



Groupama

PRESS RELEASE
HALF-YEAR FINANCIAL REPORT

2007 HALF-YEAR RESULTS GOOD PERFORMANCE AND VIGOROUS ACTIVITY

Paris, 29 August 2007 - The board of directors of Groupama S.A., which met today under chairman Jean-Luc Baucherel, approved the consolidated financial statements of Groupama S.A. and the combined financial statements of the Group for the 1st half of 2007.

Groupama S.A.¹

Premium income: 6,878 million euros, + 5.8% (+ 3.2% with constant consolidation and exchange rate)

Net profit: 506 million euros, + 53.8%

Profit from operations²: 217 million euros, +6.9%

Annualised ROE: 29.2% (+ 6.4 points)

Property and liability insurance combined ratio: 97.9% (- 1.1 point)

Group including all the business lines of the Regional mutuals

Premium income: 9,367 million euros, + 4.3% (+ 2.4% with constant consolidation and exchange rate)

Net profit: 558 million euros, + 42.0%

Jean Azéma, Chief Executive Officer of the group, said:

“The good performances of this half year and, specifically, the improvement in the combined ratio of Groupama S.A. to 97.9% illustrate the mobilisation of all employees of the group around its strategic ambitions.”

“In France, premium income has increased due to network specialisation; our earnings have improved, especially our management costs, under the combined effect of streamlining our processes and our information systems. Internationally, we are pursuing our acquisition policy in Southern and Central Europe.”

HIGHLIGHTS

SOLID EARNINGS

- Sustained growth: + 4.5%* in life and health insurance³, + 6.3%* in property and liability insurance and a 32.8% increase in banking and financial business.

** in current data*

- Solid financial earnings, profit from operations increased by 6.9%, current income by 57.0% and net profit by 53.8%.

¹ The consolidated financial statements of Groupama S.A. include the business lines of all subsidiaries as well as internal reinsurance (i.e. approximately 40% of the premium income of the Regional Mutuals ceded to Groupama S.A.). The Group's financial statements include all of the Group's business lines (the Regional Mutuals and those of subsidiaries consolidated within Groupama S.A.).

² To give a more economic view of the business, the group communicates on an indicator entitled Profit from operations. That corresponds to the current income restated for realised capital gains and losses for the part reverting to the shareholder net of corporate tax. The current income is the net profit minus impact of unrealised gains and losses on the financial assets recognised at the fair value reverting to the shareholder net of corporate tax, exceptional transactions and depreciation of goodwill.

³ According to the life/non-life segmentation, which was used until the 1st half of 2006, life insurance business had increased by 3.5% and non-life insurance by 6.2% as of 30 June 2007.

- There was an improvement in the property and liability insurance combined ratio, now standing at 97.9%

FRANCE: VIGOROUS ACTIVITY DUE TO INNOVATION AND PARTNERSHIPS

- The efforts that have been made in the capitalisation and life insurance markets are bearing fruit: the group posted growth of 2.2% in a slumping market.
- Groupama and Neuf Cegetel entered into a partnership combining a range of adapted services and state-of-the-art technology. Accordingly, Groupama makes its service and insurance offerings available to Neuf Cegetel clients while Neuf Cegetel offers Groupama members its Easy Neuf product, which combines in the one terminal the functionalities of a computer, high-speed Internet access and unlimited telephone service. This partnership also provides for the joint development of innovative services.
- Groupama has entered into partnership with Accor Services to develop Ticket Tesorus®, an employee savings solution (PEE [Plan d'épargne entreprise – company savings plan] and PERCO [plan d'épargne pour la retraite collectif – collective retirement savings plan]) intended for small and medium-sized enterprises that can be used as easily as a Restaurant Voucher.
- As top-ranked individual health insurer, the group now offers a new service to its customers: Groupama Nutrition Santé. Through the website nutrialis.fr, policy holders have access to a nutrition data base, with possibility of an assessment, personalised consultation and diet support. The deployment will take place in several stages, after a pilot phase in 2007.
- Thanks to the launch of attractive offerings, Groupama Banque now has nearly 400,000 customers, its revenues have increased by 16.7% and its net banking income has doubled.

INTERNATIONAL: SIGNIFICANT GROWTH

- Turkey: Acquired in 2006, the Turkish subsidiaries Basak Groupama Sigorta and Basak Groupama Emeklilik posted strong growth in their business and a positive contribution to the group's earnings.
- Great-Britain: The contribution by the British brokerage firm Carole Nash –acquired in 2006– to the group's earnings is now positive. The strategy of strengthening the distribution networks continued with the acquisition, in early June 2007, of the British brokerage firm Bollington Group, which is specialised in automobile insurance and health and life insurance.
- Southern Europe continues to be a high-priority growth area. The group confirmed that fact by acquiring, on 29 June 2007, 100% of the Greek insurance company Phoenix Metrolife for a price of 96 million euros. In 2005, Phoenix was ranked second in non-life insurance with a market share of 7.8% and ranked eighth in life insurance and savings with a market share of 3.8%.

AFTER CLOSING EVENTS

- Still in Southern Europe: on 2 August 2007, Groupama's bid to acquire the Italian insurer Nuova Tirrena was accepted by the board of directors of the parent company. The deal, at a price of 1.25 billion euros, covers all business lines of that company, which had premium income of 814 million euros in 2006, 86.4% of which was from non-life insurance. The acquisition is subject to the customary regulatory clearances.

That new transaction brings the international business share, in the annual premium income of Groupama S.A., to 26% from less than 20%.

ASSETS MANAGEMENT: STRONG GROWTH BASED ON RECOGNISED EXPERTISE

- The assets managed by Groupama Asset Management on behalf of non-group clients are growing fast: +21.3% compared to 31 December 2006.

ACTIVE MANAGEMENT OF THE BALANCE SHEET

- On 21 January 2007, Groupama S.A. sold off a 15.35% block of capital of the SCOR company. That transaction is part of the optimisation of Groupama's financial management and allocation of its equity. The capital gain net of tax and profit-sharing reverting to policy holders is 144.5 million euros.
- Standard & Poor's upgraded Groupama's A rating outlook from "stable" to "positive" on 6 April 2007.

AFTER CLOSING EVENTS

- The Gan Tower was sold on 3 July 2007 to the Foncière des Régions group for a price of 486 million euros. In the financial statements for the 2nd half of the year, that sale will translate into policy holders increasing their share in the profits of the three owning entities (Gan Assurances Vie, Gan Prévoyance, Gan Eurocourtage Vie) and a consolidated net capital gain after profit-sharing and taxes in the order of 170 million euros.

SOLID GROWTH IN PREMIUM INCOME OF GROUPAMA S.A.: + 5.8% TO 6,878 MILLION EUROS

As of 30 June 2007, the consolidated premium income of Groupama S.A. was 6,878 million euros, up by 5.8% (+5.9% excluding discontinued activities).

With a constant consolidation and exchange rate, total premium income grew by 3.2% (+3.3% excluding discontinued activities).

As of 30 June 2007, **insurance** premium income in **France**, which accounts for 78.1% of the total activity of Groupama S.A. for the half year, grew by 2.5% to 5,372 million euros.

International insurance premium income (19.2% of total premium income), which was 1,318 million euros, increased by 19.3% in current variation and 3.5% in constant variation, excluding discontinued business.

The other activities represent 2.6% of total premium income.

Groupama S.A. posted an increase in premium income for **life and health insurance** of 4.5% in current variation and 2.6% in constant variation.

In France, life and health insurance posted a gain of 2.8% in a slumping market.

Premium income from life insurance and capitalisation posted an increase of 2.2% in the 1st half of 2007. Those figures should be viewed in the context of the French market for life insurance and capitalisation, which posted an overall decline of 3.0% at the end of June 2007.

In individual retirement / savings, the income of Groupama S.A. increased by 0.3% as of 30 June 2007: +0.7% for euro vehicles and -0.9% for unit-linked vehicles.

In the bodily injury and health insurance market in France, premium income increased by 4.3% as of the end of June 2007.

Life and health insurance premium income from the international business line posted an increase of 19.9% in current variation and 0.8% in constant variation.

In **property and liability insurance**, premium income rose by 6.3% in current figures and 2.7% in constant figures. Activity in France increased by 2.0% while international business showed an increase in premium income of 19.0% in current variation and 4.6% in constant variation.

In **financial and banking business**, premium income from asset management subsidiaries rose appreciably to 78 million euros as of 30 June 2007 (+27.9%). This growth came essentially from the Groupama Asset Management business line, which had increased by 26.3% as of the end of June 2007.

The assets managed by Groupama Asset Management were valued at 86.8 billion euros as of 30 June 2007, an increase of 9.8% compared to 31 December 2006. The portion managed on behalf of non-group clients was 14.8 billion euros as of 30 June 2007, an increase of 21.3% compared to 31 December 2006.

Non-group revenues from Banque Finama were 69 million euros, (+ 47%), while its net banking income, excluding dividends from its subsidiaries, grew by 15% due to the increase in securities in custody and means of payment handled.

The revenues of Groupama Banque, which increased by 16.7%, were 21 million euros as of 30 June 2007. The net banking income was 11.2 million euros in the 1st half of 2007 versus 5.5 million euros in the 1st half of 2006. The bank had 392,000 customers as of the end of June 2007, i.e. 36,000 more than as of 31 December 2006.

GROUPAMA S.A. PROFIT FROM OPERATIONS⁴ ROSE BY 6.9% TO 217 MILLION EUROS

Profit from operations of Groupama S.A. was 217 million euros in the 1st half of 2007, versus 203 million euros in the 1st half of 2006.

Property and liability insurance: a marked improvement in the combined ratio

Profit from operations derived from property and liability insurance was 175 million euros, versus 149 million as of 30 June 2006.

The 1.1 point improvement in the net combined ratio, to 97.9% as of 30 June 2007, explains that increase. The figure for net claims filed at Groupama S.A. was stable at 69.1% while the ratio of net operating expenses declined by 1.2 point.

In France, the net combined ratio was 100.6% in the 1st half of 2007, nearly stable compared to 30 June 2006. Net claims were 70.7% and the ratio of net operating expenses was 29.9%, a decline of 0.2 point.

Internationally, the net combined ratio was 92.4% as of 30 June 2007, a decline of 2.9 points compared to 30 June 2006. That significant improvement results from the 3.4 point reduction in the ratio of net operating expenses, to 26.6% as of 30 June 2007. It should be noted that the overhead expenses for the 1st half of 2006 incorporated non-recurrent communication expenses in Italy (change of brand).

Life and health insurance: relative stability

Profit from operations was 102 million euros. The slight drop (-6%) was primarily due to increased profit-sharing funds.

GROUPAMA S.A. NET PROFIT, GROUP SHARE: + 53.8% TO 506 MILLION EUROS

The consolidated net profit, group share, was 506 million euros in the 1st half of 2007, versus 329 million euros in the 1st half of 2006, i.e. an annualised ROE of 29.2%.

This growth can be explained by the increase in profit from operations and the increase in realised capital gains reverting to the shareholder, especially with the 144.5 million euro capital gain on the sale of SCOR shares.

INCREASE IN CONTRIBUTIONS FROM ALL ACTIVITIES

⁴ To give a more economic view of the activity, the group communicates on an indicator entitled Profit from operations. That corresponds to the current income restated for realised capital gains and losses for the part reverting to the shareholder net of corporate tax. The current income is the net profit minus impact of unrealised gains and losses on the financial assets recognised at the fair value reverting to the shareholder net of corporate tax, exceptional transactions and depreciation of goodwill.

Insurance and Services in France

The total contribution from insurance and service activities in France, 302 million euros, an increase of 3.4% compared to the first half of 2006, stayed at a good level.

The contribution from insurance activity of Groupama S.A. was 74 million euros as of 30 June 2007.

The contribution of **Groupama Vie** increased sharply (+41%, to 65 million euros), driven by the improvement in the net profit-sharing financial margin.

The contribution of **Gan Assurances** to the consolidated earnings of the group as of 30 June 2007 was 44.0 million euros versus 28.1 million euros as of 30 June 2006, due especially to the good earnings of Gan Assurances Vie, whose technical margin on health and bodily injury grew.

The contribution of **Gan Eurocourtage** stayed at a high level, 65 million euros, in the 1st half of 2007 with earnings of 23 million euros for Gan Eurocourtage Vie and earnings of 42 million euros for Gan Eurocourtage IARD.

The other subsidiaries of the group posted stable or higher earnings, especially Groupama Transport.

International Insurance

International insurance contributed 108 million euros to consolidated earnings as of 30 June 2007, versus 105 million euros as of 30 June 2006. However, that slight increase bears witness to the contrasting experience of individual entities.

In Spain, **Groupama Seguros** contributed 60.0 million euros to the consolidated earnings of the group for the 1st half of 2007 versus 34.3 million euros in the 1st half of 2006, i.e. an increase of nearly 75%. The 3.8 point decline in the net combined ratio, to 86,3%, in large part explains that improvement.

Groupama Insurances in the United Kingdom contributed 22.3 million euros to group earnings as of 30 June 2007 versus 50.7 million euros in the 1st half of 2006. The partial activation of former tax deficits had improved profits as of 30 June 2006 by EUR 23.2 million although this was offset by the current tax charge as of 30 June 2007.

In Italy, the subsidiaries **Groupama Assicurazioni** and **Groupama Italia Vita** posted a contribution of 9 million euros, versus 10.7 million euros as of 30 June 2006 due to a claims deterioration in the automobile branch, while the ratio of net operating expenses improved by 2.6 points.

The Turkish subsidiaries **Basak Groupama Sigorta** and **Basak Groupama Emeklilik** (consolidated since the second half of 2006), posted a contribution of 9.6 million euros as of 30 June 2007.

The Portuguese subsidiaries **Groupama Seguros** and **Groupama Vida** posted a total contribution of 1.8 million euros versus 0.3 million euros as of 30 June 2006.

The contribution of **Groupama Biztosito**, in Hungary, was stable and close to breaking even, after a period of recovery.

Asset Management and Other Financial Activities

The contribution to consolidated earnings from financial and banking business was 2 million euros in the first half of 2007, a significant increase compared to the figure as of 30 June 2006 (loss of 5 million euros).

Groupama Asset Management made an increased contribution (15.5 million euros as of 30 June 2007 versus 12.8 million euros in the 1st half of 2006). The favourable French economic climate in the 1st half of the year, and the growth in asset management on behalf of third parties were the source of that performance.

The contribution of **Groupama Banque**, although negative, increased, i.e. -16.5 million euros as of 30 June 2007 versus a loss of 19.9 million euros in the 1st half of 2006. Net banking income doubled in the 1st half of 2007 and was 11.2 million euros. However, the increase in operating expenses limited that growth.

Holding companies (Group management and financing activity) made a positive contribution of 94 million euros in the 1st half of 2007, thanks specifically to the capital gain on the sale of Scor shares mentioned above and posted to the holding company activity of the entity Groupama S.A.

GROUPAMA S.A. BALANCE SHEET: A STRONG FINANCIAL STRUCTURE

The **bottom line of the balance sheet** increased by 7.6% to 84.6 billion euros versus 78.6 billion euros as of 31 December 2006.

Shareholders' capital and reserves (group share) were 5.2 billion euros, an increase (+2.0%) compared to 31 December 2006.

Gross technical provisions (including deferred profit sharing) were 65.2 billion euros as of 30 June 2007, versus 62.9 billion euros as of 31 December 2006, i.e. an increase of 3.7%.

Insurance **investments** were 71.2 billion euros as of 30 June 2007, versus 66.7 billion euros at the end of 2006, i.e. an increase of 4.5 billion euros (+6.7%). **Unrealised capital gains** of the group were 8.1 billion euros as of 30 June 2007, a decrease of 1.3 billion euros (-13.3%) compared to 31 December 2006 due primarily to the rise in bond rates.

The net debt ratio, excluding Silic, remained low, at 18.6% as of 30 June 2007.

OUTLOOK

In the second half of the year, a number of legislative changes in France may have an impact on the business environment, and therefore on the group's business, whether in the long-term care insurance or health insurance markets.

Bolstered by its good income figures and bearing in mind that there has been up to now no significant impact from developments in financial markets on income and consolidated equity, the Group is confident that its annual income figures for 2007 will be good.

The key figures of the combined financial statements of Groupama are given in appendix 4.

The combined financial statements of Groupama include all Group business lines (Regional Mutuals and Groupama S.A. consolidated subsidiaries).

The main risks and uncertainties to which Groupama S.A. is exposed are set out in the 2006 Reference Document lodged with the AMF on 8 June 2007 under number R.07-094 and accessible on the corporate website www.groupama.com as well as on www.amf-france.org.

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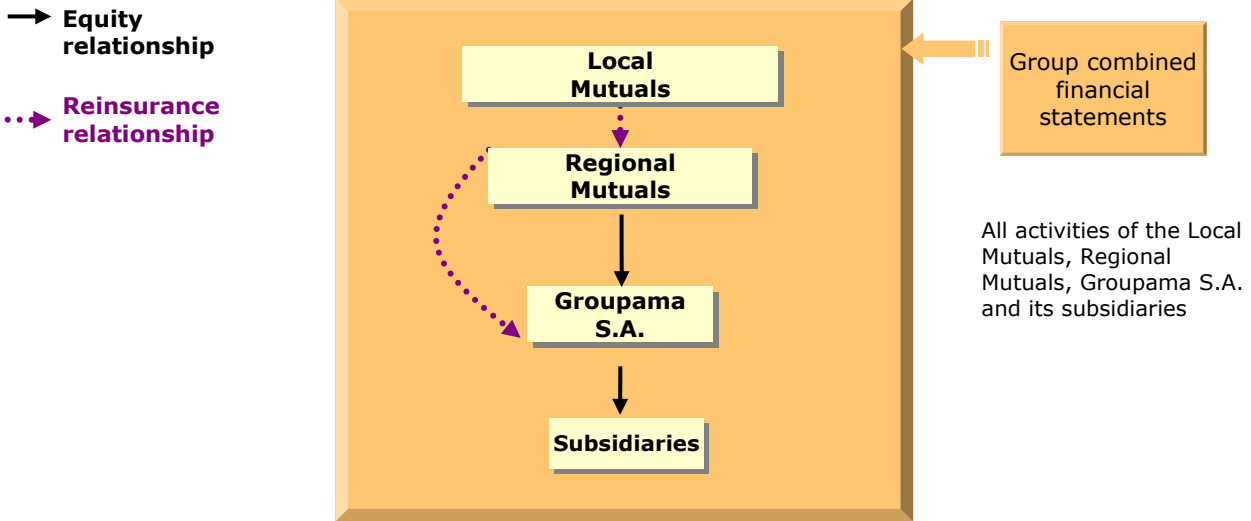
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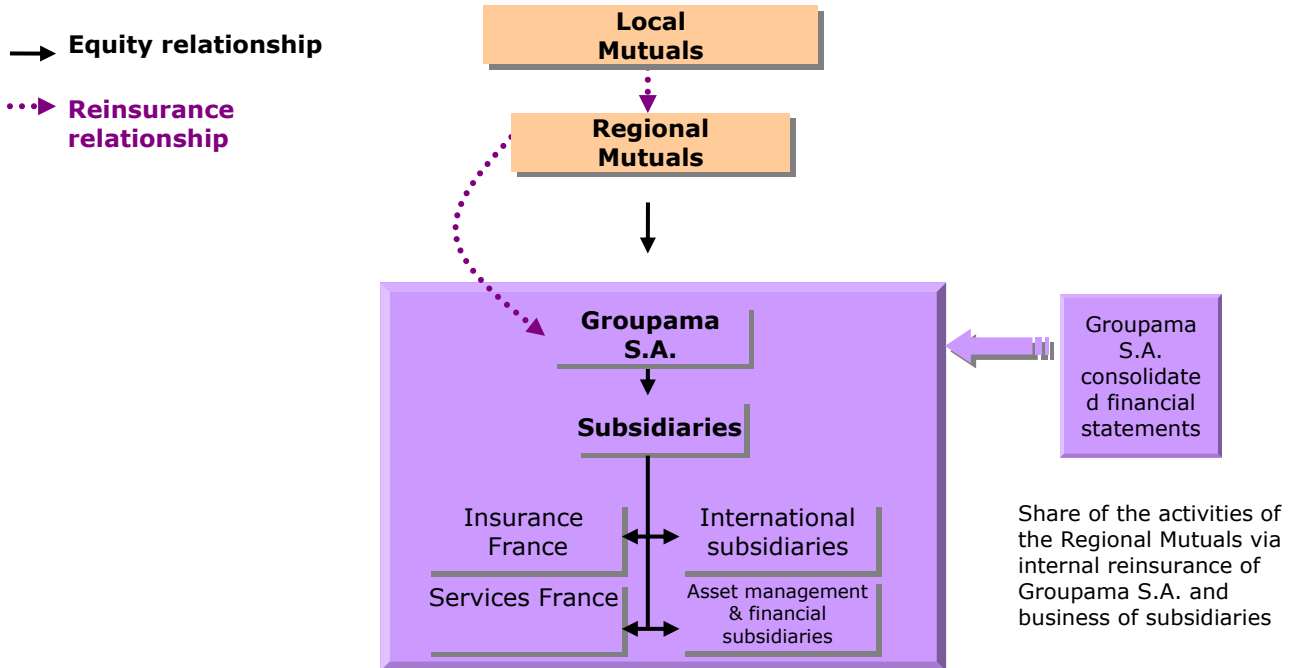
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Appendix 1

Scope of Groupama's combined financial statements



Scope of Groupama S.A. consolidated financial statements



Appendix 2

Groupama S.A. key figures - consolidated financial statements

CONSOLIDATED PREMIUM INCOME

**Consolidated premium income
as of 30 June 2007 in millions of euros**

	1st HY 2006	1st HY 2006	1st HY 2007	2007/2006	2007/2006
	Actual premium income	Proforma premium income*	Actual premium income	% variance on current structure and exchange rate basis	% variance on constant consolidation and exchange rate basis
> FRANCE	5,249	5,249	5,377	+ 2.4	+ 2.4
Property insurance	2,388	2,388	2,436	+ 2.0	+ 2.0
Life and health insurance	2,855	2,855	2,936	+ 2.8	+ 2.8
Total excluding discontinued business	5,243	5,243	5,372	+ 2.5	+ 2.5
Discontinued business	6	6	5	- 16.7	- 16.7
> INTERNATIONAL & overseas depts.	1,125	1,290	1,331	+ 18.3	+ 3.2
Property damage	798	908	950	+ 19.0	+ 4.6
Life and health insurance	307	365	368	+ 19.9	+ 0.8
Total excluding discontinued business	1,105	1,273	1,318	+ 19.3	+ 3.5
Discontinued business	20	17	13	- 35.0	- 23.5
TOTAL INSURANCE	6,374	6,539	6,708	+ 5.2	+ 2.6
Asset management and other financial services**	128	128	170	+ 32.8	+ 32.8
TOTAL	6,502	6,667	6,878	+ 5.8	+ 3.2

*on a like-for-like basis (on constant consolidation and exchange rate basis)

**including Groupama Banque

MAIN CONSOLIDATED FIGURES (IN MILLIONS OF EUROS)

	1st HY 2006	1st HY 2007	Variation
Profit from operations *	203	217	+ 6.9%
Net realised capital gains	111	275	>100%
Current income *	314	493	+ 57.0%
Gains and losses on financial assets and derivatives recognised at their fair value	12	12	-
Other charges and expenses	3	1	ns
Net profit	329	506	+ 53.8%

	31.12.2006	30.06 2007	
Shareholders' equity, group share	5,094	5,154	+ 1.2%
Gross unrealised capital gains	9,375	8,125	- 13.3%
Subordinated debt	1,245	1,245	-
Bottom line of balance sheet	78,550	84,598	+ 7.7%

* Profit from operations: corresponds to the current income restated for realised capital gains and losses for the part reverting to the shareholder net of corporate tax. The current income is the net profit minus impact of unrealised gains and losses on the financial assets recognised at fair value reverting to the shareholder net of corporate tax, exceptional transactions and depreciation of goodwill.

MAIN CONSOLIDATED DATA BY BUSINESS LINE (IN MILLIONS OF EUROS)

(In millions of euros)	Life and health insurance	Property and liability insurance	Financial and banking	Holding Company	Total
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	1 st HY 06	1 st HY 07	1 st HY 06	1 st HY 07	1 st HY 06	1 st HY 07	1 st HY 06	1 st HY 07	1 st HY 06	1 st HY 07
Profit from operations	109	102	149	175	-5	2	-50	-62	203	217
Realised capital gains ⁽¹⁾	34	56	64	77	-	-	13	142	111	275
Depreciation of goodwill and intangible assets	-	-5	-	-5	-	-	-10	-1	-10	-12
Exceptional items	-	-	23	-	-	-	-10	13	13	13
Fair value effect ⁽¹⁾	11	27	-1	-16	-	-	2	1	12	12
Profit or loss, group share	154	180	235	231	-5	2	-55	93	329	506

⁽¹⁾ part reverting to the shareholder (net of profit-sharing and corporate tax)

MAIN RATIOS AS %

	1 st HY 2006	1 st HY 2007
Net profit or loss excluding fair value effect/shareholders' equity and excluding revaluation reserves	annualised: 22.8	annualised: 29.2
Net combined ratio (property & liability insurance)	99.0	97.9
Net debt ratio*	26.2	18.6

*excluding the property company Silic

Appendix 3

Contribution of Groupama S.A. Activities - consolidated financial statements

In millions of euros

	1st HY 2006	1st HY 2007

	Actual	Actual
INSURANCE/SERVICES – FRANCE		
Groupama S.A. operating activities	292	302
Groupama Vie	100	74
Gan Assurances	46	65
Gan Eurocourtage	28	44
Gan Eurocourtage	66	65
Gan Patrimoine	16	21
Gan Prévoyance	21	19
Groupama Transport	5	7
Other specialised companies of the Group*	6	5
Discontinued business	4	2
INTERNATIONAL and OVERSEAS DEPARTMENTS	105	108
Great Britain	51	24
Spain	34	60
Italy	11	9
Turkey	1	10
Other subsidiaries (including Portugal and Gan Overseas)	3	5
Discontinued business	5	0
Financial Activities (including Groupama Banque)	-5	2
Holding companies	-60	95
TOTAL	332	507
Other	-3	-1
TOTAL CONSOLIDATED NET PROFIT OR LOSS	329	506

*other life and non-life insurance companies of the Group

Appendix 4

Group Key Figures – combined financial statements

MAIN DATA (IN MILLIONS OF EUROS)

	1st HY 2006	1st HY 2007	Variation
Combined premium income (current data)	8,980	9,367	+4.3%

Profit from operations *	218	210	-3.7%
Net capital gains	156	323	>100%
current income *	374	533	+42.5%
Gains and losses on financial assets and derivatives recorded at fair value	16	24	+50.0%
Other income and expenses	3	1	ns
Net profit	393	558	+42.0%

	31.12.2006	30.06.2007	
Shareholders' equity, group share	7,447	7,741	+3.9%
Unrealised capital gains	10,291	9,111	-11.5%
Subordinated debt	1,245	1,245	-
Balance sheet total	84,998	92,459	+8.8%

* **profit from operations**: corresponds to the current income restated for realised capital gains and losses for the part reverting to the shareholder net of corporate tax. The current income is the net profit minus impact of unrealised gains and losses on the financial assets recognised at fair value reverting to the shareholder net of corporate tax, exceptional transactions and depreciation of goodwill.

MAIN COMBINED DATA, BY BUSINESS LINE (IN MILLIONS OF EUROS)

(In millions of euros)	Life and health insurance		Property and liability insurance		Banking and financial		Holding company		Total	
	1 st HY 06	1 st HY 07	1 st HY 06	1 st HY 07	1 st HY 06	1 st HY 07	1 st HY 06	1 st HY 07	1 st HY 06	1 st HY 07
	Profit from operations	135	125	143	146	-5	1	-55	-62	218
Realised capital gains ⁽¹⁾	50	70	102	111	-	-	4	141	156	323
Depreciation of goodwill and intangible assets	-	-5	-	-5	-	-	-10	-1	-10	-12
Exceptional items	-	-	23	-	-	-	-10	13	13	13
Fair value effect ⁽¹⁾	11	31	-1	-10	-	-	6	3	16	24
Net profit or loss, group share	196	221	267	242	-5	1	-65	94	393	558

⁽¹⁾ part reverting to the shareholder (net of profit-sharing and corporate tax)

MAIN RATIOS AS %

	1 st HY 2006	1 st HY 2007
Net profit excluding the effect of fair value /average shareholders' capital and excluding revaluation reserves	Annualised: 16.3	Annualised: 19.4
Net combined ratio, property & liability	100.5	100.7
Net debt ratio*	18.2	13.0

*excluding the property company Silic