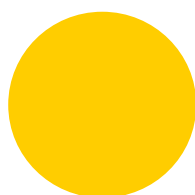


# **SEMI-ANNUAL FINANCIAL STATEMENT**

To **30 June 2013**

**BPIFRANCE FINANCEMENT**





## CONTENTS

<b>I. Semi-Annual Activity Report-----</b>	<b>3</b>
<b>II. Consolidated Financial Statements to 30 June 2013-----</b>	<b>7</b>
<b>III. Accounting Appendix-----</b>	<b>13</b>
<b>IV. Report from Statutory Auditors on the Semi-Annual Report-----</b>	<b>20</b>
<b>V. Person Responsible for the Semi-Annual Report-----</b>	<b>22</b>



# **I. SEMI-ANNUAL ACTIVITY REPORT OF BPIFRANCE FINANCEMENT TO 30 JUNE 2013**

## **1. ACTIVITY**

The activity of Bpifrance Financement in financing small and medium-size enterprises, as well as very small businesses, is part of the general economic interest mission entrusted to it by the public authorities, in association with banks and financial institutions.

Bpifrance Financement participates in the form of guarantees for which the risks are backed by guarantee funds that are included in its balance sheet, and that are supplied by the public authorities. Bpifrance Financement also contributes to the financing of investments through joint financing transactions in the form of medium- and long-term loans and lease operations. With regard to short-term financing, it finances the cash needs of small and medium-size companies relating to the receivables on public principals or on certain large private groups.

Bpifrance Financement also contributes, with the support of the Public Authorities that provide it with the resources needed for this activity, to innovation financing by means of subsidies, loans (PTZI – Zero Rate Loan for Innovation) or repayable advances for companies.

H1 2013 saw a 14% decrease in terms of repayable advances and PTZI (zero rate loan for innovation) for the Innovation activity, a lower guarantee activity in the area of 2%, and a decrease in the area of 4% with regard to co-financing commitments, on the heels of the particularly significant activity in 2012. In particular, the participatory development contracts increased by 15%, representing 378.6 million euros out of a total of 2,137.1 million euros of new commitments.

On 30 June 2013, the total amount of customer loans and commitments of the Bpifrance Financement group was equal to 34.0 billion euros, versus 32.8 billion euros on 31 December 2012.

### **1.1. CUSTOMER LOANS**

On 30 June 2013, the outstandings from all financing activities showed a sharp increase to 17.6 billion euros versus 16.1 billion euros on 31 December 2012.

Equipment credits and short-term credit facilities (excluding collective impairment) amounted to 12.5 billion euros versus 11.1 billion euros on 31 December 2012.

Leasing operations (excluding collective impairment) were equal to 5.1 billion euros versus 4.9 billion euros on 31 December 2012.

The total amount of collective impairment stood at 503.9 million euros on 30 June 2013.



## 12. CAPITAL TRANSACTIONS

The investments carried out by the Group remained stable at 107.9 million euros.

## 13. GUARANTEE COMMITMENTS

On 30 June 2013, the guarantee commitments were equal to 11.8 billion euros versus 12.1 billion euros on 31 December 2012.

## 2. COMMITMENTS ON EARNINGS

The operating ratio stood at 59.8% on 30 June 2013 versus 57.8% on 30 June 2012.

This evolution is the result of both a decrease of the NBI (235.7 million euros versus 240.2 million euros on 30 June 2012) and an increase of the overhead costs (140.9 million euros versus 138.9 million euros), primarily due to tax increases.

The 2% decline of the NBI can primarily be explained by a decrease of the financial margin that had been particularly high the previous year. However, the rate context during this half-year will not allow for such a margin to be generated in the same proportions.

The cost of risk increased, standing at 46.1 million euros versus 22.9 million euros on 30 June 2012.

39.3 million euros were allocated to the collective provision.

## 3. RISKS

### 3.1. CREDIT RISK

In view of its banking activity, Bpifrance Financement is exposed to a credit risk involving its credit operations, and a counterparty risk with regard to its financial activities.

The risks with credit operations are currently concentrated on business sectors, i.e. services, industry and trade.

The counterparty risk takes in the risk relative to interbank transactions and to operations on the financial markets. Given their nature and duration, the financial operations undertaken within this framework are almost exclusively carried out with lending institutions (54%) and government agencies (46%), primarily the French State.

According to the IFRS standards, the maximum credit risk exposure of Bpifrance Financement amounted to 44,971.8 million euros on 30 June 2013, versus 43,170.8 million euros on 31 December 2012.



## **3.2. RATE RISK**

The group's liquidity and rate risks are monitored as part of a management policy validated by the Finance committee. This policy is based on management principles defined in order to apply to the current situation, on the basis of maintaining a permanent liquidity advance intended to deal with possible difficulties accessing market liquidity.

## **4. FORESEEABLE EVOLUTION 2013**

With regard to financing activities, the business prospects for the second half of 2013 should make it possible to attain the stated annual objectives and to reach the same level as last year. On the contrary, the slight decline of the guarantee activity should be confirmed. In terms of earnings, the initial forecasts have been adjusted downward in order to account for a probable 3% decline of the NBI.

Finally, starting in July, a change of the capital structure was initiated in order to group, under the aegis of Bpifrance that is held in equal measures between the State and the CDC, the financing structures (Bpifrance Financement) and the investment structures (FSI, FSI Régions and CDCE).

## II. APPENDIX

### KEY FIGURES

#### 1. ACTIVITY OF BPIFRANCE FINANCEMENT IN THE FIRST HALF OF 2013

<i>(in millions of €)</i>	2011	2012	Evolution 2012/2011	1 <sup>st</sup> semester 2012	1 <sup>st</sup> semester 2013
<b>ACTIVITY</b>					
Innovation Aids (AI, ISI, FUI)	659	744	12,9%	394	365
Loan collateral	8 826	8 500	-3,7%	4 046	4 286
Loan collateral provided by Bpifrance Regions	534	611	14,3%	296	384
Investment Co-Financing	4 164	4 701	12,9%	2 220	2 137
Short-term Financing (Advances)	6 299	6 998	11,1%	3 253	3 687

#### 2. FINANCIAL DATA TO 30 JUNE 2013 CONSOLIDATED AT THE LEVEL OF THE EPIC BPI-GROUPE

<i>(in millions of €)</i>	2011	2012	Evolution 2012/2011	1 <sup>st</sup> semester 2012	1 <sup>st</sup> semester 2013
<b>SHAREHOLDERS EQUITY, GROUP SHARE</b>					
	1 306	1 735	%	1 709	1 752,3
<b>RESULTS</b>					
Net Banking Income	438,1	509	16,2%	241,2	239,2
Charges for the fiscal year	-262,2	-290,1	11,1%	-139,1	-141,2
Gross Operating Income	175,9	218,9	24,5%	102,1	98
Cost of Risk	-24	-64,7	169,6%	-22,9	-46,1
Declared Risks	-6	-33,2	453,3%	-8,6	-23,7
Collective and sector provisions	-18	-31,5	75%	-14,3	-22,4
Pre-tax Operating Result	153,1	154,9	1,2%	79,4	51,9
Group Share of Net Income	63,2	63,4	0,3%	31,2	16,8
Operating Ratio	59,82%	59,82%		57,67%	59%
<b>PERSONNEL</b>	1 641	1 655	0,9%	1 649	1 669

(Données financières non auditées)





LIABILITIES (in € millions)	30/06/2013	31/12/2012
Central banks	80.3	3.0
Financial liabilities at fair value through profit or loss	6.2	5.1
Derivative hedge instruments	541.2	593.4
Debts to lending institutions	10,044.3	10,345.1
Debts owed to customers	2,507.9	2,577.0
Debts evidenced by certificates	8,316.3	5,572.6
Revaluation discrepancies of the rate-hedged portfolios	352.3	412.1
Current and deferred tax liabilities	30.6	1.8
Accruals and miscellaneous liabilities	2,973.9	2,850.3
Debts related to non-current assets intended to be sold	0.0	0.0
Provisions	1,869.4	1,759.8
Net innovation intervention resources	1,012.1	951.4
Public guarantee funds	2,123.2	2,159.2
Subordinated debts	14.7	14.7
Shareholders equity	2,705.6	2,695.5
Group share of shareholders equity	2,679.6	2,665.1
- Capital and related reserves	1,700.2	1,700.2
- Consolidated reserves	937.7	849.5
- Gains and losses directly recognised in the shareholders equity	18.0	17.3
- Earnings	23.7	98.1
Minority interests	26.0	30.4
- Reserves	25.8	28.4
- Earnings	0.2	2.0
<b>Total assets</b>	<b>32,578.0</b>	<b>29,941.0</b>



## Consolidated Profit and Loss Statement Of Bpifrance Financement (ex-SA OSEO)

(in € millions)	30/06/2013	31/12/2012	30/06/2012
Interest and related income	565.0	1,502.4	620.4
Interest and similar expenses	-366.6	-1,079.7	-422.8
Commissions (income)	4.9	14.2	7.3
Commissions (expenses)	-0.4	-0.4	-0.2
Net gains or losses on financial instruments at fair value through profit or loss	0.1	1.7	0.5
Net gains or losses on financial assets available for sale	-0.4	4.6	2.3
Income from other activities	51.6	120.0	61.2
Expenses on other activities	-18.5	-57.6	-28.5
<b>Net banking income</b>	<b>235.7</b>	<b>506.1</b>	<b>240.2</b>
General operating expenses	-130.8	-270.8	-129.8
Amortisation & depreciation allowances on tangible & intangible fixed assets	-10.1	-18.9	-9.1
<b>Gross operating income</b>	<b>94.8</b>	<b>216.4</b>	<b>101.3</b>
<b>Cost of risk</b>	<b>-46.1</b>	<b>-64.7</b>	<b>-22.9</b>
<b>Operating income</b>	<b>48.7</b>	<b>151.7</b>	<b>78.4</b>
Share of net income from companies accounted for using the equity method	0.0	0.7	0.2
Net gains or losses on other assets	0.0	0.0	0.0
Changes to the value of the goodwill	0.0	0.0	0.0
<b>Pre-tax earnings</b>	<b>48.7</b>	<b>142.4</b>	<b>78.6</b>
Income tax	-24.8	-52.3	-29.3
Income net of taxes from discontinued activities or activities undergoing disposal	0.0	0.0	0.0
<b>Net earnings</b>	<b>-24.8</b>	<b>-52.3</b>	<b>-29.3</b>
Minority interests	0.2	2.0	0.6
<b>Group share of net earnings</b>	<b>23.7</b>	<b>98.1</b>	<b>48.7</b>
* Earnings per share (in euros)	0.25	1.04	0.52
* Diluted earnings per share (in euros)	0.25	1.05	0.52

## Net Earnings and Gains and Losses Recognised Directly in the Bpifrance Financement Shareholders Equity

(in € millions)	30/06/2013	31/12/2012	30/06/2012
<b>NET EARNINGS</b>	<b>23.9</b>	<b>100.1</b>	<b>49.3</b>
<b>Elements that could not be reclassified through net profit or loss (1)</b>			
Revaluation of fixed assets	0.0	0.0	0.0
Actuarial gains and losses on defined benefit plans (2)	-0.1	0.0	0.0
<b>Elements that could be reclassified through net profit or loss (1)</b>			
Revaluation of the financial assets available for sale	0.3	-3.2	10.7
Revaluation of derivative hedge instruments	0.0	0.0	0.0
Translation differences	0.0	0.0	0.0
Share of unrealised or deferred gains or losses on companies accounted for using the equity method	0.0	0.0	0.0
<b>Total gains and losses directly recognised in the shareholders equity</b>	<b>0.2</b>	<b>-3.2</b>	<b>10.7</b>
<b>Net earnings and gains and losses recognised directly in the shareholders equity</b>	<b>24.1</b>	<b>96.9</b>	<b>60.0</b>
* Of which Group share	24.4	94.7	58.7
* Of which minority interests	-0.3	2.2	1.3
(1) After the revision of the IAS 1 standard, the table's presentation was modified in order to highlight the distinction between elements that could or could not be reclassified.			
(2) After the revision of the IAS 19 standard, all actuarial gains and losses must be recorded directly in the shareholders equity. The amounts for December and June 2012 correspond with the amounts recorded through profit or loss in keeping with the IAS 19 standard before its revision.			

## Change of Shareholders Equity (Group Share)

(in € millions)	Capital and related reserves	Reserves	Gains & losses directly recognised in shareholders equity	Appropriation	Total
<b>Situation to 31 Dec. 2011</b>	<b>1,161.3</b>	<b>761.7</b>	<b>20.7</b>		<b>1,943.7</b>
<b>2011 earnings</b>				<b>98.4</b>	<b>98.4</b>
Earnings allocated to reserves	0.0	82.5	0.0	82.5	0.0
Change to gains & losses directly recognised in shareholders equity	0.0	0.0	10.0	0.0	10.0
Value change of financial instruments, affecting the shareholders equity	0.0		11.4	0.0	11.4
Value change of financial instruments as related to earnings	0.00	0.0	-1.4	0.0	-1.4
Distribution of dividends	0.0	0.0	0.0	-15.9	-15.9
Acquisition / disposal of treasury shares		1.3	0.0	0.0	1.3
SA OSEO capital increase	538.9	0.0	0.0	0.0	538.9
Reserve fund interest	0.0	-0.1	0.0	0.0	-0.1
<b>Situation to 30 June 2012</b>	<b>1,700.2</b>	<b>845.4</b>	<b>30.7</b>	<b>0.0</b>	<b>2,576.3</b>
<b>H1 2012 earnings</b>				<b>48.7</b>	<b>48.7</b>
Change to gains & losses directly recognised in shareholders equity	0.0	0.0	-13.4	0.0	-13.4
Value change of financial instruments, affecting the shareholders equity	0.0	0.0	-13.5	0.0	-13.5
Value change of financial instruments as related to earnings	0.0	0.0	0.1	0.0	0.1
Acquisition / disposal of treasury shares	0.0	-0.2	0.0	0.0	-0.2
Avenir Entreprises & Avenir Tourisme capital reduction	0.0	4.2	0.0	0.0	4.2
Reserve fund interest	0.0	0.1	0.0	0.0	0.1
<b>Situation to 31 Dec. 2012</b>	<b>1,700.2</b>	<b>849.5</b>	<b>17.3</b>	<b>0.0</b>	<b>2,567.0</b>
<b>H2 2012 earnings</b>				<b>49.4</b>	<b>49.4</b>
Earnings allocated to reserves	0.0	88.7	0.0	-88.7	0.0
Change to gains & losses directly recognised in shareholders equity	0.0	0.0	0.0	0.0	0.0
Value change of financial instruments, affecting shareholders equity	0.0	0.0	1.2	0.0	1.2
Value change of financial instruments as related to earnings	0.0	0.0	-0.4	0.0	-0.4
Actuarial gains and losses on defined benefit plans	0.0	0.0	-0.4		-0.4
Distribution of dividends	0.0	0.0	0.0	-9.4	-9.4
Acquisition / disposal of treasury shares		0.0	0.0	0.0	0.0
Avenir Entreprises & Avenir Tourisme capital reduction	0.0	-0.9	0.0	0.0	-0.9
Reserve fund interest	0.0	0.4	0.0	0.0	0.4
<b>Situation to 30 June 2012</b>	<b>1,700.2</b>	<b>937.7</b>	<b>18.0</b>	<b>0.0</b>	<b>2,655.9</b>
<b>H1 2013 earnings</b>				<b>23.7</b>	<b>23.7</b>



## Variation in minority interests

<b>Minority interests to 31 December 2011</b>	<b>31.5</b>
Change to the gains and losses directly recognised in the shareholders equity	0.7
Value change of financial instruments, affecting the shareholders equity	1.0
Value change of financial instruments as related to the earnings	-0.3
Share of the earnings in H1 2012	0.6
<b>Minority interests to 30 June 2012</b>	<b>32.8</b>
Change to the gains and losses directly recognised in the shareholders equity	-0.5
Value change of financial instruments, affecting the shareholders equity	-0.2
Value change of financial instruments as related to the earnings	-0.3
Avenir Entreprises & Avenir Tourisme capital reduction	-3.3
Share of the earnings in H2 2012	1.4
<b>Minority interests to 31 December 2012</b>	<b>30.4</b>
Share of minority interests in the dividends paid	0.0
Change to the gains and losses directly recognised in the shareholders equity	-0.5
Value change of financial instruments, affecting the shareholders equity	0.0
Value change of financial instruments as related to the earnings	-0.5
Avenir Entreprises & Avenir Tourisme capital reduction	-4.1
Share of the earnings in H1 2013	0.2
<b>Minority interests to 30 June 2013</b>	<b>26.0</b>

## Bpifrance Financement group (ex-SA OSEO) table of cash flows

(in € millions)	30/06/2013	31/12/2012	30/06/2012
<b>Pre-tax earnings</b>	<b>48.7</b>	<b>152.4</b>	<b>78.6</b>
Net depreciation/amortisation expense on property, plant and equipment and intangible assets	10.3	19.3	9.2
Depreciation of the goodwill and other fixed assets	0.0	0.0	0.0
Net provision allowances	-58.9	-205.7	-95.4
Share of the income linked to companies accounted for using the equity method	0.0	-0.7	-0.2
Net loss / net gain from investment activities	0.5	1.0	0.9
Other movements	-218.1	-129.5	-88.0
Other movements (specific to the guarantee funds)	194.2	355.4	92.4
<b>Total of the non-monetary elements included in the net income before taxes, and of the other adjustments</b>	<b>-72.0</b>	<b>39.8</b>	<b>-81.1</b>
Flows related to operations with lending institutions	-318.4	9.2	629.2
Flows related to operations with the clientele	-1,812.7	-6,709.0	-1,386.5
Flows related to other operations affecting the financial assets or liabilities	-427.1	3,427.4	-1,273.6
Flows related to other operations affecting the non-financial assets or liabilities	-260.3	336.4	330.3
Flows related to the other operations affecting the innovation activity	79.4	-38.9	-28.3
Taxes paid	-40.7	-16.5	-16.5
<b>Net decrease / (increase) of the assets and liabilities resulting from operational activities</b>	<b>-2,779.8</b>	<b>-2,991.4</b>	<b>-1,742.4</b>
<b>Total net cash flows generated by the operational activity (A)</b>	<b>-2,803.1</b>	<b>-2,799.2</b>	<b>-1,744.9</b>
Flows related to financial assets and equity interests	4.1	1.5	1.5
Flows linked to investment buildings	0.0	0.0	0.0
Flows related to the tangible and intangible fixed assets	-9.0	-23.2	-7.5
<b>Total net cash flow related to investment operations (B)</b>	<b>-4.9</b>	<b>-21.7</b>	<b>-6.0</b>
Cash flows coming from or going to the shareholders	-19.2	523.9	523.1
Other net cash flows coming from financing activities	2,744.0	2,480.4	1,069.8
<b>Total net cash flow related to financing operations (C)</b>	<b>2,724.8</b>	<b>3,004.3</b>	<b>1,592.9</b>
Effects of exchange rate variations on the cash and cash equivalent (D)	0.0	0.0	0.0
<b>Net increase / (decrease) of the cash and cash equivalents (A + B + C + D)</b>	<b>-83.2</b>	<b>183.4</b>	<b>-158.0</b>
Net cash flows generated by the operational activity (A)	-2,803.1	-2,799.2	-1,744.9
Net cash flow related to investment operations (B)	-4.9	-21.7	-6.0
Net cash flow related to financing operations (C)	2,724.8	3,004.3	1,592.9
Effects of exchange rate variations on the cash and cash equivalent (D)	0.0	0.0	0.0
<b>Cash and cash equivalents upon opening</b>	<b>382.0</b>	<b>198.6</b>	<b>198.6</b>
Cash, central banks, postal accounts (assets & liabilities)	112.0	0.1	0.1
Accounts (asset and liability) and demand loans / borrowing with lending institutions	270.0	198.5	198.5
<b>Cash and cash equivalents upon closing</b>	<b>298.8</b>	<b>382.0</b>	<b>40.6</b>
Cash, central banks, postal accounts (assets & liabilities)	81.1	112.0	-100.2
Accounts (asset and liability) and demand loans / borrowing with lending institutions	217.7	270.0	140.8
<b>Net cash variation</b>	<b>-83.2</b>	<b>183.4</b>	<b>-158.0</b>



## IV. APPENDICES TO CONSOLIDATED FINANCIAL STATEMENTS OF BPIFRANCE FINANCEMENT TO 30 JUNE 2013

### Note 1 – ACCOUNTING PRINCIPLES AND METHODS

The summarized interim consolidated financial statements of the Bpifrance Financement group for the 6-month period ending on 30 June 2013 have been prepared and presented in compliance with the provisions of the IAS 34 standard “Interim financial reporting”. As such, the presented notes relate to significant elements during the half-year and must be read together with the audited consolidated financial statements for the fiscal year ending on 31 December 2012, as included in the Reference documents for fiscal 2012.

#### **Adopted accounting principles and methods**

##### *Regulatory framework*

The accounting principles and methods adopted for the preparation of the summarized interim consolidated financial statements are identical with the ones used by the group when preparing the consolidated financial statements for the fiscal year ending on 31 December 2012, except for the changes to the IFRS standards as adopted by the European Union.

The accounting principles and valuation methods applicable on 31 December 2012 are shown in notes 5 of the consolidated financial statements for fiscal 2012.

The consolidated financial statements of the Bpifrance Financement Group have been prepared according to the IFRS standards in effect within the European Union on 30 June 2013.

Moreover, the group is not applying the standards, interpretations and amendments that are only optionally applicable at the present time.

##### *New standards applicable in 2013*

The new standards applicable as of 1 January 2013 involve:

- The amended IAS 1 standard relative to the presentation of financial statements, that breaks down the “other elements of the overall earnings” between elements that can and cannot be reclassified through profit or loss.
- The amended IAS 19 standard relative to personnel benefits, that requires actuarial gains and losses to be posted directly in the shareholders equity, and that imposes the usage of the rate of return of first category bonds as the rate of return for the hedging assets.



- The IFRS 13 standard relative to fair value valuation, that replaces the provisions relative to fair value included in all other IFRS standards.

The application of these new provisions has had no material incidence on the Bpifrance Financement consolidated financial statements.



### *Changes to the accounting estimates*

On 30 June 2012, new provisions for the calculation of the depreciation on a collective basis of the sound financing outstandings were implemented. The impact of this change to the accounting estimate on the amount of 350 million euros relative to this collective depreciation to 30 June 2012 amounts to a write-back of 2.7 million euros.

### **Presentation of the consolidated financial statements**

The presentation of the summary reports is compliant with the one proposed by recommendation n° 2009-R-04 of 2 July 2009 from the Conseil national de la comptabilité (National accounting council) relative to the format of summary reports of lending institutions and investment companies using the international accounting reference base.

### **Usage of estimates in the preparation of the financial statements**

The preparation of the financial statements requires the formulation of estimates that include uncertainties with regard to their realisation. In particular, the retirement commitments were assessed on 30 June 2013 by extrapolating the actuarial valuation performed on 31 December 2012.

### **Seasonal, cyclical or occasional nature of the activities**

Excluding the provision for paid holidays that records the vested rights not yet taken on 30 June, the group's activities are not of a seasonal, cyclical or occasional nature.

## Note 2 – EVENTS DURING THE PERIOD

### **Events after the end of the intermediate period**

For consistency with the Bpifrance brand, the Combined General Meeting on 12 July 2013 decided to change the corporate name of SA OSEO to Bpifrance Financement.

After the completion of the contribution operations on 12 July 2013, BPI-Groupe (Bpifrance) directly holds approximately 90% of the Bpifrance Financement (ex-SA OSEO) capital, all of the capital of Bpifrance Investissement (ex-CDC) and of Bpifrance Participations (ex-FSI), as well as 46.5% of Bpifrance Régions (ex-OSEO Régions).

As such, the reference shareholder of Bpifrance Financement is henceforth BPI-Groupe (Bpifrance), that has the status of a financial company as replacement for the EPIC BPI-Groupe. The rest of the capital (approximately 10%) continues to be held by banks within the market.

As part of the group restructuring, the Board of Directors meeting on 26 June 2013 authorised the dissolution, through the transfer of all assets and liabilities without liquidation, of OSEO Industrie, a 100% subsidiary of Bpifrance Financement that is scheduled to occur in the 3rd quarter of 2013.



### Note 3 – SCOPE OF CONSOLIDATION

The Bpifrance Financement Group consolidated financial statements include all of the companies under exclusive control, except ones for which the consolidation would be of a negligible nature relative to the preparation of the Group's consolidated financial statements.

The accounts of the companies that are totally controlled are consolidated according to the full consolidation method.

#### Evolution of the scope of consolidation in H1 2013

The Bpifrance Financement group scope of consolidation to 30 June 2013 changed relative to the last closing of the consolidated financial statements on 31 December 2012. Using the equity method, it now includes the financial statements of the insurance brokerage GRAS SAVOYE AUXI ASSURANCE, acquired in H1 2013.

The following table identifies the consolidated companies, the percentage of their capital held directly and indirectly, and their consolidation method.

List of consolidated companies	30/06/13 % of interest	30/06/13 % of control	31/12/12% of interest
<b>Full consolidation</b>			
> Bpifrance Financement	100.00	100.00	100.00
27-31 av, du Général Leclerc - 94700 MAISONS-ALFORT			
> OSEO industrie	100.00	100.00	100.00
27-31 av, du Général Leclerc - 94700 MAISONS-ALFORT			
> Bpifrance Régions	52.49	52.49	52.59
27-31 av, du Général Leclerc - 94700 MAISONS-ALFORT			
> AUXI-CONSEIL	100.00	100.00	100.00
27-31 av, du Général Leclerc - 94700 MAISONS-ALFORT			
> AUXI-FINANCES	100.00	100.00	100.00
27-31 av, du Général Leclerc - 94700 MAISONS-ALFORT			
> AVENIR ENTREPRISES INVESTISSEMENT	73.22	73.22	73.22
Compartment N°1 of the AED FCPR (venture capital mutual fund)			
137 rue de l'Université - 75007 PARIS			
> AVENIR TOURISME	58.19	58.19	58.19
Compartment N°2 of the AED FCPR (venture capital mutual fund)			
137 rue de l'Université - 75007 PARIS			
> FCT PROXIMITE PME	50.00	50.00	50.00
41 rue Délézy - 93500 PANTIN			



> COMPAGNIE AUXILIAIRE Bpifrance	100.00	100.00	100.00
27-31 av, du Général Leclerc - 94700 MAISONS-ALFORT			
<b>Equity method</b>			
> ALSABAIL	40.69	40.69	40.69
7 Place Brant - 67000 STRASBOURG			
> GRAS SAVOYE AUXI ASSURANCE	34.00	34.00	0.00
4 rue Eugène Renault - 94700 MAISONS- ALFORT			

#### Note 4 – RESOURCES

Loans signed during the course of the half-year

(in € millions)

Nature	Amount	Duration (in years)	Due date
Bond loan 2.75%	1,175.0	10	25/10/2005
Bond loan 2.00%	200.0	2	25/07/2017
E3R bond loan	1,000.0	2	27/03/2015

Loans repaid during the course of the half-year

Loan repayment date	Counterparty	Amount
17/06/2013	KFW	100.00

#### Note 5 – COMMITMENTS GIVEN

The financing commitments given (4,626.6 million euros on 30 June 2013 versus 4,706.4 million euros on 31 December 2012) primarily correspond with the confirmed loan agreements provided by group companies.

The guarantee commitments given are broken down as follows:

(in € millions)	30/06/2013	31/12/2012
Reimbursement guarantees for loans distributed by other lending institutions	11,491.8	11,762.0
Guarantees given by Bpifrance Financement	11,009.2	11,276.6
Other guarantees	482.6	485.4
Guarantees in favour of lending institutions	0.0	17.3
Sureties and other guarantees given	312.6	300.2
<b>TOTAL</b>	<b>11,804.4</b>	<b>12,079.5</b>

## Note 6 – SECTOR INFORMATION

Since 30 June 2009, the group has applied the IFRS standard relative to sector-specific information. The standard has no effect on the performance or financial situation, but it results in the presentation of various information elements.

Since 31/12/2010, the breakdown of the earnings by business sector has been carried out on the basis of the new perimeter, meaning that it has included the earnings data of the innovation activity. The expenses have been distributed analytically.

(in € millions)

30/06/2013	Financing	Guarantee	Innovation	Other	Total
NBI	166.1	40.8	28.3	0.5	235.7
Operating costs	-75.8	-30.7	-34.4	0.0	-
Cost of risk	-46.6	0.5	0.0	0.0	-46.1
Operating income	43.7	10.6	-6.1	0.5	48.7

(in € millions)

31/12/2012	Financing	Guarantee	Innovation	Other	Total
NBI	347.6	104.8	47.3	6.4	506.1
Operating costs	-161.9	-53.2	-74.6	0.0	-
Cost of risk	-64.8	0.1	0.0	0.0	-64.7
Operating income	120.9	51.7	-27.3	6.4	151.7

(in € millions)

30/06/2012	Financing	Guarantee	Innovation	Other	Total
NBI	171.4	41.4	24.9	2.5	240.2
Operating costs	-80.0	-23.4	-35.2	-0.3	-
Cost of risk	-22.9	0.0	0.0	0.0	-22.9
Operating income	68.5	18.0	-10.3	2.2	78.4

Gross outstandings	30/06/2013	31/12/2012
Co-financing	16,526.7	15,377.1
Short-term financing	1,357.4	935.1
Innovation financing aids	626.7	645.4
Guarantees given	11,804.5	12,079.5

Reminder: the guarantee funds were equal to €2,123.2 million versus €2,159.2 million on 31/12/2012.

The subsidies granted as part of the activity were equal to €139.9 million versus €314.6 million on 31/12/2012.



## Note 7 – DIVIDENDS PAID

Bpifrance Financement decided to distribute a dividend of €0.10 per share, i.e. a total of 9.4 million euros.

## Note 8 – INFORMATION ON THE FAIR VALUE

Financial assets and liabilities recognised at fair value, by fair value level

(in € millions)

30/06/2013	level 1	level 2	level 3	Total
Financial assets at fair value through profit or loss			78.4	78.4
Financial liabilities at fair value through profit or loss		6.2		6.2
Derivative hedge instruments - assets		481.2		481.2
Derivative hedge instruments - liabilities		541.2		541.2
Available-for-sale financial assets	104.5	89.6	51.0	245.1

(in € millions)

31/12/2013	level 1	level 2	level 3	Total
Financial assets at fair value through profit or loss		0.6	80.9	81.5
Financial liabilities at fair value through profit or loss		5.1		5.1
Derivative hedge instruments - assets		503.9		503.9
Derivative hedge instruments - liabilities		593.4		593.4
Available-for-sale financial assets	107.2	313.8	51.0	472.0

### Fair value of financial assets and liabilities recognised at cost

(in € millions)

	30/06/2013	31/12/2012
Loans and receivables due from lending institutions	360.6	395.3
Loans and receivables due from customers	17,673.6	16,099.9
Finance lease and equivalent operations	5,219.0	5,113.6
Innovation financing aids	626.7	645.4
Held-to-maturity financial assets	6,335.4	5 48,8
Investment property	15.4	15.4



(in € millions)	30/06/2013	31/12/2012
Debts to lending institutions	10,454.0	10,387.0
Debts owed to customers	2,667.9	2,709.6
Debts evidenced by certificates	8,458.4	5,572.6
Subordinated debts	14.7	14.7



## **V. REPORT FROM STATUTORY AUDITORS ON THE 2013 SEMI-ANNUAL FINANCIAL INFORMATION**

# **Bpifrance Financement**

(formerly OSEO SA)

Public limited company with capital of €750,860,784  
Head office: 27-31 avenue du Général Leclerc 94700 Maisons-Alfort Cedex  
TCR: 320,252,489

Statutory auditors' report on the limited examination of the summarized interim consolidated financial statements

Period from 1 January 2013 to 30 June 2013

KPMG AUDIT

MAZARS



## **Statutory auditors' report on the limited examination of the summarized interim consolidated financial statements**

Period from 1 January 2013 to 30 June 2013

To the Shareholders,

In our capacity as Statutory auditors for the Bpifrance Financement company and in response to your request, we have performed a limited examination of the interim summarized consolidated financial statements of the Bpifrance Financement company relative to the period from 1 January 2013 to 30 June 2013 (hereinafter the “statements”), as appended to the present report.

These statements were prepared under the responsibility of the board of directors; on the basis of our limited examination, it is our duty to express our conclusions regarding these statements.

We have conducted our limited examination in accordance with the professional standards applicable in France.

A limited examination primarily involves discussions with the management personnel in charge of accounting and financial aspects, and the use of analytical procedures. These procedures are less extensive than those required for an audit carried out according to the professional standards that are applicable in France. Consequently, the assurance that can result from a limited examination that the overall financial statements do not include significant anomalies is only a moderate assurance, with less weight than the assurance that would result from an audit.

On the basis of our limited examination, we have not uncovered any significant anomalies that, with regard to the IAS 34 standard on interim financial information that underpins the IFRS reference base adopted by the European Union, would call into question the fact that the financial statements faithfully present the company's assets and financial situation to 30 June 2013, as well as the results of these operations over the elapsed period.

Without calling into question the conclusion expressed above, we draw your attention to note 1 “Accounting principles and methods” in the appendix, that presents the new accounting standards applicable as of 1 January 2013.

Drafted in Paris-La-défense and in Courbevoie, on 30 September 2013

The Statutory auditors

KPMG AUDIT  
Department of KPMG S.A.

MAZARS

Philippe SAINT-PIERRE

Virginie CHAUVIN



## **VI. PERSON RESPONSIBLE FOR SEMI-ANNUAL FINANCIAL REPORT**

Mr. Arnaud CAUDOUX: Executive Director

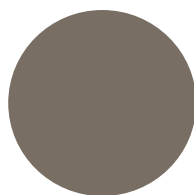
Manager's attestation

I certify that, to the best of my knowledge, the revised statements for the past half-year have been prepared in compliance with the applicable accounting standards and provide a true and fair view of the assets, financial situation and results of the company and all of the companies included in the scope of consolidation, and that the interim activity report contained in page 4 truthfully reflects the important events that occurred within the last six months of the fiscal year, as well as their incidence on the financial statements and a description of the main risks and uncertainties for the remaining six months of the fiscal year.

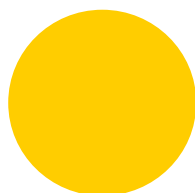
Maisons-Alfort, 23 October 2013  
bpifrance

Bpifrance Financement  
Public limited company  
CRETEIL TCR 320 252 489 - APE code 6492 Z  
27-31, avenue du Général Leclerc - 94710 Maisons-Aifort  
Cedex - Tel.: 01 41 79 80 00 - Fax: 01 41 79 80 01  
Bplirance.fr





# Rapport financier semestriel



**Bpifrance Financement**

Société anonyme  
320 252 489 RC CRETEIL  
APE code 6492 Z  
27-31, avenue du Général Leclerc  
94710 Maisons-Alfort Cedex  
Tel. : 01 41 79 80 00 – Fax : 01 41 79 80 01