



A French corporation with share capital of EUR 1,046,405,540
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RISK REPORT

PILLAR 3 31.03.2022

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1 KEY FIGURES

The amounts forming the prudential solvency and leverage ratios which are featured hereinafter take into account the transitional arrangements relating to the introduction of the IFRS 9 standard, over the whole historical period considered.

TABLE 1: KEY METRICS (KM1)

(In EURm)		31.03.2022	31.12.2021	30.09.2021	30.06.2021	31.03.2021
AVAILABLE OWN FUNDS (AMOUNTS)						
1	Common Equity Tier 1 (CET1) capital	48,211	49,835	47,752	48,315	47,082
2	Tier 1 capital	56,443	57,907	55,620	57,258	55,318
3	Total capital	66,990	68,487	66,432	69,331	66,858
RISK-WEIGHTED ASSETS (RWA)						
4	Total risk-weighted assets	376,636	363,371	363,508	361,488	353,063
CAPITAL RATIOS (AS A PERCENTAGE OF RWA)						
5	Common Equity Tier 1 ratio (%)	12.80%	13.71%	13.14%	13.37%	13.34%
6	Tier 1 ratio (%)	14.99%	15.94%	15.30%	15.84%	15.67%
7	Total capital ratio (%)	17.79%	18.85%	18.28%	19.18%	18.94%
ADDITIONAL OWN FUNDS REQUIREMENTS TO ADDRESS RISKS OTHER THAN THE RISK OF EXCESSIVE LEVERAGE (AS A PERCENTAGE OF RWA)⁽¹⁾						
EU 7a	Additional own funds requirements to address risks other than the risk of excessive leverage (%)	2.12%	1.75%	1.75%	1.75%	1.75%
EU 7b	of which to be made up of CET1 capital (%)	1.19%	0.98%	0.98%	0.98%	0.98%
EU 7c	of which to be made up of Tier 1 capital (%)	1.59%	1.31%	1.31%	1.31%	1.31%
EU 7d	Total SREP own funds requirements (%)	10.12%	9.75%	9.75%	9.75%	9.75%
COMBINED BUFFER REQUIREMENT (AS A PERCENTAGE OF RWA)						
8	Capital conservation buffer (%)	2.50%	2.50%	2.50%	2.50%	2.50%
EU 8a	Conservation buffer due to macro-prudential or systemic risk identified at the level of a Member State (%)	-	-	-	-	-
9	Institution-specific countercyclical capital buffer (%)	0.04%	0.04%	0.04%	0.04%	0.04%
EU 9a	Systemic risk buffer (%)	-	-	-	-	-
10	Global Systemically Important Institution buffer (%)	1.00%	1.00%	1.00%	1.00%	1.00%
EU 10a	Other Systemically Important Institution buffer	-	-	-	-	-
11	Combined buffer requirement (%)	3.54%	3.54%	3.54%	3.54%	3.54%
EU 11a	Overall capital requirements (%)	13.66%	13.29%	13.29%	13.29%	13.29%
12	CET1 available after meeting the total SREP own funds requirements (%)	7.11%	8.23%	7.65%	7.88%	
LEVERAGE RATIO						
13	Leverage ratio total exposure measure ⁽²⁾	1,319,813	1,189,253	1,263,831	1,243,050	1,241,437
14	Leverage ratio	4.28%	4.87%	4.40%	4.61%	4.46%
ADDITIONAL OWN FUNDS REQUIREMENTS TO ADDRESS RISKS OF EXCESSIVE LEVERAGE (AS A PERCENTAGE OF TOTAL EXPOSURE MEASURE)						
EU 14a	Additional own funds requirements to address the risk of excessive leverage (%)	-	-	-	-	
EU 14b	of which to be made up of CET1 capital (%)	-	-	-	-	
EU 14c	Total SREP leverage ratio requirements (%) ⁽³⁾	3.09%	3.09%	3.09%	3.09%	
LEVERAGE RATIO BUFFER AND OVERALL LEVERAGE RATIO REQUIREMENT (AS A PERCENTAGE OF TOTAL EXPOSURE MEASURE)						
EU 14d	Leverage ratio buffer requirement (%)	-	-	-	-	
EU 14e	Overall leverage ratio requirements (%) ⁽³⁾	3.09%	3.09%	3.09%	3.09%	
LIQUIDITY COVERAGE RATIO						
15	Total high-quality liquid assets (HQLA) (Weighted value – average)	235,333	229,464	228,704	224,460	217,669

EU 16a	Cash outflows – Total weighted value	409,590	395,060	380,694	365,861	357,186
EU 16b	Cash inflows – Total weighted value	235,158	226,148	218,257	215,876	218,961
16	Total net cash outflows (adjusted value)	174,432	168,912	162,438	149,984	138,226
17	Liquidity coverage ratio (%)	134.72%	135.78%	141.15%	151.41%	159.23%
NET STABLE FUNDING RATIO						
18	Total available stable funding	629,042	619,442	598,266	597,160	
19	Total required stable funding	561,828	561,043	567,222	555,238	
20	NSFR ratio (%)	111.96%	110.41%	105.47%	107.55%	
<p>(1) Since 1 March 2022, the own funds requirements applicable to Societe Generale group in relation to Pillar 2 have been standing at 2.12% (of which 1.19% in CET1), resulting in a total SREP own funds requirements of 10.12%.</p> <p>(2) Over the whole historical period considered, the measurement of the leverage exposure has been taking into account the option to exempt temporarily some central bank exposures in accordance with the European regulation.</p> <p>(3) The leverage ratio requirement applicable to Societe Generale group is 3.09% (enhancement of the initial regulatory requirement of 3% in relation to the abovementioned central bank exemption).</p>						

TABLE 2: TLAC – KEY METRICS (KM2)

(In EURm)		TLAC				
		31.03.2022	31.12.2021	30.09.2021	30.06.2021	31.03.2021
OWN FUNDS AND ELIGIBLE LIABILITIES, RATIOS AND COMPONENTS⁽¹⁾						
1	Own funds and eligible liabilities	114,436	113,098	107,817	110,318	108,915
2	Total RWA of the Group	376,636	363,371	363,508	361,488	353,063
3	Own funds and eligible liabilities as a percentage of RWA	30.38%	31.12%	29.66%	30.52%	30.85%
4	Total exposure measure of the Group	1,319,813	1,189,253	1,263,831	1,243,050	1,241,437
5	Own funds and eligible liabilities as percentage of the total exposure measure	8.67%	9.51%	8.53%	8.87%	8.77%
6a	Does the subordination exemption in Article 72b(4) of the CRR apply? (5% exemption)	No	No	No	No	No
6b	Pro-memo item: Aggregate amount of permitted non-subordinated eligible liabilities instruments If the subordination discretion as per Article 72b(3) CRR is applied (max 3.5% exemption)	7,114	6,921	5,571	5,910	7,300
6c	Pro-memo item: If a capped subordination exemption applies under Article 72b (3) CRR, the amount of funding issued that ranks pari passu with excluded liabilities and that is recognised under row 1, divided by funding issued that ranks pari passu with excluded Liabilities and that would be recognised under row 1 if no cap was applied (%)	100.00%	100.00%	100.00%	100.00%	100.00%
(1) With IFRS 9 phasing effect taken into account over the whole historical period considered.						

As at 31 March 2022, the Group presents a TLAC ratio of 30.4% of risk-weighted assets (RWA) with the option of senior preferred debt limited to 2.5% of RWA (the ratio being 28.5% without this option) for a regulatory requirement of 21.5%, and of 8.7% of the leverage exposure for a regulatory requirement of 6.75%.

2 RISK FACTORS

The Q1 2022 update of the risk factors is available in section 4.1, pages 30 and following, of the first amendment to the 2022 Universal registration document (www.societegenerale.com, section "Universal registration document (URD)").

3 CAPITAL MANAGEMENT AND ADEQUACY

3.1 REGULATORY CAPITAL

TABLE 3: REGULATORY CAPITAL AND SOLVENCY RATIOS⁽¹⁾

<i>(In EURm)</i>	31.03.2022	31.12.2021
Shareholders' equity (IFRS), Group share	65,852	65,067
Deeply subordinated notes	(8,178)	(8,003)
Perpetual subordinated notes	(0)	(0)
Group consolidated shareholders' equity net of deeply subordinated and perpetual subordinated notes	57,674	57,064
Non-controlling interests	4,572	4,762
Intangible assets	(1,823)	(1,828)
Goodwill	(3,407)	(3,408)
Dividends proposed (to the General Meeting) and interest expenses on deeply subordinated and perpetual subordinated notes	(2,411)	(2,345)
Deductions and regulatory adjustments	(6,394)	(4,410)
COMMON EQUITY TIER 1 CAPITAL	48,211	49,835
Deeply subordinated notes and preferred shares	8,178	8,003
Other additional Tier 1 capital	191	206
Additional Tier 1 deductions	(137)	(137)
TOTAL TIER 1 CAPITAL	56,443	57,907
Tier 2 instruments	12,038	11,820
Other Tier 2 capital	265	287
Tier 2 deductions	(1,756)	(1,527)
Total regulatory capital	66,990	68,487
TOTAL RISK-WEIGHTED ASSETS	376,636	363,371
Credit and counterparty credit risk-weighted assets	316,831	304,922
Market risk-weighted assets	12,982	11,643
Operational risk-weighted assets	46,823	46,806
Solvency ratios		
Common Equity Tier 1 ratio	12.80%	13.71%
Tier 1 ratio	14.99%	15.94%
Total capital ratio	17.79%	18.85%
<i>(1) Ratios set in accordance with CRR2/CRD5 rules as published in June 2019, including Danish compromise for insurance, and taking into account the IFRS 9 phasing (fully-loaded CET1 ratio of 12.68% as at 31 March 2022, the phasing effect being +12 bps).</i>		

3.2 RISK-WEIGHTED ASSETS AND CAPITAL REQUIREMENTS

TABLE 4: OVERVIEW OF RISK-WEIGHTED ASSETS (OV1)

	Risk-weighted assets (RWA)		Total own funds requirements
	31.03.2022	31.12.2021	31.03.2022
<i>(In EURm)</i>			
Credit risk (excluding counterparty credit risk)	281,600	271,012	22,528
o.w. standardised approach	104,614	103,323	8,369
o.w. Foundation IRB (FIRB) approach	4,273	4,121	342
o.w. slotting approach	747	752	60
o.w. equities under the simple risk-weighted approach	3,392	3,515	271
o.w. other equities under IRB approach	17,774	18,189	1,422
o.w. Advanced IRB (AIRB) approach	150,800	141,111	12,064
Counterparty credit risk – CCR	29,278	27,478	2,342
o.w. standardised approach ⁽¹⁾	10,572	9,304	846
o.w. internal model method (IMM)	13,166	13,088	1,053
o.w. exposures to a CCP	1,370	1,273	110
o.w. credit valuation adjustment – CVA	3,141	2,807	251
o.w. other CCR	1,029	1,007	82
Settlement risk	48	63	4
Securitisation exposures in the non-trading book (after the cap)	5,905	6,368	472
o.w. SEC-IRBA approach	1,613	2,082	129
o.w. SEC-ERBA incl IAA	3,965	3,978	317
o.w. SEC-SA approach	328	308	26
o.w. 1,250%/deductions	-	-	-
Position, foreign exchange and commodities risks (Market risk)	12,982	11,643	1,039
o.w. standardised approach	2,423	1,419	194
o.w. IMA	10,559	10,225	845
Large exposures	-	-	-
Operational risk	46,823	46,806	3,746
o.w. basic indicator approach	-	-	-
o.w. standardised approach	2,429	2,412	194
o.w. advanced measurement approach	44,394	44,394	3,552
Amounts (included in the “credit risk” section above) below the thresholds for deduction (subject to 250% risk weight)	7,300	7,344	584
TOTAL	376,636	363,371	30,131

The following table presents the risk-weighted assets by core business:

TABLE 5: DISTRIBUTION OF RWA BY CORE BUSINESS AND RISK TYPE

<i>(In EURbn)</i>	Credit and counterparty credit	Market	Operational	Total 31.03.2022	Total 31.12.2021
French Retail Banking ⁽¹⁾	102.7	0.1	5.0	107.8	103.8
International Retail Banking and Financial Services	117.5	0.2	5.5	123.1	117.7
Global Banking and Investor Solutions ⁽¹⁾	85.2	11.7	29.1	125.9	122.8
Corporate Centre	11.5	1.0	7.3	19.8	19.0
Group	316.8	13.0	46.8	376.6	363.4
<i>(1) Data as at 31 March 2022 and 31 December 2021 taking into account the transfer of Private Banking activities (French and international; including activities transferred after the disposal of Lyxor) to the French Retail Banking.</i>					

As at 31 March 2022, RWA (EUR 376.6 billion) were distributed as follows:

- credit and counterparty credit risks accounted for 84% of RWA (of which 37% for International Retail Banking and Financial Services);
- market risk accounted for 3% of RWA (of which 90% for Global Banking and Investor Solutions);
- operational risk accounted for 12% of RWA (of which 62% for Global Banking and Investor Solutions).

3.3 LEVERAGE RATIO

TABLE 6: LEVERAGE RATIO SUMMARY AND TRANSITION FROM PRUDENTIAL BALANCE SHEET TO LEVERAGE EXPOSURE⁽¹⁾

<i>(In EURm)</i>	31.03.2022	31.12.2021
Tier 1 capital⁽²⁾	56,443	57,907
Total assets in prudential balance sheet⁽³⁾	1,450,420	1,299,698
Adjustments for derivative financial instruments	(9,215)	8,619
Adjustments for securities financing transactions ⁽⁴⁾	19,066	14,896
Off-balance sheet exposure (loan and guarantee commitments)	121,988	118,263
Technical and prudential adjustments	(262,446)	(252,223)
<i>o.w. central banks exemption</i>	<i>(137,816)</i>	<i>(117,664)</i>
Leverage ratio exposure	1,319,813	1,189,253
Leverage ratio	4.28%	4.87%
<i>(1) Ratio set in accordance with CRR2 rules and taking into account the IFRS 9 phasing (leverage ratio of 4.24% without phasing as at 31 March 2022, the phasing effect being +4 bps).</i>		
<i>(2) The capital overview is available in table 3.</i>		
<i>(3) The prudential balance sheet corresponds to the IFRS balance sheet less entities accounted for through the equity method (mainly insurance subsidiaries).</i>		
<i>(4) Securities financing transactions: repurchase transactions, securities lending or borrowing transactions and other similar transactions.</i>		

3.4 FINANCIAL CONGLOMERATE RATIO

As at 31 December 2021, the financial conglomerate ratio was 150%, consisting of a numerator “Own funds of the Financial Conglomerate” of EUR 76.1 billion, and a denominator “Regulatory requirement of the Financial Conglomerate” of EUR 50.9 billion.

As at 31 December 2020, the financial conglomerate ratio was 153%, consisting of a numerator “Own funds of the Financial Conglomerate” of EUR 75.1 billion, and a denominator “Regulatory requirement of the Financial Conglomerate” of EUR 49.2 billion.

3.5 ADDITIONAL QUANTITATIVE INFORMATION ON OWN FUNDS AND CAPITAL ADEQUACY

TABLE 7: COMPARISON OF OWN FUNDS AND CAPITAL AND LEVERAGE RATIOS WITH AND WITHOUT THE APPLICATION OF TRANSITIONAL ARRANGEMENTS FOR IFRS 9 (IFRS9-FL)

<i>(In EURm)</i>		31.03.2022	31.12.2021	30.09.2021	30.06.2021	31.03.2021
AVAILABLE CAPITAL (AMOUNTS)						
1	Common Equity Tier 1 (CET1) capital	48,211	49,835	47,752	48,315	47,082
2	Common Equity Tier 1 (CET1) capital as if IFRS 9 or analogous ECLs transitional arrangements had not been applied	47,728	49,223	47,044	47,568	46,262
3	Tier 1 capital	56,443	57,907	55,620	57,258	55,318
4	Tier 1 capital as if IFRS 9 or analogous ECs transitional arrangements had not been applied	55,960	57,295	54,912	56,510	54,498
5	Total capital	66,990	68,487	66,432	69,331	66,858
6	Total capital as if IFRS 9 or analogous ECs transitional arrangements had not been applied	66,507	67,875	65,724	68,583	66,038
RISK-WEIGHTED ASSETS (AMOUNTS)						
7	Total risk-weighted assets	376,636	363,371	363,508	361,488	353,063
8	Total risk-weighted assets as if IFRS 9 or analogous ECLs transitional arrangements had not been applied	376,482	363,216	363,356	361,373	353,416
CAPITAL RATIOS						
9	Common Equity Tier 1 (as a percentage of RWA)	12.80%	13.71%	13.14%	13.37%	13.34%
10	Common Equity Tier 1 (as a percentage of RWA) as if IFRS 9 or analogous ECLs transitional arrangements had not been applied	12.68%	13.55%	12.95%	13.16%	13.09%
11	Tier 1 (as a percentage of RWA)	14.99%	15.94%	15.30%	15.84%	15.67%
12	Tier 1 (as a percentage of RWA) as if IFRS 9 or analogous ECLs transitional arrangements had not been applied	14.86%	15.77%	15.11%	15.64%	15.42%
13	Total capital (as a percentage of RWA)	17.79%	18.85%	18.28%	19.18%	18.94%
14	Total capital (as a percentage of RWA) as if IFRS 9 or analogous ECLs transitional arrangements had not been applied	17.67%	18.69%	18.09%	18.98%	18.69%
LEVERAGE RATIO						
15	Leverage ratio total exposure measure	1,319,813	1,189,253	1,263,831	1,243,050	1,241,437
16	Leverage ratio	4.28%	4.87%	4.40%	4.61%	4.46%
17	Leverage ratio as if IFRS 9 or analogous ECLs transitional arrangements had not been applied	4.24%	4.82%	4.35%	4.55%	4.43%

(1) Leverage ratio total exposure measure taking into account the IFRS 9 transitional provisions as well as the option to exempt some central bank exposures over the whole historical period considered.

4 CREDIT RISK

4.1 QUANTITATIVE INFORMATION

TABLE 8: PERFORMING AND NON-PERFORMING EXPOSURES AND RELATED PROVISIONS (CR1)

31.03.2022															
(In EURm)	Gross carrying amount/nominal amount						Accumulated impairment, accumulated negative changes in fair value due to credit risk and provisions						Accumulated write-off	Collateral and financial guarantees received	
	Performing exposures			Non-performing exposures			Performing exposures – accumulated impairment and provisions			Non-performing exposures – accumulated impairment, accumulated negative changes in fair value due to credit risk and provisions				On performing exposures	On non-performing exposures
	TOTAL	of which stage 1 ⁽¹⁾	of which stage 2 ⁽²⁾	TOTAL	of which stage 2 ⁽²⁾	of which stage 3 ⁽³⁾	TOTAL	of which stage 1 ⁽¹⁾	of which stage 2 ⁽²⁾	TOTAL	of which stage 2 ⁽²⁾	of which stage 3 ⁽³⁾			
Cash balances at central banks and other demand deposits	258,258	255,567	2,691	-	-	-	-	-	-	-	-	-	-	3	-
Loans and advances	561,279	491,299	50,663	16,944	-	16,938	(3,050)	(1,166)	(1,884)	(8,361)	-	(8,361)	(364)	298,386	5,062
Central banks	11,451	11,450	1	14	-	14	(1)	-	(1)	(14)	-	(14)	-	129	-
General governments	24,833	15,784	696	115	-	115	(18)	(5)	(13)	(63)	-	(63)	-	6,018	38
Credit institutions	20,514	19,352	1,121	170	-	170	(6)	(2)	(3)	(20)	-	(20)	-	2,227	15
Other financial corporations	52,223	49,271	345	158	-	158	(15)	(10)	(5)	(128)	-	(128)	-	10,118	30
Non-financial corporations	225,210	190,899	26,609	9,009	-	9,002	(1,725)	(543)	(1,182)	(4,099)	-	(4,099)	(217)	110,741	3,201
<i>of which SMEs</i>	<i>48,165</i>	<i>39,381</i>	<i>7,357</i>	<i>3,778</i>	-	<i>3,772</i>	<i>(590)</i>	<i>(168)</i>	<i>(423)</i>	<i>(2,027)</i>	-	<i>(2,027)</i>	-	<i>30,027</i>	<i>1,289</i>
Households	227,048	204,543	21,891	7,480	-	7,480	(1,285)	(606)	(679)	(4,038)	-	(4,038)	(147)	169,152	1,778
Debt securities	60,076	58,526	1,208	104	-	104	(31)	(8)	(23)	(56)	-	(56)	-	6,621	-
Central banks	2,694	2,694	-	-	-	-	-	-	-	-	-	-	-	-	-
General governments	43,162	41,856	1,120	6	-	6	(29)	(6)	(23)	(6)	-	(6)	-	-	-
Credit institutions	4,206	4,158	48	-	-	-	(1)	(1)	-	-	-	-	-	118	-
Other financial corporations	3,913	3,773	-	-	-	-	-	-	-	-	-	-	-	1,480	-
Non-financial corporations	6,100	6,045	40	99	-	99	(1)	(1)	(1)	(50)	-	(50)	-	5,023	-
Off-balance- sheet exposures	481,238	465,850	15,387	1,257	-	1,257	(532)	(204)	(328)	(347)	-	(347)	-	66,299	217
Central banks	706	706	-	-	-	-	-	-	-	-	-	-	-	-	-
General governments	5,970	5,856	114	-	-	-	(2)	(1)	(1)	-	-	-	-	3,553	-
Credit institutions	170,140	169,600	540	85	-	85	(23)	(1)	(22)	(4)	-	(4)	-	506	-
Other financial corporations	72,342	72,002	340	-	-	-	(9)	(7)	(1)	-	-	-	-	7,855	-
Non-financial corporations	214,156	200,413	13,743	1,087	-	1,087	(432)	(165)	(267)	(321)	-	(321)	-	48,435	202
Households	17,925	17,272	652	84	-	84	(66)	(30)	(36)	(22)	-	(22)	-	5,948	15
TOTAL	1,360,851	1,271,242	69,949	18,305	-	18,299	(3,613)	(1,378)	(2,235)	(8,764)	-	(8,764)	(364)	371,309	5,279

(1) Assets without significant increase in credit risk since initial recognition.

(2) Assets with significant increase in credit risk since initial recognition, but not impaired.

(3) Impaired assets.

4.2 ADDITIONAL QUANTITATIVE INFORMATION ON CREDIT RISK

TABLE 9: RWA FLOW STATEMENT OF CREDIT RISK EXPOSURES UNDER THE IRB APPROACH (CR8)

<i>(In EURm)</i>	Risk-weighted assets (RWA)
RWA as at the end of the previous reporting period (31.12.2021)	173,747
Asset size (+/-)	(826)
Asset quality (+/-)	2,446
Model updates (+/-)	5,838
Methodology and policy (+/-)	-
Acquisitions and disposals (+/-)	643
Foreign exchange movements (+/-)	758
Other (+/-)	-
RWA as at the end of the reporting period (31.03.2022)	182,606

5 COUNTERPARTY CREDIT RISK

5.1 QUANTITATIVE INFORMATION

TABLE 10: RWA FLOW STATEMENT OF COUNTERPARTY CREDIT RISK EXPOSURES UNDER THE IMM (CCR7)

<i>(In EURm)</i>	Risk-weighted assets (RWA)
RWA as at end of previous reporting period (31.12.2021)	13,203
Asset size	(118)
Credit quality of counterparties	42
Model updates (IMM only)	-
Methodology and policy (IMM only)	-
Acquisitions and disposals	-
Foreign exchange movements	126
Other	-
RWA as at end of reporting period (31.03.2022)	13,252

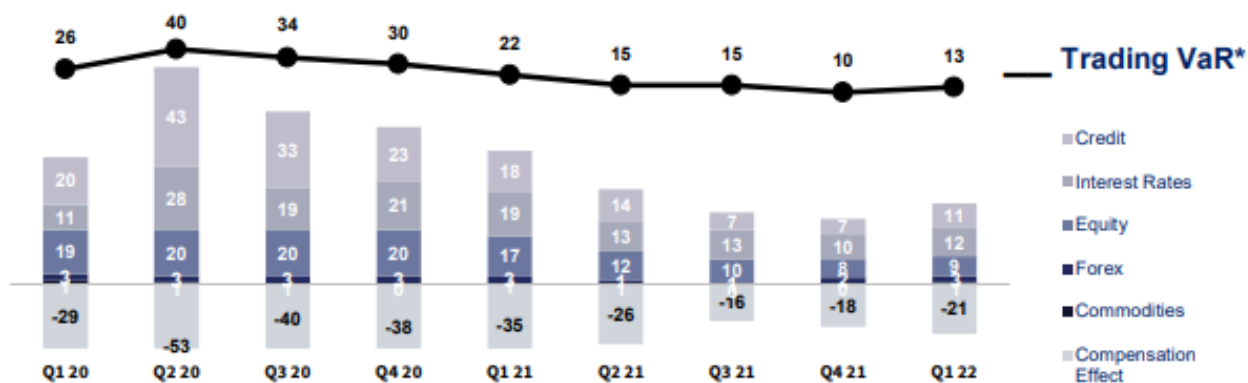
The table above displays data without CVA (Credit Valuation Adjustment) which amounts to EUR 2.4 billion in advanced method.

6 MARKET RISK

6.1 CHANGE IN TRADING VAR

Quarterly average of the 99% Value at Risk (VaR), a composite indicator used for the day-to-day monitoring of the market risk incurred by the bank, on the scope of its trading activities, in EUR million:

Change in trading VaR* and stressed VaR**



Stressed VAR** (1 day 99%, In EUR M)	Q1 21	Q2 21	Q3 21	Q4 21	Q1 22
Minimum	28	23	23	24	23
Maximum	43	48	58	64	48
Average	35	35	38	39	32

* Trading VaR: measurement over one year (i.e. 260 scenarios) of the greatest risk obtained after elimination of 1% of the most unfavourable occurrences

** Stressed VaR: Identical approach to VaR (historical simulation with 1-day shocks and a 99% confidence interval), but over a fixed one-year historical window corresponding to a period of significant financial tension instead of a one-year rolling period

6.2 ADDITIONAL QUANTITATIVE INFORMATION ON MARKET RISK

TABLE 11: RWA FLOW STATEMENT OF MARKET RISK EXPOSURES UNDER THE INTERNAL MODEL APPROACH (MR2-B)

<i>(In EURm)</i>	VaR	SVaR	IRC	CRM	Other	Total RWA	Total own funds requirements
RWA at end of previous reporting period (31.12.2021)	1,343	7,227	840	815	-	10,225	818
<i>Regulatory adjustment</i>	<i>(1,054)</i>	<i>(4,385)</i>	-	<i>(312)</i>	-	<i>(5,751)</i>	<i>(460)</i>
<i>RWA at the previous quarter-end (end of the day)</i>	<i>289</i>	<i>2,841</i>	<i>840</i>	<i>503</i>	-	<i>4,473</i>	<i>358</i>
Movement in risk levels	405	(373)	117	86	-	236	19
Model updates/changes	44	57	20	-	-	122	10
Methodology and policy	-	-	-	-	-	-	-
Acquisitions and disposals	-	-	-	-	-	-	-
Foreign exchange movements	(2)	(4)	-	-	-	(6)	(0)
Other	-	-	-	-	-	-	-
<i>RWA at the end of the disclosure period (end of the day)</i>	<i>736</i>	<i>2,522</i>	<i>978</i>	<i>589</i>	-	<i>4,825</i>	<i>386</i>
<i>Regulatory adjustment</i>	<i>1,472</i>	<i>4,232</i>	<i>29</i>	-	-	<i>5,734</i>	<i>459</i>
RWA at end of reporting period (31.03.2022)	2,209	6,754	1,007	589	-	10,559	845

Effects are defined as follows:

- Regulatory adjustment: difference between RWA used for the purpose of regulatory RWA calculation on the one hand and RWA of the last day or of the last week of the period on the other hand;
- Movement in risk levels: changes due to position changes;
- Model updates/changes: significant updates to the model to reflect recent experience (e.g. recalibration), as well as significant changes in model scope;
- Methodology and policy: methodology changes to the calculations driven by regulatory policy changes;
- Acquisitions and disposals: modifications due to acquisition or disposal of business/product lines or entities;
- Foreign exchange movements: changes arising from foreign currency fluctuations.

7 LIQUIDITY RISK

7.1 LIQUIDITY RESERVE

TABLE 12: LIQUIDITY RESERVE

<i>(In EURbn)</i>	31.03.2022	31.12.2021
Central bank deposits (excluding mandatory reserves)	214	168
HQLA securities available and transferable on the market (after haircut)	51	58
Other available central bank-eligible assets (after haircut)	10	3
TOTAL	275	229

7.2 REGULATORY RATIOS

The Group manages its liquidity risk through the LCR, the NSFR and liquidity gaps, under stress and under normal conditions of activity, and accumulated (all currencies combined), and this, by making sure at any time that the liquidity is transferable across the main currencies. The management has been enriched with USD dedicated metrics.

Since the implementation of the European regulatory LCR requirement in October 2015, Societe Generale's LCR has consistently stood at over 100%. The LCR was 140% at end of March 2022 (vs. 129% at end-2021).

TABLE 13: LIQUIDITY COVERAGE RATIO (LIQ1)

The liquidity coverage ratio is calculated as the simple average of month-end observations over the twelve months preceding the end of each quarter.

Prudential Group (<i>In EURm</i>)	Total unweighted value (in average)				Total weighted value (in average)			
	31.03.2022	31.12.2021	30.09.2021	30.06.2021	31.03.2022	31.12.2021	30.09.2021	30.06.2021
High-quality liquid assets								
Total high-quality liquid assets (HQLA)					235,333	229,464	228,704	224,460
Cash – Outflows								
Retail deposits and deposits from small business customers, of which:	225,948	223,282	220,773	218,159	18,105	17,669	17,276	16,875
<i>Stable deposits</i>	120,126	121,021	121,548	121,919	6,006	6,051	6,077	6,096
<i>Less stable deposits</i>	100,552	96,373	92,712	88,978	12,083	11,604	11,185	10,764
Unsecured wholesale funding	292,765	279,852	272,195	264,759	158,345	151,095	147,592	142,847
<i>Operational deposits (all counterparties) and deposits in networks of cooperative banks</i>	70,349	66,849	63,013	60,152	17,111	16,249	15,303	14,599
<i>Non-operational deposits (all counterparties)</i>	206,058	195,838	189,898	185,605	124,876	117,680	113,006	109,246
<i>Unsecured debt</i>	16,358	17,165	19,284	19,002	16,358	17,165	19,284	19,002
Secured wholesale funding					104,645	100,549	92,263	84,329
Additional requirements	191,339	185,554	181,881	179,052	64,006	62,211	60,701	60,001
<i>Outflows related to derivative exposures and other collateral requirements</i>	32,887	32,319	32,560	33,555	31,052	30,735	31,097	32,062
<i>Outflows related to loss of funding on debt products</i>	10,000	9,116	7,747	6,749	10,000	9,116	7,747	6,749
<i>Credit and liquidity facilities</i>	148,452	144,119	141,574	138,748	22,954	22,360	21,858	21,190
Other contractual funding obligations	63,496	62,574	61,787	60,547	63,496	62,574	61,787	60,547
Other contingent funding obligations	56,879	53,855	50,854	48,668	992	963	1,075	1,263
TOTAL CASH OUTFLOWS					409,590	395,060	380,694	365,861
Cash – inflows								
Secured lending (eg reverse repos)	295,777	282,077	278,706	271,463	92,410	89,005	85,626	84,391
Inflows from fully performing exposures	48,046	45,567	42,604	40,431	40,651	38,451	35,710	33,693
Other cash inflows	105,281	101,286	99,122	99,976	102,097	98,693	96,921	97,793
(Difference between total weighted inflows and total weighted outflows arising from transactions in third countries where there are transfer restrictions or which are denominated in non-convertible currencies)					-	-	-	-
(Excess inflows from a related specialised credit institution)					-	-	-	-
TOTAL CASH INFLOWS	449,105	428,930	420,432	411,870	235,158	226,148	218,257	215,876
<i>Fully exempt inflows</i>	-	-	-	-	-	-	-	-
<i>Inflows subject to 90% cap</i>	-	-	-	-	-	-	-	-
<i>Inflows subject to 75% cap</i>	346,275	331,124	331,622	331,324	235,158	226,148	218,257	215,876
TOTAL ADJUSTED VALUE								
LIQUIDITY BUFFER					234,974	229,105	228,527	224,304
TOTAL NET CASH OUTFLOWS					174,432	168,912	162,438	149,984
LIQUIDITY COVERAGE RATIO (%)					134.72%	135.78%	141.15%	151.41%

As at 31 March 2022, the average of Societe Generale's LCR stood at 135% (arithmetic average of the 12 LCR monthly values from April 2021 to March 2022, in accordance with the prudential disclosure requirement emanating from Regulation (EU) No 2019/876).

Reported LCR was 140% as at 31 March 2022, or EUR 76 billion of liquidity surplus over the regulatory requirement of 100%. This compares to 129%, or EUR 51 billion of liquidity surplus, as at 31 December 2021. The LCR numerator was EUR 266 billion as at 31 March 2022, increasing by EUR 40 billion compared with 31 December 2021, resulting from lower liquidity usage in capital market activities and increased cash raising in money markets. The net cash outflows increased by EUR 15 billion over the same period, in relation with high cash raising in money markets.

As at 31 March 2022, the numerator of the LCR included EUR 214 billion of withdrawable central bank reserves (81%) and EUR 43 billion of Level 1 high-quality securities (16%), as well as 3% of Level 2 or assimilated. The LCR numerator, which amounted to EUR 226 billion as at 31 December 2021, contained withdrawable central bank reserves and Level 1 high-quality securities representing 95% of the buffer.

The euro accounted for 58% of Societe Generale's total high-quality liquid assets as at 31 March 2022. The US dollar and the Japanese Yen accounted each for more than 5% of liquid assets, with a weight of 20% and 8%, respectively. The liquidity profile of the Group in US dollars is framed by a set of thresholds and metrics, including indicators of liquidity excess under stress, in US dollars.

Societe Generale ensures it does not overly rely on any given individual counterparty or segment by setting and monitoring concentration risk metrics on secured and unsecured markets. For instance, unsecured short-term funding is subject to thresholds by counterparty type (Corporates, Central banks, Public sector, Asset managers, etc). Secured funding is framed to ensure that the drying up of liquidity in any segment of the repo market (counterparty segments, underlying collateral segments, currencies) would not materially impair the refinancing of inventories in capital markets. In addition to this, the Group's long-term funding is structurally diversified. The plain vanilla funding programme is split into various currencies, instruments and geographies and seeks to continuously expand the investor base. Structured issuances are highly granular (multiple distributing networks) and provide a diversification in terms of nature of investors.

Societe Generale impacts its LCR computation to factor in collateral needs for covered bonds issuance vehicles and other vehicles used in capital markets activities, in case of a 3-notch downgrade of Societe Generale's credit rating. Societe Generale also impacts its LCR computation to factor in a potential adverse market shock based on a 24-month historical look-back approach.

Intraday funding requirements give rise to dedicated reserves which are taken into account when computing liquidity stress tests based on internal models, which ground the control of the Societe Generale Group survival horizon under stress.

8 REMUNERATIONS

The 2021 Compensation Policies and Practices Report is available on the website (www.societegenerale.com/en/publications-documents, theme "Finance", category "Pillar III and other prudential publications").

9 APPENDICES

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