



**Groupama**  
**Half-Year Financial Report**  
**30 June 2021**

Groupama Assurances Mutuelles  
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Entreprise régie par le Code des Assurances

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**Half-year activity report  
30 June 2021**

The Group's combined financial statements for the first half of 2021 were approved by the Board of Directors of Groupama Assurances Mutuelles at the meeting chaired by Jean-Yves Dagès on 1 September 2021. The half-year financial statements underwent a limited review by the statutory auditors.

## Business

At 30 June 2021, Groupama's combined premium income stood at €10.1 billion, an increase of +8.8% from 30 June 2020.

Business was up significantly in life and health insurance (+16.7%) with premium income reaching €4.7 billion at 30 June 2021. In property and casualty insurance, the Group generated €5.3 billion in premium income, up +2.3% from 30 June 2020.

### Groupama's premium income at 30 June 2021

€ million	30/06/2021	Like-for-like change (%)
Property and casualty insurance	5,289	+2.3%
Life and health insurance	4,685	+16.7%
Financial businesses	127	+35.4%
<b>GROUP TOTAL</b>	<b>10,101</b>	<b>+8.8%</b>

#### ▪ In France

Insurance premium income in France at 30 June 2021 amounted to €8.8 billion, up +9.4% compared with 30 June 2020.

In property and casualty insurance, premium income totalled €4.5 billion at 30 June 2021, up +2.4%. Insurance for individuals and professionals increased +1.5% to €2.5 billion (nearly 60% of written premiums in property and casualty insurance). This increase was driven by the growth in professional risks (+3.3%) and, to a lesser extent, by motor insurance (+1.0%) and home insurance (+0.9%). Insurance for businesses and local authorities increased significantly (+7.2%) to €813 million. The growth in agricultural insurance (+4.9%) to €901 million is primarily explained by premium reductions granted in 2020 in connection with the pandemic crisis.

In life and health insurance, premium income increased +17.6% to €4.320 billion. The Group's life and capitalisation premium income in France increased +43.2%. This change mainly stemmed from the growth in the individual savings/pensions business (+48.5%), in particular UL inflows, which increased +74.1% and represented nearly 60% of premium income.

Health and personal injury premium income at 30 June 2021 was up +4.6% from the previous period, linked with the growth in individual health (+1.9%) and group health (+6.4%).

#### ▪ International

Over the first half of 2021, business reached €1.2 billion, up +3.0% from 30 June 2020 on a like-for-like basis and with constant exchange rates.

Property and casualty insurance premium income totalled €798 million at 30 June 2021, up +1.4% from the previous period. Business lines however fared differently. The good performances of insurance for businesses and local authorities (+8.1%), agricultural insurance (+9.6%) and home insurance (+3.1%) are noteworthy. In motor insurance, business fell -1.8%, mainly in Italy and Hungary, but rose in Turkey, Romania, and Bulgaria.

In life and health insurance, premium income was up +6.5% at €366 million. Individual life and health insurance increased +6.1% thanks to the growth in individual savings/pensions (+8.3%), mainly in Italy and Hungary. Group life and health insurance was up +8.7% at €52 million in connection with the growth in the group health segment (+17.6%), especially in Greece and Romania.

#### ▪ Financial businesses

The Group's premium income was €127 million, including €124 million from Groupama Asset Management and €3 million from Groupama Epargne Salariale. Groupama Asset Management's assets under management totalled €112.9 billion at 30 June 2021, up +€4.3 billion from the end of 2020.

## Results

The Group's economic operating income was €264 million at 30 June 2021, up +€68 million from 30 June 2020.

It includes €246 million in economic operating income from insurance at 30 June 2021, up +11.8%.

In life and health insurance, economic operating income was €168 million at 30 June 2021 compared with €114 million at 30 June 2020. This increase came mainly from business in France, which had been heavily affected in 2020 in group insurance by the health crisis but has posted significant growth in its underwriting income this year, particularly in savings/pensions.

In property and casualty insurance, economic operating income amounted to €78 million at 30 June 2021 compared with €106 million at 30 June 2020. The combined non-life ratio was 98.1% at 30 June 2021 versus 97.9% at 30 June 2020. The first half of 2021 was marked by a substantial weather-related loss experience in France (harvest frost in early April and thunderstorms and floods from 16 to 29 June). Conversely, the cost of severe claims was lower than in the first half of 2020, which suffered significant operating losses for business interruption related to the pandemic.

The operating costs ratio decreased by -0.4 points to 28.0% at 30 June 2021.

The economic operating income from financial businesses amounted to +€41 million, and the Group's holding business posted an economic operating loss of -€23 million at 30 June 2021.

The reconciliation of economic operating income to net income includes non-recurring items of +€33 million at 30 June 2021 versus -€57 million at 30 June 2020. The non-recurring financial margin increased by +€98 million at 30 June 2021 compared with 30 June 2020 mainly due to the increase in realised capital gains as well as fluctuations in the fair value of assets, driven by favourable financial markets.

The Group's overall net income was +€297 million at 30 June 2021 compared with +€139 million at 30 June 2020.

## Balance sheet

The Group's IFRS equity totalled €10.7 billion at 30 June 2021. This figure includes the mutual certificates issued by Groupama for €636 million.

Insurance investments totalled €91.1 billion at 30 June 2021. The Group's unrealised capital gains were €10.4 billion at 30 June 2021, including €6.7 billion from the bond portfolio, €1.5 billion from the equity portfolio, and €2.2 billion from property assets.

At 30 June 2021, the Solvency 2 ratio, without transitional measure on technical reserves, was 174%. The increase of +22 points in this ratio compared with the end of 2020 was mainly due to shifting financial market conditions and income growth for the first half of 2021. The ratio incorporating the transitional measure on technical reserves authorised by the ACPR was 261%.

The Group's financial strength was highlighted by Fitch Ratings, which affirmed Groupama's 'A' rating and upgraded the outlook to 'Positive' on 21 June 2021.

After the closing of the half-year financial statements, on 7 July 2021, Groupama issued its first subordinated green bond for a total of €500 million, maturing in 2028. The annual coupon is 0.75%. The Group's objective is to contribute to a growing green bond market and to stimulate the market for investments and sustainable financing.

## Transactions with related parties

Transactions with related parties are detailed in Chapter 3 of the 2020 Universal Registration Document registered with the AMF on 23 April 2021 and available on the company's website ([www.groupama.com](http://www.groupama.com)).

There have been no significant changes in transactions with related parties since 31 December 2020. The agreements put in place with the regional mutuals continued in the same way as those presented in the 2020 Universal Registration Document, both in the application of the agreements and in the relative size.

## Risk factors

The main risks and uncertainties to which Groupama Assurances Mutuelles is subject are detailed in Chapter 5 of the 2020 Universal Registration Document registered with the AMF on 23 April 2021 and available on the company's website ([www.groupama.com](http://www.groupama.com)).

This description of the main risks remains valid as of the publication date of this Report for the assessment of major risks and uncertainties that may affect the Group at the end of the current fiscal year, and no significant uncertainties or risks other than those presented in the 2020 Universal Registration Document are anticipated.

## Key figures

### A/ Premium income

€ million	30/06/2020		30/06/2021	2021/2020
	Reported premium income	Pro forma premium income*	Reported premium income	Change ** as %
<b>&gt; France</b>	<b>8,057</b>	<b>8,057</b>	<b>8,811</b>	<b>+9.4%</b>
Life and health insurance	3,673	3,673	4,320	+17.6%
Property and casualty insurance	4,384	4,384	4,491	+2.4%
<b>&gt; International &amp; Overseas</b>	<b>1,162</b>	<b>1,130</b>	<b>1,163</b>	<b>+3.0%</b>
Life and health insurance	352	344	366	+6.5%
Property and casualty insurance	810	786	798	+1.4%
<b>TOTAL INSURANCE</b>	<b>9,218</b>	<b>9,186</b>	<b>9,974</b>	<b>+8.6%</b>
<b>Financial businesses</b>	<b>94</b>	<b>94</b>	<b>127</b>	<b>+35.4%</b>
<b>TOTAL</b>	<b>9,312</b>	<b>9,280</b>	<b>10,101</b>	<b>+8.8%</b>

\* Based on comparable data

\*\* Change on a like-for-like basis with constant exchange rates

### B/ Economic operating income

€ million	30/06/2020	30/06/2021	2021/2020 change
Insurance – France	195	221	+26
Insurance – International	25	25	0
Financial businesses	20	41	+21
Holding companies	-45	-23	+22
<b>Economic operating income</b>	<b>196</b>	<b>264</b>	<b>+68</b>

Economic operating income: equals net income adjusted for realised capital gains and losses, long-term impairment provision allocations and write-backs, and unrealised capital gains and losses on financial assets recognised at fair value (all such items are net of profit sharing and corporate income tax). Non-recurring items net of corporate income tax, impairment of value of business in force, impairment of goodwill (net of corporate income tax), and external financing expenses are also restated.

## C/ Net income

€ million	30/06/2020	30/06/2021	2021/2020 change
Economic operating income	196	264	+68
Realised capital gains net of allocations to reserves for long-term impairment	2	71	+69
Gains and losses on financial assets and derivatives recognised at fair value	1	30	+29
External financing expenses	-24	-25	-1
Other expenses and income	-36	-43	-7
<b>Net income</b>	<b>139</b>	<b>297</b>	<b>+158</b>

## D/ Balance sheet

€ million	31/12/2020	30/06/2021
Group's IFRS equity	10,704	10,709
Subordinated instruments	2,730	2,730
- classified in Group's equity	1,099	1,099
- classified as "financing debt"	1,632	1,633
Gross unrealised capital gains	11,788	10,381
Total balance sheet	104,702	105,562

## E/ Main ratios

	30/06/2020	30/06/2021
Non-life combined ratio	97.9%	98.1%

	31/12/2020	30/06/2021
Debt ratio *	25.8%	25.0%
Solvency 2 ratio (with transitional measure **)	244%	261%
Solvency 2 ratio (without transitional measure **)	152%	174%

\* ratio calculated using the method applied by our rating agency

\*\* transitional measure on technical reserves

## F/ Financial strength rating – Fitch Ratings

	Rating *	Outlook
Groupama Assurances Mutuelles and its subsidiaries	A	Positive

\* Insurer Financial Strength (IFS)

**Groupama**  
**Condensed combined financial statements**  
**IFRS**

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## FINANCIAL STATEMENTS

**GROUPAMA**  
**COMBINED BALANCE SHEET** (in millions of euros)

ASSETS		30.06.2021	31.12.2020
Goodwill	Note 2	1,658	1,654
Other intangible assets		370	366
<b>Intangible assets</b>		<b>2,028</b>	<b>2,020</b>
Investment property excluding unit-linked items	Note 3	1,865	1,415
Unit-linked investment property	Note 6	91	108
Operating property	Note 4	862	1,117
Financial investments excluding unit-linked items	Note 5	75,865	78,429
Unit-linked financial investments	Note 6	12,357	11,286
Derivatives and separate embedded derivatives	Note 7	36	49
<b>Insurance business investments</b>		<b>91,074</b>	<b>92,403</b>
<b>Funds used in banking sector businesses and investments of other business activities</b>		<b>136</b>	<b>134</b>
<b>Investments in related companies and joint ventures</b>		<b>249</b>	<b>254</b>
<b>Share of outward reinsurers and retrocessionaires in liabilities relating to insurance policies and financial contracts</b>	Note 8	<b>1,460</b>	<b>1,418</b>
Other property, plant, and equipment		277	283
Deferred acquisition costs		289	263
Deferred profit-sharing assets			
Deferred tax assets	Note 9	38	32
Receivables arising from insurance and inward reinsurance operations	Note 10	4,657	2,724
Receivables from outward reinsurance operations		187	248
Current tax receivables and other tax receivables		220	324
Other receivables		3,380	3,344
<b>Other assets</b>		<b>9,049</b>	<b>7,218</b>
<b>Assets held for sale and discontinued business activities</b>			
<b>Cash and cash equivalents</b>		<b>1,564</b>	<b>1,254</b>
<b>TOTAL</b>		<b>105,562</b>	<b>104,702</b>

The notes on pages 19 to 61 are an integral part of the combined financial statements.

**GROUPAMA**  
**COMBINED BALANCE SHEET** (in millions of euros)

EQUITY & LIABILITIES		30.06.2021	31.12.2020
Equity or equivalent funds		668	664
Revaluation reserves	Note 11	2,383	2,651
Perpetual subordinated debts categorised as Group's IFRS equity		1,099	1,099
Other reserves		6,819	6,675
Foreign exchange adjustments		(557)	(562)
Combined income		297	177
<b>Group's IFRS equity (Group share)</b>		<b>10,709</b>	<b>10,704</b>
Non-controlling interests		12	13
<b>Total Group's IFRS equity</b>		<b>10,721</b>	<b>10,717</b>
<b>Reserves for contingencies and charges</b>		<b>629</b>	<b>639</b>
<b>Financing liabilities</b>	Note 12	<b>1,637</b>	<b>1,635</b>
<b>Technical liabilities relating to insurance policies</b>	Note 13	<b>66,882</b>	<b>63,345</b>
<b>Technical liabilities relating to financial contracts</b>	Note 14	<b>11,325</b>	<b>11,592</b>
<b>Deferred profit-sharing liabilities</b>	Note 15	<b>5,058</b>	<b>6,002</b>
<b>Resources from banking sector activities</b>		<b>6</b>	<b>12</b>
Deferred tax liabilities	Note 9	539	633
Debts to unit holders of consolidated mutual funds		70	94
Operating debts to banking sector companies		242	178
Debts arising from insurance or inward reinsurance operations		801	1,169
Debts arising from outward reinsurance operations		330	364
Current taxes payable and other tax liabilities		225	149
Derivative liabilities	Note 7	547	568
IFRS 16 lease liabilities	Note 16	248	273
Other liabilities		6,302	7,331
<b>Other liabilities</b>		<b>9,304</b>	<b>10,760</b>
<b>Liabilities of business activities due to be sold or discontinued</b>			
<b>TOTAL</b>		<b>105,562</b>	<b>104,702</b>

The notes on pages 19 to 61 are an integral part of the combined financial statements.

**GROUPAMA**  
**COMBINED INCOME STATEMENT (in millions of euros)**

INCOME STATEMENT		30.06.2021	30.06.2020
Written premiums	Note 17	9,974	9,218
Change in unearned premiums		(2,398)	(2,350)
<b>Earned premiums</b>		<b>7,577</b>	<b>6,868</b>
<b>Net banking income, net of cost of risk</b>		<b>109</b>	<b>82</b>
Investment income		1,046	996
Investment expenses		(314)	(323)
Capital gains or losses from divestments net of impairment and depreciation write-backs		183	103
Change in fair value of financial instruments recorded at fair value through income		808	(607)
Change in impairment on investments		(6)	(12)
<b>Investment income net of expenses</b>	Note 18	<b>1,716</b>	<b>158</b>
<b>Total income from ordinary business activities</b>		<b>9,402</b>	<b>7,108</b>
Insurance policy servicing expenses	Note 19	(7,126)	(5,058)
Income on outward reinsurance	Note 20	189	187
Expenses on outward reinsurance	Note 20	(271)	(252)
<b>Net outward reinsurance income and expenses</b>		<b>(7,209)</b>	<b>(5,123)</b>
Banking operating expenses		(53)	(53)
Policy acquisition costs		(973)	(977)
Administrative costs		(254)	(243)
Other current operating income and expenses		(436)	(427)
<b>Total other current income and expenses</b>		<b>(8,924)</b>	<b>(6,824)</b>
<b>CURRENT OPERATING INCOME</b>		<b>478</b>	<b>284</b>
Total other non-current operating income and expenses		(22)	6
<b>OPERATING INCOME</b>		<b>456</b>	<b>290</b>
Financing expenses	Note 21	(38)	(38)
Share in income of related companies		(13)	(25)
Corporate income tax	Note 22	(108)	(88)
<b>NET INCOME FROM CONTINUING OPERATIONS</b>		<b>297</b>	<b>139</b>
Net income from activities either discontinued or due to be discontinued			
<b>OVERALL NET INCOME</b>		<b>297</b>	<b>139</b>
of which, non-controlling interests			
<b>OF WHICH, NET INCOME (GROUP SHARE)</b>		<b>297</b>	<b>139</b>

The notes on pages 19 to 61 are an integral part of the combined financial statements.

**GROUPAMA**  
**STATEMENT OF NET INCOME AND GAINS (LOSSES) RECOGNISED DIRECTLY IN GROUP'S IFRS EQUITY**  
(in millions of euros)

NET INCOME AND GAINS AND LOSSES RECOGNISED IN GROUP'S IFRS EQUITY	30.06.2021			30.06.2020		
	Group share	Non-controlling interests	Total	Group share	Non-controlling interests	Total
Net income for fiscal year	297		297	139		139
Gains and losses recognised directly in Group's IFRS equity						
Items recyclable to income						
Change in foreign exchange adjustments	4		4	(37)		(37)
Change in gross unrealised capital gains and losses on available-for-sale assets	(1,424)	(2)	(1,426)	(601)	(3)	(603)
Revaluation of hedging derivatives						
Change in shadow accounting	1,020	1	1,021	293	2	296
Change in deferred taxes	137		137	59		60
Other changes	(3)		(3)	(4)		(4)
Items not recyclable to income						
Restatement of net actuarial debt from pension commitments (defined-benefit schemes)	8		8	(3)		(3)
Change in deferred taxes	(2)		(2)			
Other changes						
Total gains (losses) recognised directly in Group's IFRS equity	(260)	0	(261)	(292)	0	(292)
Net income and gains (losses) recognised in Group's IFRS equity	37	0	37	(153)	0	(153)

The statement of net income and gains (losses) recognised directly in Group's IFRS equity, an integral part of the financial statements, includes, in addition to the net income for the year, the change in the reserve for gross unrealised capital gains (losses) on available-for-sale assets, minus deferred profit sharing and deferred taxes, the change in the reserve for unrealised foreign exchange adjustments, and the actuarial gains (losses) on post-employment benefits.

The notes on pages 19 to 61 are an integral part of the combined financial statements.

**GROUPAMA**  
**STATEMENT OF CHANGES IN GROUP'S IFRS EQUITY (in millions of euros)**

STATEMENT OF CHANGES IN GROUP'S IFRS EQUITY	Equity or equivalent funds	Profit (Loss)	Subordinated debts	Consolidated reserves	Revaluation reserves	Foreign exchange adjustment	Group's IFRS equity - Group share	Non-controlling interests	Total Group's IFRS equity
<b>Group's IFRS equity at 31/12/2019</b>	<b>633</b>	<b>345</b>	<b>1,099</b>	<b>6,395</b>	<b>2,272</b>	<b>(504)</b>	<b>10,238</b>	<b>14</b>	<b>10,252</b>
Allocation of 2019 income (loss)		(345)		345					
Dividends <sup>(1)</sup>				(62)			(62)		(62)
Change in capital	31						31		31
Business combinations									
Other									
<b>Impact of transactions with shareholders/members</b>	<b>31</b>	<b>(345)</b>		<b>283</b>			<b>(30)</b>		<b>(30)</b>
Foreign exchange adjustments						(58)	(58)		(58)
Available-for-sale assets					900		900	3	903
Shadow accounting					(391)		(391)	(5)	(396)
Deferred taxes				1	(130)		(129)	1	(128)
Actuarial gains (losses) of post-employment benefits				(4)			(4)		(4)
Other				1			1		1
Net income for fiscal year		177					177	1	178
<b>Total income (expenses) recognised over the period</b>		<b>177</b>		<b>(3)</b>	<b>379</b>	<b>(58)</b>	<b>496</b>	<b>(1)</b>	<b>496</b>
<b>Total changes over the period</b>	<b>31</b>	<b>(167)</b>		<b>281</b>	<b>379</b>	<b>(58)</b>	<b>466</b>	<b>(1)</b>	<b>465</b>
<b>Group's IFRS equity at 31/12/2020</b>	<b>664</b>	<b>177</b>	<b>1,099</b>	<b>6,675</b>	<b>2,651</b>	<b>(562)</b>	<b>10,704</b>	<b>13</b>	<b>10,717</b>
Allocation of 2020 income (loss)		(177)		177					
Dividends <sup>(1)</sup>				(36)			(36)	(1)	(37)
Change in capital	4						4		4
Business combinations									
Other									
<b>Impact of transactions with shareholders/members</b>	<b>4</b>	<b>(177)</b>		<b>142</b>			<b>(31)</b>	<b>(1)</b>	<b>(33)</b>
Foreign exchange adjustments						4	4		4
Available-for-sale assets					(1,424)		(1,424)	(2)	(1,426)
Shadow accounting					1,020		1,020	1	1,021
Deferred taxes				(2)	137		134		134
Actuarial gains (losses) of post-employment benefits				8			8		8
Other				(3)			(3)		(3)
Net income for fiscal year		297					297		297
<b>Total income (expenses) recognised over the period</b>		<b>297</b>		<b>3</b>	<b>(268)</b>	<b>4</b>	<b>37</b>		<b>37</b>
<b>Total changes over the period</b>	<b>4</b>	<b>120</b>		<b>144</b>	<b>(268)</b>	<b>4</b>	<b>5</b>	<b>(1)</b>	<b>4</b>
<b>Group's IFRS equity at 30/06/2021</b>	<b>668</b>	<b>297</b>	<b>1,099</b>	<b>6,819</b>	<b>2,383</b>	<b>(557)</b>	<b>10,709</b>	<b>12</b>	<b>10,721</b>

<sup>(1)</sup> These being dividends that impact the change in shareholders' equity Group share, they are treated in particular as compensation for subordinated instruments classified as Group's IFRS equity according to IFRS rules.

The notes on pages 19 to 61 are an integral part of the combined financial statements.

STATEMENT OF CHANGES IN GROUP'S IFRS EQUITY	Equity or equivalent funds	Profit (Loss)	Subordinated debts	Consolidated reserves	Revaluation reserves	Foreign exchange adjustment	Group's IFRS equity - Group share	Non-controlling interests	Total shareholders' equity
Group's IFRS equity at 31/12/2019	633	345	1,099	6,395	2,272	(504)	10,238	14	10,252
Allocation of 2019 income (loss)		(345)		345					
Dividends <sup>(1)</sup>				(38)			(38)		(38)
Change in capital	19						19		19
Business combinations									
Other									
Impact of transactions with shareholders/members	19	(345)		307			(19)		(19)
Foreign exchange adjustments						(37)	(37)		(37)
Available-for-sale assets					(601)		(601)	(3)	(603)
Shadow accounting					293		293	2	296
Deferred taxes					59		59		60
Actuarial gains (losses) of post-employment benefits				(3)			(3)		(3)
Other				(4)			(4)		(4)
Net income for fiscal year		139					139		139
Total income (expenses) recognised over the period		139		(6)	(248)	(37)	(153)	0	(153)
Total changes over the period	19	(206)		301	(248)	(37)	(172)	0	(172)
Group's IFRS equity at 30/06/2020	651	139	1,099	6,695	2,024	(541)	10,066	14	10,080

(1) These being dividends that impact the change in Group's IFRS equity Group share, they are treated in particular as compensation for subordinated instruments classified as Group's IFRS equity according to IFRS rules.

The notes on pages 19 to 61 are an integral part of the combined financial statements.

**GROUPAMA**  
**CASH FLOW STATEMENT (in millions of euros)**

<b>CASH FLOW STATEMENT</b>	
Cash and cash equivalents	1,254
Receivables on credit institutions from financial business activities	21
Operating debts to banking sector companies	(178)
<b>Cash and cash equivalents at 1 January 2021</b>	<b>1,097</b>
Cash and cash equivalents	1,564
Receivables on credit institutions from financial business activities	17
Operating debts to banking sector companies	(242)
<b>Cash and cash equivalents at 30 June 2021</b>	<b>1,339</b>

The notes on pages 19 to 61 are an integral part of the combined financial statements.

The cash flow statement is presented following the indirect method in accordance with the presentation recommended by the French accounting standards authority (ANC) in Recommendation no. 2013-R-05 of 7 November 2013.

CASH FLOW STATEMENT	30.06.2021	30.06.2020
Operating income before taxes	456	238
Gains (losses) on divestments	(173)	(101)
Net allocations to amortisation and depreciation	126	120
Change in deferred acquisition costs	(28)	(35)
Change in impairment	(3)	31
Net allocations to technical liabilities relating to insurance policies and financial contracts	3,313	1,790
Net allocations to other reserves	(4)	39
Change in fair value of financial instruments and investments recognised at fair value through income (excluding cash and cash equivalents)	(808)	607
Other non-cash items included in operating income	11	10
Correction of elements included in the operating income other than cash flows and reclassification of investment and financing flows	2,434	2,461
Change in operating receivables and payables	(2,746)	(1,921)
Change in banking operating receivables and payables	(12)	26
Change in repo and reverse-repo securities	(679)	570
Cash flows from other assets and liabilities	136	(74)
Net tax paid	44	(61)
<b>Net cash flows from operating activities</b>	<b>(367)</b>	<b>1,239</b>
Acquisitions/divestments of subsidiaries and joint ventures, net of cash acquired/disposed		162
Stakes in related companies acquired/divested		(9)
<b>Cash flows from changes in scope</b>		<b>153</b>
Net acquisitions of financial investments (including unit-linked investments) and derivatives	978	(1,081)
Net acquisitions of investment property	(172)	132
Net acquisitions and/or issues of investments and derivatives relating to other activities		
Other non-cash items	(7)	1
<b>Cash flows from acquisitions and issues of investments</b>	<b>799</b>	<b>(948)</b>
Net acquisitions of property, plant, and equipment, intangible fixed assets, and operating property	(93)	(203)
<b>Cash flows from acquisitions and disposals of property, plant, and equipment and intangible fixed assets</b>	<b>(93)</b>	<b>(203)</b>
<b>Net cash flows from investment activities</b>	<b>707</b>	<b>(999)</b>
Membership fees		
Issue of capital instruments	4	16
Redemption of capital instruments		
Transactions involving own shares		
Dividends paid <sup>(1)</sup>	(37)	(38)
<b>Cash flows from transactions with shareholders and members</b>	<b>(33)</b>	<b>(21)</b>
Cash allocated to financial debt		
Interest paid on financial debt and lease liabilities	(38)	(38)
Cash generated by IFRS 16 lease liabilities	(25)	(9)
<b>Cash flows from group financing</b>	<b>(62)</b>	<b>(48)</b>
<b>Net cash flows from financing activities</b>	<b>(95)</b>	<b>(69)</b>
<b>Cash and cash equivalents at 1 January</b>	<b>1,097</b>	<b>1,237</b>
Net cash flows from operating activities	(367)	1,239
Net cash flows from investment activities	707	(999)
Net cash flows from financing activities	(95)	(69)
Cash flows from sold or discontinued assets and liabilities		
Effect of foreign exchange changes on cash	(2)	(4)
<b>Cash and cash equivalents at 30 June</b>	<b>1,339</b>	<b>1,405</b>

<sup>(1)</sup> They equate in particular to compensation for subordinated securities classified in equity under IFRS.

The notes on pages 19 to 61 are an integral part of the combined financial statements.

## NOTES TO THE COMBINED FINANCIAL STATEMENTS

## 1. SIGNIFICANT EVENTS AND EVENTS AFTER YEAR-END

### SIGNIFICANT EVENTS

#### Financial soundness

##### *Financial rating*

On 21 June 2021, Fitch Ratings maintained Groupama's 'A' rating and raised its outlook to 'Positive'. The revision of the outlook to 'Positive' reflects Fitch's expectations that Groupama will strengthen its considerable capitalisation in 2021–2022 while maintaining a solid operating performance.

#### Governance

At its meeting of 17 June 2021, the Board of Directors of Groupama Assurances Mutuelles reappointed Jean-Yves Dagès and Jean-Louis Pivard as Chairman and Vice-Chairman, respectively, of the Board of Directors of Groupama Assurances Mutuelles for three years. It also reappointed Thierry Martel as CEO of Groupama Assurances Mutuelles.

#### Businesses

##### *Acquisitions and partnerships*

On 8 January 2021, Groupama Group concluded the acquisition of legaltech company Juritravail from MyBestPro. With this acquisition, the Group is expanding its offering of legal services for individuals, professionals, and businesses.

On 9 April 2021, Groupama Group sold Château d'Agassac, recently classified as "Cru Bourgeois Exceptionnel", and its vineyard to Beautiful Life Group.

On 23 June 2021, Groupama and the CAPEB entered into a national partnership to meet the needs of construction tradespeople and to raise their awareness of the prevention of occupational risks.

##### *Socially responsible investing*

At the end of June 2021, the Group published its ESG/Climate report entitled "Responsible investment: risk management, the key to trust". The management of both insurance or financial risks currently requires incorporating unpredictable environmental and societal impacts. The management of Groupama's property and financial assets increasingly focuses on measuring and optimising environmental, social, and corporate governance risks and opportunities of organisations and their impact on the Group's assets.

##### *Inclement weather*

The first half of 2021 was marked by a substantial weather loss experience. The early-April frost affected the entire agricultural world, in particular farms in the southern half of France, and mainly viticulture, arboriculture, and certain arable crops such as rapeseed and beetroot. Between 16 and 29 June, severe storms and floods affected many parts of France, causing extensive damage to homes, automobiles, and professional and agricultural property.

To deal with this crisis, Groupama mobilised experts in the field to support its affected policyholders.

### POST YEAR-END EVENTS

#### *Green subordinated notes*

On 7 July 2021, Groupama launched its first subordinated green bond issue for a total of €500 million, maturing in 2028. The annual coupon is 0.75%. The new instrument was a big success among institutional investors, with an order book oversubscribed by a factor of nearly two. The objective is to contribute to a growing green bond market and to stimulate the market for investments and sustainable financing.

#### *Partnerships*

On 9 July 2021, Groupama acquired a stake in 1Kubator, the leading innovation network in France. This support for 1Kubator demonstrates the group's desire to encourage entrepreneurship and to contribute to its development.

On 29 July 2021, Groupama announced the signing of an agreement between its Italian subsidiary Groupama Assicurazioni and FairConnect for the sale of G-Evolution and the establishment of a long-term strategic partnership for the provision of connected insurance solutions. The transaction is expected to be completed during the second half of 2021 subject to obtaining regulatory approvals.

## 2. COMBINATION PRINCIPLES, METHODS, AND SCOPE

### 2.1. EXPLANATORY NOTE

Groupama Assurances Mutuelles is an agricultural mutual reinsurance company with national competence, a special-form mutual insurance company, wholly owned by the regional mutuals (regional mutuals, agricultural mutual reinsurance, and specialist mutuals), forming Groupama's mutual insurance arm. Groupama Assurances Mutuelles is domiciled in France. Its headquarters are located at 8–10, rue d'Astorg, 75008, Paris, France.

The primary functions of Groupama Assurances Mutuelles, the central body of the Group network, the sole reinsurer for the regional mutuals, and the holding company for the equity management division of Groupama Group, are as follows:

- ensure the cohesion and proper operation of the network;
- exercise administrative, technical, and financial control over the structure and management of the organisations within the Groupama network;
- define and implement the operational strategy of Groupama Group in collaboration with the regional mutuals and in line with the strategies defined by the Mutual Insurance Advisory Board;
- reinsure the regional mutuals;
- direct all subsidiaries;
- establish the external reinsurance programme for the entire Group;
- take all necessary measures to ensure the solvency and meeting of commitments of each of the organisations within the network and of the entire Group;
- prepare the combined financial statements.

The combined financial statements relate to Groupama Group and include all local mutuals, regional mutuals, Assurances Mutuelles, and its subsidiaries.

The Company's business activities are governed by the provisions of the French commercial code and the French insurance code and are subject to the supervision of the French prudential control authority (ACPR).

The various entities of the Group are connected:

- within the Groupama Assurances Mutuelles unit, by capital ties. The subsidiaries included in this division are consolidated in the financial statements. Moreover, in exchange for a certain operational autonomy, each of the subsidiaries is subject to the requirements and obligations defined by the Groupama Assurances Mutuelles environment, particularly in terms of control;
- in the Mutual Insurance Division:
  - by an internal reinsurance treaty that binds the regional mutuals to Groupama Assurances Mutuelles;
  - by a security and accountability mechanism between all the regional mutuals and Groupama Assurances Mutuelles.

The list of entities included in the scope of the Group's combined financial statements and the changes in this scope appear in note 23 to the financial statements.

The combined financial statements as at 30 June 2021 were approved by the Board of Directors at its meeting of 1 September 2021.

## 2.2. ACCOUNTING PRINCIPLES

The Group's combined financial statements as at 30 June 2021 were prepared in accordance with the International Financial Reporting Standards and interpretations applicable as of 30 June 2021 as adopted by the European Union and, in particular, in accordance with IAS 34 on interim financial reporting.

They were prepared according to accounting principles consistent with those applied for the combined financial statements as at 31 December 2020 for the standards and interpretations already existing as of that date, which have not changed since then. They must be read together with the combined financial statements as at 31 December 2020.

All standards and interpretations mandatory for fiscal years starting on or after 1 January 2021 were applied for the preparation of the Group's financial statements as at 30 June 2021. They have had no significant effect on the Group's financial statements as at 30 June 2021. The standards in question are the following:

- Amendments to IFRS 4: Insurance Contracts – Extension of the Temporary Exemption from Applying IFRS 9,
- Amendments to IFRS 9, IAS 39, IFRS 7, IFRS 4, and IFRS 16: Interest Rate Benchmark Reform.

The Group has opted to defer the application of IFRS 9 "Financial Instruments" and its amendment "Prepayment Features with Negative Compensation" in accordance with the amendments to IFRS 4 "Applying IFRS 9 Financial Instruments with IFRS 4 Insurance Contracts" and "Extension of the Temporary Exemption from Applying IFRS 9", allowing groups whose main business is insurance to postpone the application of IFRS 9 at the latest until the annual periods beginning on or after 1 January 2023. The Group meets the eligibility criteria defined in the amendment to defer the application of IFRS 9.

The rules for application of IFRS 9 and its potential impact on the Group's combined financial statements are currently under review.

IFRS 17 on insurance contracts, issued by the IASB in May 2017 and intended to replace the current IFRS 4, and its amendment issued in June 2020 have not yet been adopted by the European Union. Work to identify problems in implementing this standard and its amendment and its impact on the combined financial statements is currently in progress. This work is being carried out in conjunction with the IFRS 9 impact analysis and takes into account the postponement of the effective date of both IFRS 9 and IFRS 17 to 1 January 2023.

In order to prepare the Group's financial statements in accordance with IFRS, Groupama's management must make assumptions and estimates that have an impact on the amount of assets, liabilities, income, and expenses as well as on the drafting of the notes to the accounts. Final future results of operations for which estimates were necessary may prove to be different and may result in an adjustment to the financial statements.

In the preparation of the mid-year combined financial statements, the judgements made by management in applying the Group's accounting principles pertain to the same items of the financial statements as in the combined financial statements for the fiscal year ended 31 December 2020.

All figures on the combined balance sheet, combined income statement, statement of net income and gains and losses recognised directly in Group's IFRS equity, the statement of changes in Group's IFRS equity, cash flow statements, and notes to the accounts are stated in millions of euros unless otherwise indicated. These figures are rounded. This might generate rounding differences.

### 3. NOTES TO THE FINANCIAL STATEMENTS

#### NOTE 1 – SEGMENT REPORTING

##### NOTE 1.1 – SEGMENT REPORTING BY OPERATING SEGMENT

In millions of euros	30.06.2021			31.12.2020		
	France	International	Total	France	International	Total
Intangible assets	1,012	1,016	2,028	1,003	1,017	2,020
Insurance business investments	83,514	7,560	91,074	84,907	7,496	92,403
Funds used in banking sector businesses and investments of other business activities	136		136	134		134
Investments in related companies and joint ventures	100	149	249	110	144	254
Share of outward reinsurers and retrocessionaires in liabilities relating to insurance policies and financial contracts	1,367	93	1,460	1,327	91	1,418
Other assets	8,386	663	9,049	6,631	586	7,218
Assets held for sale and discontinued business activities						
Cash and cash equivalents	1,446	117	1,564	1,160	94	1,254
<b>Combined total assets</b>	<b>95,963</b>	<b>9,599</b>	<b>105,562</b>	<b>95,273</b>	<b>9,429</b>	<b>104,702</b>
Reserves for contingencies and charges	550	79	629	556	83	639
Financing liabilities	1,637		1,637	1,635		1,635
Technical liabilities relating to insurance policies	62,268	4,614	66,882	58,782	4,563	63,345
Technical liabilities relating to financial contracts	9,307	2,018	11,325	9,580	2,011	11,592
Deferred profit-sharing liabilities	4,938	120	5,058	5,856	145	6,002
Resources from banking sector activities	6		6	12		12
Other liabilities	8,878	426	9,304	10,481	279	10,760
Liabilities of business activities due to be sold or discontinued						
<b>Total combined liabilities excluding Group's IFRS equity</b>	<b>87,584</b>	<b>7,256</b>	<b>94,840</b>	<b>86,904</b>	<b>7,081</b>	<b>93,985</b>

**NOTE 1.2 – SEGMENT REPORTING BY BUSINESS**

In millions of euros	30.06.2021									
	France					International				Total
	Property and casualty insurance	Life and health insurance	Banking and finance business	Holding company	Total	Property and casualty insurance	Life and health insurance	Holding company	Total	
<b>Earned premiums</b>	<b>2,929</b>	<b>3,588</b>			<b>6,518</b>	<b>708</b>	<b>352</b>		<b>1,059</b>	<b>7,577</b>
<b>Net banking income, net of cost of risk</b>			<b>109</b>		<b>109</b>					<b>109</b>
Investment income	108	851		(5)	954	44	47	1	93	1,046
Investment expenses	(52)	(251)		18	(285)	(19)	(10)		(29)	(314)
Capital gains or losses from divestments net of impairment and depreciation write-backs	50	121		3	174	6	3		9	183
Change in fair value of financial instruments recorded at fair value through income	14	749		4	768		40		40	808
Change in impairment on investments	(2)	(3)		(1)	(6)				(1)	(6)
<b>Total income from ordinary business activities</b>	<b>3,047</b>	<b>5,055</b>	<b>109</b>	<b>20</b>	<b>8,231</b>	<b>739</b>	<b>431</b>	<b>1</b>	<b>1,171</b>	<b>9,402</b>
Insurance policy servicing expenses	(2,073)	(4,253)			(6,326)	(453)	(347)		(800)	(7,126)
Income on outward reinsurance	120	52			173	15			16	189
Expenses on outward reinsurance	(177)	(62)			(239)	(32)	(1)		(33)	(271)
Banking operating expenses			(53)		(53)					(53)
Policy acquisition costs	(465)	(298)			(763)	(160)	(50)		(210)	(973)
Administrative costs	(114)	(84)			(198)	(39)	(17)		(56)	(254)
Other current operating income and expenses	(190)	(140)	1	(54)	(383)	(45)	(7)	(1)	(53)	(436)
<b>CURRENT OPERATING INCOME</b>	<b>149</b>	<b>272</b>	<b>57</b>	<b>(34)</b>	<b>443</b>	<b>24</b>	<b>10</b>	<b>1</b>	<b>35</b>	<b>478</b>
Other operating income and expenses	(17)	(1)		1	(17)	(4)	(1)		(5)	(22)
<b>OPERATING INCOME</b>	<b>132</b>	<b>271</b>	<b>57</b>	<b>(33)</b>	<b>426</b>	<b>20</b>	<b>9</b>	<b>1</b>	<b>30</b>	<b>456</b>
Financing expenses	(2)			(34)	(37)	(1)			(1)	(38)
Share in income of related companies			(15)		(15)	2			2	(13)
Corporate income tax	(52)	(84)	(16)	48	(103)	(4)	(1)		(5)	(108)
<b>NET INCOME FROM CONTINUING OPERATIONS</b>	<b>78</b>	<b>186</b>	<b>26</b>	<b>(19)</b>	<b>272</b>	<b>18</b>	<b>7</b>	<b>1</b>	<b>26</b>	<b>297</b>
Net income from activities either discontinued or due to be discontinued										
<b>TOTAL NET INCOME</b>	<b>78</b>	<b>186</b>	<b>26</b>	<b>(19)</b>	<b>272</b>	<b>18</b>	<b>7</b>	<b>1</b>	<b>26</b>	<b>297</b>
of which, non-controlling interests										
<b>OF WHICH, NET INCOME (GROUP SHARE)</b>	<b>78</b>	<b>186</b>	<b>26</b>	<b>(19)</b>	<b>271</b>	<b>18</b>	<b>7</b>	<b>1</b>	<b>26</b>	<b>297</b>

In millions of euros	30.06.2020									
	France					International				Total
	Property and casualty insurance	Life and health insurance	Banking and finance business	Holding company	Total	Property and casualty insurance	Life and health insurance	Holding company	Total	
<b>Earned premiums</b>	<b>2,838</b>	<b>2,958</b>			<b>5,796</b>	<b>736</b>	<b>336</b>		<b>1,072</b>	<b>6,868</b>
<b>Net banking income, net of cost of risk</b>			<b>82</b>		<b>82</b>					<b>82</b>
Investment income	105	782		(11)	876	58	61	1	120	996
Investment expenses	(55)	(251)		13	(293)	(20)	(10)		(30)	(323)
Capital gains or losses from divestments net of impairment and depreciation write-backs	18	105		(24)	99		4		4	103
Change in fair value of financial instruments recorded at fair value through income	(15)	(570)		21	(564)	(1)	(41)		(42)	(607)
Change in impairment on investments	(6)	(5)		(1)	(11)		(1)		(1)	(12)
<b>Total income from ordinary business activities</b>	<b>2,885</b>	<b>3,019</b>	<b>82</b>	<b>(1)</b>	<b>5,984</b>	<b>773</b>	<b>349</b>	<b>1</b>	<b>1,123</b>	<b>7,108</b>
Insurance policy servicing expenses	(1,968)	(2,330)			(4,298)	(496)	(265)		(761)	(5,058)
Income on outward reinsurance	122	42			164	22	1		23	187
Expenses on outward reinsurance	(165)	(58)			(223)	(27)	(2)		(29)	(252)
Banking operating expenses			(53)		(53)					(53)
Policy acquisition costs	(463)	(300)			(763)	(165)	(49)		(214)	(977)
Administrative costs	(110)	(70)			(180)	(44)	(20)		(63)	(243)
Other current operating income and expenses	(170)	(134)	1	(71)	(374)	(43)	(10)	(1)	(53)	(427)
<b>CURRENT OPERATING INCOME</b>	<b>129</b>	<b>171</b>	<b>30</b>	<b>(72)</b>	<b>258</b>	<b>20</b>	<b>5</b>	<b>1</b>	<b>26</b>	<b>284</b>
Other operating income and expenses	(36)	(13)		68	19	(8)	(4)		(13)	6
<b>OPERATING INCOME</b>	<b>93</b>	<b>158</b>	<b>30</b>	<b>(4)</b>	<b>277</b>	<b>11</b>	<b>1</b>	<b>1</b>	<b>13</b>	<b>290</b>
Financing expenses	(3)			(34)	(37)	(1)			(1)	(38)
Share in income of related companies			(25)		(25)					(25)
Corporate income tax	(47)	(81)	(9)	51	(86)	(2)			(2)	(88)
<b>NET INCOME FROM CONTINUING OPERATIONS</b>	<b>43</b>	<b>77</b>	<b>(5)</b>	<b>13</b>	<b>129</b>	<b>9</b>	<b>0</b>	<b>1</b>	<b>10</b>	<b>139</b>
Net income from activities either discontinued or due to be discontinued										
<b>OVERALL NET INCOME</b>	<b>43</b>	<b>77</b>	<b>(5)</b>	<b>13</b>	<b>129</b>	<b>9</b>	<b>0</b>	<b>1</b>	<b>10</b>	<b>139</b>
of which, non-controlling interests										
<b>OF WHICH, NET INCOME (GROUP SHARE)</b>	<b>43</b>	<b>76</b>	<b>(5)</b>	<b>13</b>	<b>129</b>	<b>9</b>	<b>0</b>	<b>1</b>	<b>10</b>	<b>139</b>

## NOTE 2 – GOODWILL

### NOTE 2.1 – GOODWILL

In millions of euros	30.06.2021				31.12.2020
	Gross value	Impairment	Foreign exchange adjustment	Net value	Net value
Opening value	2,909	(925)	(330)	1,654	1,798
Additions to the scope					
Removals from the scope					
France					
Central and Eastern European countries			5	5	(18)
Italy					(126)
Other changes during the fiscal year			5	5	(144)
Closing value	2,909	(925)	(326)	1,658	1,654

The grouping within a single cash-generating unit for all countries of Central and Eastern Europe is explained in particular by centralised management of bancassurance agreements.

#### Changes during the fiscal year:

The only changes that affected goodwill on the balance sheet were foreign exchange adjustment differences.

#### Impairment test:

Goodwill is tested for impairment at least once a year. This test is carried out at the level of the cash-generating unit during each annual close.

The benchmark value in use applied to justify impairment tests corresponds to the current value of future cash flows to be generated by this cash-generating unit.

As a general rule, the flows used correspond to:

- An explicit period based on the Group's operational strategy planning in the early years. This is subject to an iterative discussion process between local management and the Group;
- Beyond the explicit horizon, the cash flow column is completed by a terminal value. This terminal value is based on long-term growth assumptions applied to an updated projection of normative cash flows;
- The solvency margin integrated into the business plans is valued according to the prudential rules established by the Solvency 2 directive for subsidiaries in a country subject to this regulation.

During an interim close, the Group conducts certain internal control work to detect any indicator of loss of value.

During the first half of 2021, no indicators of loss of value were detected.

Recall that in fiscal years 2009 to 2020, the Group devalued goodwill by €925 million for the following cash-generating units:

- Countries of Eastern and Central Europe for a total of €502 million, including: €113 million in 2009 corresponding to start-up risk in the emerging countries of Eastern Europe, where the OTP Bank group is active, €79 million in 2010, €51 million in 2011, and €259 million in 2012;
- Greece: €39 million in 2011 and €9 million in 2012;
- Turkey: €88 million in 2016 and €59 million in 2017;
- Italy: €102 million in 2019 and €126 million in 2020.

### NOTE 3 – INVESTMENT PROPERTY, EXCLUDING UL

In millions of euros	30.06.2021			31.12.2020		
	Property	SCI units	Total	Property	SCI units	Total
<b>Opening gross value</b>	<b>1,486</b>	<b>212</b>	<b>1,699</b>	<b>1,309</b>	<b>203</b>	<b>1,512</b>
Acquisitions	114	9	123	246	13	259
Change in scope of consolidation						
Subsequent expenditure						
Assets capitalised in the year	132		132	32		32
Transfer from/to unit-linked property						
Transfer from/to operating property	307		307	10		10
Foreign exchange adjustments						
Divestments	(14)	(20)	(34)	(110)	(3)	(113)
Other						
<b>Closing gross value</b>	<b>2,026</b>	<b>201</b>	<b>2,227</b>	<b>1,486</b>	<b>212</b>	<b>1,699</b>
<b>Opening cumulative amortisation</b>	<b>(265)</b>		<b>(265)</b>	<b>(254)</b>		<b>(254)</b>
Increase	(12)		(12)	(24)		(24)
Change in scope of consolidation						
Transfer from/to unit-linked property						
Transfer from/to operating property	(34)		(34)	(5)		(5)
Decrease	5		5	18		18
Other						
<b>Closing cumulative amortisation</b>	<b>(306)</b>		<b>(306)</b>	<b>(265)</b>		<b>(265)</b>
<b>Opening cumulative long-term impairment</b>	<b>(11)</b>	<b>(7)</b>	<b>(19)</b>	<b>(12)</b>	<b>(7)</b>	<b>(19)</b>
Long-term impairment recognised						
Change in scope of consolidation						
Transfer from/to operating property	(43)		(43)			
Long-term impairment write-backs	1	5	5			1
<b>Closing cumulative long-term impairment</b>	<b>(54)</b>	<b>(3)</b>	<b>(57)</b>	<b>(11)</b>	<b>(7)</b>	<b>(19)</b>
<b>Opening net value</b>	<b>1,210</b>	<b>205</b>	<b>1,415</b>	<b>1,043</b>	<b>195</b>	<b>1,239</b>
<b>Closing net value</b>	<b>1,666</b>	<b>198</b>	<b>1,865</b>	<b>1,210</b>	<b>205</b>	<b>1,415</b>
<b>Closing fair value of investment property</b>	<b>3,344</b>	<b>378</b>	<b>3,722</b>	<b>2,845</b>	<b>394</b>	<b>3,239</b>
<b>Unrealised capital gains (losses)</b>	<b>1,678</b>	<b>180</b>	<b>1,858</b>	<b>1,635</b>	<b>189</b>	<b>1,824</b>

The realisation of unrealised capital gains on property representing life insurance commitments would give rise to rights in favour of policy beneficiaries as well as taxation.

Unrealised gains accruing to the Group, including operating property (see Note 4), amounted to €942 million at 30 June 2021 (net of profit sharing and tax), compared with €903 million at 31 December 2020.

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A property under reconstruction in La Défense was reclassified from operating property to investment property. The acquisition of construction rights relating to this property constitutes the bulk of the acquisitions during the fiscal year. Capitalised assets primarily represent work in progress on this property.

Sales of property during the fiscal year mainly include sales by vacant lots of the Group's residential assets.

In particular, sales of SCI shares during the fiscal year resulted in a long-term impairment write-back of €5 million.

As per the fair value hierarchy established in IFRS 13, the fair value of investment property is classified as level 2 for €3,114 million and level 3 for €608 million. The Level 2 investment property comprises mainly property located in Paris, or the Greater Paris region, the fair value of which is based on observable data.

## NOTE 4 – OPERATING PROPERTY

In millions of euros	30.06.2021				31.12.2020			
	Property	Right of use	SCI units	Total	Property	Right of use	SCI units	Total
<b>Opening gross value</b>	<b>1,297</b>	<b>347</b>	<b>62</b>	<b>1,706</b>	<b>1,204</b>	<b>307</b>	<b>61</b>	<b>1,572</b>
Acquisitions	3		3	6	23	43	3	68
Change in scope of consolidation								
Assets capitalised in the year	8			8	91			91
Transfer from/to investment property	(307)			(307)	(10)			(10)
Foreign exchange adjustments					(1)	(2)		(3)
Divestments	(5)	(10)	(1)	(16)	(9)		(2)	(11)
Other					(1)			(1)
<b>Closing gross value</b>	<b>996</b>	<b>337</b>	<b>64</b>	<b>1,397</b>	<b>1,297</b>	<b>347</b>	<b>62</b>	<b>1,706</b>
<b>Opening cumulative amortisation</b>	<b>(418)</b>	<b>(82)</b>		<b>(501)</b>	<b>(405)</b>	<b>(39)</b>		<b>(445)</b>
Increase	(12)	(16)		(28)	(25)	(43)		(68)
Change in scope of consolidation								
Transfer from/to investment property	34			34	5			5
Decrease	5			5	6			6
Other								1
<b>Closing cumulative amortisation</b>	<b>(392)</b>	<b>(98)</b>		<b>(490)</b>	<b>(418)</b>	<b>(82)</b>		<b>(501)</b>
<b>Opening cumulative long-term impairment</b>	<b>(88)</b>			<b>(88)</b>	<b>(73)</b>			<b>(73)</b>
Long-term impairment recognised					(16)			(16)
Change in scope of consolidation								
Transfer from/to investment property	43			43				
Long-term impairment write-backs								1
<b>Closing cumulative long-term impairment</b>	<b>(45)</b>			<b>(45)</b>	<b>(88)</b>			<b>(88)</b>
<b>Opening net value</b>	<b>790</b>	<b>265</b>	<b>62</b>	<b>1,117</b>	<b>725</b>	<b>268</b>	<b>61</b>	<b>1,054</b>
<b>Closing net value</b>	<b>559</b>	<b>239</b>	<b>64</b>	<b>862</b>	<b>790</b>	<b>265</b>	<b>62</b>	<b>1,117</b>
<b>Closing fair value of operating property</b>	<b>893</b>	<b>239</b>	<b>116</b>	<b>1,248</b>	<b>1,142</b>	<b>265</b>	<b>112</b>	<b>1,519</b>
<b>Unrealised capital gains (losses)</b>	<b>335</b>	<b>0</b>	<b>52</b>	<b>387</b>	<b>351</b>	<b>0</b>	<b>50</b>	<b>401</b>

A property under reconstruction in La Défense was reclassified from operating property to investment property.

It should be noted that the Group has applied IFRS 16 since 1 January 2019: leases are now recognised as an asset as well as a liability for the rent payment obligation.

## NOTE 5 – FINANCIAL INVESTMENTS EXCLUDING UNIT-LINKED ITEMS

In millions of euros	30.06.2021	31.12.2020
	Net value	Net value
Assets valued at fair value	74,230	76,866
Assets valued at amortised cost	1,634	1,563
<b>Total financial investments excluding unit-linked items</b>	<b>75,865</b>	<b>78,429</b>

Bond repurchase agreements generated €3,985 million versus €4,500 million at 31 December 2020. The cash from these repurchase agreements is invested in specific funds held directly.

### NOTE 5.1 – INVESTMENTS VALUED AT FAIR VALUE BY TYPE

In millions of euros	30.06.2021								
	Net amortised cost			Fair value (a)			Gross unrealised capital gains (losses)		
	France	Inter-national	Total	France	Inter-national	Total	France	Inter-national	Total
<b>Equities and other variable-income investments</b>									
Available-for-sale assets	3,194	277	3,471	4,566	356	4,921	1,372	79	1,450
Assets classified as “trading”	38		38	38		38			
Assets classified as “held for trading”	749	19	768	749	19	768			
<b>Total equities and other variable-income investments</b>	<b>3,980</b>	<b>297</b>	<b>4,277</b>	<b>5,352</b>	<b>375</b>	<b>5,727</b>	<b>1,372</b>	<b>79</b>	<b>1,450</b>
<b>Bonds and other fixed-income investments</b>									
Available-for-sale assets	47,814	4,731	52,545	54,105	5,127	59,232	6,291	395	6,687
Assets classified as “trading”	16		16	16		16			
Assets classified as “held for trading”	2,928	102	3,030	2,928	102	3,030			
<b>Total bonds and other fixed-income investments</b>	<b>50,758</b>	<b>4,834</b>	<b>55,592</b>	<b>57,049</b>	<b>5,229</b>	<b>62,278</b>	<b>6,291</b>	<b>395</b>	<b>6,687</b>
<b>Cash mutual funds</b>									
Assets classified as “trading”	3,379	32	3,411	3,379	32	3,411			
Assets classified as “held for trading”	2,353	461	2,813	2,353	461	2,813			
<b>Total cash mutual funds</b>	<b>5,731</b>	<b>493</b>	<b>6,224</b>	<b>5,731</b>	<b>493</b>	<b>6,224</b>			
<b>Other investments</b>									
Available-for-sale assets									
Assets classified as “trading”									
Assets classified as “held for trading”									
<b>Total other investments</b>									
<b>Total investments valued at fair value</b>	<b>60,470</b>	<b>5,624</b>	<b>66,093</b>	<b>68,133</b>	<b>6,098</b>	<b>74,230</b>	<b>7,663</b>	<b>474</b>	<b>8,137</b>

(a) For investments valued at fair value, the net value on the balance sheet corresponds to the fair value.

In millions of euros	31.12.2020								
	Net amortised cost			Fair value (a)			Gross unrealised capital gains (losses)		
	France	Inter-national	Total	France	Inter-national	Total	France	Inter-national	Total
<b>Equities and other variable-income investments</b>									
Available-for-sale assets	3,143	268	3,411	4,207	319	4,526	1,064	51	1,115
Assets classified as "trading"	3		4	3		4			
Assets classified as "held for trading"	613	10	622	613	10	622			
<b>Total equities and other variable-income investments</b>	<b>3,759</b>	<b>278</b>	<b>4,037</b>	<b>4,823</b>	<b>329</b>	<b>5,152</b>	<b>1,064</b>	<b>51</b>	<b>1,115</b>
<b>Bonds and other fixed-income investments</b>									
Available-for-sale assets	47,435	4,829	52,264	55,396	5,317	60,712	7,961	487	8,448
Assets classified as "trading"	5		6	5		6			
Assets classified as "held for trading"	3,393	103	3,496	3,393	103	3,496			
<b>Total bonds and other fixed-income investments</b>	<b>50,833</b>	<b>4,933</b>	<b>55,766</b>	<b>58,794</b>	<b>5,420</b>	<b>64,214</b>	<b>7,961</b>	<b>487</b>	<b>8,448</b>
<b>Cash mutual funds</b>									
Assets classified as "trading"	4,717	29	4,745	4,717	29	4,745			
Assets classified as "held for trading"	2,356	399	2,755	2,356	399	2,755			
<b>Total cash mutual funds</b>	<b>7,072</b>	<b>428</b>	<b>7,500</b>	<b>7,072</b>	<b>428</b>	<b>7,500</b>			
<b>Other investments</b>									
Available-for-sale assets									
Assets classified as "trading"									
Assets classified as "held for trading"									
<b>Total other investments</b>									
<b>Total investments valued at fair value</b>	<b>61,665</b>	<b>5,638</b>	<b>67,303</b>	<b>70,690</b>	<b>6,176</b>	<b>76,866</b>	<b>9,025</b>	<b>538</b>	<b>9,563</b>

(a) For investments valued at fair value, the net value on the balance sheet corresponds to the fair value.

#### NOTE 5.2 – INVESTMENTS VALUED AT AMORTISED COST IN NET VALUE

In millions of euros	30.06.2021			31.12.2020		
	France	International	Total	France	International	Total
Loans	87	71	158	81	53	135
Deposits	1,213	219	1,432	1,219	162	1,381
Other	44		44	47		47
<b>Total financial investment valued at amortised cost</b>	<b>1,344</b>	<b>290</b>	<b>1,634</b>	<b>1,347</b>	<b>216</b>	<b>1,563</b>

### NOTE 5.3 – RESERVES FOR IMPAIRMENT OF INVESTMENTS

In millions of euros	30.06.2021			31.12.2020		
	Gross	Reserves	Net	Gross	Reserves	Net
<b>Available-for-sale assets</b>						
Equities and other variable-income investments	3,768	(297)	3,471	3,710	(299)	3,411
Bonds and other fixed-income investments	52,568	(23)	52,545	52,288	(24)	52,264
Other investments						
<b>Total available-for-sale assets</b>	<b>56,336</b>	<b>(320)</b>	<b>56,016</b>	<b>55,998</b>	<b>(323)</b>	<b>55,675</b>
Financial investments valued at amortised cost	1,636	(1)	1,634	1,564	(1)	1,563
<b>Financial investments valued at amortised cost</b>	<b>1,636</b>	<b>(1)</b>	<b>1,634</b>	<b>1,564</b>	<b>(1)</b>	<b>1,563</b>

Total reserves for long-term impairment on investments measured at fair value were €320 million, compared with €323 million at 31 December 2020.

Regarding equities, a reserve of €120 million remains for strategic securities.

The amount of reserves for long-term impairment on investments valued at amortised cost was unchanged at €1 million.

Reserves were determined in accordance with the rules set out in paragraph 3.2.1 of the accounting principles of the financial statements as at 31 December 2020.

#### NOTE 5.4 – BOND PORTFOLIO – BY RATING

The presentations below pertain only to bond investments held directly or through consolidated mutual funds and do not take into account other investments with similar features (bond mutual funds, fixed-income mutual funds, bond funds, etc.).

In millions of euros	30.06.2021						
	AAA	AA	A	BBB	<BBB	Not rated	Total
<b>Listed bonds</b>							
Available-for-sale	2,609	25,507	11,535	14,614	340	230	54,835
Classified as “trading”							
Classified as “held for trading”	53	5	800	44	1	5	907
<b>Total listed bonds</b>	<b>2,662</b>	<b>25,512</b>	<b>12,335</b>	<b>14,658</b>	<b>341</b>	<b>235</b>	<b>55,742</b>
<b>Unlisted bonds</b>							
Available-for-sale	1		5	106		8	119
Classified as “trading”							
Classified as “held for trading”			12	6			17
<b>Total unlisted bonds</b>	<b>1</b>		<b>16</b>	<b>112</b>		<b>8</b>	<b>137</b>
<b>Total bond portfolio</b>	<b>2,663</b>	<b>25,512</b>	<b>12,351</b>	<b>14,770</b>	<b>341</b>	<b>243</b>	<b>55,879</b>

In millions of euros	31.12.2020						
	AAA	AA	A	BBB	<BBB	Not rated	Total
<b>Listed bonds</b>							
Available-for-sale	2,808	26,390	11,881	14,596	365	289	56,329
Classified as “trading”							
Classified as “held for trading”	54	52	862	26	2	2	998
<b>Total listed bonds</b>	<b>2,862</b>	<b>26,442</b>	<b>12,743</b>	<b>14,622</b>	<b>367</b>	<b>291</b>	<b>57,327</b>
<b>Unlisted bonds</b>							
Available-for-sale	1		37	102		10	149
Classified as “trading”							
Classified as “held for trading”			11	5			16
<b>Total unlisted bonds</b>	<b>1</b>		<b>48</b>	<b>106</b>		<b>10</b>	<b>165</b>
<b>Total bond portfolio</b>	<b>2,863</b>	<b>26,442</b>	<b>12,791</b>	<b>14,729</b>	<b>367</b>	<b>301</b>	<b>57,492</b>

## NOTE 5.5 – HIERARCHY OF FAIR VALUE

Pursuant to IFRS 13 on valuation at fair value, financial instruments (assets and liabilities) valued at fair value are classified according to a three-level hierarchy. These levels depend on whether a valuation model is used and the data sources used to populate the valuation models:

- level 1 corresponds to a price listed in an active market to which the entity may have access on the valuation date,
- level 2 corresponds to the fair value determined on the basis of a valuation model using data directly observable on an active market or data that can be determined from prices observed,
- level 3 corresponds to the fair value determined on the basis of a valuation model using data not observable on a market.

A financial instrument is considered to be listed on an active market if prices are easily and regularly available from a stock exchange, broker, trader, business sector, or price valuation service and if these prices represent real transactions properly carried out on the market under conditions of normal competition.

Determination of whether a market is active is particularly based on indicators such as the significant decrease in the volume of transactions and the level of activity on the market, high dispersion of prices available over time and between the various market participants, or the fact that the prices no longer correspond to sufficiently recent transactions.

In millions of euros	30.06.2021				31.12.2020			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
<b>Available-for-sale assets</b>								
Equities and other variable-income investments	4,181	141	599	4,921	3,820	129	577	4,526
Bonds and other fixed-income investments	56,755	1,100	1,377	59,232	58,310	933	1,469	60,712
Other investments								
<b>Total available-for-sale assets</b>	<b>60,936</b>	<b>1,241</b>	<b>1,976</b>	<b>64,153</b>	<b>62,129</b>	<b>1,063</b>	<b>2,046</b>	<b>65,238</b>
<b>Trading assets</b>								
Equities and other variable-income investments classified as “trading” or “held for trading”	169		638	806	127		499	626
Bonds and other fixed-income investments classified as “trading” or “held for trading”	2,137	470	440	3,047	2,550	426	526	3,502
Cash mutual funds classified as “trading” or “held for trading”	6,224			6,224	7,500			7,500
Other investments								
<b>Total trading assets</b>	<b>8,530</b>	<b>470</b>	<b>1,077</b>	<b>10,078</b>	<b>10,177</b>	<b>426</b>	<b>1,025</b>	<b>11,628</b>
<b>Subtotal financial investments valued at fair value (excluding unit-linked items)</b>	<b>69,466</b>	<b>1,711</b>	<b>3,053</b>	<b>74,230</b>	<b>72,306</b>	<b>1,488</b>	<b>3,071</b>	<b>76,866</b>
<b>Investments in unit-linked policies</b>	10,773	1,443	232	12,447	9,045	2,173	176	11,393
<b>Derivative assets and liabilities</b>		(511)		(511)		(520)		(520)
<b>Total financial assets and liabilities valued at fair value</b>	<b>80,239</b>	<b>2,642</b>	<b>3,285</b>	<b>86,166</b>	<b>81,351</b>	<b>3,142</b>	<b>3,247</b>	<b>87,740</b>

As these are investments in unit-linked policies, the risk is borne by policyholders.

Derivatives posted to assets totalled €36 million, and derivatives posted to liabilities in the balance sheet totalled €547 million at 30 June 2021.

The level 2 and level 3 financial investments (excluding unit-linked) comprise:

- for equities, mainly units of private equity funds, unlisted equities, units of unlisted loan funds, and units of infrastructure funds;
- for bonds, mainly in bonds and structured products not listed on an active market, the compensation of which is indexed to indices, baskets of equities, or rates;
- for derivatives, mainly fixed-rate payer or receiver swaps against rate, inflation, or currency indexation.

Private equity, infrastructure, or loan fund units are valued based on the latest net asset values communicated by the manager (and subject to an audit conducted at least annually), adjusted for known flows between the date of this valuation and the close.

The valuation of unlisted equities is based on several methods, such as the discounted cash flow techniques or the restated net asset method.

For bonds and structured products, a liquidity test is conducted on a regular basis. In the event of a presumption of illiquidity, a valuation search is performed on other platforms (FININFO, BLOOMBERG, REUTERS, and UBS DELTA). If the data are not consistent or not available on a platform, counterparty valuations are used. If these counterparty valuations are not available, a valuation based on a model using observable (level 2) or extrapolated (level 3) data is used. If two consistent valuations are available, the security is then classified as level 2. Where only one valuation is available, the security is classified as level 3.

Derivatives are valued on the basis of models using observable market data. The obtained valuations are compared at each close with the valuations of counterparties in order to assess potential differences. This difference at 30 June 2021 was negligible.

The fair value hierarchy of investment property assets is included in Note 3.

Note that financial investments and investment properties classified as level 3 represent 4.3% of total assets (including 1.2% at fair value through profit or loss).

Beyond the financial assets and liabilities described in the table, the Group recorded fair-value financial contracts without discretionary profit sharing in its technical liabilities. They totalled €180 million at 30 June 2021, compared with €168 million at 31 December 2020.

In millions of euros	30.06.2021								
	Available-for-sale assets			Trading assets				Investment s in unit- linked policies	Derivati ve assets and liabilitie s
	Equities	Bonds	Other investment s	Equities	Bonds	Cash mutual funds	Other investment s		
<b>Level 3 opening amount</b>	<b>577</b>	<b>1,469</b>		<b>499</b>	<b>526</b>			<b>176</b>	
Change in unrealised capital gains/losses recognised in:									
- net income	(1)			29	5			7	
- gains and losses recognised directly in Group's IFRS equity	(13)	(12)							
Transfer to level 3	1	22							
Transfer out of level 3		(191)			(60)				
Reclassification to loans and receivables									
Change in scope of consolidation									
Acquisitions	43	167		161	11			65	
Divestments/Redemptions	(8)	(78)		(51)	(42)			(18)	
Foreign exchange adjustments	(1)							2	
<b>Level 3 closing amount</b>	<b>599</b>	<b>1,377</b>		<b>638</b>	<b>440</b>			<b>232</b>	

## NOTE 6 - INVESTMENTS REPRESENTING COMMITMENTS IN UNIT-LINKED INVESTMENTS

In millions of euros	30.06.2021			31.12.2020		
	France	International	Total	France	International	Total
Variable-income securities and related securities		2	2		2	2
Bonds	1,492	191	1,683	2,142	186	2,328
Equity mutual fund units	8,979	313	9,292	7,614	260	7,874
Bond and other UCITS units	817	510	1,327	533	502	1,034
Other investments		52	52		48	48
<b>Subtotal of unit-linked financial investments</b>	<b>11,288</b>	<b>1,069</b>	<b>12,357</b>	<b>10,289</b>	<b>997</b>	<b>11,286</b>
Unit-linked investment property	91		91	108		108
<b>Subtotal of unit-linked investment property</b>	<b>91</b>		<b>91</b>	<b>108</b>		<b>108</b>
<b>Total</b>	<b>11,378</b>	<b>1,069</b>	<b>12,447</b>	<b>10,396</b>	<b>997</b>	<b>11,393</b>

## NOTE 7 – DERIVATIVE ASSETS AND LIABILITIES AND SEPARATE EMBEDDED DERIVATIVES

In millions of euros	30.06.2021					
	France		International		Total	
	Positive fair value	Negative fair value	Positive fair value	Negative fair value	Positive fair value	Negative fair value
Swaps	33	(539)			33	(539)
Options						
Foreign currency futures	3	(8)			3	(8)
Other						
<b>Total</b>	<b>35</b>	<b>(547)</b>			<b>36</b>	<b>(547)</b>

In millions of euros	31.12.2020					
	France		International		Total	
	Positive fair value	Negative fair value	Positive fair value	Negative fair value	Positive fair value	Negative fair value
Swaps	40	(568)			40	(568)
Options						
Foreign currency futures	9				9	
Other						
<b>Total</b>	<b>49</b>	<b>(568)</b>			<b>49</b>	<b>(568)</b>

The Group makes use of various derivatives:

- variable-rate indexed swaps, to protect the bond portfolio against an increase in rates;
- fixed-rate swaps to hedge variable-rate indexed underlyings;
- currency or inflation-indexed swaps. The economic aim of this strategy is to invest in fixed-rate euro bonds;
- currency futures used to hedge currency risk;
- synthetic exposure to the credit risk of private issuers through option strategies;
- equity risk hedges through purchases of index call options.

Most of these derivatives are not recorded as hedging transactions in the sense of IAS 39. Only the currency risk hedge of one of the investments denominated in foreign currency has been the subject of fair-value hedge documentation since 1 January 2021.

The counterparty credit risk was taken into account when determining the fair value of the financial instruments, as per IFRS 13, but this had no significant impact on the fair value of derivatives thanks to the collateralisation system put in place by the Group.

**NOTE 8 – SHARE OF OUTWARD REINSURERS AND RETROCESSIONAIRES IN LIABILITIES RELATING TO INSURANCE POLICIES AND FINANCIAL CONTRACTS**

In millions of euros	30.06.2021			31.12.2020		
	France	International	Total	France	International	Total
<b>Share of reinsurers in non-life insurance reserves</b>						
Reserves for unearned premiums	15	21	35	10	18	28
Outstanding claims reserves	920	70	990	895	69	964
Other technical reserves	365		366	350	1	351
<b>Total</b>	<b>1,300</b>	<b>91</b>	<b>1,391</b>	<b>1,255</b>	<b>88</b>	<b>1,343</b>
<b>Share of reinsurers in life insurance reserves</b>						
Life insurance reserves	34	2	35	33	2	34
Outstanding claims reserves	19		19	23	2	25
Profit-sharing reserves	15		15	16		16
Other technical reserves						
<b>Total</b>	<b>67</b>	<b>2</b>	<b>69</b>	<b>72</b>	<b>4</b>	<b>76</b>
<b>Share of reinsurers in financial contract reserves</b>						
<b>Total</b>	<b>1,367</b>	<b>93</b>	<b>1,460</b>	<b>1,327</b>	<b>91</b>	<b>1,418</b>

## NOTE 9 – DEFERRED TAXES

### NOTE 9.1 – ANALYSIS OF THE MAJOR COMPONENTS OF DEFERRED TAXES

In millions of euros	30.06.2021	31.12.2020
<b>Deferred taxes resulting from timing differences</b>		
Restatements on AFS & Trading financial instruments (net of deferred profit sharing)	(647)	(835)
Life acquisition costs and overall management expenses reserve	(24)	(27)
Consolidation restatements on technical reserves	(257)	(307)
Other differences on consolidation restatements	61	53
Deferred non-life acquisition costs	(54)	(51)
Tax differences on technical reserves and other contingent liabilities	265	293
Tax-deferred capital gains	(5)	(5)
Valuation difference on mutual funds	127	123
Foreign exchange hedge	2	7
Other temporary tax differences	(23)	49
<b>Subtotal of deferred taxes resulting from timing differences</b>	<b>(556)</b>	<b>(700)</b>
<b>Deferred taxes from stocks of ordinary losses</b>	<b>55</b>	<b>99</b>
<b>Deferred taxes recorded on the balance sheet</b>	<b>(501)</b>	<b>(602)</b>
of which, assets	38	32
of which, liabilities	(539)	(633)

Within France, deferred taxation has been determined including the gradual reduction in corporation tax rates to 25.82% scheduled to occur by 2022.

# NOTE 10 – RECEIVABLES FROM INSURANCE OR INWARD REINSURANCE TRANSACTIONS

## NOTE 10.1 – RECEIVABLES FROM INSURANCE OR INWARD REINSURANCE – BY OPERATING SEGMENT

In millions of euros	30.06.2021						31.12.2020	
	France			International			Total	Total
	Gross value	Reserves	Net value	Gross value	Reserves	Net value		
Earned unwritten premiums	880		880	16		16	896	1,072
Policyholders, intermediaries, and other third parties	3,251	(24)	3,227	253	(25)	228	3,456	1,354
Current accounts – co-insurers and other third parties	74	(7)	67	40	(31)	9	76	96
Current accounts for ceding and retroceding companies and other receivables from inward reinsurance operations	229		229	1		1	230	203
<b>Total</b>	<b>4,434</b>	<b>(31)</b>	<b>4,404</b>	<b>310</b>	<b>(56)</b>	<b>254</b>	<b>4,657</b>	<b>2,724</b>

## NOTE 11 – GROUP'S IFRS EQUITY, MINORITY INTERESTS

### NOTE 11.1 – SHARE CAPITAL LIMITS FOR INSURANCE COMPANIES

Insurance business operations are governed by regulatory constraints that define minimum share capital or start-up funds in particular. In France, in accordance with the European directive and by virtue of Articles R322-44 of the French insurance code, French companies subject to State control and incorporated in the form of agricultural insurance or reinsurance mutuals must have initial capital of at least €240,000 or €400,000 depending on their insurance sectors. Pursuant to Article R332-5 of the French insurance code, French public limited companies must have share capital of at least €480,000 or €800,000 depending on the business segment.

Furthermore, in order to ensure a solid financial position for insurance companies and to guarantee protection for policyholders, insurance providers in France have been subject to the Solvency 2 prudential rules introduced by European directive 2009/138/EC of 25 November 2009 since 1 January 2016. It requires insurance companies to continuously meet the minimum capital requirements (Article L352-5 of the French insurance code) and solvency capital requirements (Article L352-1 of the French insurance code) calculated in accordance with the provisions of delegated regulation 2015/35. This obligation also exists abroad, following similar mechanisms. This entire mechanism is reinforced at the level of the consolidated financial statements by a Group regulatory capital requirement, taking into account, where applicable, the banking businesses engaged in by the insurance group.

### NOTE 11.2 – IMPACTS OF TRANSACTIONS WITH MEMBERS

#### ➤ Change in the Group's IFRS equity during the first half of 2021

During the first half of 2021, the regional mutuals issued €4 million in mutual certificates to their members and customers.

#### ➤ Accounting treatment of subordinated bonds classified as equity instruments

Loans categorised under shareholders' equity are perpetual subordinated bonds detailed as follows:

Issued by	Nominal in millions of euros	Issue date	Next issuer repayment option	Coupon	Coupon rate	Step-up clause
Groupama Assurances Mutuelles	1,100	28/05/2014	28/05/2024	Fixed	6.375%	yes

This loan presents the following particular features:

- unlimited term;
- the ability to defer or cancel any interest payment to unitholders in a discretionary manner;
- an interest "step-up" clause that kicks in following the tenth year of the bond.

Taking into account the terms, and pursuant to IAS 32 sections 16 and 17, the loan is considered an equity instrument and not a financial liability. It is therefore recognised under shareholders' equity. Interest costs net of tax are charged directly against shareholders' equity in accordance with IAS 32 section 35 (rather than as an expense in the income statement).

# NOTE 11.3 – RESERVES RELATING TO CHANGES IN FAIR VALUE RECOGNISED IN GROUP'S IFRS EQUITY

The reconciliation between unrealised capital gains losses on available-for-sale investment assets and the corresponding reserve in Group's IFRS equity may be broken down as follows:

In millions of euros	30.06.2021	31.12.2020
Gross unrealised capital gains/losses on available-for-sale assets	8,137	9,563
Shadow accounting	(5,111)	(6,132)
Cash flow hedge and other changes	(40)	(40)
Deferred taxes	(600)	(737)
Share of non-controlling interests	(3)	(3)
<b>Revaluation reserve – Group share</b>	<b>2,383</b>	<b>2,651</b>

The deferred tax amount shown in the table above equates to the application of (i) a short-term and long-term tax rate on the unrealised gains on financial instruments classified as “available-for-sale assets” and (ii) a short-term tax rate on deferred profit sharing (“shadow accounting”). Under the new rules for long-term capital gains (losses) applicable from 1 January 2006, unrealised capital gains on “strategic” equity interests are exempt from the calculation of deferred tax up to a maximum percentage of costs and expenses (i.e. an effective rate of 3.10%).

“Cash flow hedge and other changes” for -€40 million includes a cash-flow hedge revaluation reserve of -€22 million and a net investment hedge revaluation reserve of -€18 million. These reserves correspond to the effective share of hedging operations implemented by the Group in the past and since terminated. They will be recycled in income when the hedged items are sold in accordance with the provisions of IAS 39.

## NOTE 12 – FINANCING DEBT

### NOTE 12.1 – FINANCING DEBT – BY MATURITY

In millions of euros	30.06.2021				31.12.2020			
	< 1 year	1 to 5 years	> 5 years	Total	< 1 year	1 to 5 years	> 5 years	Total
Subordinated debt of insurance companies			1,633	1,633			1,632	1,632
Financing debt represented by securities								
Financing debt with banking-sector companies	3			3	3			3
<b>Total</b>	<b>3</b>		<b>1,633</b>	<b>1,637</b>	<b>3</b>		<b>1,632</b>	<b>1,635</b>

The redeemable subordinated bonds classified as “financing liabilities” are as follows:

Issued by	Nominal in millions of euros	Issue date	Maturity (if dated)	Coupon	Coupon rate	Step-up clause
Groupama Assurances Mutuelles	650	23/01/2017	23/01/2027	Fixed	6.00%	no
Groupama Assurances Mutuelles	500	24/09/2018	24/09/2028	Fixed	3.38%	no
Groupama Assurances Mutuelles	500	16/09/2019	16/09/2029	Fixed	2.13%	no

At 30 June 2021, the quotation:

- for the 2017 issue was 125.6%, compared with 125.0% at 31 December 2020;
- for the 2018 issue was 113.3%, compared with 112.5% at 31 December 2020;
- for the 2019 issue was 104.8%, compared with 104.2% at 31 December 2020.

In view of the specific terms and conditions of each issue pursuant to IAS 32 sections 16 and 17, these bonds are considered financial liabilities rather than equity instruments. They are therefore recognised under financing debts. Interest expenses are recognised under financing expenses in the income statement.

“Financing liabilities to banking sector companies” amounted to €3 million. It remains unchanged.

## NOTE 13 – TECHNICAL LIABILITIES RELATING TO INSURANCE POLICIES

### NOTE 13.1 – TECHNICAL LIABILITIES RELATING TO INSURANCE POLICIES – BY OPERATING SEGMENT

In millions of euros	30.06.2021			31.12.2020		
	France	International	Total	France	International	Total
<b>Gross technical reinsurance reserves</b>						
Life insurance reserves	31,618	731	32,349	31,812	692	32,504
Outstanding claims reserves	734	59	793	739	64	803
Profit-sharing reserves	777	3	780	662	2	665
Other technical reserves	24	3	27	24	10	34
<b>Total Life insurance</b>	<b>33,153</b>	<b>796</b>	<b>33,948</b>	<b>33,237</b>	<b>769</b>	<b>34,005</b>
Reserves for unearned premiums	3,566	600	4,166	1,198	590	1,788
Outstanding claims reserves	10,556	2,113	12,670	10,501	2,117	12,618
Other technical reserves	3,666	43	3,709	3,506	42	3,548
<b>Total Non-life insurance</b>	<b>17,789</b>	<b>2,756</b>	<b>20,545</b>	<b>15,205</b>	<b>2,749</b>	<b>17,953</b>
Life insurance reserves for unit-linked policies	11,327	1,062	12,388	10,341	1,045	11,386
<b>Total</b>	<b>62,268</b>	<b>4,614</b>	<b>66,882</b>	<b>58,782</b>	<b>4,563</b>	<b>63,345</b>

The adequacy tests carried out on liabilities as at 30 June 2021 were found to be satisfactory and did not result in the recognition of any additional technical expense.

**NOTE 13.2 – TECHNICAL LIABILITIES RELATING TO INSURANCE POLICIES BY BUSINESS**

In millions of euros	30.06.2021			31.12.2020		
	Life and health insurance	Property and casualty insurance	Total	Life and health insurance	Property and casualty insurance	Total
<b>Gross technical reinsurance reserves</b>						
Life insurance reserves	32,349		32,349	32,504		32,504
Outstanding claims reserves	793		793	803		803
Profit-sharing reserves	780		780	665		665
Other technical reserves	27		27	34		34
<b>Total Life insurance</b>	<b>33,948</b>		<b>33,948</b>	<b>34,005</b>		<b>34,005</b>
Reserves for unearned premiums	1,002	3,164	4,166	234	1,554	1,788
Outstanding claims reserves	1,253	11,416	12,670	1,335	11,283	12,618
Other technical reserves	2,933	776	3,709	2,902	646	3,548
<b>Total Non-life insurance</b>	<b>5,188</b>	<b>15,356</b>	<b>20,545</b>	<b>4,471</b>	<b>13,483</b>	<b>17,953</b>
Life insurance reserves for unit-linked policies	12,388		12,388	11,386		11,386
<b>Total</b>	<b>51,525</b>	<b>15,356</b>	<b>66,882</b>	<b>49,862</b>	<b>13,483</b>	<b>63,345</b>

# NOTE 14 – TECHNICAL LIABILITIES RELATING TO FINANCIAL CONTRACTS

In millions of euros	30.06.2021	31.12.2020
<b>Reserves on financial contracts with discretionary profit sharing</b>		
Life technical reserves	10,766	11,014
Reserves for unit-linked contracts	62	62
Outstanding claims reserves	120	118
Profit-sharing reserves	197	231
Other technical reserves		
<b>Total</b>	<b>11,146</b>	<b>11,424</b>
<b>Reserves on financial contracts without discretionary profit sharing</b>		
Life technical reserve		
Reserves for unit-linked contracts	179	167
Outstanding claims reserves		1
Profit-sharing reserves		
Other technical reserves		
<b>Total</b>	<b>180</b>	<b>168</b>
<b>Total</b>	<b>11,325</b>	<b>11,592</b>

## NOTE 15 – DEFERRED PROFIT-SHARING LIABILITIES

In millions of euros	30.06.2021			31.12.2020		
	France	International	Total	France	International	Total
Reserve for deferred profit sharing of insurance policies	4,938	4	4,942	5,856	9	5,865
Reserve for deferred profit sharing of financial contracts		116	116		137	137
<b>Total</b>	<b>4,938</b>	<b>120</b>	<b>5,058</b>	<b>5,856</b>	<b>145</b>	<b>6,002</b>

The rate of deferred profit sharing is determined entity by entity (based on regulatory requirements). It is based on the real rate of sharing of investment income between policyholders and shareholders and corresponds to the average real rates over the past three years. This average prevents the inclusion of non-recurring, atypical factors in the calculation.

In the particular case of Groupama Gan Vie, the deferred profit-sharing rate is determined using a prospective sharing rate method based on three-year business plans.

The rates used in France at 30 June 2021 fall within a range of 73.61% to 85.64%, with 76.02% for Groupama Gan Vie.

## NOTE 16 – IFRS 16 RENT LIABILITIES

The Group has applied IFRS 16 since 1 January 2019. The rights of use relating to leases are not presented on a separate line of the balance sheet. They are instead aggregated in the lines corresponding to the underlying assets: “Operating property” and “Other plant, property, and equipment”. IFRS 16 lease liabilities are presented on a separate line of the balance sheet: “IFRS 16 rent liabilities”.

Financial expenses on lease liabilities are shown on a separate line of the income statement in Note 21 – Financing expenses.

It should be noted that the Group recognised no expenses over the period relating to variable rents not included in the rental obligations valuation.

Likewise, no profit or loss resulting from lease disposal transactions was recorded.

The cash flow statement includes cash flows relating to leases.

### NOTE 16.1 – IFRS 16 LEASE LIABILITIES – BY OPERATING SEGMENT

In millions of euros	30.06.2021			31.12.2020		
	France	International	Total	France	International	Total
IFRS 16 lease liabilities	225	23	248	248	25	273
<b>Total</b>	<b>225</b>	<b>23</b>	<b>248</b>	<b>248</b>	<b>25</b>	<b>273</b>

The Group has decided to streamline the location of its offices. This resulted in the inclusion of termination options in the valuation of IFRS 16 lease liabilities, which therefore decreased compared with 31 December 2020.

### NOTE 16.2 – IFRS 16 RENT LIABILITIES – BY MATURITY

In millions of euros	30.06.2021				31.12.2020			
	< 1 year	1 to 5 years	> 5 years	Total	< 1 year	1 to 5 years	> 5 years	Total
IFRS 16 lease liabilities	45	130	73	248	44	137	93	273
<b>Total</b>	<b>45</b>	<b>130</b>	<b>73</b>	<b>248</b>	<b>44</b>	<b>137</b>	<b>93</b>	<b>273</b>

## NOTE 17 – ANALYSIS OF PREMIUM INCOME

### NOTE 17.1 – ANALYSIS OF INSURANCE PREMIUM INCOME BY MAJOR CATEGORY

In millions of euros	30.06.2021			30.06.2020		
	France	International	Total	France	International	Total
Individual retirement savings	1,260	209	1,469	849	195	1,044
Individual protection insurance	490	65	555	480	68	548
Individual health	1,190	32	1,221	1,167	31	1,199
Other	92		92	93		93
<b>Individual life and health insurance</b>	<b>3,032</b>	<b>306</b>	<b>3,338</b>	<b>2,589</b>	<b>295</b>	<b>2,883</b>
Group retirement savings	192	21	212	105	18	123
Group protection scheme	312	12	324	258	13	271
Group health	472	19	491	443	17	461
Other	321		321	286		286
<b>Group life and health insurance</b>	<b>1,296</b>	<b>52</b>	<b>1,348</b>	<b>1,092</b>	<b>49</b>	<b>1,141</b>
<b>Life and health insurance</b>	<b>4,328</b>	<b>358</b>	<b>4,685</b>	<b>3,681</b>	<b>344</b>	<b>4,024</b>
Motor	1,199	434	1,632	1,186	456	1,642
Other vehicles	76		76	74		74
Home insurance	817	109	925	809	107	916
Personal and professional property damage	315	7	322	305	7	312
Construction	171		171	164		164
<b>Private and professional</b>	<b>2,577</b>	<b>549</b>	<b>3,126</b>	<b>2,539</b>	<b>570</b>	<b>3,108</b>
Fleets	419	30	448	397	30	427
Business and local authorities casualty	405	99	503	371	93	464
<b>Businesses and local authorities</b>	<b>823</b>	<b>128</b>	<b>952</b>	<b>768</b>	<b>123</b>	<b>891</b>
Agricultural risks	466	40	506	459	40	499
Climate risks	130		130	131		131
Tractors and farming equipment	304		304	268		268
<b>Agricultural business lines</b>	<b>901</b>	<b>40</b>	<b>941</b>	<b>859</b>	<b>40</b>	<b>899</b>
Other business lines	235	35	270	262	34	296
<b>Property and casualty insurance</b>	<b>4,536</b>	<b>753</b>	<b>5,289</b>	<b>4,427</b>	<b>767</b>	<b>5,194</b>
<b>Total</b>	<b>8,864</b>	<b>1,110</b>	<b>9,974</b>	<b>8,108</b>	<b>1,110</b>	<b>9,218</b>

## NOTE 18 – INVESTMENT INCOME NET OF MANAGEMENT EXPENSES

### NOTE 18.1 – INVESTMENT INCOME NET OF MANAGEMENT EXPENSES – BY OPERATING SEGMENT

In millions of euros	30.06.2021			30.06.2020		
	France	International	Total	France	International	Total
Interest on deposits and financial investments income	792	84	877	762	109	871
Gains on foreign exchange transactions	42	7	49	5	10	14
Income from differences on redemption prices as yet not received (premium/discount)	65	1	66	57	1	58
Income from property	54		54	52		52
Other investment income						
<b>Income from investments</b>	<b>954</b>	<b>93</b>	<b>1,046</b>	<b>876</b>	<b>120</b>	<b>996</b>
Interest on deposits received from reinsurers			(1)	(2)		(2)
Losses on foreign exchange transactions	(19)	(5)	(24)	(11)	(6)	(16)
Amortisation of differences in redemption prices (premium-discount)	(104)	(12)	(116)	(105)	(13)	(117)
Depreciation and reserves on property	(40)	(3)	(42)	(49)	(3)	(52)
Management expenses	(122)	(9)	(131)	(127)	(9)	(136)
<b>Investment expenses</b>	<b>(285)</b>	<b>(29)</b>	<b>(314)</b>	<b>(293)</b>	<b>(30)</b>	<b>(323)</b>
Held for trading	1	2	3	(51)	4	(46)
Available-for-sale	128	7	136	8	(1)	7
Held to maturity						
Other	44		44	142	1	143
<b>Capital gains (losses) from sales of investments, net of impairment reversals and write-backs</b>	<b>174</b>	<b>9</b>	<b>183</b>	<b>99</b>	<b>4</b>	<b>103</b>
Held for trading	61	11	73	(48)	(17)	(65)
Derivatives	(2)		(2)	73		72
Adjustments on unit-linked policies	709	29	737	(589)	(25)	(614)
<b>Change in fair value of financial instruments recorded at fair value by income</b>	<b>768</b>	<b>40</b>	<b>808</b>	<b>(564)</b>	<b>(42)</b>	<b>(607)</b>
Available-for-sale	(3)	(1)	(4)	(10)	(1)	(10)
Held to maturity						
Receivables and loans	(3)		(3)	(2)		(2)
<b>Change in impairment losses on financial instruments</b>	<b>(6)</b>	<b>(1)</b>	<b>(6)</b>	<b>(11)</b>	<b>(1)</b>	<b>(12)</b>
<b>Total</b>	<b>1,605</b>	<b>112</b>	<b>1,716</b>	<b>107</b>	<b>51</b>	<b>158</b>

**NOTE 18.2 – INVESTMENT INCOME NET OF MANAGEMENT EXPENSES (INCOME BREAKDOWN BY TYPE OF ASSET)**

In millions of euros	30.06.2021					30.06.2020				
	Income and expenses	Proceeds of disposal (*)	Change in fair value	Change in reserves	Total	Income and expenses	Proceeds of disposal (*)	Change in fair value	Change in reserves	Total
Property	11	44		1	55	11	143		(10)	144
Equities	21	15	12	(2)	45	10	(11)	(1)	(3)	(4)
Bonds	651	36	14		701	645	(9)	(49)	(7)	580
Equity mutual funds	74	62	47		183	62	12	(34)		40
Mutual funds: Cash from repurchase agreements		(10)	(1)		(11)		(7)	(1)		(8)
Other cash mutual funds		(4)	(1)		(5)		(4)	(1)		(5)
Bond mutual funds	21	19	5	(2)	43	26	(1)	(2)		23
Derivatives			(2)		(2)			72		72
Other investment income	110	21	(4)	(3)	125	82	(20)	23	(2)	84
<b>Investment income</b>	<b>887</b>	<b>183</b>	<b>70</b>	<b>(6)</b>	<b>1,134</b>	<b>837</b>	<b>103</b>	<b>7</b>	<b>(22)</b>	<b>925</b>
Internal and external management expenses and expenses on financial instruments	(135)				(135)	(135)				(135)
Other investment expenses	(20)				(20)	(19)				(19)
<b>Investment expenses</b>	<b>(155)</b>				<b>(155)</b>	<b>(154)</b>				<b>(154)</b>
<b>Financial income net of expenses</b>	<b>732</b>	<b>183</b>	<b>70</b>	<b>(6)</b>	<b>979</b>	<b>684</b>	<b>103</b>	<b>7</b>	<b>(22)</b>	<b>772</b>
Capital gains on securities representing unit-linked policies			794		794			857		857
Capital losses on securities representing unit-linked policies			(57)		(57)			(1,471)		(1,471)
<b>Adjustments on unit-linked policies</b>			<b>737</b>		<b>737</b>			<b>(614)</b>		<b>(614)</b>
<b>Total</b>	<b>732</b>	<b>183</b>	<b>808</b>	<b>(6)</b>	<b>1,716</b>	<b>684</b>	<b>103</b>	<b>(607)</b>	<b>(22)</b>	<b>158</b>

(\*) net of write-backs of impairment, depreciation, and amortisation

## NOTE 19 – INSURANCE POLICY SERVICING EXPENSES

### NOTE 19.1 – INSURANCE POLICY SERVICING EXPENSES – BY OPERATING SEGMENT

In millions of euros	30.06.2021			30.06.2020		
	France	International	Total	France	International	Total
<b>Claims</b>						
Paid to policyholders	(5,441)	(752)	(6,194)	(4,794)	(767)	(5,561)
<b>Change in technical reserves</b>						
Outstanding claims reserves	(80)	25	(55)	(186)	40	(146)
Actuarial reserves	1,074	22	1,096	1,081		1,082
Unit-linked reserves	(1,229)	(56)	(1,285)	270	26	295
Profit sharing	(554)	(36)	(589)	(486)	(23)	(510)
Other technical reserves	(96)	(2)	(98)	(182)	(36)	(218)
<b>Total</b>	<b>(6,326)</b>	<b>(800)</b>	<b>(7,126)</b>	<b>(4,298)</b>	<b>(761)</b>	<b>(5,058)</b>

## NOTE 20 – OUTWARD REINSURANCE INCOME (EXPENSES)

### NOTE 20.1 – OUTWARD REINSURANCE INCOME (EXPENSES) – BY OPERATING SEGMENT

In millions of euros	30.06.2021			30.06.2020		
	France	Inter-national	Total	France	Inter-national	Total
Acquisition and administrative costs	27	4	31	23	4	27
Claims charges	131	12	143	126	19	145
Change in technical reserves	16		16	14		14
Profit sharing	(1)		(1)			
Change in the equalisation reserve						
<b>Income on outward reinsurance</b>	<b>173</b>	<b>16</b>	<b>189</b>	<b>164</b>	<b>23</b>	<b>187</b>
Outward premiums	(243)	(36)	(280)	(227)	(30)	(257)
Change in unearned premiums	5	4	8	4	1	5
<b>Expenses on outward reinsurance</b>	<b>(239)</b>	<b>(33)</b>	<b>(271)</b>	<b>(223)</b>	<b>(29)</b>	<b>(252)</b>
<b>Total</b>	<b>(66)</b>	<b>(17)</b>	<b>(83)</b>	<b>(59)</b>	<b>(6)</b>	<b>(65)</b>

## NOTE 21– FINANCING EXPENSES

In millions of euros	30.06.2021	30.06.2020
Redeemable subordinated bonds	(34)	(34)
Financing expenses on lease liabilities	(3)	(4)
Other financing expenses	(1)	(1)
<b>Total</b>	<b>(38)</b>	<b>(38)</b>

## NOTE 22 – BREAKDOWN OF TAX EXPENSES

### NOTE 22.1 – BREAKDOWN OF TAX EXPENSES BY OPERATING SEGMENT

In millions of euros	30.06.2021			30.06.2020		
	France	International	Total	France	International	Total
Current taxes	(71)	(4)	(75)	(8)	(7)	(14)
Deferred taxes	(32)	(2)	(34)	(78)	4	(73)
<b>Total</b>	<b>(103)</b>	<b>(5)</b>	<b>(108)</b>	<b>(86)</b>	<b>(2)</b>	<b>(88)</b>

The Group underwent a tax inspection in 2010 and 2019. Reserves were set aside and settled for all accepted assessments in 2010. By contrast, assessments relating largely to the level of technical reserves for property and casualty, which was deemed excessive by the tax authorities, as well as the risk of dependence, were not subject to reserves. The Group continues to consider that the grounds for the tax adjustments are highly questionable and has prepared technical arguments for a litigation process.

### NOTE 22.2 – RECONCILIATION BETWEEN TOTAL ACCOUNTING TAX EXPENSE AND THEORETICAL TAX EXPENSE CALCULATIONS

In millions of euros	30.06.2021	30.06.2020
<b>Theoretical tax expense</b>	<b>(105)</b>	<b>(64)</b>
Impact of expenses or income defined as non-deductible or non-taxable	(4)	(2)
Impact of differences in tax rate	1	(21)
Tax credit and various charges	1	1
Charges of prior deficits		
Losses for the fiscal year not capitalised		
Deferred tax assets not accounted for		
Other differences	(1)	(1)
<b>Effective tax expense</b>	<b>(108)</b>	<b>(88)</b>

The reconciliation with the theoretical statutory tax is as follows:

In millions of euros	30.06.2021		30.06.2020	
	Consolidated income (losses) before tax	Theoretical tax rate	Consolidated income (losses) before tax	Theoretical tax rate
France	374	Current taxes: 28.41% Deferred taxes: 25.82%	214	Current taxes: 32.02% Deferred taxes: 28.41%
Bulgaria	1	10.00%	1	10.00%
China		25.00%	(1)	25.00%
Greece	5	22.00%	3	24.00%
Hungary	16	9.00%	12	9.00%
Italy	3	30.82%	(11)	30.82%
Romania	2	16.00%	1	16.00%
Tunisia	2	30.00%	1	30.00%
Turkey	3	25.00%	6	22.00%
<b>Total</b>	<b>406</b>		<b>226</b>	

The theoretical tax rate applicable in France remains 28.41% on current taxes and becomes 25.82% on deferred taxes. It is emphasised that within France, deferred taxation has been determined including the gradual reduction in corporation tax rates to 25.82% by 2022.

## OTHER INFORMATION

### NOTE 23 – LIST OF ENTITIES IN THE SCOPE OF CONSOLIDATION AND MAJOR CHANGES TO THE SCOPE OF CONSOLIDATION

The main changes to the scope of combination are as follows:

#### **Additions to the scope**

- One mutual fund entered the scope of consolidation.

#### **Divestments and removals from the scope**

- SCA Château d'Agassac left the scope of consolidation.
- Four mutual funds were removed from the scope of consolidation.

#### **Change of name**

- SCI 79 CHAMPS ÉLYSÉES became SCI MILLENIUM ÉDUCATION.

Registered name	Business sector	Location of headquarters	30.06.2021			31.12.2020		
			% control	% interest	Method	% control	% interest	Method
GROUPAMA Méditerranée	Insurance	France	-	-	A	-	-	A
GROUPAMA Centre Manche	Insurance	France	-	-	A	-	-	A
GROUPAMA Grand Est	Insurance	France	-	-	A	-	-	A
GROUPAMA OC	Insurance	France	-	-	A	-	-	A
MISSO	Insurance	France	-	-	A	-	-	A
GROUPAMA Loire Bretagne	Insurance	France	-	-	A	-	-	A
GROUPAMA Paris Val-de-Loire	Insurance	France	-	-	A	-	-	A
GROUPAMA Nord-Est	Insurance	France	-	-	A	-	-	A
CAISSE des producteurs de tabac	Insurance	France	-	-	A	-	-	A
GROUPAMA Rhône-Alpes-Auvergne	Insurance	France	-	-	A	-	-	A
GROUPAMA Centre Atlantique	Insurance	France	-	-	A	-	-	A
GROUPAMA Antilles-Guyane	Insurance	France	-	-	A	-	-	A
GROUPAMA Océan Indien et Pacifique	Insurance	France	-	-	A	-	-	A
CLAMA Méditerranée	Insurance	France	-	-	A	-	-	A
CLAMA Centre Manche	Insurance	France	-	-	A	-	-	A
CLAMA Grand Est	Insurance	France	-	-	A	-	-	A
CLAMA OC	Insurance	France	-	-	A	-	-	A
CLAMA Loire Bretagne	Insurance	France	-	-	A	-	-	A
CLAMA Paris Val-de-Loire	Insurance	France	-	-	A	-	-	A
CLAMA Nord-Est	Insurance	France	-	-	A	-	-	A
CLAMA Rhône-Alpes-Auvergne	Insurance	France	-	-	A	-	-	A
CLAMA Centre Atlantique	Insurance	France	-	-	A	-	-	A
CLAMA Antilles-Guyane	Insurance	France	-	-	A	-	-	A
CLAMA Océan Indien et Pacifique	Insurance	France	-	-	A	-	-	A
GIE GROUPAMA Supports et Services	JV	France	100.00	100.00	FC	100.00	100.00	FC
GROUPAMA CAMPUS	Property	France	100.00	100.00	FC	100.00	100.00	FC
GROUPAMA ASSURANCES MUTUELLES	Holding company/Reinsurance	France	100.00	100.00	FC	100.00	100.00	FC
GROUPAMA HOLDING FILIALES ET PARTICIPATIONS	Holding company	France	100.00	100.00	FC	100.00	100.00	FC
COFINTEX 2	Holding company	France	100.00	100.00	FC	100.00	100.00	FC
COFINTEX 17	Holding company	France	100.00	100.00	FC	100.00	100.00	FC
COMPAGNIE FINANCIERE D'ORANGE BANK	Holding company	France	21.74	21.74	EM	24.14	24.14	EM
GROUPAMA GAN VIE	Insurance	France	100.00	100.00	FC	100.00	100.00	FC
GAN PATRIMOINE	Insurance	France	100.00	100.00	FC	100.00	100.00	FC
CAISSE FRATERNELLE D'EPARGNE	Insurance	France	99.99	99.99	FC	99.99	99.99	FC
CAISSE FRATERNELLE VIE	Insurance	France	99.99	99.99	FC	99.99	99.99	FC
ASSUVIE	Insurance	France	50.00	50.00	FC	50.00	50.00	FC
GAN PREVOYANCE	Insurance	France	100.00	100.00	FC	100.00	100.00	FC
GROUPAMA ASSURANCE CREDIT ET CAUTION	Insurance	France	100.00	100.00	FC	100.00	100.00	FC
MUTUAIDE ASSISTANCE	Assistance	France	100.00	100.00	FC	100.00	100.00	FC
GAN ASSURANCES	Insurance	France	100.00	100.00	FC	100.00	100.00	FC
GAN OUTRE MER	Insurance	France	100.00	100.00	FC	100.00	100.00	FC
SOCIETE FRANCAISE DE PROTECTION JURIDIQUE	Insurance	France	100.00	100.00	FC	100.00	100.00	FC
AMALINE ASSURANCES	Brokerage	France	100.00	100.00	FC	100.00	100.00	FC
GROUPAMA SIGORTA	Insurance	Turkey	99.52	99.52	FC	99.52	99.52	FC
GROUPAMA HAYAT	Insurance	Turkey	100.00	100.00	FC	100.00	100.00	FC
GROUPAMA Investment BOSPHORUS	Holding company	Turkey	100.00	100.00	FC	100.00	100.00	FC
STAR	Insurance	Tunisia	35.00	35.00	EM	35.00	35.00	EM
GROUPAMA ZASTRAHOVANE NON LIFE	Insurance	Bulgaria	100.00	100.00	FC	100.00	100.00	FC
GROUPAMA JIVOTOZASTRAHOVANE LIFE	Insurance	Bulgaria	100.00	100.00	FC	100.00	100.00	FC
GROUPAMA BIZTOSITO	Insurance	Hungary	100.00	100.00	FC	100.00	100.00	FC
GROUPAMA PHOENIX Hellenic Asphaltistike	Insurance	Greece	100.00	100.00	FC	100.00	100.00	FC
GROUPAMA AVIC PROPERTY INSURANCES CO	Insurance	China	50.00	50.00	EM	50.00	50.00	EM

A: Aggregation      FC: Full consolidation      EM: Equity method

Registered name	Business sector	Location of headquarters	30.06.2021			31.12.2020		
			% control	% interest	Method	% control	% interest	Method
GROUPAMA ASSICURAZIONI	Insurance	Italy	100.00	100.00	FC	100.00	100.00	FC
GROUPAMA ASIGURARI	Insurance	Romania	100.00	100.00	FC	100.00	100.00	FC
GROUPAMA ASSET MANAGEMENT	Asset management	France	100.00	100.00	FC	100.00	100.00	FC
ORANGE BANK	Banking	France	21.74	21.74	EM	24.14	24.14	EM
GROUPAMA EPARGNE SALARIALE	Asset management	France	100.00	100.00	FC	100.00	100.00	FC
GROUPAMA IMMOBILIER	Asset management	France	100.00	100.00	FC	100.00	100.00	FC
GROUPAMA GAN REIM	Asset management	France	100.00	100.00	FC	100.00	100.00	FC
COMPAGNIE FONCIERE PARISIENNE	Property	France	100.00	100.00	FC	100.00	100.00	FC
GAN FONCIER II	Property	France	100.00	100.00	FC	100.00	100.00	FC
IXELLOR	Property	France	100.00	100.00	FC	100.00	100.00	FC
SCI MILLENIUM EDUCATION	Property	France	100.00	100.00	FC	100.00	100.00	FC
SOCIETE FORESTIERE GROUPAMA	Property	France	100.00	100.00	FC	100.00	100.00	FC
FORDEV	Property	France	95.56	95.56	FC	100.00	100.00	FC
GROUPAMA GAN RETAIL FRANCE	OPPCI (professional property investor)	France	100.00	100.00	FC	100.00	100.00	FC
THE LINK PARIS LA DEFENSE	Property	France	100.00	100.00	FC	100.00	100.00	FC
GROUPAMA GAN LOGISTICS	OPPCI (professional property investor)	France	100.00	100.00	FC	100.00	100.00	FC
SCI GAN FONCIER	Property	France	100.00	98.87	FC	100.00	98.87	FC
VICTOR HUGO VILLIERS	Property	France	100.00	98.87	FC	100.00	98.87	FC
1 BIS FOCH	Property	France	100.00	98.87	FC	100.00	98.87	FC
16 MESSINE	Property	France	100.00	98.87	FC	100.00	98.87	FC
9 MALESHERBES	Property	France	100.00	98.87	FC	100.00	98.87	FC
97 VICTOR HUGO	Property	France	100.00	98.87	FC	100.00	98.87	FC
44 THEATRE	Property	France	100.00	98.87	FC	100.00	98.87	FC
150 CHAMPS ELYSEES SO LUXURY HOTEL	Property	France	100.00	100.00	FC	100.00	100.00	FC
GROUPAMA GAN PARIS SO PRIME	Property	France	100.00	100.00	FC	100.00	100.00	FC
SCI UNI ANGES	Property	France	100.00	100.00	FC	100.00	100.00	FC
261 RASPAIL	Property	France	100.00	100.00	FC	100.00	100.00	FC
GROUPAMA ENERGIES RENOUVELABLES	Other	France	100.00	100.00	FC	100.00	100.00	FC
GROUPAMA PRIVATE EQUITY INVEST	Other	France	100.00	99.46	FC	100.00	99.46	FC
GROUPAMA INFRASTRUCTURE INVEST	Other	France	100.00	100.00	FC	100.00	100.00	FC
GAN INVESTISSEMENT FONCIER	Property	France	100.00	100.00	FC	100.00	100.00	FC
3 ROSSINI (SCI)	Property	France	100.00	100.00	FC	100.00	100.00	FC
150 RENNES (SCI)	Property	France	100.00	100.00	FC	100.00	100.00	FC
99 MALESHERBES (SCI)	Property	France	100.00	100.00	FC	100.00	100.00	FC
SCA CHATEAU D'AGASSAC	Property	France				100.00	100.00	FC
102 MALESHERBES (SCI)	Property	France	100.00	100.00	FC	100.00	100.00	FC
LES FRERES LUMIERE	Property	France	100.00	100.00	FC	100.00	100.00	FC
CAP DE FOUSTE (SCI)	Property	France	100.00	100.00	FC	100.00	100.00	FC
12 VICTOIRE (SCI)	Property	France	100.00	100.00	FC	100.00	100.00	FC
DOMAINE DE FARES	Property	France	46.88	46.88	EM	46.88	46.88	EM
38 LE PELETIER (SCI)	Property	France	100.00	100.00	FC	100.00	100.00	FC
SCIMA GFA	Property	France	100.00	100.00	FC	100.00	100.00	FC
LABORIE MARCENAT	Property	France	74.19	74.19	EM	74.19	74.19	EM
SCI CHATEAU D'AGASSAC	Property	France	100.00	100.00	FC	100.00	100.00	FC
SA SIRAM	Property	France	99.66	99.66	FC	99.66	99.66	FC
GROUPAMA PIPACT	Property	France	100.00	100.00	FC	100.00	100.00	FC
ASTORG STRUCTURÉ GAD D	Mutual fund	France	99.99	99.99	FC	99.99	99.99	FC
ASTORG CTT D	Mutual fund	France	100.00	100.00	FC	100.00	100.00	FC
ASTORG EURO SPREAD D	Mutual fund	France	100.00	100.00	FC	100.00	100.00	FC

A: Aggregation      FC: Full consolidation      EM: Equity method

Registered name	Business sector	Location of headquarters	30.06.2021			31.12.2020		
			% control	% interest	Method	% control	% interest	Method
WASHINGTON EURO NOURRI 14 FCP	Mutual fund	France	100.00	100.00	FC	100.00	100.00	FC
GROUPAMA CONVERTIBLES ID D	Mutual fund	France	78.22	76.49	FC	89.04	87.06	FC
GROUPAMA ENTREPRISES IC C	Mutual fund	France	20.56	20.56	EM	25.74	25.55	EM
GROUPAMA CREDIT EURO - IC	Mutual fund	France	89.87	89.87	FC	88.36	88.36	FC
GROUPAMA CREDIT EURO ID D	Mutual fund	France	99.99	99.99	FC	99.99	99.99	FC
WASHINGTON EURO NOURRI 17 FCP	Mutual fund	France	100.00	100.00	FC	100.00	100.00	FC
GROUPAMA OBLIGATION MONDE G C	Mutual fund	France	94.74	91.84	FC	94.61	91.69	FC
WASHINGTON EURO NOURRI 21 FCP	Mutual fund	France	100.00	100.00	FC	100.00	100.00	FC
ASTORG STRUCTURÉ LIFE D	Mutual fund	France	100.00	100.00	FC	100.00	100.00	FC
GROUPAMA MONETAIRE IC C	Mutual fund	France				33.70	33.62	EM
ASTORG PENSION D	Mutual fund	France	100.00	100.00	FC	100.00	100.00	FC
ASTORG CASH MT D	Mutual fund	France	82.79	82.79	FC	99.58	99.58	FC
GROUPAMA ETAT EURO - O	Mutual fund	France				28.13	28.13	EM
GROUPAMA CREDIT EURO LT G D	Mutual fund	France	100.00	100.00	FC	100.00	100.00	FC
GROUPAMA JAPAN STOCK - O	Mutual fund	France	30.56	30.56	EM			
ASTORG THESSALONIQUE 2 D	Mutual fund	France				100.00	100.00	FC
ASTORG THESSALONIQUE 3 D	Mutual fund	France	100.00	100.00	FC	100.00	100.00	FC
ASTORG THESSALONIQUE 4 D	Mutual fund	France	100.00	100.00	FC	100.00	100.00	FC
ASTORG THESSALONIQUE 5 D	Mutual fund	France	100.00	100.00	FC	100.00	100.00	FC
ASTORG STRUCTURÉ	Mutual fund	France	100.00	100.00	FC	100.00	100.00	FC
ASTORG TUNNEL SP	Mutual fund	France	100.00	100.00	FC	100.00	100.00	FC
ASTORG MONETAIRE D	Mutual fund	France	100.00	100.00	FC	100.00	100.00	FC
ASTORG REPO INVEST D	Mutual fund	France				100.00	100.00	FC
ASTORG OBLIGATIONS CT G D	Mutual fund	France	90.36	86.97	FC	90.44	87.06	FC
ASTORG OBLIGATIONS CT GA D	Mutual fund	France	100.00	100.00	FC	100.00	100.00	FC
ALLOCATION INVEST EQUITY CORE	Mutual fund	France	100.00	100.00	FC	100.00	100.00	FC
G FUND - EUROPEAN CONVERTIBLE BONDS GD D	Mutual fund	France	100.00	100.00	FC	100.00	100.00	FC

A: Aggregation    FC: Full consolidation    EM: Equity method

Certain property entities are consolidated using the equity method under a “simplified” process. This consists of reclassifying on the balance sheet the value of the units and the financing current account in “property investments” and reclassifying in the income statement the dividends or share in the results of the companies in “income from property”.

**Statutory auditors' report  
on the 2021 half-year financial information  
of the condensed combined financial statements**

**PricewaterhouseCoopers Audit**  
63, rue de Villiers  
92200 Neuilly-sur-Seine

**MAZARS**  
Tour Exaltis  
61, rue Henri Régnauld  
92400 Courbevoie

**Statutory auditors' report  
on the 2021 mid-year financial information  
of the condensed combined financial statements**

**Period from 1 January 2021 to 30 June 2021**

Dear Members,  
GROUPAMA ASSURANCES MUTUELLES  
8-10 rue d'Astorg  
75008 Paris, France

Pursuant to the assignment entrusted to us by your general meeting and in application of Article L. 451-1-2 III of the French monetary and financial code, we carried out the following tasks:

- the limited review of the accompanying condensed combined mid-year financial statements of GROUPAMA ASSURANCES MUTUELLES for the period from 1 January 2021 to 30 June 2021;
- verification of the information provided in the mid-year report.

The global crisis due to the COVID-19 pandemic has created special conditions for the preparation and limited review of condensed combined mid-year financial statements. This crisis and the exceptional measures taken in connection with this health emergency have multiple consequences for companies, particularly on their activity and financing, as well as increased uncertainty about their prospects. Some of these measures, such as travel restrictions and teleworking, have also had an impact on the internal organisation of companies and how we work.

These condensed combined mid-year financial statements were prepared under the responsibility of the board of directors. Our role is to express our conclusion on these financial statements based on our limited review.

**I - Conclusion on the financial statements**

We conducted our limited review according to the professional standards applicable in France.

A limited review primarily consists in talking with the executives in charge of accounting and financial matters and implementing analytical procedures. This approach is less extensive than that required for an audit performed under the professional standards applicable in France. As a result, the assurance obtained through a limited review that the financial statements, taken as a whole, do not contain any material misstatements is a moderate assurance, which is not as certain as the assurance obtained from an audit.

Our limited review did not reveal any material misstatements likely call into question the compliance of the condensed combined mid-year financial statements with IAS 34 on interim financial reporting, a standard within the IFRS, as adopted in the European Union.

## II - Specific verification

We also verified the information provided in the mid-year report commenting on the condensed combined mid-year financial statements covered by our limited review.

We have no matters to report as to its fair presentation and its consistency with the condensed combined mid-year financial statements. It is not our role to express an opinion on the fair presentation and consistency of supervisory reporting (solvency margin coverage) with the mid-year financial statements.

Neuilly-sur-Seine and Courbevoie, 03 September 2021

The Statutory Auditors

PricewaterhouseCoopers Audit

MAZARS

Christine Billy

Jean-Claude Pauly

Maxime Simoen

## **Certification by the person responsible for the Half-Year Financial Report**

I certify, to the best of my knowledge, that the condensed financial statements for the first half of 2021 were prepared in accordance with the applicable accounting standards and provide a fair view of the asset base, financial position, and earnings of the Company and all companies included in the combined perimeter and that the half-year activity report contained in the first part of this Report presents a true picture of the significant events that occurred during the first six months of the fiscal year, their impact on the financial statements, the main transactions between related parties, as well as a description of the main risks and uncertainties for the remaining six months of the fiscal year.

Paris, 17 September 2021

Thierry Martel

**Chief Executive Officer**