unlisted securities | | | | |
| - Listed securities | | | | |
| - Advances available for consolidation | | | | |
| - Accrued interest | | | | |
| - Impairment | | | | |
| Sub-total of other long-term securities holdings | | | | |
| Net carrying amount | | | | |
| Total equity investments | 49,700 | 49,700 | 49,382 | 49,382 |

| | 30/06/2019 | | 31/12/2018 | |
|--------------------------------|-----------------|-----------------|-----------------|-----------------|
| | Carrying amount | Estimated value | Carrying amount | Estimated value |
| <i>(in thousands of euros)</i> | | | | |
| TOTAL GROSS VALUES | | | | |
| Unlisted securities | 49,700 | 49,700 | 49,382 | 49,382 |
| Listed securities | | | | |
| TOTAL | 49,700 | 49,700 | 49,382 | 49,382 |

NOTE 7 CHANGE IN FIXED ASSETS

NOTE 7.1 Financial assets

| (in thousands of euros) | 01/01/2019 | Increases (Acquisitions) | Decreases (disposals, maturity) | Other movements | 30/06/2019 |
|--|---------------|-----------------------------|---------------------------------------|--------------------|---------------|
| Shares in affiliated companies | | | | | |
| Gross values | 52,944 | | | | 52,944 |
| Advances available for consolidation | | | | | |
| Accrued interest | | | | | |
| Impairment | -3,562 | | -318 | | -3,244 |
| NET CARRYING AMOUNT | 49,382 | | -318 | | 49,700 |
| Equity investments | | | | | |
| Gross values | | | | | |
| Advances available for consolidation | | | | | |
| Accrued interest | | | | | |
| Impairment | | | | | |
| Other long-term securities holdings | | | | | |
| Gross values | | | | | |
| Advances available for consolidation | | | | | |
| Accrued interest | | | | | |
| Impairment | | | | | |
| NET CARRYING AMOUNT | | | | | |
| TOTAL | 49,382 | | -318 | | 49,700 |

NOTE 7.2 Property, plant and equipment, and intangible assets

| (in thousands of euros) | 01/01/2019 | Increases (Acquisitions) | Decreases (disposals, maturity) | Other movements | 30/06/2019 |
|--------------------------------------|----------------|-----------------------------|---------------------------------------|--------------------|----------------|
| Property, plant and equipment | | | | | |
| Gross values | | | | | |
| Amortisation and impairment | | | | | |
| NET CARRYING AMOUNT | | | | | |
| Intangible assets | | | | | |
| Gross values | 227,424 | | | | 227,424 |
| Amortisation and impairment | | | | | |
| NET CARRYING AMOUNT | 227,424 | | | | 227,424 |
| TOTAL | 227,424 | | | | 227,424 |

NOTE 8 TREASURY SHARES

None

NOTE 9 ACCRUALS, PREPAYMENTS AND SUNDRY ASSETS

| (in thousands of euros) | 30/06/2019 | 31/12/2018 |
|--|------------------|------------------|
| Other assets (1) | | |
| Options purchased | 960,405 | 878,070 |
| Inventory accounts and other resources used | | |
| Sundry debtors (2) | 545,648 | 1,108,149 |
| Collective management of LDD securities | | |
| Settlement accounts | | |
| Net carrying amount | 1,506,053 | 1,986,219 |
| Accruals | | |
| Collection and transfer accounts | | |
| Adjustment accounts and variance accounts | | |
| Unrealised losses and deferred losses on financial instruments | | |
| Accrued income on commitments on financial futures | | |
| Other accrued income | 49,075 | 56,466 |
| Prepaid expenses | 773 | 1 |
| Deferred expenses | 127 | 146 |
| Other accruals | | 180,450 |
| Net carrying amount | 49,975 | 237,063 |
| Total | 1,556,027 | 2,223,281 |

(1) Amounts including accrued interest.

(2) including €813 K contributed to the Resolution Fund and paid in the form of a security deposit. This security deposit can be used unconditionally and at any time by the Resolution Fund to finance an operation.

The OTHER ASSETS are primarily comprised of security deposits paid in connection with the collateral activity (€490,613 K), corporation tax instalments (€17,403 K), trade receivables (€170 K), options purchased (for €960,405 K) and other receivables (€2,082 K).

Other income to be received concerns the guarantee activity.

NOTE 10 IMPAIRMENT LOSSES DEDUCTED FROM ASSETS

| (in thousands of euros) | Balance at 31/12/2018 | Allocations | Reversals and uses | Accretion | Other movements | Balance at 30/06/2019 |
|---------------------------------------|--------------------------|-------------|-----------------------|-----------|--------------------|--------------------------|
| On interbank and similar transactions | | | | | | |
| On customer receivables | | | | | | |
| On securities transactions | 3,778 | | -475 | | | 3,303 |
| On fixed assets | | | | | | |
| On other assets | | | | | | |
| Total | 3,778 | | -475 | | | 3,303 |

NOTE 11 LOANS AND PAYABLES DUE TO CREDIT INSTITUTIONS – ANALYSIS BY REMAINING MATURITY

| (in thousands of euros) | 30/06/2019 | | | | | | 31/12/2018 |
|--|----------------|------------------------|-----------------------|--------------|--------------------|---------------------|----------------|
| | ≤ 3 months | > 3 months ≤ 1 year | > 1 year ≤ 5 years | > 5 years | Total principal | Accrued interest | Total |
| Credit institutions | | | | | | | |
| Accounts and borrowings: | | | | | | | |
| · demand | 490,487 | | | | 490,487 | 7 | 490,494 |
| · term | 70,000 | 266,000 | | | 336,000 | | 336,000 |
| Pledged securities | | | | | | | |
| Securities sold under repurchase agreements | | | | | | | |
| CARRYING AMOUNT | 560,487 | 266,000 | | | 826,487 | 7 | 826,494 |

NOTE 12 CUSTOMER DEPOSITS

None

NOTE 13 DEBT SECURITIES

Note 13.1 Debt securities – Analysis by remaining maturity

| (in thousands of euros) | 30/06/2019 | | | | | | | 31/12/2018 |
|-----------------------------|---------------|------------------------|-----------------------|---------------|--------------------|---------------------|---------------|---------------|
| | ≤ 3 months | > 3 months ≤ 1 year | > 1 year ≤ 5 years | > 5 years | Total principal | Accrued interest | Total | Total |
| Short-term borrowing note | | | | | | | | |
| Interbank market securities | | | | | | | | |
| Negotiable debt securities | | | 1,000 | 11,000 | 12,000 | 15 | 12,015 | 12,015 |
| Bonds | | | | | | | | |
| Other debt securities | | | | | | | | |
| CARRYING AMOUNT | | | 1,000 | 11,000 | 12,000 | 15 | 12,015 | 12,015 |

NOTE 14 ACCRUALS, DEFERRED INCOME AND SUNDRY LIABILITIES

| (in thousands of euros) | 30/06/2019 | 31/12/2018 |
|--|------------------|------------------|
| Other liabilities (1) | | |
| Counterparty transactions (trading securities) | | |
| Liabilities representing borrowed securities | | |
| Options sold | 886,093 | 1,071,288 |
| Settlement and trading accounts | | |
| Miscellaneous creditors | 1,017,395 | 504,179 |
| Payments on securities in process | | |
| Carrying amount | 1,903,489 | 1,575,466 |
| Accruals | | |
| - Collection and transfer accounts | | |
| - Adjustment accounts and variance accounts | | |
| - Unrealised gains and gains to be spread out on financial instruments | 20,190 | 15,481 |
| - Deferred income | 6,862 | 3,839 |
| - Accrued expenses on commitments on financial futures | 91,467 | 18,729 |
| - Other accrued expenses | 8,392 | 8,904 |
| - Other accruals | | |
| Carrying amount | 126,912 | 46,954 |
| TOTAL | 1,995,831 | 1,622,420 |

(1) Amounts including accrued interest.

OTHER LIABILITIES primarily consist of security deposits received as part of the collateral business (€988,680 K), options sold (€886,093 K) and corporation tax charges (€24,434 K) with the remainder consisting of other liabilities.

NOTE 15 PROVISIONS

| In thousands of euros | Balance at 01/01/2019 | Allocations | Reversals used | Reversals not used | Other movements | Balance at 30/06/2019 |
|--|--------------------------|--------------|-------------------|-----------------------|--------------------|--------------------------|
| Provisions | | | | | | |
| For pensions and similar obligations | 64 | | | | | 64 |
| For other employee commitments | | | | | | |
| For financial commitment execution risks | 20,814 | 5,692 | | -15,729 | | 10,777 |
| For tax disputes | | | | | | |
| For other litigation | | | | | | |
| For country risk | | | | | | |
| For credit risk | | | | | | |
| For restructuring | | | | | | |
| For taxes | | | | | | |
| For equity investments | | | | | | |
| For operational risk | | | | | | |
| Other provisions | 6,677 | 1,240 | -258 | | | 7,660 |
| CARRYING AMOUNT | 27,555 | 6,932 | -258 | -15,729 | | 18,501 |

NOTE 16 HOME OWNERSHIP SAVINGS

None

NOTE 17 Liabilities to employees – Post-employment benefits, defined-benefit plans

Change in actuarial liability

(in thousands of euros)

Actuarial liability at 31/12/N-1

Cost of services rendered during the period

Effect of discounting

Employee contributions

Benefit plan changes, withdrawals, and settlement

Change in scope

Early retirement allowances

Benefits paid

Actuarial gains (losses)

Actuarial liability at 31/12/N

30/06/2019 31/12/2018

205 224

11

3

-40

7

205 205

Change in fair value of plan assets

(in thousands of euros)

Fair value of assets/right to reimbursement at 31/12/N-1

Expected return on assets

Actuarial gains (losses)

Employer contribution

Employee contribution

Benefit plan changes/withdrawals/settlement

Change in scope

Early retirement allowances

Benefits paid by the fund

Fair value of assets / right to reimbursement at 31/12/N

30/06/2019 31/12/2018

141 139

2

141 141

Breakdown of the net charge recognised in the income statement

(in thousands of euros)

Cost of services rendered during the period

Financial cost

Expected return on assets during the period

Amortisation of past service cost

Other gains or losses

Net charge recognised in the income statement

30/06/2019 31/12/2018

-29

3

-2

-28

Net position

(in thousands of euros)

Actuarial liability at 31/12/N

Impact of asset restriction

Fair value of assets at year-end

Net position (liabilities)/assets at 31/12/N

30/06/2019 31/12/2018

205 205

-141 -141

-64 -64

NOTE 18 FUND FOR GENERAL BANKING RISKS

None

NOTE 19 SUBORDINATED DEBT: ANALYSIS BY REMAINING MATURITY

| | 30/06/2019 | | | | | | | 31/12/2018 |
|---|------------|-------------------|------------------|----------------|-----------------|------------------|----------------|----------------|
| | <3 months | >3 months <1 year | >1 year <5 years | >5 years | Total principal | Accrued interest | Total | Total |
| (in thousands of euros) | | | | | | | | |
| Forward subordinated debt | | | | | | | | |
| Euro | | | | | | | | |
| Dollar | | | | | | | | |
| Shares and subordinated loans | | | | | | | | |
| Other forward subordinated loans | | | | | | | | |
| Perpetual subordinated debt (1) | | | | 100,000 | 100,000 | 2,447 | 102,447 | 100,040 |
| Frozen current accounts of local banks | | | | | | | | |
| Mutual security deposits | | | | | | | | |
| CARRYING AMOUNT | | | | 100,000 | 100,000 | 2,447 | 102,447 | 100,040 |

(1) remaining maturity of perpetual subordinated debt classified by default in > 5 years

Expenses related to subordinated debt total €2,407 K at 30 June 2019.

NOTE 20 STATEMENT OF CHANGES TO SHAREHOLDERS' EQUITY

| (in thousands of euros) | Capital | Premiums, reserves and retained earnings | Interim dividends | Regulated provisions and investment subsidies | Net income | Total shareholders' equity |
|---------------------------------------|---------------|--|-------------------|---|---------------|----------------------------|
| Balance at 31 December 2018 | 40,320 | 543,724 | | | 86,488 | 670,532 |
| Dividends paid for 2018 | | -82,148 | | | | -82,148 |
| Change in share capital | | | | | | |
| Change in share premiums and reserves | | | | | | |
| Appropriation of company income | | 86,488 | | | -86,488 | |
| Retained earnings | | | | | | |
| Profit for financial year 2019 | | | | | 94,269 | 94,269 |
| Other changes | | | | | | |
| Balance at 30 June 2019 | 40,320 | 548,063 | | | 94,269 | 682,652 |

NOTE 21 COMPOSITION OF EQUITY

| (in thousands of euros) | 30/06/2019 | 31/12/2018 |
|--|----------------|----------------|
| Shareholders' equity | 682,652 | 670,532 |
| Fund for general banking risks | | |
| Subordinated debt and participating securities | 102,447 | 100,040 |
| Mutual security deposits | | |
| TOTAL CAPITAL | 785,099 | 770,572 |

NOTE 22 TRANSACTIONS WITH AFFILIATED COMPANIES AND EQUITY INVESTMENTS

| (in thousands of euros) | Balance at 30 June 2019 Transactions with affiliated companies and equity investments | Balance at 31 December 2018 Transactions with affiliated companies and equity investments |
|---|--|---|
| Loans and receivables | 1,479,762 | 536,081 |
| Credit institutions and financial institutions | 570,305 | 1,891 |
| Customers | | |
| Bonds and other fixed-income securities | 909,457 | 534,190 |
| Debts | 928,940 | 996,624 |
| Credit institutions and financial institutions | 826,493 | 896,584 |
| Customers | | |
| Debt securities and subordinated debt | 102,447 | 100,040 |
| Commitments given | 10,122,540 | 9,456,113 |
| Financing commitments to credit institutions | | |
| Financing commitments to customers | | |
| Guarantees given to credit institutions | | |
| Guarantees given to customers | 10,122,540 | 9,456,113 |
| Securities acquired with purchase or buyback option | | |
| Other commitments given | | |

NOTE 23 TRANSACTIONS IN FOREIGN CURRENCIES

| | 30/06/2019 | | 31/12/2018 | |
|-------------------------|------------------|------------------|------------------|------------------|
| (in thousands of euros) | Assets | Liabilities | Assets | Liabilities |
| Euro | 3,637,384 | 3,672,507 | 2,245,820 | 2,245,837 |
| Other EU currencies | | | | |
| Swiss franc | | | | |
| Dollar | 97 | 2 | | |
| Yen | | | | |
| Other currencies | 27 | | 28 | |
| Total | 3,672,509 | 3,672,509 | 2,245,848 | 2,245,837 |

NOTE 24 FOREIGN EXCHANGE TRANSACTIONS AND FOREIGN CURRENCY LENDING AND BORROWING

None

NOTE 25 TRANSACTIONS ON FORWARD FINANCIAL INSTRUMENTS

| | 30/06/2019 | | | 31/12/2018 |
|--|----------------------|--------------------|-------------------|-------------------|
| (in thousands of euros) | Hedging transactions | Other transactions | Total | Total |
| Outright transactions | 336,000 | 47,296,897 | 47,632,897 | 44,763,901 |
| Transactions on organised markets (1) | | | | |
| Interest rate futures | | | | |
| Currency forwards | | | | |
| Equity and stock market index forwards | | | | |
| Other forwards | | | | |
| Over-the-counter transactions (1) | 336,000 | 47,296,897 | 47,632,897 | 44,763,901 |
| Interest rate swaps | 336,000 | 4,225,938 | 4,561,938 | 3,526,371 |
| Other interest rate forwards | | | | |
| Currency forwards | | | | |
| FRAs | | | | |
| Equity and stock market index forwards | | 43,070,959 | 43,070,959 | 41,237,530 |
| Other forwards | | | | |
| Conditional transactions | | 19,689,159 | 19,689,159 | 16,419,489 |
| Transactions on organised markets | | | | |
| Interest rate futures | | | | |
| * Bought | | | | |
| * Sold | | | | |
| Equity and stock market index forwards | | | | |
| * Bought | | | | |
| * Sold | | | | |
| Currency futures | | | | |
| * Bought | | | | |
| * Sold | | | | |
| Over-the-counter transactions | | 19,689,159 | 19,689,159 | 16,419,489 |
| Interest rate swaptions: | | | | |
| * Bought | | | | |
| * Sold | | | | |
| Other forward Interest rate instruments | | | | |
| * Bought | | | | |
| * Sold | | | | |
| Currency forwards: | | | | |
| * Bought | | | | |
| * Sold | | | | |
| Equities and stock market index forwards | | | | |
| * Bought | | 13,764,191 | 13,764,191 | 11,068,664 |
| * Sold | | 5,924,968 | 5,924,968 | 5,350,825 |
| Other forwards | | | | |
| * Bought | | | | |
| * Sold | | | | |
| Credit derivatives | | | | |
| Credit derivative contracts: | | | | |
| * Bought | | | | |
| * Sold | | | | |
| TOTAL | 336,000 | 66,986,056 | 67,322,056 | 61,183,390 |

(1): The amounts indicated for outright transactions must match the total of lending and borrowing positions (interest rate swaps and interest rate swap options), or the total of contracts purchased and sold (other contracts)

NOTE 25.1 TRANSACTIONS ON FORWARD FINANCIAL INSTRUMENTS NOTIONAL ASSETS BY REMAINING MATURITY

| (in thousands of euros) | Total 30/06/2019 | | | o/w over-the-counter | | | o/w transactions on organised markets and similar | | |
|---|------------------|-----------------------|-------------------|----------------------|-----------------------|-------------------|---|-----------------------|-----------|
| | <1 year | > 1 year < 5 years | > 5 years | <1 year | > 1 year < 5 years | > 5 years | <1 year | > 1 year < 5 years | > 5 years |
| Futures | | | | | | | | | |
| Currency options | | | | | | | | | |
| Interest rate options | | | | | | | | | |
| Outright currency transactions on organised markets | | | | | | | | | |
| FRAs | | | | | | | | | |
| Interest rate swaps | 677,279 | 1,697,050 | 2,187,609 | 677,279 | 1,697,050 | 2,187,609 | | | |
| Currency swaps | | | | | | | | | |
| Caps, Floors, Collars | | | | | | | | | |
| Interest rate forwards | | | | | | | | | |
| Outright transactions on equities and indices | 4,460,937 | 15,980,545 | 22,629,477 | 4,460,937 | 4,460,937 | 22,629,477 | | | |
| Conditional transactions on equities and indices | 108,543 | 8,865,748 | 10,714,868 | 108,543 | 8,865,748 | 10,714,868 | | | |
| Equity and equity index derivatives | | | | | | | | | |
| Sub-total | 5,246,759 | 26,543,343 | 35,531,954 | 5,246,759 | 15,023,735 | 35,531,954 | | | |
| Forward currency transactions | | | | | | | | | |
| Grand total | 5,246,759 | 26,543,343 | 35,531,954 | 5,246,759 | 15,023,735 | 35,531,954 | | | |

NOTE 25.2 FORWARD FINANCIAL INSTRUMENTS: FAIR VALUE

| (in thousands of euros) | 30/06/2019 | | 31/12/2018 | |
|---|---------------|-----------------------------|----------------|-----------------------------|
| | Fair value | Outstanding notional amount | Fair value | Outstanding notional amount |
| Futures | | | | |
| Currency options | | | | |
| Outright currency transactions on organised markets | | | | |
| FRAs | | | | |
| Interest rate swaps | 9,622 | 4,561,938 | -587 | 3,526,371 |
| Currency swaps | | | | |
| Caps, Floors, Collars | | | | |
| Equity, equity index and precious metal derivatives | -13,135 | 62,760,118 | -12,181 | 57,657,019 |
| Sub-total | -3,514 | 67,322,056 | -12,767 | 61,183,390 |
| Forward currency transactions | | | | |
| TOTAL | -3,514 | 67,322,056 | -12,767 | 61,183,390 |

NOTE 25.3 BREAKDOWN OF INTEREST RATE SWAPS

(in thousands of euros)

| INTEREST RATE AND CURRENCY SWAPS | Isolated open position | Micro-hedging | Macro-hedging | Transaction swaps |
|----------------------------------|------------------------|---------------|---------------|-------------------|
| Exchange rate contracts | | 336,000 | | 4,225,938 |
| Similar contracts (1) | | | | |

(1) These are similar contracts as defined by article 1 of CRBF Regulation 90.15.

NOTE 26 FINANCING AND GUARANTEE COMMITMENTS AND OTHER GUARANTEES

| (in thousands of euros) | 30/06/2019 | 31/12/2018 |
|---|-------------------|-------------------|
| COMMITMENTS GIVEN | 23,193,788 | 22,053,378 |
| Financing commitments | | |
| Commitments to credit institutions | | |
| Commitments to customers | | |
| - Confirmed credit lines | | |
| Documentary credit lines | | |
| Other confirmed credit lines | | |
| - Other commitments to customers | | |
| Guarantee commitments | 23,193,788 | 22,053,378 |
| Commitments to credit institutions | | |
| - Confirmed documentary credit lines | | |
| - Other guarantees | | |
| Commitments to customers | 23,193,788 | 22,053,378 |
| - Property guarantees | | |
| - Financial guarantees | | |
| - Other guarantees to customers | 23,193,788 | 22,053,378 |
| Securities commitments | | |
| . Securities acquired with repurchase or buyback option | | |
| . Other commitments to be given | | |
| COMMITMENTS RECEIVED | | |
| Financing commitments | | |
| Commitments received from credit institutions | | |
| Commitments received from customers | | |
| Guarantee commitments | | |
| Commitments received from credit institutions | | |
| Commitments received from customers | | |
| Securities commitments | | |
| Securities sold with repurchase or buyback option | | |
| Other commitments received | | |

Amundi Finance

31

NOTE 26.1 ASSETS GIVEN AND RECEIVED AS COLLATERAL

Pursuant to the European Market and Infrastructure Regulation (EMIR), applicable to all financial credit institutions, insurance companies, asset management companies, etc.) and non-financial counterparties that perform OTC derivative transactions, Amundi Finance records the following amounts related to its activity:

- securities received from counterparties as guarantees in the amount of €1,159,019 K,
- securities given to counterparties as guarantees in the amount of €337,214 K.

NOTE 27 INFORMATION ON COUNTERPARTY RISK ON DERIVATIVES

The management of counterparty risk (companies, banks, institutions) is based on:

- the organisation into specialised units and business lines that report to General Management.
- internal procedures that establish the rules for taking and monitoring risk, applying to the various stakeholders in the entity. This principle of setting a limit on commitments is applied to all kinds of counterparties: companies, banks, financial institutions and government-related or state entities. Similarly, the assumption of risk in controlled counterparties or those resident in a non-OECD country is capped on a country-by-country basis, all transactions and operations combined. These “country limits” are periodically revised.
- risk measurement methods. As a result, each counterparty has a maximum commitment limit that includes all transactions.

An entity's exposure to counterparty risk on forward instruments and options on interest rates, foreign exchange, commodities and precious metals may be measured at the market value of these instruments and by the potential credit risk arising from the application of regulatory add-ons, depending on the remaining maturity and the type of contract.

Breakdown of counterparty risk on forward financial instruments

| | 30/06/2019 | | | 31/12/2018 | | |
|---|------------------|-----------------------|-------------------------|------------------|-----------------------|-------------------------|
| | Market value | Potential credit risk | Total counterparty risk | Market value | Potential credit risk | Total counterparty risk |
| (in thousands of euros) | | | | | | |
| Risk regarding OECD governments and central banks and similar organisations | | | | | | |
| Risk regarding OECD financial institutions and similar organisations | 1,860,141 | 13,642 | 1,846,500 | 1,512,844 | 18,729 | 1,494,115 |
| Risks on other counterparties | | | | | | |
| Total before impact of netting agreements | 1,860,141 | 13,642 | 1,846,500 | 1,512,844 | 18,729 | 1,494,115 |
| O/w risk on: | | | | | | |
| interest rate, currency and commodities contracts | 120,066 | | 120,066 | 64,605 | | 64,605 |
| Equity and index derivatives | 1,740,075 | | 1,740,075 | 1,448,239 | | 1,448,239 |
| Total before impact of netting agreements | 1,860,141 | | 1,860,141 | 1,512,844 | | 1,512,844 |
| Impact of netting agreements | 988,680 | | 988,680 | 463,110 | | 463,110 |
| Total after impact of netting agreements | 871,461 | 13,642 | 857,819 | 1,049,734 | 18,729 | 1,031,005 |

NOTE 28 NET INTEREST AND SIMILAR INCOME

| (in thousands of euros) | 30/06/2019 | 31/12/2018 | 30/06/2018 |
|--|---------------|---------------|---------------|
| On transactions with credit institutions | 1,628 | 3,443 | 1,827 |
| On transactions with customers | 2 | 1 | |
| On bonds and other fixed-income securities | 24 | 46 | 23 |
| Net income on macro-hedging transactions | | | |
| Other interest and similar income | 13 | 38 | 31 |
| Interest and similar income | 1,667 | 3,528 | 1,880 |
| On transactions with credit institutions | -2,743 | -5,626 | -2,823 |
| On transactions with customers | -818 | -2,309 | -1,153 |
| Net expense on macro-hedging transactions | -803 | -1,105 | -457 |
| On bonds and other fixed-income securities | -34 | -68 | -34 |
| Other interest and similar expenses | -79 | -136 | -83 |
| Interest and similar expenses | -4,477 | -9,245 | -4,549 |
| Total net interest and similar income | -2,810 | -5,717 | -2,669 |

NOTE 29 INCOME FROM SECURITIES

| (in thousands of euros) | 30/06/2019 | 31/12/2018 | 30/06/2018 |
|--|---------------|---------------|---------------|
| Short-term investment securities | | | |
| Sustainable development passbook account (LDD) | | | |
| Long-term investment securities | | | |
| Other securities transactions | | | |
| Income from fixed-income securities | | | |
| Investments in related companies, participating interests, and other long-term securities holdings | 35,960 | 38,469 | 38,476 |
| Short-term investment securities and medium-term portfolio securities | | | |
| Other securities transactions | | | |
| Income from variable-income securities | 35,960 | 38,469 | 38,476 |
| TOTAL INCOME FROM SECURITIES | 35,960 | 38,469 | 38,476 |

NOTE 30 NET FEE AND COMMISSION INCOME

| | 30/06/2019 | | | 31/12/2018 | | | 30/06/2018 | | |
|--|---------------|----------------|---------------|----------------|----------------|---------------|---------------|----------------|---------------|
| (in thousands of euros) | Income | Expenses | Net | Income | Expenses | Net | Income | Expenses | Net |
| On transactions with credit institutions | | | | | | | | | |
| On transactions with customers | | | | | | | | | |
| On securities transactions | 12,624 | -10,029 | 2,595 | 18,259 | -15,625 | 2,634 | 8,055 | -7,375 | 681 |
| On financial forwards and other off-balance sheet transactions | 27,224 | -768 | 26,456 | 87,894 | -5,002 | 82,892 | 35,764 | -2,483 | 33,282 |
| On financial services | | | | | | | | | |
| Provision for fee and commission risks | 258 | -1,240 | -983 | 3,936 | -2,501 | 1,435 | 2,036 | -2,076 | -39 |
| TOTAL NET FEE AND COMMISSION INCOME | 40,106 | -12,037 | 28,069 | 110,090 | -23,128 | 86,961 | 45,856 | -11,933 | 33,923 |

NOTE 31 NET GAINS (LOSSES) ON TRADING BOOK

| (in thousands of euros) | 30/06/2019 | 31/12/2018 | 30/06/2018 |
|---|---------------|---------------|---------------|
| Net gains (losses) on trading securities | 18,799 | -1,377 | -773 |
| Net gains (losses) on currency transactions and similar financial instruments | | | |
| Net gains (losses) on other forward financial instruments | 34,275 | 33,097 | 14,016 |
| NET GAINS (LOSSES) ON TRADING BOOK | 53,074 | 31,719 | 13,244 |

NOTE 32 NET GAINS (LOSSES) ON SHORT-TERM INVESTMENT PORTFOLIOS AND SIMILAR

| (in thousands of euros) | 30/06/2019 | 31/12/2018 | 30/06/2018 |
|---|------------|-------------|------------|
| Short-term investment securities | | | |
| Impairment losses | 157 | -223 | -11 |
| Reversal of impairment losses | 318 | 41 | |
| Net impairment losses | 475 | -182 | -11 |
| Gains on disposals | | | |
| Losses on disposals | -19 | | |
| Net gains (losses) on disposals | -19 | | |
| Net gains (losses) on short-term investment securities | 456 | -182 | -11 |
| Medium-term portfolio securities | | | |
| Impairment losses | | | |
| Reversal of impairment losses | | | |
| Net impairment losses | | | |
| Gains on disposals | | | |
| Losses on disposals | | | |
| Net gains (losses) on disposals | | | |
| Net gains (losses) on medium-term portfolio securities | | | |
| NET GAINS (LOSSES) ON SHORT-TERM INVESTMENT PORTFOLIOS AND SIMILAR | 456 | -182 | -11 |

NOTE 33 OTHER BANKING INCOME AND EXPENSES

| (in thousands of euros) | 30/06/2019 | 31/12/2018 | 30/06/2018 |
|--|------------|-------------|-------------|
| Miscellaneous income | | | |
| Share of joint ventures | | | |
| Rebilling and transfer of expenses | | | |
| Provision reversals | | | |
| Other banking income | | | |
| Other expenses | | | |
| Share of joint ventures | | | |
| Rebilling and transfer of expenses | | -599 | -599 |
| Provisions | | | |
| Other banking operating expenses | | -599 | -599 |
| OTHER INCOME AND EXPENSES FROM BANKING OPERATIONS | | -599 | -599 |

NOTE 34 GENERAL OPERATING EXPENSES

| (in thousands of euros) | 30/06/2019 | 31/12/2018 | 30/06/2018 |
|---|---------------|---------------|---------------|
| Personnel expenses | | | |
| Wages and salaries | -358 | -800 | -454 |
| Social security contributions | -164 | -342 | -157 |
| Incentive and profit-sharing plans | -50 | -86 | -36 |
| Payroll-related tax | -68 | -132 | -84 |
| Total personnel expenses | -640 | -1,360 | -731 |
| Rebilling and transfers of personnel expenses | | | |
| Net personnel expenses | -640 | -1,360 | -731 |
| Administrative expenses | | | |
| Taxes other than on income or payroll-related (1) | -2,151 | -3,118 | -1,356 |
| External services and other administrative expenses | -2,135 | -5,444 | -2,611 |
| Total administrative expenses | -4,286 | -8,562 | -3,967 |
| Rebilling and transfers of administrative expenses | | | |
| Net administrative expenses | -4,286 | -8,562 | -3,967 |
| GENERAL OPERATING EXPENSES | -4,926 | -9,922 | -4,698 |

(1) of which €677 K for the resolution fund.

NOTE 34.1 HEADCOUNT

| (average number of employees) | 30/06/2019 | 31/12/2018 |
|-------------------------------------|------------|------------|
| Executives | 9 | 9 |
| Non-executives | | |
| TOTAL | 9 | 9 |
| <i>Of which: France</i> | 9 | 9 |
| <i>Foreign</i> | | |
| <i>Of which: seconded employees</i> | | |

NOTE 35 COST OF RISK

| (in thousands of euros) | 30/06/2019 | 31/12/2018 | 30/06/2018 |
|---|---------------|----------------|---------------|
| Allocations to provisions and impairment | -5,692 | -18,950 | -4,299 |
| Impairment of doubtful loans and receivables | | | |
| Other allocations to provisions and impairment | -5,692 | -18,950 | -4,299 |
| Reversals of provisions and impairment | 15,729 | 964 | 863 |
| Reversals of impairment of doubtful loans and receivables | | | |
| Other reversals of provisions and impairment | 15,729 | 964 | 863 |
| Change in provisions and impairment | 10,037 | -17,986 | -3,435 |
| Losses on non-impaired uncollectable receivables | | | |
| Losses on impaired uncollectable receivables | | -2 | -2 |
| Discounts on restructured loans | | | |
| Recoveries on impaired receivables | | | |
| Other losses | | | |
| Other income | | | |
| COST OF RISK | 10,037 | -17,988 | -3,437 |

NOTE 36 NET INCOME ON FIXED ASSETS

None

NOTE 37 CORPORATE INCOME TAX**(in thousands of euros)**

| Breakdown of corporate income tax | Earnings before taxes | Tax due | Net income after tax |
|-----------------------------------|-----------------------|---------|----------------------|
| Net recurring income | 119,860 | 25,584 | 94,275 |
| Regulated reserves | | | |
| Employee profit-sharing | | 6 | -6 |
| Net income | 119,860 | 25,591 | 94,269 |
| Tax credits | | | |
| Tax assets | | | |
| Allocation | | | |
| Corporation taxes | 119,860 | 25,591 | 94,269 |

Amundi Finance has been part of Amundi's tax consolidation group since 1 January 2010.

NOTE 38 OPERATIONS IN NON-COOPERATIVE COUNTRIES AND TERRITORIES

None

NOTE 39 APPROPRIATION OF INCOME

Not applicable at 30 June 2019.

NOTE 40 DISCLOSURE OF STATUTORY AUDITORS' FEES

The company is fully consolidated in Amundi's financial statements. As a result, information relating to statutory auditors' fees is indicated in the notes to the consolidated financial statements of the Amundi Group.

MISCELLANEOUS COMPENSATION

This information is not given in these notes, as it would indirectly disclose individual compensation packages. The arrangements for executive compensation are known to the shareholders.

03

Statutory Auditors' Report

This is a free translation into English of the Statutory auditors' review report issued in French and is provided solely for the convenience of English-speaking-readers. This report should be read in conjunction with, and is construed in accordance with French law and professional auditing standards applicable in France.

Amundi Finance

Period from January 1 to June 30, 2019

Statutory auditors' review report on the interim financial statements

PricewaterhouseCoopers Audit

63, rue de Villiers
92208 Neuilly-sur-Seine cedex
S.A.S. au capital de € 2.510.460
672 006 483 R.C.S. Nanterre

Commissaire aux Comptes
Membre de la compagnie
régionale de Versailles

ERNST & YOUNG et Autres

Tour First
TSA 14444
92037 Paris-La Défense cedex
S.A.S. à capital variable
438 476 913 R.C.S. Nanterre

Commissaire aux Comptes
Membre de la compagnie
régionale de Versailles

Amundi Finance

Period from January 1 to June 30, 2019

Statutory auditors' review report on the interim financial statements

To the Chief Executive Director,

In our capacity as statutory auditors of Amundi Finance and in accordance with your request in connection with Amundi's multi-issuer program, we have performed a review of the accompanying interim financial statements of Amundi Finance for the period January 1, to June 30, 2019.

The preparation of these interim financial statements is the responsibility of your Board of Directors. Our role is to express a conclusion on these financial statements based on our review.

We conducted our review in accordance with professional standards applicable in France and the professional guidance issued by the French Institute of statutory auditors (Compagnie nationale des commissaires aux comptes) relating to this engagement. A review consists of making inquiries, primarily of persons responsible for financial and accounting matters and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with professional standards applicable in France and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Based on our review, nothing has come to our attention that causes us to believe that the interim financial statements, do not give a true and fair view of the assets, liabilities and financial position of the Company at June 30, 2019, and the results of its operations for the period then ended in accordance with the accounting rules and principles applicable in France.

This report has been prepared solely for your attention within the context described above and may not be used, circulated or quoted for any other purpose. If you would like this report to be distributed to a third party for a purpose other than that for which it is intended, you will need to request our prior approval in writing. We will then determine the terms and conditions for its distribution. We assume or take no responsibility towards the third party to whom the report has been distributed or made available.

This report is governed by French law. The courts of France shall have exclusive jurisdiction over any claim or dispute resulting from our engagement letter or the present report, or any related matters. Each party irrevocably waives its right to oppose any action brought before French courts, to claim that the action is being brought before an illegitimate court or that the courts have no jurisdiction.

Neuilly-sur-Seine and Paris-La Défense, August 1, 2019

The Statutory Auditors
French original signed by

PricewaterhouseCoopers Audit

ERNST & YOUNG et Autres

Laurent Tavernier

Claire Rochas

04

Declaration by the Chief Executive Officer

AMUNDI FINANCE

Public Limited Company (*Société Anonyme*) with share capital of € 40,320,157
Registered office: 90, boulevard Pasteur 75015 Paris, France
421 304 601 RCS Paris

Declaration by the Chief Executive Officer

I declare, after taking all reasonable measures for this purpose and to the best of my knowledge, that the information contained in this Interim Financial Report are in accordance with facts and contain no omission likely to affect its import.

I declare that, to my knowledge, the interim accounts for the first half of the year were prepared in accordance with the applicable accounting standards and provide a true and fair view of the financial position and results of the Company, and that the appended interim management report provides a true and fair view of the Company's business trends during the first six months, its results and financial position, as well as a description of the main risks and uncertainties facing it during the remaining six months of the financial year.

The interim financial information presented in this document were the subject of report by the Statutory Auditors.

Paris, 26/07/2019



Marie-Clotilde CALAIS
Deputy Chief Executive Officer

MENTIONS LÉGALES

Amundi Finance

Public Limited Company (Société Anonyme) with share capital of €40,320,157

Certified Credit Institution by ACPR

Registered office : 90, boulevard Pasteur - 75015 Paris - France.

Siren : 421 304 601 RCS Paris