



Specific financial information Q2 08

(based on FSF recommendations
for financial transparency)



Contents

- ▶ Unhedged CDOs exposed to the US residential mortgage sector
- ▶ Write-downs on assets of unhedged CDOs exposed to the US residential mortgage sector
- ▶ Unhedged CDOs: valuation assumptions and sensitivities, comparison with the ABX indices
- ▶ Protection purchased to hedge exposure to CDOs and other assets
- ▶ Exposure to counterparty risk on monoline insurers, hedging of CDOs and other assets
- ▶ Exposure to CMBS
- ▶ Exposure to US residential mortgage market: residential loans and RMBS
- ▶ Exposure to residential mortgage markets in Spain and the UK
- ▶ Commercial conduits
- ▶ Exotic credit derivatives
- ▶ Portfolio of assets transferred by SGAM or sold by SGAM funds
- ▶ Exposure to LBO financing

Unhedged CDOs exposed to the US residential mortgage sector

In EUR m	CDO* super senior tranches		
	Portfolio # 1	Portfolio # 2	Portfolio # 3
Gross exposure at 31/12/07	1 401	1 736	1 717
Gross exposure at 31/03/08 ⁽¹⁾	1 293	1 608	1 494
Gross exposure at 30/06/08 ⁽²⁾	1 273	1 610	1 403
Accounting portfolio	Trading	Trading	Trading
Underlying	mezzanine	high grade	mezzanine
Attachment point at 31/03/08 ⁽³⁾	28%	15%	35%
Attachment point at 30/06/08 ⁽³⁾	27%	10%	37%
At 30/06/08			
% of underlying subprime assets	90%	56%	74%
o.w. 2005 and earlier	56%	21%	61%
o.w. 2006	33%	22%	7%
o.w. 2007	1%	13%	6%
% of Mid-prime and Alt-A underlying assets	2%	7%	15%
% of Prime underlying assets	3%	15%	10%
% of other underlying assets	5%	22%	1%
Total loss of value and write-downs booked in the income statement (incl. Q2 08) ⁽⁴⁾	-596 (o.w. -13 in Q2 08)	-783 (o.w. -21 in Q2 08)	-241 (o.w. +14 in Q2 08)
% of total CDO write-downs at 30/06/08	43%	45%	16%
Net exposure at 30/06/08 ⁽¹⁾	720	880	1 175

* Excluding a portfolio of CDO of RMBS written down and booked as AFS after reintermediation (PACE, etc.).
At June 30th, 2008:
- total nominal amount of EUR 140m,
- weighted attachment point: 7.0%
- residual risk after write-down: EUR 42m.

(1) Exposure at the end of trading
(2) Changes in outstandings vs. 31/03/2008 are due to amortisations linked to early repayments on underlying assets.
(3) The change in the attachment points is due:
- positively, to early repayments at par
- negatively, to defaults of certain underlying assets
(4) Series of write-downs at the historical exchange rate for each quarter

Write-downs on assets of unhedged CDOs exposed to the US residential mortgage sector

Type of CDO assets	Gross nominal of underlying assets (EUR m)	Write-down of underlying assets (EUR m) ⁽¹⁾	% Write-down / Gross nominal of underlying assets	After write-down	
				Fair value of underlying assets (EUR m)	Structure of CDO
Prime	533	-25	-5%	508	18%
Mid-Prime	492	-353	-72%	139	5%
Subprime 2006 and 2007	1,481	-1,421	-96%	60	2%
Subprime 2005 and before	2,631	-783	-30%	1,848	67%
Tranches of CDOs	313	-313	-100%	0	0%
Others (Non RMBS)	179	-30	-17%	149	5%
Treasury	71	0	0%	71	3%
TOTAL	5,700	-2,925	-51%	2,775	100%

(1) Write-down of underlying assets corresponding to the sum of subordinated tranches and loss of value and write-downs on CDO tranches held.

Unhedged CDOs: valuation assumptions and sensitivities, comparison with the ABX indices

■ Cumulative loss rate

	2005	2006	2007		
Assumptions for cumulative Q4 07 losses	9.0%	23.0%	25.0%		
Assumptions for cumulative Q1 08 losses	10.0%	25.0%	27.0%	Sensitivity	
Assumptions for cumulative Q2 08 losses	10.0%	25.0%	27.0%	+10% cumulative losses for each year of production	⇒ EUR -300m

- ▶ Mid-primers and Alt-A: assumptions for losses amounting to $\frac{2}{3}$ of the assumptions used for underlying subprime assets
- ▶ Primes: assumptions for losses amounting to 10% of the assumptions used for underlying subprime assets

■ 100% write-down of CDO-type underlying assets

■ Write-down rate: comparison of ABX indices

	2005 production	2006 et 2007 production	
		A and above	BBB & below
Societe Generale	-34%	-96%	-100%
ABX indices	NM	-87%	-95%

■ Assumptions for total losses for the US residential mortgage market

- ▶ End 2007: around USD 350bn
- ▶ At end-March and end-June 2008 : around USD 385bn

Protection purchased to hedge exposure to CDOs and other assets

■ From monoline insurers

In EUR m		At June 30th, 2008		
		Gross notional amount of hedged instruments	Gross notional amount of protection purchased	Fair value of hedged instruments
Protection purchased from monolines				
Against CDOs (US residential mortgage market)	7,226	7,226	5,748	1,478
Against CDOs (excl. US residential mortgage market)	2,795	2,795	2,558	237
Against corporates credits (CLOs), structured and infrastructure finance	13,461	13,461	12,916	545
Other replacement risk				360
			Total	2,620

(1) o.w. EUR 3.8bn in underlying subprime assets (vintages: 2007: 3%, 2006: 18%, 2005 and before: 79%)

■ From other counterparts

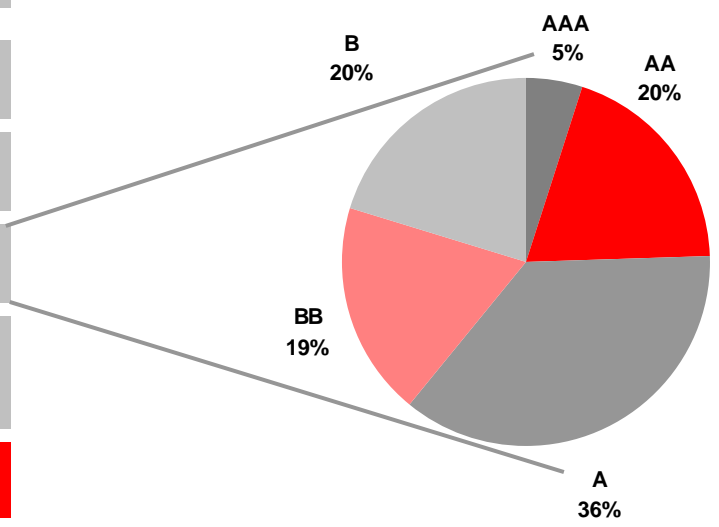
- ▶ Fair value of protection purchased from other large financial institutions (only multiline insurers and international banks): EUR 436m corresponding almost entirely to hedges of CDOs of structured RMBS until the end of 2005.



Exposure to counterparty risk on monoline insurers

Hedging of CDOs and other assets

EUR bn	Dec 31 07	Mar 31 08	Jun 30 08
Fair value of protection before value adjustments*	1.9	2.4	2.6
Nominal amount of hedges purchased**	-0.6	-0.6	-0.8
Fair value of protection net of hedges and before value adjustments	1.3	1.8	1.8
Value adjustments for credit risk on monolines (booked on the protection)	-0.9	-1.1	-1.2
Residual exposure to counterparty risk on monolines	0.4	0.8	0.6



* Calculated using the same methodology as for non-insured assets and excluding ACA.

** The nominal of hedges purchased from bank counterparts has a EUR +340m Mark to Market impact at June 30, 2008, which is neutralised in the income statement.

The rating used is the lowest issued by Moody's or S&P (at June 30, 2008)

- AAA: Assured Guaranty, FSA
- AA: Ambac
- A: Bluepoint, MBIA, Radian
- BB: CIFG
- B: FGIC, XL Capital

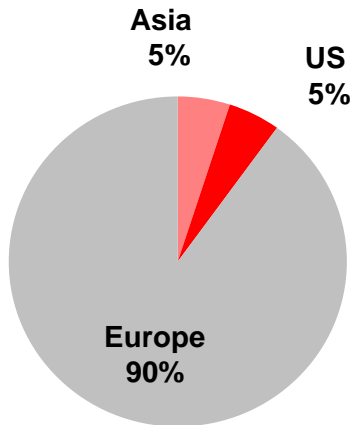
Exposure to CMBS^(a)

EUR m	Mar 31, 2008	Q2 08			June 30th, 2008			
	Net exposure ⁽¹⁾	Impact on income statement	Impact on equity	Other movements	Net exposure ⁽¹⁾	Gross exposure ⁽²⁾	%AAA*	% AA & A*
Trading portfolio	1,135	- 12	-	- 39	1,084	1,200	43%	49%
<i>o.w. assets sold or transferred by SGAM to Corporate and Investment Banking</i>	945	- 13	-	- 31	901	1,003	36%	58%
AFS portfolio	343	2	- 3	1	343	370	75%	23%
<i>o.w. assets sold or transferred by SGAM to the Corporate Centre</i>	261	2	- 3	5	267	283	69%	29%
HTM portfolio (assets sold or transferred by SGAM to the Corporate Centre)	55	-	-	5	60	65	75%	25%
TOTAL	1,533	-10	-3	-33	1,487	1,635	51%	42%

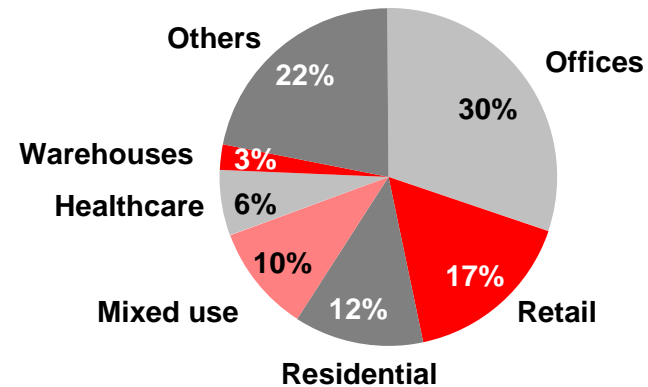
(1) Net of hedging and loss of value
 (2) Capital remaining of hedged assets

* As a % of remaining capital

90% of European underlying assets*



A well diversified portfolio*



(a): trading portfolio excl. "exotic credit portfolio" presented on page 12

Exposure to US residential mortgage market: residential loans and RMBS

■ Société Générale has no residential mortgage loan origination activity in the United States

■ RMBS in the US (a)

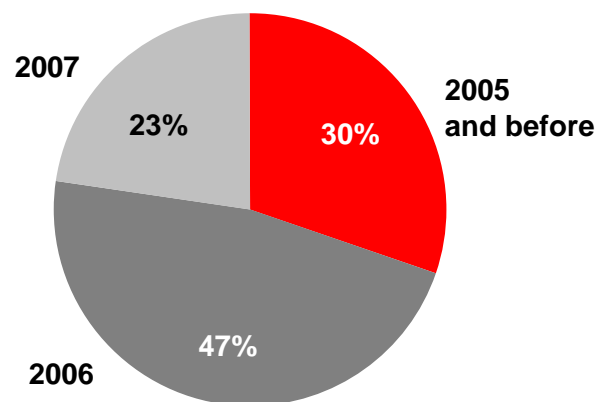
In EUR m	March 31, 08	Q2 08			June 30th, 2008			
	Net exposure ⁽¹⁾	Impact on income statement	Impact on equity	Other movements	Net exposure ⁽¹⁾	Gross exposure ⁽²⁾	%AAA*	% AA & A*
Trading portfolio	190	- 15	-	-213	-38	438	31%	24%
AFS portfolio	575	2	-28	-33	516	721	71%	12%
HTM Portfolio	-	-	-	-	-	-	-	-
TOTAL	765	- 13	-28	-246	478	1,159	56%	17%

(1) Net of hedging and loss of value

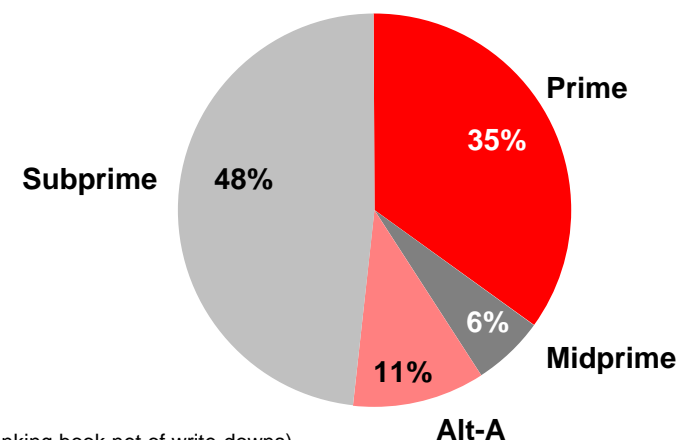
(2) Capital remaining of hedged assets

* As a % of remaining capital

Breakdown of subprime assets by vintage*



Breakdown of RMBS portfolio by type*



NB: Société Générale has a portfolio of mid-prime loans purchased from an originator who defaulted (EUR 276m in the banking book net of write-downs), and a warehousing position of prime loans in the form of a reverse repo (EUR 29m)

(a): trading portfolio excl. "exotic credit portfolio" presented on page 12

Exposure to residential mortgage markets in Spain and the UK

■ Société Générale has no residential mortgage loan origination activity in Spain or the UK

■ RMBS “Spain”(a)

In EUR m	March 31, 08	Q2 08			June 30th, 2008			
	Net exposure ⁽¹⁾	Impact on income statement	Impact on equity	Other movements	Net exposure ⁽¹⁾	Gross exposure ⁽²⁾	%AAA*	% AA & A*
Trading portfolio	428	- 6	-	- 4	418	476	74%	23%
<i>o.w. assets sold or transferred by SGAM to Corporate and Investment Banking</i>	415	- 6	-	- 3	406	462	73%	23%
AFS portfolio	222	3	- 4	- 12	209	228	100%	0%
<i>o.w. assets sold or transferred by SGAM to the Corporate Centre</i>	218	3	- 4	- 10	207	220	99%	1%
HTM portfolio (o.w. assets sold or transferred by SGAM to the Corporate Centre)	35	-	-	- 6	29	29	100%	0%
TOTAL	685	-3	-4	-22	656	733	83%	15%

■ RMBS “UK”(a)

In EUR m	March 31, 08	Q2 08			June 30th, 2008			
	Net exposure ⁽¹⁾	Impact on income statement	Impact on equity	Other movements	Net exposure ⁽¹⁾	Gross exposure ⁽²⁾	%AAA*	% AA & A*
Trading portfolio	562	- 5	-	- 88	469	518	28%	61%
<i>o.w. assets sold or transferred by SGAM to Corporate and Investment Banking</i>	552	- 4	-	- 85	463	511	28%	61%
AFS portfolio	212	1	- 4	- 5	204	225	54%	34%
<i>o.w. assets sold or transferred by SGAM to the Corporate Centre</i>	164	1	- 1	- 5	159	166	64%	33%
HTM portfolio (o.w. assets sold or transferred by SGAM to the Corporate Centre)	22	-	-	- 1	21	22	23%	77%
TOTAL	796	-4	-4	-94	694	766	35%	54%

(1) Net of hedging and loss of value

(2) Capital remaining of hedged assets

* As a % of remaining capital

(a): trading portfolio excl. “exotic credit portfolio” presented on page 12

Commercial conduits ^(1/2)

■ Description of 6 commercial conduits sponsored by Societe Generale by type of asset

In EUR m	Total assets	Nationality of assets	Breakdown of assets							Contractual maturity of assets			Amount of CP issued	Rating of CP issued
			Auto loans	Trade receivables	Consumer loans	Equipment loans	Other loans	RMBS	CMBS (AAA)	0-6 months	6-12 months	> 12 months		
ANTALIS (France)	5,425	Europe ⁽¹⁾	15%	67%	0%	0%	3%	11% ⁽²⁾	4%	67%	0%	33%	5,455	P-1 - A1+
BARTON (United States)	9,093	US ^(9.6%) Europe ^(4.9%)	37%	9%	31%	5%	18%	0%	0%	9%	19%	72%	9,120	P-1 - A1+
ASSET ONE (United States)	63	US	0%	0%	100%	0%	0%	0%	0%	0%	46%	54%	63	F-1 - A1
ACE Canada (Canada)	410	Canada	85%	0%	0%	15%	0%	0%	0%	0%	0%	100%	436	Not rated
ACE AUSTRALIA (Australia)	1,284	Australia	0%	0%	0%	10%	12%	78% ⁽³⁾	0%	0%	0%	100%	1,161	P-1 - A1+
HOMES (Australia)	2,421	Australia	0%	0%	0%	0%	0%	100% ⁽⁴⁾	0%	0%	0%	100%	2,448	P-1 - A1+
TOTAL	18,696		24%	24%	15%	3%	10%	22%	1%	24%	9%	67%	18,683	

(1) Country of issuance of the conduit

(1) 35.6% France - 16.1% Italy - 15.5% Germany - 12.6% Holland - 10.7% United Kingdom - 4.6% Spain - 4.8% Others

(2) 100% AAA

(3) 75% AAA - 25% AA

(4) 96% AAA - 4%

NB: the RMBS of conduits are rated, while the other underlying assets are retail assets with no external rating.

Commercial conduits ^(2/2)

■ Societe Generale's exposure at June 30th, 2008 as a sponsor of these conduits

In EUR m	Available liquidity line granted by Société Générale ⁽¹⁾	Letter of credit granted by Société Générale	Commercial Papers held by Société Générale
ANTALIS (France)	6,011	229	958
BARTON (United States)	11,881	208	0
ASSET ONE (United States)	67	29	0
ACE Canada (Canada)	66	0	33
ACE AUSTRALIA (Australia)	1,525	32	136
HOMES (Australia)	2,518	61	826
TOTAL	22,068	559	1,953

■ Conduits sponsored by third parties

- ▶ Total available liquidity lines⁽¹⁾: EUR 1.1bn via 12 conduits
- ▶ Total Commercial Papers purchased: EUR 1.7bn via 12 conduits

(1) No liquidity line granted by Société Générale was drawn down in the first half of 2008

Exotic credit derivatives

■ Business portfolio linked to client-driven activity

- ▶ Securities indexed on ABS credit portfolios marketed to investors
- ▶ Hedging of credit protection generated in SG's accounts by the purchase of the underlying ABS portfolio and the sale of indices
- ▶ Dynamic hedge management based on changes in credit spreads by adjusting the portfolio of ABS held, positions on indices and the marketed securities

■ Net position as 5-yr equivalent: EUR -1.1bn

- ▶ Sale of securities
- ▶ 97% of portfolio made up of A-rated securities and above

Net exposure as 5-yr long risk equivalent (in EUR m)

In EUR m	March 31st, 2008	June 30th, 2008
American ABS	-2,333	-2,089
RMBS ⁽¹⁾	-317	-264
o.w. Prime	212	287
o.w. Midprime	359	439
o.w. Subprime	-888	-990
CMBS ⁽²⁾	-2,208	-2,011
Others	192	186
European ABS	501	1,007
RMBS ⁽³⁾	41	475
o.w. UK	9	-3
o.w. Spain	21	227
o.w. others	11	251
CMBS ⁽⁴⁾	348	411
Others	112	121
Total	-1,832	-1,082

(1) Net exposure corresponding to delta exposure of a hedged underlying portfolio of EUR 4.2bn (vs. EUR 4.6bn in Q1 08) o.w. EUR 1.3bn Prime (vs. EUR 1.4bn in Q1 08), EUR 2.1bn Midprime (vs. EUR 2.2bn in Q1 08) and EUR 0.8bn Subprime (vs. EUR 1bn in Q1 08)

(2) Net exposure corresponding to delta exposure of a hedged underlying portfolio of EUR 10.3bn (vs. EUR 10.8bn in Q1 08)

(3) Net exposure corresponding to delta exposure of a hedged underlying portfolio of EUR 1.5bn (vs. EUR 1.4bn in Q1 08) o.w. EUR 0.7bn (vs. EUR 0.6bn in Q1 08) in the UK and EUR 0.3bn (stable) in Spain

(4) Net exposure corresponding to delta exposure of a hedged underlying portfolio of EUR 0.8bn (vs. EUR 0.7bn in Q1 08)

Portfolio of assets transferred by SGAM or sold by SGAM funds

- Excluding RMBS in the UK and Spain, and CMBS sold or transferred by SGAM included in the aforementioned exposures (pages 7,9 and 10)

In EUR m	Portfolio of assets purchased by Corporate and Investment Banking (Trading)				Portfolio of assets purchased by the Corporate Centre (AFS or HTM)			
	March 31, 08	June 30, 08	% AAA*	% AA & A *	March 31, 08	June 30, 08	% AAA*	% AA & A *
Banking and Corporate bonds	2,596	1,658	3%	59%				
Other RMBS	714	565	60%	24%	526	494	85%	13%
Other ABS	570	474	47%	41%	581	561	82%	17%
CDO	534	507	48%	41%	361	381	79%	20%
CLO	1 025	986	36%	51%	763	733	79%	20%
Other	64	65	2%	19%				
Total	5,503	4 255			2,231	2,169		

* Calculation based on the remaining capital due

- No new asset purchases in Q2 08

Exposure to LBO financing (total final take and for sale) (1/2)

In EUR bn	Corporate and Investment Banking	French Networks
	Jun 30, 08	30-Jun-08
Final take		
<i>Number of accounts</i>	107	45
<i>Commitments</i>	2.6	1.0
Units for sale*		
<i>Number of accounts</i>	11	4
<i>Commitments</i>	1.1	0.1
Total	3.7	1.1

* o.w . units for syndication and residual units for sale in the secondary market

■ Corporate and Investment Banking

- ▶ Write-down stock of EUR 56m on units for sale marked at 92% on senior commitments and 87% on junior commitments

■ Main movements in Q2 08

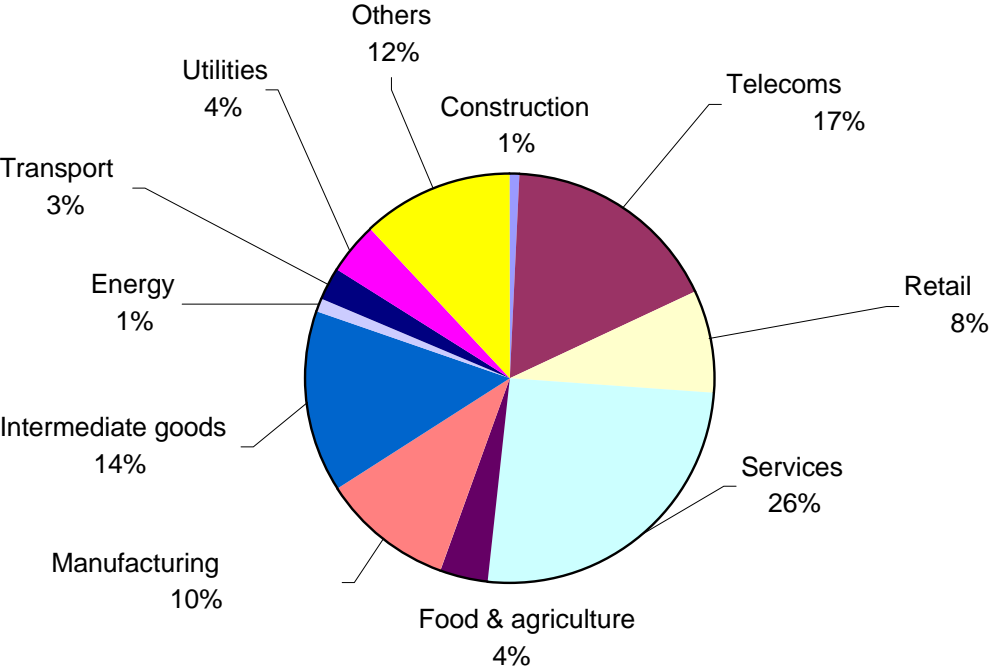
- ▶ On the final take at Corporate and Investment Banking
 - Increases linked mainly to new, small-sized operations
 - Amortisation on a few operations
- ▶ On units for sale at Corporate and Investment Banking
 - Reduction mainly due to repayments and amortisations of EUR 163m



Exposure to LBO financing (total final take and for sale) (2/2)

EUR 4.8bn

Sector breakdown



Geographic breakdown

