

18 / 02 / 2010

Specific financial information Q4 09

(based on FSF recommendations
for financial transparency)



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Unhedged CDOs exposed to the US residential mortgage sector

In EUR m	CDO Super senior & senior tranches		
	L&R Portfolios (4)	AFS Portfolios	Trading Portfolios
Gross exposure at 31/12/08 (1)	3,982	158	1,641
Gross exposure at 30/09/09 (1)	4,628	151	1,448
Gross exposure at 31/12/09 (1) (2)	4,686	146	1,456
Underlying	high grade / mezzanine (4)	mezzanine	mezzanine
Attachment point at 30/09/09	13%	8%**	14%
Attachment point at 31/12/09 (3)	12%	8%	11%
At 30/12/09			
% of underlying subprime assets	43%	30%	73%
o.w. 2004 and earlier	5%	23%	22%
o.w. 2005	25%	7%	40%
o.w. 2006	7%	0%	3%
o.w. 2007	6%	0%	8%
% of Mid-prime and Alt-A underlying assets	15%	11%	14%
% of Prime underlying assets	18%	17%	9%
% of other underlying assets	23%	42%	4%
Total impairments & write-downs (Flow in Q4 09)	-1,535 <i>(o.w. 0 in Q4 09)</i>	-25 <i>(o.w. 0 in Q4 09)</i>	-1,103 <i>(o.w. -184 in Q4 09)</i>
Total provisions for credit risk (Flow in Q4 09)	-932* <i>(o.w. -540* in Q4 09)</i>	-121 <i>(o.w. 0 in Q4 09)</i>	—
% of total CDO write-downs at 31/12/09	53%	100%	76%
Net exposure at 31/12/09 (1)	2,219	0	353

(1) Exposure at closing price

(2) The changes in outstandings vs. 30/09/09 are mainly due to the foreign exchange effect on the Trading and AFS portfolios.

(3) The change in attachment points results:

- upwards: from early redemptions at par value

- downwards: from defaults of some underlying assets

(4) 20% of the gross exposure classified as L&R relates to mezzanine underlying assets.

* Specific provision booked for the portfolios of US RMBS CDOs classified as L&R

** Attachment point recalculated using a weighted method



CDOs of RMBS' (trading): cumulative loss rates

- Cumulative loss rates* for subprimes (calculated based on the initial nominal value)

	2004	2005	2006	2007
Q3 09	6.1%	14.3%	33.0%	39.6%
Q4 09	6.1%	16.5%	39.6%	49.5%

(*) including liquidity write-down

- ▶ Alignment with the ABX for 2006 and 2007 vintages

- The effective prime and midprime/Alt-A cumulative loss assumptions represent an average of 37% and 74% respectively of the assumptions applied for subprimes
- 100% write-down of CDO-type underlying assets

Impact of change in cumulative losses

on NBI	In EUR m
+10% cumulative losses for each year of production	-76



Protection purchased to hedge exposures to CDOs and other assets

■ From monoline insurers

In EUR m	Gross notional amount of hedged instruments	Gross notional amount of protection purchased	Dec 31st 09	
			Fair value of hedged instruments	Fair value of protection before value adjustments
Protection purchased from monolines				
against CDOs (US residential mortgage market)	4,412 ⁽¹⁾	4,412	2,285 ⁽²⁾	2,127
against CDOs (excl. US residential mortgage market) (a)	2,575	2,575	2,169	406
against corporate credits (CLOs)	7,930	7,930	7,457 ⁽³⁾	473
against structured and infrastructure finance	2,531	2,531	2,242	289
Other replacement risks				628
			Total	3,923

(1) o.w. EUR 2.4bn in underlying subprime assets (vintages: 2007: 4%, 2006: 17%, 2005 and before: 79%)

(2) A specific provision of EUR 93m was booked for two RMBS CDOs reclassified on October 1st 2008

(3) EUR 885m of CLO disposals in Q4 09

(a) In Q4 09, EUR 0.2bn of hedges underwent commutation

■ From other counterparties

- ▶ Fair value of protection purchased from other large financial institutions (multiline insurers and international banks): EUR 178m mainly corresponding to corporate bonds and hedges of CDOs of structured RMBS' until the end of 2005.
- ▶ Other replacement risks (CDPCs): net residual exposure: EUR 0.2bn
 - Fair value of protection before adjustments: EUR 0.3bn for a nominal amount of EUR 2.8bn
 - Value adjustments for credit risk: EUR 93m
 - Purchase of hedge covering $\frac{2}{3}$ of the underlying



Protection purchased to hedge exposures to CDOs and other assets: valuation method

■ CDOs on the US residential mortgage market

- ▶ Application of the same methodologies and criteria as those used to value unhedged CDOs

■ Corporate loan CLOs

- ▶ Rating of tranches hedged by monolines: 17% AAA – 59% AA – 17% A
- ▶ Distribution of underlying assets by rating: 4% BBB and above – 20% BB – 62% B – 14% CCC and below
- ▶ Cumulative loss rate over 5 years applied to underlying assets:
 - Rated on the most negative events observed over the last 30 years
 - According to underlying asset ratings:
5% for BBB – 17% for BB – 31% for B – 51% for CCC – 100% below
- ▶ Weighted loss rate scenario for underlying assets: 27% after considering the maturity of assets at risk
- ▶ Weighted attachment point: 29% (34% after deduction of the cash available in the CLO)
- ▶ Weighted write-down scenario of the SG portfolio: around 6%

■ Other assets (CDOs excluding US residential mortgage market, infrastructure finance and other structured assets)

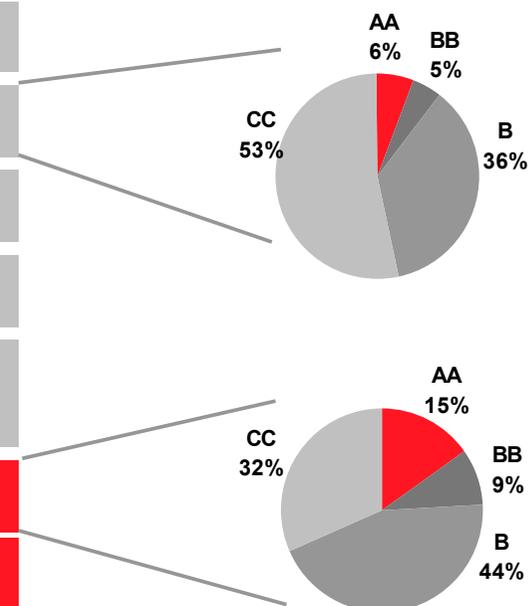
- ▶ Application of methods similar to those used for CLOs

■ Liquidity add-on for all hedged assets, reflecting the changes in the indices or spreads



Exposure to counterparty risk on monoline insurers (a) Hedging of CDOs and other assets

In EUR bn	Dec 31st 08	Sept 30th 09	Dec 31st 09
Fair value of protection before value adjustments	4.2	3.7	3.9
Nominal amount of hedges purchased*	-0.9	-0.7	-0.7
Fair value of protection net of hedges and before value adjustments	3.3	2.9	3.2
Value adjustments for credit risk on monolines (booked under protection)	-2.1	-2.1	-2.3
Residual exposure to counterparty risk on monolines	1.2	0.9	0.9
Total fair value hedging rate	73%	76%	77%



(a) Excluding defaulting counterparties: ACA from end-2007, Bluepoint at September 30th 2008

* The nominal amount of hedges purchased from bank counterparties had a EUR +345m Marked-to-Market impact at December 31st 2009, which has been neutralised since 2008 in the income statement.

The rating used is the lowest issued by Moody's or S&P (at December 31st 2009)

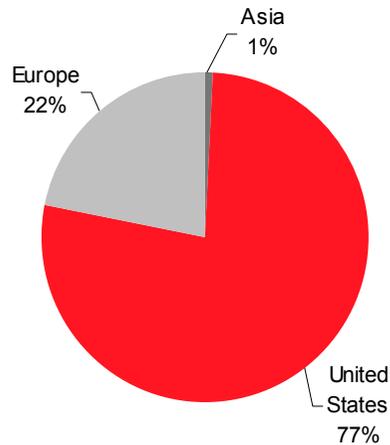
AA: Assured Guaranty
 BB: Radian, Syncora Capital Assurance
 B: MBIA
 CC: Ambac, CIFG, FGIC



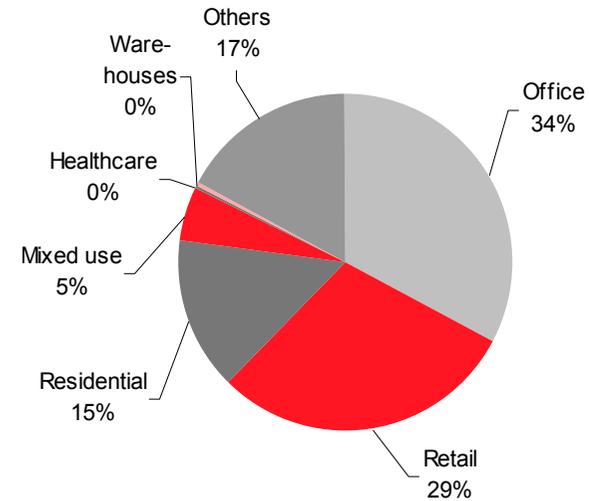
Exposure to CMBS' (a)

In EUR m	At Sept 30th 2009	At Dec 31st 2009				Q4 09			
	Net exposure (1)	Net exposure (1)	Gross exposure (2) Amount	% net exposure	%AAA*	%AA & A*	Net Banking Income	Cost of Risk	Equity
'Held for Trading' portfolio	60	46	281	16%	0%	19%	- 4	-	-
'Available For Sale' portfolio	147	130	284	46%	19%	54%	5	-	25
'Loans & Receivables' portfolio	6,736	6,796	7,279	93%	64%	28%	81	-	-
'Held To Maturity' portfolio	55	51	54	96%	36%	45%	0	-	-
TOTAL	6,998	7,024	7,897	89%	60%	29%	83	-	25

Geographic breakdown *



Sector breakdown *



(a): Excluding "exotic credit derivative portfolio" presented below

* As a % of remaining capital

(1) Net of hedging and impairments

(2) Remaining capital of assets before hedging



Exposure to US residential mortgage market: residential loans and RMBS'

■ Societe Generale has no residential mortgage loan origination activity in the US

■ US RMBS'(a)

In EUR m	At Sept 30th 2009	At Dec 31st 2009				Q4 09			
	Net exposure (1)	Net exposure (1)	Gross exposure (2) Amount	% net exposure	%AAA*	%AA & A*	Net Banking Income	Cost of Risk	Equity
'Held for Trading' portfolio	- 30	- 36	362	n/m	5%	2%	- 4	-	-
'Available For Sale' portfolio	291	281	646	43%	8%	9%	3	- 59	58
'Loans & Receivables' portfolio	580	566	665	85%	10%	21%	4	-	-
TOTAL	841	811	1,673	48%	8%	12%	3	- 59	58

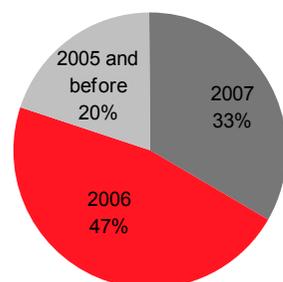
(a) Excluding "exotic credit derivative portfolio" presented below

* As a % of remaining capital

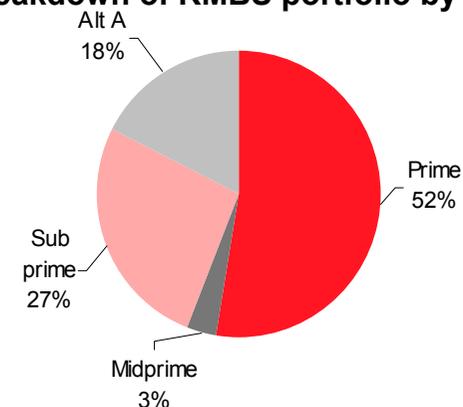
(1) Net of hedging and impairments

(2) Remaining capital of assets before hedging

Breakdown of subprime assets by vintage*



Breakdown of RMBS portfolio by type*



NB: Societe Generale has a portfolio of mid-prime loans purchased from an originator who defaulted (EUR 234m in the banking book net of write-downs)



Exposure to residential mortgage markets in Spain and the UK

■ Societe Generale has no origination activity in Spain or the UK

■ Spain RMBS^{'(a)}

In EUR m	At Sept 30th 2009	At Dec 31st 2009				Q4 09			
	Net exposure (1)	Net exposure (1)	Gross exposure (2)		%AAA*	%AA & A*	Net Banking Income	Cost of Risk	Equity
			Amount	% net exposure					
'Held for Trading' portfolio	3	2	26	6%	40%	6%	1	-	-
'Available For Sale' portfolio	112	122	180	68%	42%	53%	1	-	17
'Loans & Receivables' portfolio	292	269	320	84%	42%	58%	1	-	-
'Held To Maturity' portfolio	8	7	7	100%	15%	85%	0	-	-
TOTAL	415	399	533	75%	41%	54%	3	-	17

■ UK RMBS^{'(a)}

In EUR m	At Sept 30th 2009	At Dec 31st 2009				Q4 09			
	Net exposure (1)	Net exposure (1)	Gross exposure (2)		%AAA*	%AA & A*	Net Banking Income	Cost of Risk	Equity
			Amount	% net exposure					
'Held for Trading' portfolio	11	17	71	25%	0%	79%	8	-	-
'Available For Sale' portfolio	75	70	147	48%	40%	41%	0	-	13
'Loans & Receivables' portfolio	120	118	134	88%	88%	12%	3	-	-
'Held To Maturity' portfolio	17	18	18	98%	3%	97%	0	-	-
TOTAL	224	223	370	60%	48%	40%	11	-	13

(a) Excluding "exotic credit derivative portfolio" presented below

* As a % of remaining capital

(1) Net of hedging and impairments

(2) Remaining capital of assets before hedging



Commercial conduits (1/2)

■ Description of 4 commercial conduits sponsored by Societe Generale by type of asset

In EUR m	Asset total	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)	3,503	Europe(1)	14%	81%	0%	0%	0%	0%	5%	81%	0%	19%	3,544	P-1 / A-1
BARTON (United States)	5,434	US - 96% Switzerland - 4%	30%	10%	49%	6%	5%	0%	0%	10%	34%	56%	5,432	P-1 / A-1
ACE AUSTRALIA (Australia)	1,012	Australia	0%	0%	0%	0%	7%	93% (2)	0%	0%	0%	100%	936	P-1 / A-1+
HOMES (Australia)	1,037	Australia	0%	0%	0%	0%	0%	100% (3)	0%	0%	0%	100%	1,042	P-1 / A-1+
TOTAL	10,986		19%	31%	24%	3%	3%	18%	2%	31%	17%	52%	10,954	

() Conduit country of issuance

(1) 38% France, 20% Italy, 14% Germany, 15% UK, 6% Spain, 3% Singapore, 2% Netherlands, 2% Others

(2) 96% AAA - 4% AA

(3) 97% AAA - 3% AA

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 December 31st 2009 as a sponsor of these conduits⁽¹⁾

In EUR m	Available liquidity line granted by Societe Generale	Letter of credit granted by Societe Generale	Commercial paper held by Societe Generale
ANTALIS (France)	4,508	283	0
BARTON (United States)	6,879	208	0
ACE AUSTRALIA (Australia)	968	25	0
HOMES (Australia)	1,079	26	0
TOTAL	13,434	542	0

■ Conduits sponsored by a third-party

- ▶ Total available liquidity lines: EUR 0.4bn through 6 conduits
- ▶ Total Commercial Papers purchased: EUR 0.05bn

(1) No liquidity lines granted by Societe Generale were drawn down in Q4 09



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 -2.6bn

- ▶ EUR 0.9bn of securities disposed of in Q4 09
- ▶ No accounting reclassification in Q4 09
- ▶ Partial inclusion of monoline hedges (46%) following the fall in the monolines' credit ratings (vs. 49% in Q3 09)
- ▶ 37% of residual portfolio made up of A-rated securities and above

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

In EUR m	At Sept 30th 2009	At Dec 31st 2009
US ABS'	-1,769	-2,254
RMBS' (1)	-294	-62
o.w. Prime	151	139
o.w. Midprime	380	404
o.w. Subprime	-826	-605
CMBS' (2)	-1,591	-2,313
Others	116	121
European ABS'	-169	-333
RMBS' (3)	-91	-204
o.w. UK	-57	-101
o.w. Spain	-14	-53
o.w. others	-21	-50
CMBS' (4)	-68	-107
Others	-10	-22
Total	-1,938	-2,587

(1) Net exposure corresponding to delta exposure of a hedged underlying portfolio of EUR 1.1bn, o.w. EUR 0.2bn Prime, EUR 0.6bn Midprime and EUR 0.2bn Subprime

(2) Net exposure corresponding to delta exposure of a hedged underlying portfolio of EUR 1.9bn

(3) Net exposure corresponding to delta exposure of a hedged underlying portfolio of EUR 53m

(4) Net exposure corresponding to delta exposure of a hedged underlying portfolio of EUR 9m



Portfolio of assets bought back from SGAM

- Excluding RMBS' in the UK and Spain, and CMBS' included in the aforementioned exposures

In EUR m	'Held for Trading' portfolio						'Available For Sale' portfolio					
	Sept 30th 09	At Dec 31st 2009					Sept 30th 09	At Dec 31st 2009				
	Net exposure (1)	Net exposure (1)	Gross exposure (2)		%AAA*	% AA & A*	Net exposure (1)	Net exposure (1)	Gross exposure (2)		%AAA*	% AA & A*
		Amount	% net exposure					Amount	% net exposure			
Banking and Corporate bonds	442	419	429	98%	0%	1%						
Other RMBS	59	54	98	56%	21%	25%	269	216	261	83%	67%	28%
Other ABS	16	8	36	21%	0%	19%	232	160	212	75%	28%	51%
CDO	76	66	167	40%	0%	44%	227	225	352	64%	20%	58%
CLO	199	204	315	65%	22%	38%	388	375	443	85%	33%	51%
Other	11	9	31	30%	0%	19%	18	16	25	64%	0%	0%
Total	802	760	1,075	71%	8%	22%	1,134	991	1,293	77%	35%	47%

In EUR m	'Loans & Receivables' portfolio						'Held To Maturity' portfolio					
	Sept 30th 09	At Dec 31st 2009					Sept 30th 09	At Dec 31st 2009				
	Net exposure (1)	Net exposure (1)	Gross exposure (2)		%AAA*	% AA & A*	Net exposure (1)	Net exposure (1)	Gross exposure (2)		%AAA*	% AA & A*
		Amount	% net exposure					Amount	% net exposure			
Banking and Corporate bonds	217	124	138	90%	0%	62%						
Other RMBS	196	159	182	87%	58%	42%	34	30	30	98%	72%	21%
Other ABS	132	119	140	85%	49%	46%	78	69	70	98%	34%	66%
CDO	58	57	90	63%	0%	0%	50	50	55	91%	0%	0%
CLO	149	141	171	82%	45%	50%	66	61	62	98%	10%	81%
Total	753	600	720	83%	35%	43%	229	210	218	96%	24%	47%

* As a % of remaining capital

(1) Net of hedging and impairments

(2) Remaining capital of assets before hedging



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

In EUR bn	Corporate and Investment Banking		French Networks	
	Sept 30th 09	Dec 31st 09	Sept 30th 09	Dec 31st 09
Final take				
<i>Number of accounts</i>	131	127	60	63
<i>Commitments*</i>	3.4	3.3	1.6	1.7
Units for sale				
<i>Number of accounts</i>	0	0	2	1
<i>Commitments*</i>	0.0	0.0	0.0	0.0
Total	3.4	3.3	1.7	1.7

* Commitments net of specific provisions

■ Corporate and Investment Banking

- ▶ Portfolio-based provision for final take at December 31st 2009: EUR 115m
- ▶ Specific provisions for LBO accounts: EUR 160m⁽¹⁾

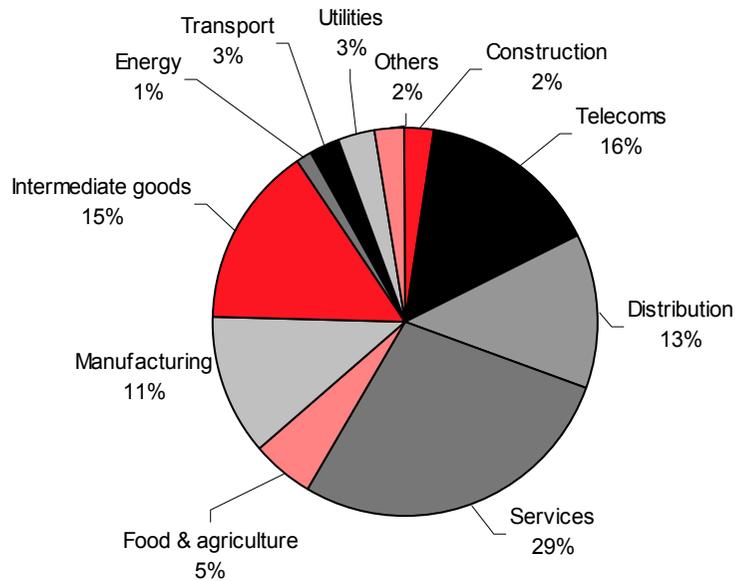
(1) The fall in the specific provision in Q4 09 is due to the restructuring of the portfolio



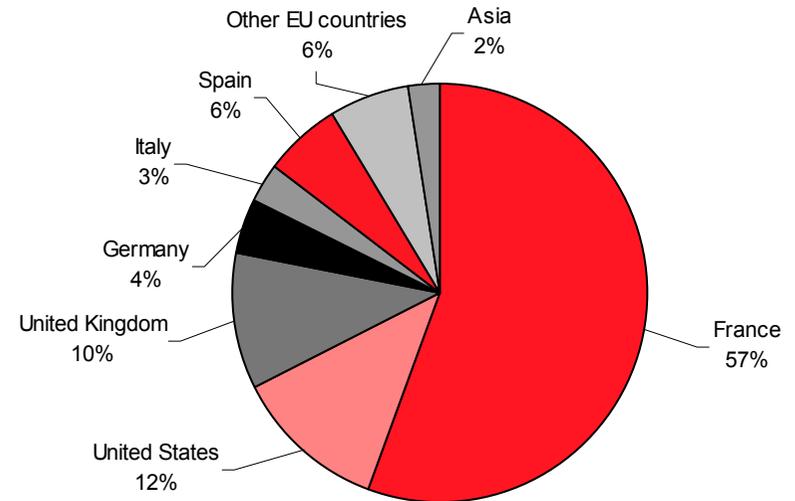
Exposure to LBO financing (total final take and for sale) (2/2)

EUR 5.0bn

Sector breakdown



Geographic breakdown





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