

## Press Release

### Quarterly financial information

August 5th 2008

#### Second quarter:

- Revenues: -18.9%\* vs. Q2 07
  - +2.2% vs. Q2 07 excluding the effect of non-recurring items<sup>(b)</sup> (EUR -917m in Q2 08 and EUR +261m in Q2 07)
- Cost of risk: 43 bp
- Operating income: EUR 1,240m
- Group net income: EUR 644m

#### First half results: Positive commercial momentum maintained despite a challenging environment

- Revenues: -14.0%\* vs. H1 07
  - +0.1% vs. H1 07 excluding the effect of non-recurring items<sup>(b)</sup> (EUR -1,160m in H1 08 and EUR +255m in H1 07)
- Positive commercial momentum
  - NBI of Retail Banking and Financial Services: +6.5%\* vs. H1 07
  - NBI of Corporate and Investment Banking's client-driven activities: EUR 2.3bn (vs. record level in H1 07: EUR 2.6bn)
- Cost/income ratio: 69.8%
- Group ROE after tax: 12.3%
  - ROE of 15.6% excluding non-recurring items<sup>(b)</sup>
- Basel I Tier One Ratio at June 30th 2008: 8.1%

(a) Reported 2007 historic quarterly results have been restated for the fictitious operations recorded on unauthorised and concealed market activities

The quarterly results at March 31st 2007, June 30th 2007, September 30th 2007 and December 31st 2007, presented for comparative purposes, have been adjusted to restate the accounting consequences of the fictitious operations recorded in 2007 and 2008 on unauthorised and concealed market activities discovered in January 2008. This information is presented in Appendix 3. However, in order to provide more relevant information on the Group's performance, the figures in this document correspond to reported historic data. The comments are also based on these reported data.

\* When adjusted for changes in Group structure and at constant exchange rates.

(b): All non-recurring items (affecting NBI, cost of risk and net income from other assets) are presented in Appendix 4

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At the meeting of August 4th 2008, the Board of Directors of Societe Generale approved the financial statements for the second quarter and first half of 2008. The Group generated net income of EUR 1.7 billion in H1. Frédéric Oudéa, the Group's CEO, stated: "During a H1 2008 marked by a crisis on an exceptional scale, Societe Generale's performance reflects the robustness of its portfolio of activities. The Group's core activities, Retail Banking and Financial Services, continued to grow, Global Investment Management and Services made a positive contribution to net income, and Corporate and Investment Banking generated very good business volumes in H1. Societe Generale will take advantage of the quality of its customer franchises, its solid capital position and the commitment of all its employees to pursue its strategy despite an environment that is likely to remain difficult".

## 1. GROUP CONSOLIDATED RESULTS

<i>In EUR million</i>	Q2 08	Q2 07 <sup>(a)</sup>	Change Q2/Q2	H1 08	H1 07 <sup>(a)</sup>	Change H1/H1
<b>Net banking income</b>	<b>5,584</b>	<b>6,622</b>	<b>-15.7%</b>	<b>11,263</b>	<b>12,668</b>	<b>-11.1%</b>
<i>On a like-for-like basis*</i>			<b>-18.9%</b>			<b>-14.0%</b>
<b>Operating expenses</b>	<b>-3,957</b>	<b>-3,817</b>	<b>+3.7%</b>	<b>-7,862</b>	<b>-7,515</b>	<b>+4.6%</b>
<i>On a like-for-like basis*</i>			<b>+1.0%</b>			<b>+2.2%</b>
<b>Gross operating income</b>	<b>1,627</b>	<b>2,805</b>	<b>-42.0%</b>	<b>3,401</b>	<b>5,153</b>	<b>-34.0%</b>
<i>On a like-for-like basis*</i>			<b>-45.2%</b>			<b>-37.0%</b>
<b>Operating income</b>	<b>1,240</b>	<b>2,619</b>	<b>-52.7%</b>	<b>2,416</b>	<b>4,775</b>	<b>-49.4%</b>
<i>On a like-for-like basis*</i>			<b>-54.5%</b>			<b>-51.3%</b>
<b>Net income</b>	<b>644</b>	<b>1,744</b>	<b>-63.1%</b>	<b>1,740</b>	<b>3,175</b>	<b>-45.2%</b>

	Q2 08	Q2 07 <sup>(a)</sup>	H1 08	H1 07 <sup>(a)</sup>
<b>Group ROE after tax</b>	<b>8.6%</b>	<b>29.0%</b>	<b>12.3%</b>	<b>26.7%</b>
<b>Business line ROE after tax</b>	<b>12.9%</b>	<b>36.3%</b>	<b>14.0%</b>	<b>34.5%</b>

(a): Reported data not restated for the accounting consequences of the fictitious operations recorded in 2007 on unauthorised and concealed market activities. The restated data appear in Appendix 3. However, in order to provide more relevant information on the Group's performance, the figures correspond to reported historic data. The comments are also based on these reported historic data.

The global economy has been confronted with a quadruple shock since the beginning of 2008:

- the property crisis in the United States, and now in the United Kingdom and Spain,
- the liquidity and financial crises,
- the soaring price of oil and food products,
- imbalances in exchange rate parities.

Against this backdrop, short- and medium-term growth forecasts for the United States, United Kingdom and the major western European countries have been revised downwards, although France and Germany should prove more resilient than others. However, emerging countries – particularly those with commodity reserves – continue to enjoy dynamic economic activity in contrast to the sluggishness experienced in the developed countries.

In a more difficult environment for banks, Societe Generale's broadly-based portfolio of activities and geographical positioning make it more resilient. The Group generates a very significant proportion of its total revenues from Retail Banking and Financial Services (around 66% in H1 08, around 61% in 2007) and particularly from the French Networks (which operate in a market with structurally little exposure to the property shocks that are affecting some other countries). In Corporate and

Investment Banking, the Group generates a large proportion of its revenues from equity activities which have been less affected by the crisis than fixed income or credit activities.

Commercial activity increased strongly in Q2 08. This is reflected in revenue growth of +5.0%\* vs. Q2 07 for Retail Banking and Financial Services, and 31.3%<sup>(b)</sup> growth in the net banking income of Corporate and Investment Banking's client-driven activities vs. Q1 08. That said, the Group's results continue to be impacted by non-recurring items (representing total net banking income of EUR -917 million), some related to the application of IFRS (revaluation of financial liabilities and mark-to-market of CDS) and others to the dislocation of credit markets. In accordance with guidance from the Financial Stability Forum, Societe Generale is presenting this quarter a comprehensive disclosure of its exposure to assets at risk. Lastly, within Asset Management, no new write-downs were recorded on dynamic money market funds during the quarter. The Group's management, which has been strengthened as a result of the recent reorganisation, can now focus its attention and efforts on further expanding the customer franchises, improving operating efficiency and enhancing risk control in a less favourable environment than previously.

### **Net banking income**

Q2 08 net banking income totalled EUR 5,584 million, down -18.9%\* (-15.7% in absolute terms) vs. Q2 07.

All Retail Banking and Financial Services activities saw revenue growth vs. Q2 07 (+0.9% after adjustment for changes in the PEL/CEL provision and the Euronext capital gain in 2007 for the French Networks, +14.2%\* for International Retail Banking, +11.4%\* for Financial Services). Global Investment Management and Services posted a -22.9%\* drop in revenues vs. Q2 07. This was due to Asset Management, which continues to be confronted with a difficult environment. As expected, Asset Management recorded no new write-downs in Q2. Private Banking and Securities Services posted increased revenues (excluding Euronext capital gain and after adjustment for the Fimat /Newedge structure effect). The second quarter saw confirmation of Corporate and Investment Banking's dynamic client-driven activities, but the division was adversely affected by EUR -1.2 billion of non-recurring items. Overall, its revenues were down -66.6%\* vs. Q2 07.

Net banking income totalled EUR 11,263 million in H1, down -14.0%\* (-11.1% in absolute terms) vs. H1 07.

### **Operating expenses**

Operating expenses rose +1.0%\* (+3.7% in absolute terms) vs. Q2 07. The increase reflects the Group's continuing investment in retail banking, financial services and private banking.

Societe Generale's cost to income ratio increased to 70.9% (vs. Q2 07, which represented an exceptionally low comparative base at 57.6%).

The Group's C/I ratio was 69.8% in H1 2008 vs. 59.3% a year earlier.

The Group's C/I ratio automatically increased in both Q2 and H1 due to the effect of non-recurring items.

## **Operating income**

The Group's Q2 gross operating income totalled EUR 1,627 million (-45.2%\* vs. Q2 07), with a EUR 1,411 million contribution from the businesses. Gross operating income for H1 (EUR 3,401 million) was down -37.0%\* (-34.0% in absolute terms) vs. H1 07.

The Group's cost of risk (EUR 387 million in Q2 08) returned to a level of 43 bp after rising in Q1 2008 primarily as a result of precautionary provisions on a few specific Corporate and Investment Banking accounts. The cost of risk remained at a low level for the French Networks (28 bp), with the Group observing no significant deterioration in its customers' solvency. When adjusted for the effect of integrating Rosbank, the cost of risk for International Retail Banking was a modest 35 bp. With Rosbank, it stood at 49 bp and remains below the Group's anticipated level for the business (60-80 bp). The rise in the cost of risk to 120 bp for Financial Services can be attributed to structure effects and the growth of consumer credit outstandings in emerging countries.

The Group's Q2 operating income totalled EUR 1,240 million, down -54.5%\* vs. Q2 07 (-52.7% in absolute terms).

Operating income for H1 amounted to EUR 2,416 million, down -51.3%\* vs. H1 07 (-49.4% in absolute terms).

## **Net income**

After tax (the Group's effective tax rate was 33.9% in Q2) and minority interests, Group net income for Q2 08 came to EUR 644 million (-63.8%\* vs. Q2 07 or -63.1% in absolute terms). The Group's Q2 ROE after tax was 8.6%.

Group net income for H1 came to EUR 1,740 million, down -45.1%\* (-45.2% at constant structure) vs. H1 07. The Group's ROE after tax stood at 12.3% in H1 08. The numerous non-recurring items recorded by the Group in H1 (these are detailed in Appendix 4) had an impact of EUR -1,160 million on revenues and EUR 840 million on net income (before tax). When adjusted for these items, the Group's ROE after tax is around 15.6%, testifying to the resilience of the Group's portfolio of activities in an environment of serious crisis.

H1 08 earnings per share amounts to EUR 3.17.

## 2. THE GROUP'S FINANCIAL STRUCTURE

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At June 30th 2008, Group shareholders' equity totalled EUR 35.6 billion<sup>1</sup> and net asset value per share EUR 54.62, including EUR 0.18 of unrealised capital gains.

The Group repurchased 0.8 million shares in Q2 08 (0.9 million in H1 08). At end-June, the Group held 30.2 million treasury shares (representing 5.1% of the capital) excluding shares held for trading purposes. The Group completed the hedging of the bonus share plan implemented in Q1 08. However, in order to maintain its high solvency levels, the Group will not proceed to cancel the dilution resulting from the 2008 global employee share ownership plan (7.5 million shares) and the 2008 stock option plan implemented in Q1 (2.2 million options).

Basel I risk-weighted assets (EUR 364.7 billion) increased +15.0% between June 30th 2007 and June 30th 2008. The Group's Basel II risk-weighted assets stood at EUR 340.4 billion, up +3.4% vs. March 31st 2008.

As a result, the Basel I Tier One ratio stood at 8.1% at June 30th 2008 (including 6.5% for Core Tier One) after deducting the dividend provision calculated on the assumption of a 45% payout ratio. The Tier One ratio was 8.2% at the same date (including 6.6% for Core Tier One) based on the new Basel II standards.

The Group is rated AA- by S&P and Fitch, and Aa2 by Moody's.

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<sup>1</sup> This figure includes notably (i) EUR 1.0 billion for the issue of deeply subordinated notes in January 2005, EUR 1.425 billion for issues in April and December 2007 and EUR 1.9 billion for issues in May and June 2008, EUR 0.8 billion of undated subordinated notes and (ii) EUR 0.1 billion of unrealised capital gains.

### 3. FRENCH NETWORKS

<i>In EUR million</i>	Q2 08	Q2 07	Change Q2/Q2	H1 08	H1 07	Change H1/H1
Net banking income	1,754	1,789	-2.0%	3,493	3,525	-0.9%
<i>NBI excl. PEL/CEL, Euronext</i>			+0.9%			+1.4%
Operating expenses	-1,146	-1,126	+1.8%	-2,307	-2,271	+1.6%
Gross operating income	608	663	-8.3%	1,186	1,254	-5.4%
<i>GOI excl. PEL/CEL, Euronext</i>			-0.7%			+1.2%
Net allocation to provisions	-93	-78	+19.2%	-180	-156	+15.4%
Operating income	515	585	-12.0%	1,006	1,098	-8.4%
Net income	328	369	-11.1%	640	696	-8.0%
<i>Net income excl. PEL/CEL, Euronext</i>			-3.2%			-1.2%

	Q2 08	Q2 07	H1 08	H1 07
ROE after tax	18.7%	24.0%	18.8%	23.0%

The environment in Q2 08 was not particularly favourable to retail banking in France, in light of the ongoing crisis in the financial markets, the slowdown in economic growth and the higher remuneration of regulated savings.

That said, the activity and revenues of Societe Generale Group's French networks proved highly resilient, testifying to the soundness of their customer bases.

The number of net personal current accounts for **individual customers** rose by 23,100 units, representing an increase of more than 120,000 accounts year-on-year (+2.0% vs. end-June 2007).

Outstanding balance sheet savings rose +1.8% in Q2 08 vs. Q2 07 to an average of EUR 69.3 billion. Life insurance was the main driver of financial savings inflow, with healthier new business (EUR 2.3 billion) compared to peers (-4.1% vs. Q2 07 compared with -8.1% for bancassuranceurs) and consisting, as in the case of its peers, predominantly of with-profit policies.

New housing loan business remained at a high level (EUR 4.1 billion in Q2 08) and the trend (-4.1% in H1 08 vs. H1 07) compares favourably with the market trend. In total, individual customer loan outstandings grew by +9.8% vs. Q2 07.

Activity in the case of **business customers** expanded strongly in Q2 08 (compared to Q2 07), with a sustained high rate of new relationships with prime SMEs, a 10.2% increase in outstanding deposits and 18.2% growth in outstanding loans, including +18.8% for investment financing.

At the same time, synergies leveraging between retail banking in France and Corporate and Investment Banking, in the form of added value products and services for SMEs and local governments, resulted in a 28% increase in revenues derived from these activities in Q2 08 vs. Q2 07.

Total net banking income for the French Networks (excluding the PEL/CEL provision and the EUR + 36 million Euronext capital gain in Q2 07) rose +0.9%.

Interest income was 2.6% higher than in Q2 07 (excluding the effect of the PEL/CEL provision), with the impact of rate increases on savings accounts in August 2007 and again in February 2008 offset by the rise in outstanding deposits and loans.

At the same time, commission income was lower (-1.0% vs. Q2 07). Service commissions were up +3.7%, due primarily to increased activity with business customers. However, financial commissions were down -13.5%, reflecting the decline in new life insurance business, mutual fund outstandings and stock market transactions in a deteriorated market environment.

Net banking income for H1 was up +1.4% vs. H1 07 (excluding the PEL/CEL provision and Euronext capital gain).

Meanwhile, operating expenses rose +1.8% in Q2 08 vs. Q2 07, representing a total increase of +1.6% January 1st compared with H1 07.

As a result, the cost to income ratio (excluding the effect of the PEL/CEL provision) was 65.3% in Q2 08 (+0.6 pt vs. Q2 07 when restated for the Euronext capital gain).

The net cost of risk increased slightly to 28 bp vs. 27 bp in Q2 07 and remained stable vs. Q1 08.

The French Networks' contribution to Group net income totalled EUR 328 million in Q2 08, down -3.2% vs. Q2 07 (excluding Euronext capital gain and excluding PEL/CEL provision). The figure for H1 was EUR 640 million, or -1.2% vs. H1 07 (excluding Euronext capital gain and excluding PEL/CEL provision).

ROE after tax (excluding the effect of the PEL/CEL provision) stood at 18.8% in Q2 08 vs. 22.2% in Q2 07 (restated for the Euronext capital gain). H1 ROE after tax (excluding the effect of the PEL/CEL provision) reached 18.9%, vs. 21.5% (excluding Euronext capital gain) in H1 07.

Against the backdrop of higher regulated rates and a deteriorated financial market, the Group now expects 2008 revenue growth of between 1% and 2% (excluding the effect of the PEL/CEL provision and the Euronext capital gain) for the French Networks.

#### 4. INTERNATIONAL RETAIL BANKING

<i>In EUR million</i>	Q2 08	Q2 07	Change Q2/Q2	H1 08	H107	Change H1/H1
<b>Net banking income</b>	<b>1,212</b>	<b>860</b>	<b>+40.9%</b>	<b>2,328</b>	<b>1,623</b>	<b>+43.4%</b>
<i>On a like-for-like basis*</i>			<b>+14.2%</b>			<b>+17.9%</b>
<b>Operating expenses</b>	<b>-694</b>	<b>-498</b>	<b>+39.4%</b>	<b>-1,343</b>	<b>-963</b>	<b>+39.5%</b>
<i>On a like-for-like basis*</i>			<b>+8.2%</b>			<b>+11.3%</b>
<b>Gross operating income</b>	<b>518</b>	<b>362</b>	<b>+43.1%</b>	<b>985</b>	<b>660</b>	<b>+49.2%</b>
<i>On a like-for-like basis*</i>			<b>+22.4%</b>			<b>+27.4%</b>
<b>Net allocation to provisions</b>	<b>-78</b>	<b>-53</b>	<b>+47.2%</b>	<b>-166</b>	<b>-111</b>	<b>+49.5%</b>
<b>Operating income</b>	<b>440</b>	<b>309</b>	<b>+42.4%</b>	<b>819</b>	<b>549</b>	<b>+49.2%</b>
<i>On a like-for-like basis*</i>			<b>+27.5%</b>			<b>+32.7%</b>
<b>Net income</b>	<b>238</b>	<b>168</b>	<b>+41.7%</b>	<b>430</b>	<b>312</b>	<b>+37.8%</b>

	Q2 08	Q2 07
<b>ROE after tax</b>	<b>38.0%</b>	<b>37.4%</b>

H1 08	H107
<b>36.0%</b>	<b>35.7%</b>

International Retail Banking produced a very solid performance in H1 08: revenues were up +17.9%\* vs. H1 07<sup>1</sup> (+43.4% in absolute terms<sup>2</sup>). International Retail Banking accounted for nearly 21% of Group revenues in H1 and its contribution to the Group's gross operating income amounted to EUR 985 million, gradually approaching the French Networks' contribution.

This fine performance reflects the quality of the Group's positioning in relation to its retail banking activities, vindicating its strategic decisions. Whereas most of the retail banking markets are affected by the current financial crisis, albeit to varying degrees, the markets in which the Group operates continue to prove resilient and still reveal significant growth potential. As a result, around two-thirds of International Retail Banking's total revenues<sup>3</sup> in H1 08 originated from the following operations:

- The Czech Republic, where Komerční Banka (third largest local bank) continues to produce strong commercial performances on the back of the expansion of its network (+53 branches opened between 2003 and 2007) and the acquisition of Modra Pyramida in 2006,
- Russia, a country where Societe Generale started up its retail banking operation in 2003 and where it continues to expand its platform using organic and external growth,
- Romania, where BRD, the country's leading retail banking network, continues to expand,
- Egypt, where NSGB is ranked No. 2 among the country's private banks,
- Morocco, where the Group is also a major player via SGMA, the country's fourth largest private bank.

To support this expansion, headcount increased by more than 2,900 year-on-year and at constant structure. At end-June 2008, the total headcount was 58,000. 330 new branches have been opened since June 2007 at constant structure (taking the total network to more than 3,580).

<sup>1</sup> Structure effects: integration of Albania and Crédical in Q4 07

<sup>2</sup> Mainly due to the integration of Rosbank

<sup>3</sup> Excluding the effect of integrating Rosbank



The number of individual customers has risen by more than 807,000 at constant structure since end-June 2007, or +9.7% in one year.

Over the same period, deposits and loans increased by respectively +10.7%\* and +31.0%\* for individual customers, and by +14.2%\* and +28.0%\* for business customers.

Q2 revenues totalled EUR 1,212 million, up 14.2%\* (+40.9% in absolute terms).

Operating expenses increased at a moderate rate (+8.2%\*, +39.4% in absolute terms<sup>1</sup>) in Q2 08. The increase is limited to +5.1%\* if branch network development costs are excluded. Against this backdrop, the Q2 08 C/I ratio continued to improve and stood at 57.3% (vs. 57.9% in Q2 07).

H1 operating expenses increased +7%\* excluding network development costs, and +11.3%\* (+39.5% in absolute terms<sup>1</sup>) including these costs. The C/I ratio was lower at 57.7% (vs. 59.3% in H1 07).

As a result, Q2 gross operating income increased significantly vs. Q2 07 (up 22.4%\* at EUR 518 million and +43.1% in absolute terms<sup>1</sup>). H1 gross operating income grew +27.4%\* vs. H1 07 (+49.2% in absolute terms<sup>1</sup>).

The cost of risk was stable at 49 bp in Q2 08 (48 bp in Q2 07). The figure is lower (35 bp) excluding Rosbank.

The division's contribution to Group net income totalled EUR 238 million, up 38.9%\* vs. Q2 07 (+41.7% in absolute terms). The contribution to net income was up 35.2%\* (+37.8% in absolute terms) in H1 vs. H1 07, at EUR 430 million.

ROE after tax stood at 38.0% in Q2 (37.4% in Q2 07). It stood at 36.0% in H1 (vs. 35.7% in H1 07).

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<sup>1</sup> Mainly due to the integration of Rosbank

## 5. FINANCIAL SERVICES

<i>In EUR million</i>	Q2 08	Q2 07	Change Q2/Q2	H1 08	H1 07	Change H1/H1
<b>Net banking income</b>	824	688	+19.8%	1,599	1,333	+20.0%
<i>On a like-for-like basis*</i>			+11.4%			+11.9%
<b>Operating expenses</b>	-455	-372	+22.3%	-883	-716	+23.3%
<i>On a like-for-like basis*</i>			+13.3%			+13.0%
<b>Gross operating income</b>	369	316	+16.8%	716	617	+16.0%
<i>On a like-for-like basis*</i>			+9.2%			+10.7%
<b>Net allocation to provisions</b>	-134	-86	+55.8%	-247	-170	+45.3%
<b>Operating income</b>	235	230	+2.2%	469	447	+4.9%
<i>On a like-for-like basis*</i>			+1.7%			+5.1%
<b>Net income</b>	167	147	+13.6%	321	285	+12.6%

	Q2 08	Q2 07
<b>ROE after tax</b>	16.1%	16.0%

	H1 08	H1 07
<b>ROE after tax</b>	15.7%	15.7%

The **Financial Services** division comprises Specialised Financing (consumer credit, equipment finance, operational vehicle leasing and fleet management, IT leasing and management), Life and Non-Life Insurance.

**Specialised Financing** continued to enjoy strong and controlled expansion in countries with strong potential, through consumer credit and leasing offerings. In Q2 2008, Specialised Financing's net banking income rose +13.0%\* vs. Q2 07 (+12.8%\* vs. H1 07), with the contribution of activities outside France amounting to 77.8% of the total (vs. 72.8% in Q2 07).

**Consumer credit's** development strategy in countries with strong potential is based on three core principles: (i) entrepreneurial development or small acquisitions (entailing no significant goodwill), (ii) adapting the product offering to local customers' requirements and market constraints, and (iii) proactive risk management (scoring, active monitoring of loans in arrears). In France, Italy, Germany (more mature economies where market shares are more firmly entrenched), the Group is systematically looking for commercial or banking partners that will enable it to enhance customer outreach. Hence, in France, the Banque Postale has chosen to enter into exclusive negotiations with Societe Generale Group following a tender offer. This is expected to lead to the setting up of a joint company specialising in consumer credit.

New **consumer credit** business and outstandings enjoyed dynamic growth in Q2 08 vs. Q2 07, with increases of respectively +22.2%\* (+17.6%\* vs. H1 07) and +16.1%\*, driven mainly by activity in Russia and Poland. Outstandings totalled EUR 20.0 billion at June 30th 2008.

As for **equipment finance**, new financing<sup>1</sup> by the business line increased by +12.9%\* vs. Q2 07 (+12.2%\* vs. H1 07). In Germany, its main market, new financing grew strongly in both Q2 (+21.4%\* vs. Q2 07) and H1 (+17.3%\* vs. H1 07). The other operations in Europe continue to enjoy healthy growth, with in particular growth of +27.9%\* in the Czech Republic and +23.2%\* in Poland in Q2 08 vs. Q2 07.

SG Equipment Finance's outstandings<sup>1</sup> rose +8.8%\* (vs. Q2 07) to EUR 18.3 billion at June 30th 2008.

**In operational vehicle leasing and fleet management**, ALD Automotive is No. 2 in Europe with a fleet under management totalling 758,455 vehicles at end-June 2008 (+9.3%\* vs. end-June 2007). ALD continues to grow in countries with strong potential such as Brazil (x 3.9), India (x 2.5) and Russia (x 2) and has upheld its leading position in its two main markets, France and Germany (respectively +5.4%\* and +6.9%\* vs. end-June 2007).

**Specialised Financing** revenues were up +13.0%\* (+23.1% in absolute terms) vs. Q2 07, amounting to EUR 699 million at end of Q2 08. The increase was +12.8%\* in H1 (+22.6% in absolute terms) vs. H1 07 and resulted in net banking income of EUR 1,342 million. The increase of 13.5%\* in operating expenses (+23.6% in absolute terms) in Q2 and +12.6%\* in H1 (+24.2% in absolute terms), reflects ongoing development investments. Gross operating income rose to EUR 290 million in Q2 2008, up +12.3%\* (+22.4% in absolute terms) compared with the same period in 2007. At EUR 551 million, the figure for H1 08 was 13.1%\* higher (+20.3% in absolute terms) than in H1 07.

The increase in the net cost of risk to 120 bp (vs. 88 bp in Q2 07) can be attributed to the growth in consumer credit, particularly in emerging countries (integration of the Brazilian subsidiaries and change in the mix) where margins easily cover the net cost of risk.

**Life insurance** was affected by a less buoyant market in H1 08. Gross new inflows were nevertheless up +6.0%\* at EUR 2.4 billion in Q2 08 vs. Q2 07. The proportion of unit-linked policies amounted to 15.2% in Q2 08. Total life insurance revenues were up +2.7%\* in Q2 vs. Q2 07, and +7.7%\* in H1 vs. H1 07.

The **Financial Services** division generated total operating income for Q2 of EUR 235 million, up +1.7%\* (+2.2% in absolute terms) vs. Q2 07. The H1 increase was +5.1%\* (+4.9% in absolute terms) to EUR 469 million. The contribution to Group net income amounted to EUR 167 million in Q2 08, up +12.2%\* (+13.6% in absolute terms) vs. Q2 07. The H1 contribution to Group net income was up +13.3%\* (+12.6% in absolute terms) compared with the same period last year, at EUR 321 million.

ROE after tax stood at 16.1% in Q2 08 and 15.7% in H1 08 (stable vs. Q2 07 and H1 07).

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<sup>1</sup> Excluding factoring

## 6. GLOBAL INVESTMENT MANAGEMENT AND SERVICES

<i>In EUR million</i>	Q2 08	Q2 07	Change Q2/Q2	H1 08	H1 07	Change H1/H1
<b>Net banking income</b>	870	1,116	-22.0%	1,467	2,035	-27.9%
<i>On a like-for-like basis**</i>			-22.9%			-31.4%
<i>On a like-for-like basis** excl. Euronext CG</i>			-6.3%			-23.8%
<b>Operating expenses</b>	-663	-677	-2.1%	-1,317	-1,326	-0.7%
<i>On a like-for-like basis**</i>			+3.6%			+5.5%
<b>Operating income</b>	205	434	-52.8%	148	703	-78.9%
<i>On a like-for-like basis**</i>			-55.5%			-86.9%
<i>On a like-for-like basis** excl. Euronext CG</i>			-26.0%			-82.5%
<b>Net income</b>	138	289	-52.2%	107	465	-77.0%
<i>Net income excl. Euronext CG</i>			-22.5%			-69.8%
<b>o.w. Asset Management</b>	39	77	-49.4%	-100	159	NM
<i>Private Banking</i>	51	53	-3.8%	110	106	+3.8%
<i>SG SS, Brokers &amp; Online Savings</i>	48	159	-69.8%	97	200	-51.5%

<i>In EUR billion</i>	Q2 08	Q2 07	H1 08	H1 07
<b>Net new money over period</b>	-0.7	17.5	-7.6	36.4
<b>Assets under management (at end of period)</b>	381	467	381	467

(b): Excluding non-recurring items in Appendix 4 (i.e. "Euronext capital gain" for SGSS)

**Global Investment Management and Services comprises asset management (Societe Generale Asset Management), private banking (SG Private Banking), Societe Generale Securities & Services (SG SS) and online savings (Boursorama).**

The division produced mixed results. Asset Management continued to see funds outflow in the dynamic money market funds segment, albeit to a lesser extent than in the last 3 quarters. Dynamic money market funds now have a low level of outstanding assets and high liquidity as a result of asset disposals during previous quarters. The division recorded no additional write-down on dynamic money market funds in Q2 08. Meanwhile, Private Banking and Securities Services produced satisfactory commercial performances.

The division's assets under management totalled EUR 381.4 billion at end-June 2008 vs. EUR 467.2 billion at end-June 2007. This was due to the decline in the equity markets, an unfavourable exchange rate effect, and the outflow of funds in Asset Management. These amounts do not include the assets managed by Lyxor Asset Management (EUR 71.6 billion at June 30th 2008), whose results are consolidated in the Equities business line.

Overall, the division generated net banking income down -6.3%<sup>\*\* (b)</sup> (-22.0% in absolute terms) at EUR 870 million in Q2 08 vs. Q2 07. Revenues in H1 (EUR 1,467 million) were down -23.8%<sup>\*\* (b)</sup> (-27.9% in absolute terms) vs. H1 07. Operating income was down -26.0%<sup>\*\* (b)</sup> (-52.8% in absolute terms) vs. Q2 07 and -82.5%<sup>\*\* (b)</sup> (-78.9% in absolute terms) vs. H1 07. The contribution to Group net income totalled EUR 138 million in Q2 08, down -24.4%<sup>\*\* (b)</sup> (-52.2% in absolute terms) vs. Q2 07. The division's H1 contribution to Group net income (EUR 107 million) was down -79.4%<sup>\*\* (b)</sup> (-77.0% in absolute terms) vs. H1 07, due primarily to the impact of the financial crisis on asset management activities.

## **Asset management**

SGAM recorded a limited net outflow of EUR -2.7 billion in Q2 2008, which breaks down as follows: EUR -2.3 billion on dynamic money market funds, EUR -0.7 billion on bonds (including EUR -1.6 billion for CDOs), EUR -2.6 billion on other alternative and diversified investments, EUR +1.6 billion on traditional money market funds and EUR +1.3 billion on equity products.

The net outflow in H1 amounted to EUR -10.0 billion. Assets managed by SGAM totalled EUR 309.2 billion at end-June 2008, vs. EUR 393.4 billion a year earlier. The decline was due to negative exchange rate (EUR -19.3 billion), market (EUR -34.7 billion) and cumulative outflow effects.

Q2 net banking income was down -24.8%\* (-23.5% in absolute terms) vs. Q2 07, with a gross margin (34 points) lower than in Q2 07 primarily on the back of a drop in performance fees. Net banking income for H1 was down -68.2%\* (-64.1% in absolute terms) vs. H1 07, as a result of losses booked in Q1 2007 relating to sales of riskier assets and the decline in commissions in an unfavourable market.

Operating expenses were lower in Q2 (-7.5%\* and -9.7% in absolute terms vs. Q2 07). H1 operating expenses also fell -5.6%\* vs. H1 07 (-7.5% in absolute terms).

Gross operating income was down -57.0%\* in Q2 08 vs. Q2 07 (-49.6% in absolute terms) at EUR 60 million. The contribution to Group net income (EUR 39 million in Q2 08) was down -56.8%\* vs. Q2 07 (-49.4% in absolute terms). The figure for H1 was EUR -100 million (EUR 159 million in H1 07) given the write-downs recorded in Q1 08.

## **Private banking**

Q2's good commercial and financial performance provided further evidence of the quality of SG Private Banking's customer franchise. The business line continued to expand with, in particular, the decision to enter into a global alliance with Rockefeller Financial Services & Co, a prominent player in private banking in North America.

New inflow amounted to EUR 2.0 billion in Q2 2008 (or 11% of assets on an annualised basis), a similar amount to Q2 07 (EUR 2.3 billion) and much higher than in Q1 08 (EUR 0.4 billion). Assets under management totalled EUR 72.2 billion at end-June 2008, vs. EUR 73.8 billion a year earlier (due solely to unfavourable market and exchange rate effects).

Private Banking's Q2 net banking income (EUR 203 million) rose +3.6%\* vs. Q2 07 (+2.5% in absolute terms) with a high gross margin of 113 basis points. H1 net banking income (EUR 417 million) was 8.1%\* higher than in H1 07 (+7.2% in absolute terms).

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\*\* Excluding Fimat and Newedge (effect of change in structure: Societe Generale has consolidated 50% of Newedge on a proportional basis since Q1 08. This therefore constitutes a smaller entity than the 100% of Fimat consolidated until end-2007)

Operating expenses increased +7.4%\* vs. Q2 07 (+5.6% in absolute terms), as a result of continued commercial investments in all these businesses' target markets. H1 operating expenses rose +10.5%\* (+9.0% in absolute terms).

At EUR 70 million, gross operating income was down -2.8%\* in Q2 08 vs. Q2 07 (-2.8% in absolute terms). The contribution to Group net income (EUR 51 million) fell -3.8%\* in Q2 08 vs. Q2 07 (-3.8% in absolute terms). Private Banking's H1 contribution (EUR 110 million) was up 3.8%\* (the same in absolute terms).

### **Societe Generale Securities Services (SG SS), Brokers and online savings (Boursorama)**

SGSS' business volumes were higher in Q2 08 (and in H1 08). The business line continued its international expansion, particularly in emerging countries, by setting up a securities services JV with State Bank of India.

**Securities services** saw its assets under custody and assets under administration increase by respectively +5.9% and +21.9% vs. end-June 2007, mainly on the back of the acquisition of Capitalia's securities activities and the migration of Pioneer funds under the agreement with Unicredit. At end-June 2008, assets under custody totalled EUR 2,733 billion and assets under administration EUR 495 billion.

**Newedge** enjoyed buoyant business in Q2 2008 with 394 million trades executed and 442 million contracts cleared.

In an environment marked by the sharp decline in stock market indices, the number of orders executed by **Boursorama** fell 16% vs. Q2 07 (down -14% in H1 08 vs. H1 07). Outstanding online savings totalled EUR 4.1 billion at end-June 2008. Lastly, Boursorama's banking offering in France continues to enjoy real success with more than 4,500 accounts opened in Q2 08 (more than 10,300 in H1 08), taking the total number of bank accounts to approximately 70,600 at end-June 2008.

Net banking income for SGSS, Brokers and Online Savings rose +11.7%\*\*<sup>(b)</sup> vs. Q2 07 (-29.7% in absolute terms<sup>1</sup>). H1 net banking income increased +16.3%\*\*<sup>(b)</sup> vs. H1 07 (-16.3% in absolute terms<sup>1</sup>).

Operating expenses increased +15.4%\*\* (+0.3% in absolute terms) vs. Q2 07. H1 operating expenses were up 16.3%\*\* (+0.3% in absolute terms).

As a result, gross operating income for Societe Generale Securities Services (SG SS), Brokers and online savings (Boursorama) rose +1.6%\*\*<sup>(b)</sup> in Q2 08. The contribution to Group net income was 11.8%\*\*<sup>(b)</sup> higher in Q2 08 than in Q2 07 and 27.3%\*\*<sup>(b)</sup> higher in H1 08 than in H1 07.

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<sup>1</sup> In addition to the restatement related to the Euronext capital gain recorded in Q2 07, it should be noted that any interpretation of the changes in the results of SGSS, Brokers and Online Savings is affected by the change in structure related to the consolidation of Newedge. Societe Generale has consolidated 50% of Newedge on a proportional basis since Q1 08. This therefore constitutes a smaller entity than the 100% of Fimat consolidated until end-2007.

\*\* Excluding Fimat and Newedge

## 7. CORPORATE AND INVESTMENT BANKING

<i>In EUR million</i>	Q2 08	Q2 07 <sup>(a)</sup>	Change Q2/Q2	H1 08	H1 07 <sup>(a)</sup>	Change H1/H1
<b>Net banking income</b>	<b>663</b>	<b>2,077</b>	<b>-68.1%</b>	<b>2,226</b>	<b>4,024</b>	<b>-44.7%</b>
<i>On a like-for-like basis*</i>			<b>-66.6%</b>			<b>-42.3%</b>
<i>Financing and Advisory</i>	<b>-88</b>	<b>449</b>	<b>NM</b>	<b>892</b>	<b>803</b>	<b>+11.1%</b>
<i>Fixed Income, Currencies and Commodities</i>	<b>48</b>	<b>584</b>	<b>-91.8%</b>	<b>-103</b>	<b>1,109</b>	<b>NM</b>
<i>Equities</i>	<b>703</b>	<b>1,044</b>	<b>-32.7%</b>	<b>1,437</b>	<b>2,112</b>	<b>-32.0%</b>
<b>Operating expenses</b>	<b>-954</b>	<b>-1,112</b>	<b>-14.2%</b>	<b>-1,955</b>	<b>-2,193</b>	<b>-10.9%</b>
<i>On a like-for-like basis*</i>			<b>-9.9%</b>			<b>-7.1%</b>
<b>Gross operating income</b>	<b>-291</b>	<b>965</b>	<b>NM</b>	<b>271</b>	<b>1,831</b>	<b>-85.2%</b>
<i>On a like-for-like basis*</i>			<b>NM</b>			<b>-84.5%</b>
<b>Net allocation to provisions</b>	<b>-77</b>	<b>31</b>	<b>NM</b>	<b>-389</b>	<b>60</b>	<b>NM</b>
<b>Operating income</b>	<b>-368</b>	<b>996</b>	<b>NM</b>	<b>-118</b>	<b>1,891</b>	<b>NM</b>
<i>On a like-for-like basis*</i>			<b>NM</b>			<b>NM</b>
<b>Net income</b>	<b>-186</b>	<b>721</b>	<b>NM</b>	<b>-47</b>	<b>1,387</b>	<b>NM</b>

	Q2 08	Q2 07 <sup>(a)</sup>
<b>ROE after tax</b>	<b>NM</b>	<b>50.3%</b>

	H1 08	H1 07 <sup>(a)</sup>
<b>ROE after tax</b>	<b>NM</b>	<b>50.3%</b>

(a): Reported data not restated for the accounting consequences of the fictitious operations recorded in 2007 on unauthorised and concealed market activities. The restated data appear in Appendix 3. However, in order to provide more relevant information on Corporate and Investment Banking's performance, the figures correspond to reported historic data. The comments are also based on these reported historic data.

(b): Excluding non-recurring items in Appendix 4.

**Corporate and Investment Banking's** net banking income amounted to EUR 663 million in Q2 08 (-68.1% in absolute terms vs. Q2 07). 2007 and 2008 data (and the corresponding changes) include non-recurring items<sup>(b)</sup> resulting mainly from a market environment affected by the substantial volatility of credit spreads and the continued deterioration of some asset classes. Comments on revenue trends are based on numbers which exclude these non-recurring items to allow a better assessment of the underlying trends in the division's businesses. However, data relating to operating income and contribution to Group net income include these non-recurring items<sup>(b)</sup>.

Therefore, the division's restated Q2 net banking income totalled EUR 1,886<sup>(b)</sup> million, i.e. a limited -1.9%<sup>(b)</sup> decline vs. Q2 07. Net banking income for H1 08 came to EUR 3,418<sup>(b)</sup> million, down -10.1%<sup>(b)</sup> vs. H1 07, which benefited from a very benign market environment.

The second quarter was characterised both by dynamic client-driven activities and the good performance of Corporate and Investment Banking's trading activities despite challenging market conditions. As a result, client-driven revenues posted the third best historic performance, with EUR 1,333 million in Q2 08 (+31.3% vs. Q1 08, -6.7% vs. Q2 07), primarily on the back of dynamic flow product sales. Corporate and Investment Banking's client-driven revenues in H1 08 totalled EUR 2,348 million compared with the record level of EUR 2,643 million in H1 07.

In a bear market environment, Equities activities produced a robust performance, demonstrating that Societe Generale's leading global franchise remains unscathed by the recent turmoil. Business volumes with institutional clients were solid, flow product market shares remain strong (25.2% on ETFs at June 30th 2008) and Lyxor enjoyed substantial new inflows (EUR +5.8 billion in H1 08). Trading activities posted very satisfactory results, particularly for arbitrage activities, despite the limit on stress tests put in place following the fraud detected at the beginning of the year, thus illustrating the excellence of Societe Generale's trading platform.

The Equities business posted revenues of EUR 771<sup>(b)</sup> million in Q2 08 (-22.3%<sup>\*(b)</sup> vs. Q2 07 and +44.4%<sup>\*(b)</sup> vs. Q1 08). H1 net banking income came to EUR 1,305<sup>(b)</sup> million (-35.7%<sup>\*(b)</sup> vs. H1 07).

The Fixed Income, Currencies & Commodities businesses enjoyed a strong quarter, with revenues of EUR 709<sup>(b)</sup> million, or a 36.6%<sup>\*(b)</sup> increase vs. Q2 07 and a 1.1%<sup>(b)</sup> decline vs. Q1 08. Net banking income totalled EUR 1,426<sup>(b)</sup> million in H1 08. Q2 08 confirmed the very healthy position of client-driven activities where net banking income was up +11.4% vs. Q2 07 and up +34.3% vs. Q1 08, underpinned in particular by dynamic activity for flow products (+36.2% vs. Q2 07 and +9.9% vs. Q1 08) and structured products. Trading activities produced a satisfactory performance in a difficult environment with, in particular, a good performance in flow trading and the negligible impact of Euro yield curve inversion in June.

Financing & Advisory revenues totalled EUR 406<sup>(b)</sup> million, a limited -1.5%<sup>\*(b)</sup> decline vs. Q2 07 and a 44.5%<sup>(b)</sup> increase vs. Q1 08. Net banking income came to EUR 687<sup>(b)</sup> million in H1 08, down -9.4%<sup>\*(b)</sup> vs. H1 07, reflecting the contrasting activity levels in various markets. Hence, whereas volumes in the leveraged financing market remained lower than in H1 07, commodity and infrastructure financing confirmed their sound activity levels. Q2 contributions were strong in these two segments which account for approximately one-third of the business line's revenues and in which Corporate and Investment Banking has developed recognised expertise (illustrated by awards for "Best Global Commodities House" and "Best Project Finance House in Western Europe, Central & Eastern Europe and Africa" from Euromoney in July 2008). In addition, Corporate and Investment Banking has upheld its good positioning in European fixed income markets, ranking No. 5 in euro bond issues, with a 6.0% market share in H1 08 (vs. 5.0% in Q1 08).

Operating expenses for Corporate and Investment Banking were 9.9%\* lower than in Q2 07.

The division recorded EUR +77 million of provision expenses in Q2 08 vs. a EUR -31 million write-back in Q2 07.

Operating income, taking into account the non-recurring items that affected the division, totalled EUR -368 million in Q2 08 and EUR -118 million in H1 08. Corporate and Investment Banking's contribution to Group net income amounted to EUR -186 million in Q2 08 and EUR -47 million in H1 08.



## 8. CORPORATE CENTRE

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The Corporate Centre recorded gross operating income of EUR 216 million in Q2 2008 (vs. EUR 60 million in Q2 2007). The increase can be attributed to a combination of factors:

- A substantial increase in equity portfolio income, up from EUR 54 million in Q2 07 to EUR 259 million in Q2 08 as a result of the disposal of BankMuscat. At June 30th 2008, the IFRS net book value of the industrial equity portfolio, excluding unrealised capital gains, amounted to EUR 0.9 billion, representing market value of EUR 1.0 billion.
- The revaluation of Crédit du Nord's liabilities (EUR +44 million).

### ***2008-2009 financial communication calendar***

<b>November 6th 2008</b>	<b>Publication of third quarter 2008 results</b>
<b>February 18th 2009</b>	<b>Publication of fourth quarter and FY 2008 results</b>
<b>May 7th 2009</b>	<b>Publication of first quarter 2009 results</b>
<b>August 5th 2009</b>	<b>Publication of second quarter 2009 results</b>
<b>November 4th 2009</b>	<b>Publication of third quarter 2009 results</b>

This document contains a number of forecasts and comments relating to the targets and strategies of the Societe Generale Group.

These forecasts are based on a series of assumptions, both general and specific. As a result, there is a risk that these projections will not be met. Readers are therefore advised not to rely on these figures more than is justified as the Group's future results are liable to be affected by a number of factors and may therefore differ from current estimates.

Investors are advised to take into account factors of uncertainty and risk when basing their investment decisions on information provided in this document. Neither Societe Generale nor its representatives may be held liable for any loss resulting from the use of this presentation or its contents, or anything relating to them, or any document or information to which the presentation may refer.

Unless otherwise specified, the sources for the rankings are internal.

## APPENDIX 1: FIGURES AND QUARTERLY RESULTS BY CORE BUSINESS

CONSOLIDATED INCOME STATEMENT (in millions of euros)	Second quarter				First half			
	2008	2007 <sup>(a)</sup>	Change Q2/Q2		2008	2007 <sup>(a)</sup>	Change H1/H1	
Net banking income	5,584	6,622	-15.7%	-18.9%(*)	11,263	12,668	-11.1%	-14.0%(*)
Operating expenses	(3,957)	(3,817)	+3.7%	+1.0%(*)	(7,862)	(7,515)	+4.6%	+2.2%(*)
<b>Gross operating income</b>	<b>1,627</b>	<b>2,805</b>	<b>-42.0%</b>	<b>-45.2%(*)</b>	<b>3,401</b>	<b>5,153</b>	<b>-34.0%</b>	<b>-37.0%(*)</b>
Net allocation to provisions	(387)	(186)	x2.1	+82.5%(*)	(985)	(378)	x2.6	x2.4(*)
<b>Operating income</b>	<b>1,240</b>	<b>2,619</b>	<b>-52.7%</b>	<b>-54.5%(*)</b>	<b>2,416</b>	<b>4,775</b>	<b>-49.4%</b>	<b>-51.3%(*)</b>
Net income from other assets	35	6	NM		641	30	NM	
Net income from companies accounted for by the equity method	7	9	-22.2%		12	20	-40.0%	
Impairment losses on goodwill	0	0	NM		0	0	NM	
Income tax	(432)	(719)	-39.9%		(951)	(1,332)	-28.6%	
<b>Net income before minority interests</b>	<b>850</b>	<b>1,915</b>	<b>-55.6%</b>		<b>2,118</b>	<b>3,493</b>	<b>-39.4%</b>	
o.w. minority interests	206	171	+20.5%		378	318	+18.9%	
<b>Net income</b>	<b>644</b>	<b>1,744</b>	<b>-63.1%</b>		<b>1,740</b>	<b>3,175</b>	<b>-45.2%</b>	
Annualised Group ROE after tax (%)	8.6%	29.0%			12.3%	26.7%		
Tier One ratio at end of period	8.1%	7.6%			8.1%	7.6%		

(\*) When adjusted for changes in Group structure and at constant exchange rates

NET INCOME AFTER TAX BY CORE BUSINESS (in millions of euros)	Second quarter			First half		
	2008	2007 <sup>(a)</sup>	Change Q2/Q2	2008	2007 <sup>(a)</sup>	Change H1/H1
<b>French Networks</b>	<b>328</b>	<b>369</b>	<b>-11.1%</b>	<b>640</b>	<b>696</b>	<b>-8.0%</b>
<b>International Retail Banking</b>	<b>238</b>	<b>168</b>	<b>+41.7%</b>	<b>430</b>	<b>312</b>	<b>+37.8%</b>
<b>Financial Services</b>	<b>167</b>	<b>147</b>	<b>+13.6%</b>	<b>321</b>	<b>285</b>	<b>+12.6%</b>
<b>Global Investment Management &amp; Services</b>	<b>138</b>	<b>289</b>	<b>-52.2%</b>	<b>107</b>	<b>465</b>	<b>-77.0%</b>
o.w. Asset Management	39	77	-49.4%	(100)	159	NM
o.w. Private Banking	51	53	-3.8%	110	106	+3.8%
o.w. SG SS, Brokers & Online Savings	48	159	-69.8%	97	200	-51.5%
<b>Corporate &amp; Investment Banking</b>	<b>(186)</b>	<b>721</b>	<b>NM</b>	<b>(47)</b>	<b>1,387</b>	<b>NM</b>
<b>CORE BUSINESSES</b>	<b>685</b>	<b>1,694</b>	<b>-59.6%</b>	<b>1,451</b>	<b>3,145</b>	<b>-53.9%</b>
<b>Corporate Centre</b>	<b>(41)</b>	<b>50</b>	<b>NM</b>	<b>289</b>	<b>30</b>	<b>NM</b>
<b>GROUP</b>	<b>644</b>	<b>1,744</b>	<b>-63.1%</b>	<b>1,740</b>	<b>3,175</b>	<b>-45.2%</b>

(a): Reported data not restated for the accounting consequences of the fictitious operations recorded in 2007 on unauthorised and concealed market activities. The restated data are presented in Appendix 3.

## QUARTERLY RESULTS BY CORE BUSINESSES

	2005 - IFRS				2006 - IFRS				2007 - IFRS				2008 - IFRS			
	(incl. IAS 32 & 39 and IFRS 4)				(incl. IAS 32 & 39 and IFRS 4)				(incl. IAS 32 & 39 and IFRS 4)				(incl. IAS 32 & 39 and IFRS 4)			
(in millions of euros)	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4
<b>French Networks</b>																
Net banking income	1,545	1,513	1,559	1,678	1,698	1,730	1,677	1,728	1,736	1,789	1,746	1,787	1,739	1,754		
Operating expenses	-1,093	-1,081	-1,054	-1,088	-1,130	-1,093	-1,084	-1,143	-1,145	-1,126	-1,108	-1,187	-1,161	-1,146		
Gross operating income	452	432	505	590	568	637	593	585	591	663	638	600	578	608		
Net allocation to provisions	-68	-67	-64	-85	-61	-71	-55	-88	-78	-78	-68	-105	-87	-93		
Operating income	384	365	441	505	507	566	538	497	513	585	570	495	491	515		
Net income from other assets	0	1	0	1	0	2	1	2	3	1	0	0	1	1		
Net income from companies accounted for by the equity method	0	1	0	0	0	1	0	1	0	1	0	1	0	1		
Income tax	-134	-129	-154	-177	-173	-192	-185	-169	-176	-199	-192	-169	-167	-176		
Net income before minority interests	250	238	287	329	334	377	354	331	340	388	378	327	325	341		
o.w. minority interests	12	11	11	11	13	14	12	13	13	19	14	12	13	13		
Net income	238	227	276	318	321	363	342	318	327	369	364	315	312	328		
Average allocated capital	4,897	5,063	5,208	5,375	5,547	5,702	5,756	5,806	5,965	6,155	6,335	6,456	6,631	7,015		
ROE after tax	19.4%	17.9%	21.2%	23.7%	23.1%	25.5%	23.8%	21.9%	21.9%	24.0%	23.0%	19.5%	18.8%	18.7%		
<b>International Retail Banking</b>																
Net banking income	541	572	576	656	641	669	695	781	763	860	871	950	1,116	1,212		
Operating expenses	-327	-341	-349	-402	-378	-395	-415	-456	-465	-498	-494	-529	-649	-694		
Gross operating income	214	231	227	254	263	274	280	325	298	362	377	421	467	518		
Net allocation to provisions	-28	-27	-29	-47	-48	-53	-47	-67	-58	-53	-44	-49	-88	-78		
Operating income	186	204	198	207	215	221	233	258	240	309	333	372	379	440		
Net income from other assets	8	-2	0	-1	9	-1	1	-2	20	1	-2	9	-3	13		
Net income from companies accounted for by the equity method	1	1	1	1	2	3	2	4	8	11	8	9	4	1		
Income tax	-54	-57	-55	-58	-58	-58	-59	-67	-64	-78	-82	-96	-79	-94		
Net income before minority interests	141	146	144	149	168	165	177	193	204	243	257	294	301	360		
o.w. minority interests	47	50	49	48	57	57	57	61	60	75	85	92	109	122		
Net income	94	96	95	101	111	108	120	132	144	168	172	202	192	238		
Average allocated capital	875	919	967	1,074	1,103	1,164	1,401	1,597	1,701	1,796	1,917	2,025	2,275	2,503		
ROE after tax	43.0%	41.8%	39.3%	37.6%	40.3%	37.1%	34.3%	33.1%	33.9%	37.4%	35.9%	39.9%	33.8%	38.0%		
<b>Financial Services</b>																
Net banking income	459	494	498	570	562	592	594	656	645	688	707	798	775	824		
Operating expenses	-250	-263	-268	-317	-304	-318	-321	-347	-344	-372	-375	-435	-428	-455		
Gross operating income	209	231	230	253	258	274	273	309	301	316	332	363	347	369		
Net allocation to provisions	-38	-49	-57	-55	-66	-60	-60	-87	-84	-86	-102	-102	-113	-134		
Operating income	171	182	173	198	192	214	213	222	217	230	230	261	234	235		
Net income from other assets	0	0	0	0	0	0	0	-1	0	1	0	0	0	-1		
Net income from companies accounted for by the equity method	0	0	0	-8	1	-3	-2	-10	-2	-3	-1	-1	-3	8		
Income tax	-60	-64	-59	-69	-67	-75	-74	-75	-73	-77	-78	-87	-72	-71		
Net income before minority interests	111	118	114	121	126	136	137	136	142	151	151	173	159	171		
o.w. minority interests	2	2	3	4	3	4	3	4	4	4	4	5	5	4		
Net income	109	116	111	117	123	132	134	132	138	147	147	168	154	167		
Average allocated capital	2,604	2,706	2,797	2,909	3,094	3,264	3,301	3,462	3,560	3,681	3,779	3,884	4,013	4,144		
ROE after tax	16.7%	17.1%	15.9%	16.1%	15.9%	16.2%	16.2%	15.3%	15.5%	16.0%	15.6%	17.3%	15.4%	16.1%		

	2005 - IFRS (incl. IAS 32 & 39 and IFRS 4)				2006 - IFRS (incl. IAS 32 & 39 and IFRS 4)				2007 - IFRS (incl. IAS 32 & 39 and IFRS 4)				2008 - IFRS (incl. IAS 32 & 39 and IFRS 4)			
	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4
<b>Global Investment Management &amp; Services</b>																
Net banking income	602	608	640	734	769	775	767	884	919	1,116	854	852	597	870		
Operating expenses	-415	-435	-455	-547	-523	-552	-564	-659	-649	-677	-638	-744	-654	-663		
Gross operating income	187	173	185	187	246	223	203	225	270	439	216	108	-57	207		
Net allocation to provisions	0	-1	-1	-4	-3	-1	-1	-3	-1	-5	-2	-33	0	-2		
Operating income	187	172	184	183	243	222	202	222	269	434	214	75	-57	205		
Net income from other assets	0	0	0	0	0	0	0	-1	0	0	-2	-4	0	1		
Net income from companies accounted for by the equity method	0	0	0	0	1	-1	0	0	0	0	0	0	0	0		
Income tax	-58	-54	-56	-55	-75	-69	-65	-64	-83	-136	-64	-12	25	-60		
Net income before minority interests	129	118	128	128	169	152	137	157	186	298	148	59	-32	146		
o.w. minority interests	12	9	11	11	14	10	5	9	10	9	11	9	-1	8		
Net income	117	109	117	117	155	142	132	148	176	289	137	50	-31	138		
Average allocated capital	810	917	930	919	1,019	1,052	1,074	1,197	1,239	1,282	1,456	1,550	1,506	1,421		
ROE after tax	57.8%	47.5%	50.3%	50.9%	60.8%	54.0%	49.2%	49.5%	56.8%	90.2%	37.6%	12.9%	NM	38.8%		
<b>o.w. Asset Management</b>																
Net banking income	269	259	286	338	333	305	295	348	340	345	243	191	-18	264		
Operating expenses	-154	-163	-178	-220	-193	-196	-186	-230	-212	-226	-176	-227	-201	-204		
Gross operating income	115	96	108	118	140	109	109	118	128	119	67	-36	-219	60		
Net allocation to provisions	0	0	0	-2	0	0	0	1	0	0	0	-4	0	0		
Operating income	115	96	108	116	140	109	109	119	128	119	67	-40	-219	60		
Net income from other assets	0	0	0	0	0	0	0	-1	0	0	-2	-4	0	0		
Net income from companies accounted for by the equity method	0	0	0	0	1	-1	0	0	0	0	0	0	0	0		
Income tax	-39	-33	-36	-39	-47	-38	-38	-39	-43	-41	-22	15	72	-20		
Net income before minority interests	76	63	72	77	94	70	71	79	85	78	43	-29	-147	40		
o.w. minority interests	9	7	7	8	9	2	3	2	3	1	3	1	-8	1		
Net income	67	56	65	69	85	68	68	77	82	77	40	-30	-139	39		
Average allocated capital	287	327	307	272	287	293	276	265	277	302	404	502	450	301		
ROE after tax	93.4%	68.5%	84.7%	101.5%	118.5%	92.8%	98.6%	116.2%	118.4%	102.0%	39.6%	NM	NM	51.8%		
<b>o.w. Private Banking</b>																
Net banking income	127	129	135	149	164	164	156	174	191	198	201	233	214	203		
Operating expenses	-86	-90	-93	-107	-102	-106	-105	-121	-118	-126	-130	-157	-133	-133		
Gross operating income	41	39	42	42	62	58	51	53	73	72	71	76	81	70		
Net allocation to provisions	0	0	-1	0	-2	0	-1	-1	0	-1	0	0	-1	-1		
Operating income	41	39	41	42	60	58	50	52	73	71	71	76	80	69		
Net income from other assets	0	0	0	0	0	0	0	0	0	0	0	0	0	0		
Net income from companies accounted for by the equity method	0	0	0	0	0	0	0	0	0	0	0	0	0	0		
Income tax	-9	-9	-7	-8	-14	-14	-12	-9	-17	-15	-17	-14	-18	-16		
Net income before minority interests	32	30	34	34	46	44	38	43	56	56	54	62	62	53		
o.w. minority interests	2	2	2	2	3	3	2	4	3	3	3	4	3	2		
Net income	30	28	32	32	43	41	36	39	53	53	51	58	59	51		
Average allocated capital	283	316	329	340	376	386	372	377	396	410	435	466	480	513		
ROE after tax	42.4%	35.4%	38.9%	37.6%	45.7%	42.5%	38.7%	41.4%	53.5%	51.7%	46.9%	49.8%	49.2%	39.8%		
<b>o.w. SG SS, Brokers &amp; Online Savings</b>																
Net banking income	206	220	219	247	272	306	316	362	388	573	410	428	401	403		
Operating expenses	-175	-182	-184	-220	-228	-250	-273	-308	-319	-325	-332	-360	-320	-326		
Gross operating income	31	38	35	27	44	56	43	54	69	248	78	68	81	77		
Net allocation to provisions	0	-1	0	-2	-1	-1	0	-3	-1	-4	-2	-29	1	-1		
Operating income	31	37	35	25	43	55	43	51	68	244	76	39	82	76		
Net income from other assets	0	0	0	0	0	0	0	0	0	0	0	0	0	1		
Net income from companies accounted for by the equity method	0	0	0	0	0	0	0	0	0	0	0	0	0	0		
Income tax	-10	-12	-13	-8	-14	-17	-15	-16	-23	-80	-25	-13	-29	-24		
Net income before minority interests	21	25	22	17	29	38	28	35	45	164	51	26	53	53		
o.w. minority interests	1	0	2	1	2	5	0	3	4	5	5	4	4	5		
Net income	20	25	20	16	27	33	28	32	41	159	46	22	49	48		
Average allocated capital	240	274	294	307	356	373	426	555	566	570	617	582	576	607		
ROE after tax	33.3%	36.5%	27.2%	20.8%	30.3%	35.4%	26.3%	23.1%	29.0%	111.6%	29.8%	15.1%	34.0%	31.6%		

	2005 - IFRS (incl. IAS 32 & 39 and IFRS 4)				2006 - IFRS (incl. IAS 32 & 39 and IFRS 4)				2007 <sup>(a)</sup> - IFRS (incl. IAS 32 & 39 and IFRS 4)				2008 - IFRS (incl. IAS 32 & 39 and IFRS 4)			
	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4
<b>Corporate and Investment Banking</b>																
Net banking income	1,550	1,233	1,496	1,418	1,957	1,832	1,521	1,688	1,947	2,077	1,159	-661	1,563	663		
Operating expenses	-843	-784	-853	-840	-1,066	-1,063	-831	-930	-1,081	-1,112	-743	-489	-1,001	-954		
Gross operating income	707	449	643	578	891	769	690	758	866	965	416	-1,150	562	-291		
Net allocation to provisions	47	22	32	44	19	35	23	16	29	31	-9	5	-312	-77		
Operating income excluding net loss on unauthorised and concealed market activities	754	471	675	622	910	804	713	774	895	996	407	-1,145	250	-368		
Net loss on unauthorised and concealed market activities	0	0	0	0	0	0	0	0	0	0	0	-4,911	0	0		
Operating income including net loss on unauthorised and concealed market activities	754	471	675	622	910	804	713	774	895	996	407	-6,056	250	-368		
Net income from other assets	0	0	1	-12	23	1	4	2	1	-1	2	24	-3	7		
Net income from companies accounted for by the equity method	4	6	-5	17	6	6	8	4	6	2	6	5	5	1		
Impairment losses on goodwill	0	-13	0	0	0	0	0	0	0	0	0	0	0	0		
Income tax	-257	-115	-170	-126	-293	-219	-197	-193	-233	-274	-101	2,109	-113	177		
Net income before minority interests	501	349	501	501	646	592	528	587	669	723	314	-3,918	139	-183		
o.w. minority interests	3	3	3	2	3	3	5	2	3	2	4	0	0	3		
Net income	498	346	498	499	643	589	523	585	666	721	310	-3,918	139	-186		
Average allocated capital	3,686	3,975	4,362	4,570	4,747	4,868	4,969	5,067	5,303	5,731	5,888	5,811	5,913	6,145		
ROE after tax	54.0%	34.8%	45.7%	43.7%	54.2%	48.4%	42.1%	46.2%	50.2%	50.3%	21.1%	NM	9.4%	NM		
<b>Corporate and Investment Banking</b> (excl. Cowen)																
Net income	1,494	1,195	1,441	1,359	1,879	1,776	1,517	1,688	1,947	2,077	1,159	-661	1,563	663		
Financing and Advisory	348	330	354	456	308	396	416	439	354	449	375	681	980	-88		
Fixed Income, Currencies and Commodities	485	289	477	507	543	623	492	594	525	584	105	-2,099	-151	48		
Equities	661	576	610	396	1,028	757	609	655	1,068	1,044	679	757	734	703		
Operating expenses	-791	-746	-794	-783	-997	-1,004	-824	-930	-1,081	-1,112	-743	-489	-1,001	-954		
Gross operating income	703	449	647	576	882	772	693	758	866	965	416	-1,150	562	-291		
Net allocation to provisions	47	22	32	44	19	35	23	16	29	31	-9	5	-312	-77		
Operating income excluding net loss on unauthorised and concealed market activities	750	471	679	620	901	807	716	774	895	996	407	-1,145	250	-368		
Net loss on unauthorised and concealed market activities	0	0	0	0	0	0	0	0	0	0	0	-4,911	0	0		
Operating income including net loss on unauthorised and concealed market activities	750	471	679	620	901	807	716	774	895	996	407	-6,056	250	-368		
Net income from other assets	0	0	1	-12	23	1	4	2	1	-1	2	24	-3	7		
Net income from companies accounted for by the equity method	4	6	-5	17	6	6	8	4	6	2	6	5	5	1		
Impairment losses on goodwill	0	-13	0	0	0	0	0	0	0	0	0	0	0	0		
Income tax	-256	-115	-171	-125	-290	-219	-199	-193	-233	-274	-101	2,109	-113	177		
Net income before minority interests	498	349	504	500	640	595	529	587	669	723	314	-3,918	139	-183		
o.w. minority interests	3	3	3	2	3	3	5	2	3	2	4	0	0	3		
Net income	495	346	501	498	637	592	524	585	666	721	310	-3,918	139	-186		
Average allocated capital	3,677	3,965	4,353	4,561	4,738	4,860	4,963	5,065	5,303	5,731	5,888	5,811	5,913	6,145		
ROE after tax	53.8%	34.9%	46.0%	43.7%	53.8%	48.7%	42.2%	46.2%	50.2%	50.3%	21.1%	NM	9.4%	NM		
<b>Corporate Centre</b>																
Net banking income	53	38	102	31	144	111	12	-66	36	92	38	154	-111	261		
Operating expenses	-57	7	-37	-64	-11	-68	2	-54	-14	-32	-16	-32	-12	-45		
Gross operating income	-4	45	65	-33	133	43	14	-120	22	60	22	122	-123	216		
Net allocation to provisions	14	7	-1	7	-3	-2	6	-2	0	5	-1	-17	2	-3		
Operating income	10	52	64	-26	130	41	20	-122	22	65	21	105	-121	213		
Net income from other assets	158	0	-1	-5	2	2	-3	2	0	4	-1	-16	611	14		
Net income from companies accounted for by the equity method	0	0	0	0	0	-3	0	-2	-1	-2	-1	-2	-1	-4		
Impairment losses on goodwill	0	0	0	-10	0	0	0	-18	0	0	0	0	0	0		
Income tax	56	52	11	52	29	-2	62	45	16	45	33	-211	-113	-208		
Net income before minority interests	224	104	74	11	161	38	79	-95	37	112	52	-124	376	15		
o.w. minority interests	61	46	49	54	55	58	61	41	57	62	59	44	46	56		
Net income	163	58	25	-43	106	-20	18	-136	-20	50	-7	-168	330	-41		

(a): Reported data not restated for the accounting consequences of the fictitious operations recorded in 2007 on unauthorised and concealed market activities. The restated data are presented in Appendix 3.

	2005 - IFRS				2006 - IFRS				2007 <sup>(a)</sup> - IFRS				2008 - IFRS		
	(incl. IAS 32 & 39 and IFRS 4)				(incl. IAS 32 & 39 and IFRS 4)				(inc. IAS 32 & 39 and IFRS 4)				(inc. IAS 32 & 39 and IF		
GROUP	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3
Net banking income	4,750	4,458	4,871	5,087	5,771	5,709	5,266	5,671	6,046	6,622	5,375	3,880	5,679	5,584	
Operating expenses	-2,985	-2,897	-3,016	-3,258	-3,412	-3,489	-3,213	-3,589	-3,698	-3,817	-3,374	-3,416	-3,905	-3,957	
Gross operating income	1,765	1,561	1,855	1,829	2,359	2,220	2,053	2,082	2,348	2,805	2,001	464	1,774	1,627	
Net allocation to provisions	-73	-115	-120	-140	-162	-152	-134	-231	-192	-186	-226	-301	-598	-387	
Operating income excluding net loss on unauthorised and concealed market activities	1,692	1,446	1,735	1,689	2,197	2,068	1,919	1,851	2,156	2,619	1,775	163	1,176	1,240	
Net loss on unauthorised and concealed market activities	0	0	0	0	0	0	0	0	0	0	0	-4,911	0	0	
Operating income including net loss on unauthorised and concealed market activities	1,692	1,446	1,735	1,689	2,197	2,068	1,919	1,851	2,156	2,619	1,775	-4,748	1,176	1,240	
Net income from other assets	166	-1	0	-17	34	4	3	2	24	6	-3	13	606	35	
Net income from companies accounted for by the equity method	5	8	-4	10	10	3	8	-3	11	9	12	12	5	7	
Impairment losses on goodwill	0	-13	0	-10	0	0	0	-18	0	0	0	0	0	0	
Income tax	-507	-367	-483	-433	-637	-615	-518	-523	-613	-719	-484	1,534	-519	-432	
Net income before minority interests	1,356	1,073	1,248	1,239	1,604	1,460	1,412	1,309	1,578	1,915	1,300	-3,189	1,268	850	
o.w. minority interests	137	121	126	130	145	146	143	130	147	171	177	162	172	206	
Net income	1,219	952	1,122	1,109	1,459	1,314	1,269	1,179	1,431	1,744	1,123	-3,351	1,096	644	
Average allocated capital	15,771	16,412	17,083	17,759	18,437	19,454	20,482	22,054	23,268	23,727	24,324	23,413	25,436	29,033	
ROE after tax	30.8%	23.1%	26.1%	24.8%	31.5%	26.8%	24.6%	21.2%	24.4%	29.0%	18.0%	NM	16.5%	8.6%	

(a): Reported data not restated for the accounting consequences of the fictitious operations recorded in 2007 on unauthorised and concealed market activities. The restated data are presented in Appendix 3.

## APPENDIX 2: METHODOLOGY

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### **1- Reported 2007 historic quarterly results have been restated: corrections in respect of the fictitious operations recorded on unauthorised and concealed market activities uncovered in January 2008.**

The quarterly results at March 31st 2007, June 30th 2007, September 30th 2007 and December 31st 2007, presented for comparative purposes, have been adjusted to restate the accounting consequences of the fictitious operations recorded in 2007 and 2008 on unauthorised and concealed market activities discovered in January 2008. This information is presented in Appendix 3. However, in order to provide more relevant information on the Group's performance, the figures in this document correspond to reported historic data. The comments are also based on these reported data.

### **2- The interim consolidated results at June 30th 2008 and the comparative information established for this purpose are reviewed by the Statutory Auditors. They were approved by the Board of Directors on August 4th 2008**

The financial information presented for the six-month period ended June 30th 2008 has been prepared in accordance with IFRS (International Financial Reporting Standards) as adopted in the European Union on June 30th 2008. In particular, the Group's summarised interim consolidated financial statements have been prepared and are presented in accordance with IAS 34 "Interim Financial Reporting".

**3- Group ROE** is calculated on the basis of average Group shareholders' equity under IFRS excluding (i) unrealised or deferred capital gains or losses booked directly under shareholders' equity excluding conversion reserves, (ii) deeply subordinated notes, (iii) undated subordinated notes recognised as shareholders' equity, and deducting (iv) interest to be paid to holders of deeply subordinated notes and of the reclassified, undated subordinated notes. The net income used to calculate ROE excludes interest, net of tax impact, to be paid to holders of deeply subordinated notes for the period and, as of 2006, to the holders of reclassified, undated subordinated notes (i.e. EUR 23 million in Q2 2008 and EUR 83 million in 2007 vs. EUR 22 million in Q2 2007).

**4- Earnings per share** is the ratio of (i) net income for the period after deduction (as of 2005) of the interest, net of tax, to be paid to holders of deeply subordinated notes (EUR 20 million in Q2 2008 and EUR 15 million in Q2 2007) and, as of 2006, the interest, net of tax, to be paid to holders of undated subordinated notes which were reclassified from debt to shareholders' equity (EUR 14 million in Q2 2008 vs. EUR 11 million in Q2 2007) and (ii) the average number of shares outstanding excluding treasury shares, but taking into account (a) trading shares held by the Group, and (b) shares held under the liquidity contract.

**5- Net assets** are comprised of Group shareholders' equity, excluding (i) deeply subordinated notes (EUR 4.3 billion), undated subordinated notes previously recognised as debt (EUR 0.8 billion) and (ii) interest to be paid to holders of deeply subordinated notes and undated subordinated notes, but reinstating the book value of trading shares held by the Group and shares held under the liquidity contract. The number of shares used to calculate book value per share is the number outstanding at June 30th 2008, excluding treasury shares but including (a) trading shares held by the Group and (b) shares held under the liquidity contract.

## APPENDIX 3: FICTITIOUS OPERATIONS RECORDED ON UNAUTHORISED AND CONCEALED MARKET ACTIVITIES HAVE BEEN RESTATED

### 3.1 Comparative income statement for Q2 and H1

<i>(in millions of euros)</i>	Q2 07 Restated	Q2 08	Chge	H1 07 Restated	H1 08	Chge
<b>GROUP</b>						
Net banking income	6,622	5,584	-1,038	12,668	11,263	-1,405
Operating expenses	-3,817	-3,957	-140	-7,515	-7,862	-347
<i>Gross operating income</i>	<i>2,805</i>	<i>1,627</i>	<i>-1,178</i>	<i>5,153</i>	<i>3,401</i>	<i>-1,752</i>
Net allocation to provisions	-186	-387	-201	-378	-985	-607
<i>Operating income excluding net gains or losses on unauthorised and concealed market activities</i>	<i>2,619</i>	<i>1,240</i>	<i>-1,379</i>	<i>4,775</i>	<i>2,416</i>	<i>-2,359</i>
Net loss on unauthorised and concealed market activities	-2,064	0	2,064	-2,161	0	2,161
<i>Operating income including net gains or losses on unauthorised and concealed market activities</i>	<i>555</i>	<i>1,240</i>	<i>685</i>	<i>2,614</i>	<i>2,416</i>	<i>-198</i>
Net income from other assets	6	35	29	30	641	611
Net income from companies accounted for by the equity method	9	7	-2	20	12	-8
Impairment losses on goodwill	0	0	0	0	0	0
Income tax	-8	-432	-424	-588	-951	-363
<i>Net income before minority interests</i>	<i>562</i>	<i>850</i>	<i>288</i>	<i>2,076</i>	<i>2,118</i>	<i>42</i>
o.w. minority interests	171	206	35	318	378	60
<i>Net income</i>	<i>391</i>	<i>644</i>	<i>253</i>	<i>1,758</i>	<i>1,740</i>	<i>-18</i>
Average allocated capital	22,986	29,033		23,111	27,235	
ROE after tax	6.4%	8.6%		14.9%	12.3%	



### 3.2 Reported 2007 historic quarterly results have been restated for the fictitious operations recorded on unauthorised and concealed market activities

2007

(in millions of euros)	Q1		Q2		Q3		Q4	
	Reported	Restated	Reported	Restated	Reported	Restated	Reported	Restated
<b>Corporate and Investment Banking</b>								
Net banking income	1,947	1,947	2,077	2,077	1,159	1,159	-661	-661
Operating expenses	-1,081	-1,081	-1,112	-1,112	-743	-743	-489	-489
<i>Gross operating income</i>	866	866	965	965	416	416	-1,150	-1,150
Net allocation to provisions	29	29	31	31	-9	-9	5	5
<i>Operating income excluding net gains or losses on unauthorised and concealed market activities</i>	895	895	996	996	407	407	-1,145	-1,145
Net loss on unauthorised and concealed market activities	0	-97	0	-2,064	0	2,524	-4,911	-5,274
<i>Operating income including net gains or losses on unauthorised and concealed market activities</i>	895	798	996	-1,068	407	2,931	-6,056	-6,419
Net income from other assets	1	1	-1	-1	2	2	24	24
Net income from companies accounted for by the equity method	6	6	2	2	6	6	5	5
Impairment losses on goodwill	0	0	0	0	0	0	0	0
Income tax	-233	-200	-274	428	-101	-959	2,109	2,232
<i>Net income before minority interests</i>	669	605	723	-639	314	1,980	-3,918	-4,158
o.w. minority interests	3	3	2	2	4	4	0	0
<i>Net income</i>	666	602	721	-641	310	1,976	-3,918	-4,158
<b>Corporate Centre</b>								
Net banking income	36	36	92	92	38	38	154	154
Operating expenses	-14	-14	-32	-32	-16	-16	-32	-32
<i>Gross operating income</i>	22	22	60	60	22	22	122	122
Net allocation to provisions	0	0	5	5	-1	-1	-17	-17
<i>Operating income</i>	22	22	65	65	21	21	105	105
Net loss on unauthorised and concealed market activities	0	0	4	4	-1	-1	-16	-16
Net income from companies accounted for by the equity method	-1	-1	-2	-2	-1	-1	-2	-2
Impairment losses on goodwill	0	0	0	0	0	0	0	0
Income tax	16	16	45	54	33	22	-211	-209
<i>Net income before minority interests</i>	37	37	112	121	52	41	-124	-122
o.w. minority interests	57	57	62	62	59	59	44	44
<i>Net income</i>	-20	-20	50	59	-7	-18	-168	-166
<b>GROUP</b>								
Net banking income	6,046	6,046	6,622	6,622	5,375	5,375	3,880	3,880
Operating expenses	-3,698	-3,698	-3,817	-3,817	-3,374	-3,374	-3,416	-3,416
<i>Gross operating income</i>	2,348	2,348	2,805	2,805	2,001	2,001	464	464
Net allocation to provisions	-192	-192	-186	-186	-226	-226	-301	-301
<i>Operating income excluding net gains or losses on unauthorised and concealed market activities</i>	2,156	2,156	2,619	2,619	1,775	1,775	163	163
Net loss on unauthorised and concealed market activities	0	-97	0	-2,064	0	2,524	-4,911	-5,274
<i>Operating income including net gains or losses on unauthorised and concealed market activities</i>	2,156	2,059	2,619	555	1,775	4,299	-4,748	-5,111
Net income from other assets	24	24	6	6	-3	-3	13	13
Net income from companies accounted for by the equity method	11	11	9	9	12	12	12	12
Impairment losses on goodwill	0	0	0	0	0	0	0	0
Income tax	-613	-580	-719	-8	-484	-1,353	1,534	1,659
<i>Net income before minority interests</i>	1,578	1,514	1,915	562	1,300	2,955	-3,189	-3,427

## APPENDIX 4: IMPACT OF NON-RECURRING ITEMS ON PRE-TAX PROFITS

EUR m		Q1 07	Q2 07	Q1 08	Q2 08	H1 07	H1 08
Non-recurring items in NBI	<b>French Networks</b>	-	36	-	-	36	-
	Euronext capital gain	-	36	-	-	36	-
	<b>Global Investment Management and Securities</b>	-	165	-274	-	165	-274
	<b>Asset Management</b>	-	-	-274	-	-	-274
	Liquidity support provided to certain funds	-	-	-274	-	-	-274
	<b>Private Banking</b>	-	1	-	-	1	-
	Euronext capital gain	-	1	-	-	1	-
	<b>SG SS, Brokers and Online Savings</b>	-	164	-	-	164	-
	Euronext capital gain at SG SS	-	159	-	-	159	-
	Euronext capital gain at Fimat	-	5	-	-	5	-
	<b>Corporate and Investment Banking</b>	-6	60	31	-1,223	54	-1,192
	<b>Equities</b>	1	20	200	-68	21	132
	Euronext capital gain at SG CIB	-	34	-	-	34	-
	Revaluation of financial liabilities + Own shares	1	-14	200	-68	-13	132
	<b>Fixed Income, Currencies and Commodities</b>	1	26	-868	-661	27	-1,529
	Revaluation of financial liabilities	-	-	323	-79	-	244
	Losses and write-downs on exotic credit derivatives	14	10	-417	-372	24	-789
	Write-down of unhedged CDOs	-5	-37	-350	-20	-42	-370
	Write-down of monolines	-	-	-203	-98	-	-301
	Write-down of RMBS	-8	-29	-43	-15	-37	-58
	Write-down of European ABS sold by SGAM	-	-	-166	-84	-	-250
	Write-down/Reversal of SIV PACE	-	-	-12	7	-	-5
	ICE capital gain	-	82	-	-	82	-
	<b>Financing and Advisory</b>	-8	14	699	-494	6	205
	MtM value of CDS	-8	14	743	-501	6	242
	Write-down/Reversal of Non IG transactions in underwriting	-	-	-44	7	-	-37
	<b>Corporate Centre</b>	-	-	-	306	-	306
	Revaluation of financial liabilities at Crédit du Nord	-	-	-	44	-	44
Capital gain on Muscat	-	-	-	262	-	262	
<b>Total impact on GROUP NBI</b>	<b>-6</b>	<b>261</b>	<b>-243</b>	<b>-917</b>	<b>255</b>	<b>-1,160</b>	
<b>Net alloc. to provisions</b>	<b>Corporate and Investment Banking</b>	-	-	-282	-	-	-282
	Allocations to a few accounts	-	-	-282	-	-	-282
<b>Net gain on other assets</b>	<b>Corporate Centre</b>	-	-	602	-	-	602
	Capital gain on Fimat	-	-	602	-	-	602
<b>Total impact on GROUP</b>		<b>-6</b>	<b>261</b>	<b>77</b>	<b>-917</b>	<b>255</b>	<b>-840</b>