UPDATE TO THE 2012 REGISTRATION DOCUMENT AND HALF-YEAR FINANCIAL REPORT FILED WITH THE AMF ON 2 AUGUST 2013

The English version of this Registration Document (Document de Référence) is a free translation from the original, which was prepared in French. Only the Registration Document issued in French was filed with the Autorité des marchés financiers (French Securities Regulator) and registered under number D.13-0122-A01 on 2 August 2013, in accordance with article 212–13 of its General Regulation. The French version is therefore the only version that is binding in law.

UPDATES OF THE REGISTRATION DOCUMENT BY CHAPTER

I Interim financial report

I.1 La Banque Postale Group

La Banque Postale, a Limited Company with Executive and Supervisory Boards, is the Parent Company of the La Banque Postale Group.

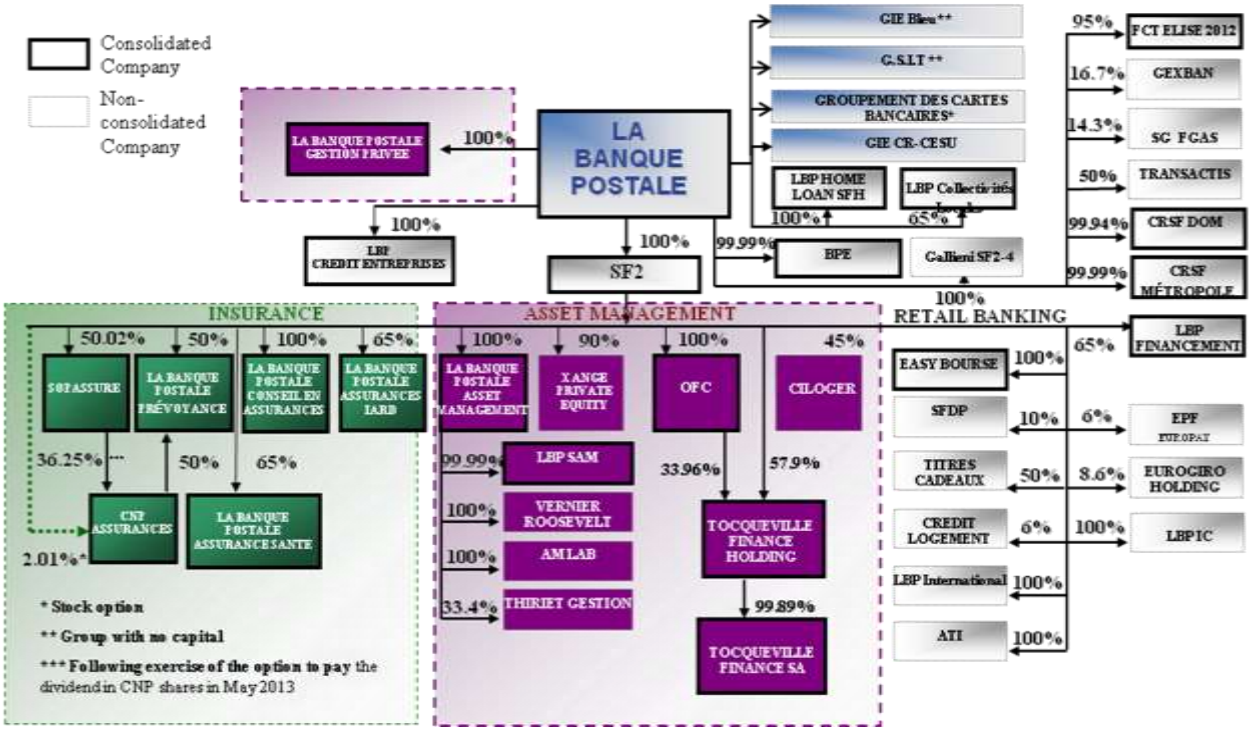
As the successor to La Poste Financial Services, it has assumed the Group's values of trust, accessibility and local presence in this respect, which have endowed it with an unusual and unique positioning on the French market since its foundation. This policy is highlighted by an unchanging strategy, based on low service tariffs, access for all customers, and a simple product range, which focuses on the basics.

The La Banque Postale Group employs around 3,400 staff directly, who are spread throughout France. Moreover, the 18,300 employees working in La Poste's Financial Services (including 14,000 in the Financial Centres) have been placed under the responsibility of the Chairman of La Banque Postale's Executive Board, in his capacity of Deputy CEO of La Poste responsible for Financial Services. This organisational structure primarily relies on 23 Financial Centres (19 in Metropolitan France, four in the French overseas territories) and six national Financial Centres with specific expertise, as well as a dedicated IT department. It also relies on 39 subsidiaries and strategic investments.

The La Banque Postale Group's business is focused on the retail banking business in France, and specifically on retail customers. It is organised around three business segments:

- Retail banking in France, its core business, mainly focused on individual customers, and was extended to companies in 2011 and to local authorities in 2012;
- Insurance (life, contingency, general and health);
- Asset Management (asset management and private wealth management companies).

Organisational chart as at 30 June 2013:



I.2 Business environment and highlights

I.2.1 Economic and financial environment

- Stable short-term interest rates at a particularly low level despite the reduction of the excess bank liquidity (reimbursement of LTROs): the EONIA remained below 0.1% and the three-month EURIBOR a little above 0.2%;
- Historically low long-term interest rates; however there was a new trend towards a rise at the end of the first half following the expected reduction in the purchase of FED shares and a fall in the rate of creating liquidity. After falling below 2% (1.65% at its lowest point at the end of April), the French OAT (Obligation Assimilable du Trésor) was 2.35% as at 30 June;
- Concern among operators following the FED's announcement, which led to a drop in the equity markets (CAC 40 at 3738 points as at 28 June).

I.2.2 La Banque Postale Group: Highlights during the first half of 2013

- Creation of "La Banque Postale Collectivités Locales", 65% held by La Banque Postale and 35% by Caisse des Dépôts. This subsidiary provides services for the marketing of La Banque Postale loans for local authorities and hospitals. La Banque Postale Collectivités Locales is granted as a banking intermediary and hosts the telephone switchboard platform and the studies service.

- Acquisition of BPE from Crédit Mutuel Arkéa on 2 April 2013. BPE has a robust wealth management platform as well as a range of products and financial services relating to loan offers and savings management. This acquisition allows La Banque Postale to consolidate the service offered to its high-net-worth customers, offering them a complete range of products and services tailored to their needs.

- La Banque Postale has a 100% stake in La Banque Postale Gestion Privée since 27 June 2013, following the purchase of the 49% share in this subsidiary previously held by Oddo & Cie.

Consolidated results of La Banque Postale Group

Consolidated profit (in € million)	H1 2013	H1 2012	%
Net Banking Income	2,760	2,668	3.4%
At a constant scope[1],excluding Home Savings provision, EIC fine	*2,743*	*2,668*	*2.8%*
Operating expenses	2,289	2,234	2.4%
At a constant scope[1]	*2,276*	*2,234*	*1.9%*
Gross operating income	471	433	8.7%
Cost of risk	78	82	-5.1%
Operating income	393	352	11.9%
At a constant scope[1],excluding Home Savings provision, EIC fine	*391*	*351*	*11.4%*
Share of income from equity associates	*111*	*100*	*10.3%*
Net income, Group Share	**365**	**334**	**9.4%**
Operating ratio	*83.2%*	*83.9%*	

In an environment marked by historically low interest rates and a context of economic slowdown both in France and in Europe, La Banque Postale profits are up, driven by growth in the credit business and the improvement in customer's equipment. Therefore, **consolidated NBI** increased 3.4% to €2,760 million. Profits rose 2.8% to €2,743 million, at a constant scope[1], excluding provisions for home savings and the EIC (*échange image chèque*) fine.

The interest margin is up as a result of increased credit activities over the entire customer base (individuals, companies, local authorities). Commissions rose 8.5% to €1 billion due to the expansion of customer coverage and the success of the insurance business.

Operating expenses amounted to €2,289 million, an increase of 2.4% compared to June 2012. Excluding the scope effect, the increase amounted to 1.9%, up to €2,276 million. This change stems specifically from investments and means implemented for development and the ramp-up of new businesses (*loans to local authorities and corporate customers*).

[1] *Excluding the impact of the integration of BPE in the scope of consolidation at 1 April 2013*

The operating ratio has improved by 0.7 points to 83.2%, highlighting the bank's operational efficiency.

Gross operating income increased 8.7% to €471 million.

The cost of risk totalled €78 million. Excluding the provision on Greek sovereign securities in the first half of 2012 (+€31 million on the securities and +€3 million on the Progressio fund) and the integration of BPE (+€2 million), the cost of current risk increased by €28 million. This increase is primarily due to the effects of the rise in consumer credit (+€9 million), overdrafts (+€6 million) as well as the combined effects of the increase in home loans (+€8 million) and an amendment in 2012 to the rule governing the identification and downgrading of sensitive and doubtful loans (downturn of €4 million).

Operating income increased almost 11.9% up to €393 million compared to the first half of 2012. Excluding the scope effect, the home savings provision and the EIC fine, the rise amounted to 11.4%.

Taking into account the equity consolidation of CNP Assurances for €111 million, miscellaneous items and corporation tax, **net income Group share** amounted to €365 million, a 9.4% increase compared with H1 2012.

At 30 June 2013, La Banque Postale has a solid solvency. The **Core Tier 1 ratio (Basel 2.5)** amounted to 11.2%, a fall of 0.9 points compared to 31 December 2012. This is linked to a growth in the credit business and the application of transitional provisions defined by the ACP for 2013 relating to the treatment of insurance subsidiaries[2].

[2] *Weighting in RWA of the share not deducted from equity capital.*

Results by business line

. Retail banking:

-in € million/Retail banking	H1 2013	H1 2012	%
Net Banking Income	2,628	2,555	2.9%
. At a constant scope[3], excluding Home Savings provision, EIC fine	*2,612*	*2, 555*	*2.2%*
Operating expenses	2,228	2,178	2.3%
. At a constant scope[4]	*2, 216*	*2,178*	*1.7%*
Gross operating income	400	378	6.0%
Cost of risk	74	80	-7.9%
Net Income, Group Share	206	200	2.6%
Operating ratio	*84.8%*	*85.2%*	

Retail banking, which includes product marketing activities and the management of credit and LBP customer deposits, remains the group's core business; NBI increased 2.9% compared to the first half of 2012. It increased 2.2% excluding home savings provision, the EIC fine and the integration of BPE.

Operational performance :

Net interest margin increased by €56 million. Excluding the effects of movements linked to the home savings provision (€36 million) and the scope effect (€9 million) linked to the integration of BPE, the margin rose by €10 million, driven by the dynamism of the credit business (home loans and loans to companies in particular), as well as the good performance of the margins. **The high inflow of funds for Livret A (LA) and Livret de Développement Durable(LDD)** savings accounts had no significant positive impact on NBI due to the fall in commissions linked to the marketing of these products.

Commission-bearing transactions increased 6.8% to €986 million. Excluding the scope effect linked to the integration of BPE (€4 million), growth was 6.3%. This resulted in improved customer coverage in terms of means of payment and account management (+€43 million compared to 2012), and in insurance products (+€16 million).

[3] *Excluding the impact of the integration of BPE in the scope of consolidation at 1 April 2013.*
[4] *Excluding the impact of the integration of BPE in the scope of consolidation at 1 April 2013.*

Other income and expenses account for a net expense of €52 million as at 30 June 2013, a fall of €45 million compared to 2012. The Competition Authority's reimbursement of the EIC fine (€33 million) was recorded in the first half of 2012.

Operating expenses amounted to €2,228 million (+2.3%). This growth was the result of a scope effect (integration of BPE for €12 million) and expenses relating to the development of new loans for local authorities and companies.

In this context, the **gross operating income** for retail banking increased 6% and totalled €400 million as at 30 June 2013.

The cost of risk was €74 million, a drop of 7.9% compared to the first half of 2012. Excluding the scope effect[5], it fell 10.4%. Excluding the effect of Greece, the cost of current risk increased €28 million due to the rise in sums outstanding.

Net income, Group share for retail banking increased 2.6% to €206 million as at 30 June 2013.

Commercial activity:

During the first half of 2013, La Banque Postale customer coverage continued to grow. Therefore, La Banque Postale recorded more than 316,000 new CCP (postal checking account) openings in the first half of the year and 5.9 million customers now hold an account with the Bank. Bank cards amounted to 7.2 million at the end of June 2013.

- **Savings and deposits**

Balance sheet savings (overnight deposits, regulated savings, etc.) increased sharply, supported in particular by the rise in LA and LDD ceilings.

Closing amounts (€billion)	H1 2013	H1 2012	%
Overnight deposits	**47.2**	**47.8**	**-1.3%**
Regular savings accounts	**87.0**	**80.6**	8.0%
Of which Livret A	64.8	58.7	*10.4%*
Of which LEP	8.9	9.4	*-5.6%*
Of which LDD	7.0	4.9	*42.5%*
Of which Other savings	6.3	7.5	*-16.2%*
Home savings	**26.7**	**26.8**	-0.4%

[5] *Integration of BPE in the scope of consolidation at 1 April 2013.*

UCITS	**14.7**	**15.2**	-3.5%
Life insurance	**116.6**	**112.4**	3.7%

There was a slight reduction in overnight deposit balances, which fell 1.3% year-on-year to €47.2 billion.

Regular savings deposits were up almost 8% year-on-year, driven by the strong inflow of funds recorded on Livret A (+10%) and LDD (+43%) accounts, which remained attractive with a 1.75% rate. **Home savings deposits** remained more or less stable at €26.7 billion.

La Banque Postale's **life insurance** deposits increased 3.7% to €116.6 billion, with a total of 4.8 million agreements in the portfolio.

UCITS deposits fell year-on-year (-3.5%) to 14.7 billion at the end of June 2013.

- **Credit and loans**

La Banque Postale continued to support the economy's financial requirements by developing its loans for individuals and expanding its range of financing for companies and local authorities (since November 2012).

Total credit increased 17.9% year-on-year to €55.1 billion.

In € billion (funds at closing)	H1 2013	H1 2012	%
Home Loans	48.6	42.8	13.6%
Consumer loans	3.0	2.2	34.3%
Loans to companies and non-profit organisations	2.5	0.6	n/a
Of which Local public sector	1.2	n/a	n/a
Other**	1.0	1.1	-12.6%
Total credit and loans	**55.1**	**46.7**	**17.9%**

**Nominal book value including BPE. The scope is not comparable to that published in H1 2012.*
***Overdrawn demand accounts and credit card deferred.*

With €4.1 billion worth of loans granted (+23% compared to June 2012), **home loans** increased 13.6% in a market that was still fairly sluggish. This growth is partly linked to the integration of BPE (+€2.3

billion) and the purchase at the end of 2012 of La Banque Postale customer loans previously managed by Crédit Foncier de France (+€823 million).

The development of the consumer credit business resulted in a 34.3% increase in loans year-on-year, reaching €3 billion at the end of June 2013. La Banque Postale's share[6] in this market segment increased to 3.3% at the end of June 2013.

Loans to companies and non-profit organisations totalled €2.5 billion, including €1.2 billion for the **local public sector**. Undrawn off-balance sheet commitments for the local public sector amounted to €2.6 billion.

[6] *Excluding BPE*

. Asset management:

Results increased thanks to the good performance of the markets and commercial development relating to institutional customers during the first half of 2013.

- in € million	H1 2013	H1 2012	%
Net banking income	67	60	10.7%
Operating expenses	31	32	-4.7%
Operating income	36	28	28.7%
Net income, Group Share	22	17	27.7%
Operating ratio	*46.4%*	*53.9%*	

The asset management sector includes management companies who manage the UCITS marketed as part of the retail banking business and marketing activities for institutional customers.

The improved dynamics of the asset management market, linked to a drop in uncertainty on the markets, ensured that the Asset Management segment recorded a net banking income of €67 million; a significant increase (+10.7%) compared to the first half of 2012.

Net banking income for La Banque Postale Asset Management increased 3.5% to €46 million. The funds collected from institutional customers, as well as the favourable market environment since the start of the year, resulted in a 5.7% increase in funds managed, which amounted to €139 billion at the end of June 2013, including a 13% increase in equity outstandings.

LBPAM remains ranked[7] the 6th management company in terms of market share.

The rise in funds managed, as well as a continual policy of improvement and cost control ensured that the operating ratio improved 7.5 points to 46.4%.

As a result, net income Group share from asset management rose significantly (+27.7%) and amounted to €22 million as at 30 June 2013.

[7] *Source: Europerformance.*

. Insurance:

The Insurance business, and particularly general insurance, continued to grow and recorded operating income of €31 million, up 19%.

- in € million	H1 2013	H1 2012	%
Net Banking Income	65	52	23.8%
Operating expenses	30	24	22.2%
Cost of risk	4	2	n.s
Operating income	31	26	19.1%
Share in profit from equity associates	111	100	10.3%
Net income, Group Share	137	116	18.4%
Operating ratio	*45.6%*	*46.3%*	

The Insurance segment includes insurance and insurance broking companies who manage insurance products marketed as part of the retail banking business.

The roll-out of different insurance products offers continued and the sector enjoyed dynamic business activity resulting in a net banking income of €65 million; a sharp increase (+23.8%) compared to the first half of 2012.

The overall revenue from contingency (individual and collective) insurance increased 7.7%, driven by the individual contingency and borrower insurance businesses. The portfolio included more than 2.6 million agreements at the end of June 2013.

Net banking income from general insurance rose strongly to €13 million, compared to €4 million in June 2012. Close to 244,000 new policies were agreed in the first half of 2013, bringing the total portfolio to almost 680,000 policies at the end of June 2013.

The roll-out of health insurance, which began in 2012, was completed and resulted in almost 29,000 new policies in the first half of 2013.

Operating expenses increased €6 million, in line with the increased activity.

As a result, operating income increased almost 19.1%, while the operating ratio improved 0.6 points to 45.6%.

The cost of risk amounted to €4 million and remained low.

Including the equity-accounted share of CNP Assurances (€111 million), net income, Group share increased significantly (+18.4%) to €137 million.

I.3 Ratings

	Standard & Poor's	Fitch
Long-term rating	A+	A+
Outlook	Negative	Stable
Date updated	3 July 2013	24 July 2013
Short-term rating	A-1	F1+

I.4 Risk factors and uncertainties

There has been no significant change to the risk factors and uncertainties described in section 4 of the 2012 Registration Document.

I.5 Related parties disclosure

The parties related to La Banque Postale include the main directors of the La Poste Group and the companies consolidated by that Group, wholly or jointly controlled subsidiaries and companies on which the Group has a significant influence. There has been no significant change to this information as described in chapter 5 of the 2012 Registration Document.

II Corporate governance

Composition of the Executive Board:

- Philippe Wahl;
- Marc Batave;
- Yves Brassart.

Composition of the Supervisory Board:

- Jean-Paul Bailly, Chairman of the Supervisory Board;
- Marc-André Feffer, Vice-Chairman of the Supervisory Board;
- Nathalie Andrieux;
- Didier Brune;
- Sylvain de Forges;
- Xavier Girre;
- Bernard HAURIE ;
- Jean-Robert LARANGE ;
- Georges LEFEBVRE ;
- Steeve MAIGNE ;
- Christiane MARCELLIER ;
- Maryvonne MICHELET ;
- Françoise PAGET BITSCH ;
- Didier RIBADEAU DUMAS ;
- Hélène WOLFF.

III Risk management

III.1 Counterparty risk

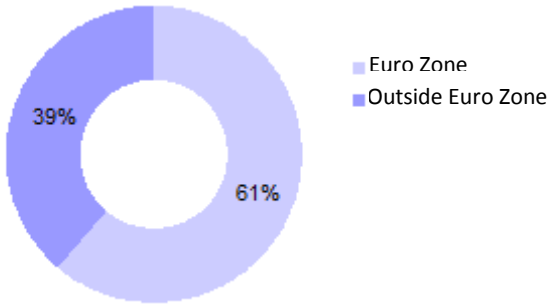
La Banque Postale is primarily exposed to counterparty risk as part of its transactions in the derivatives market.

The risk is limited by the fact that La Banque Postale only deals with top financial institutions with whom it has signed netting and collateral agreements. Furthermore, most of the instruments involved are "plain vanilla swaps".

As at the end of the first half of 2013, net exposure to the counterparties, after taking any collateral if necessary, was € 29.6 million. All counterparties are at least A- rated.

Geographical zone	12/31/2011	06/30/2012	12/31/2012	06/30/2013
Eurozone	1.2	66.6	22.6	18.2
Non-Eurozone	2.9	29.9	3	11.4
Total	4.1	96.5	25.6	29.6

Breakdown of amounts outstanding at 06/30/2013



III.2 Liquidity risk

Structural liquidity risk is measured through the medium-to-long–term liquidity gap, which corresponds to stressed static outflows of liabilities (through outflow agreements) and assets.

La Banque Postale's liquidity gaps, as measured at 30 June 2013 and 31 December 2012 were as follows:

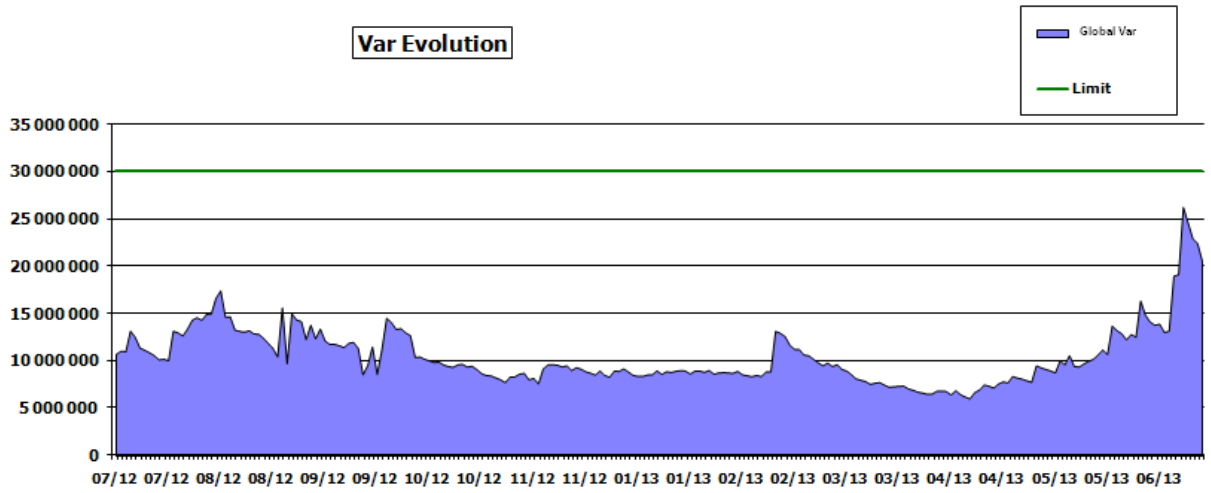
A positive gap for a given maturity means that the Bank has more inflows than outflows with this maturity date.

The positive liquidity gap on maturities of less than five years reflects La Banque Postale's excess liquidity, which is boosted by the quality of the financial assets held, and by the accounting classification applied to manage the Bank's structural liquidity.

III.3 Market risk

The Bank applies a Value at Risk indicator (one-day, 99%) to all its marked-to-market positions as a cautionary measure. The limit of the indicator is reviewed by the Risk Committee on a monthly basis.

La Banque Postale's VaR indicator covers not only the transaction portfolio (impact on fair value profit and loss), but also covers positions recognised as assets available for sale (impact on equity capital).



Data in € mn

	12/31/2010	12/31/2011	12/31/2012	06/30/2013
Global VaR	9.3	17.0	8.3	20.6
VaR of trading portfolio transactions	9.6	2.4	2.0	5.1

Contributions of Risk Factors to global VaR

	12/31/2010	12/31/2011	12/31/2012	06/30/2013
Interest rate	6.0	10.6	1.9	17.0
Credit spread	2.2	3.0	5.0	-1.9
Exchange rate	-0.2	-0.1	0.2	-0.9
Equity markets	1.4	3.4	1.2	6.4
Volatility	0.0	0.0	0.0	0.0
TOTAL	9.3	17.0	8.3	20.6

Statistics for the first half of 2013

	Average	Minimum	Maximum
Global VaR	9.9	6.1	26.3
VaR of trading portfolio transactions	2.2	1.3	5.1

In terms of market risk management, La Banque Postale is primarily exposed to interest rate risk, credit spread and equity market risk are lower, and its exchange rate risk, mainly the risk linked to international mandates and financial activities, and commodities risk, are modest.

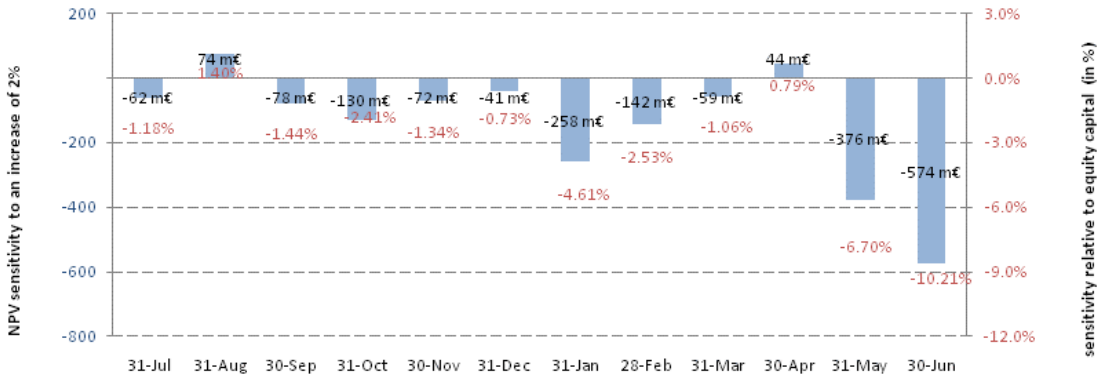
The changes in the last few months follow quite a long period of calm at the end of 2012 and the start of 2013, which ended with the FED disclosures from May. This resulted in a significant increase in the volatility of the markets leading to a slowdown in the purchase of assets, often referred to as “Quantitative Easing”.

III.4 Global interest rate risk

At the end of May 2013, sensitivity to a 200 bps drop in rates is estimated at -6.70% in equity capital equivalent (€376 million).

The 15% limit (in equity capital equivalent) is respected.

This sensitivity reflects the moderate conversion rate policy of La Banque Postale.



Assets and liabilities with no contractual maturity date are liquidated in accordance with the scenarios approved by the Bank's ALM Committee.

III.5 Prudential ratios

La Banque Postale's ratios were solid as at 30 June 2013, before the capital increase:

- A *Core Tier 1* ratio of 11.2%, and a solvency ratio of 13.2%

	30 June 2013	***31 Dec 2012***
Total equity capital requirement (€ millions)	**3,512**	*3,132*
Prudential equity capital (€ millions)	**5,809**	*5,617*
Solvency ratio	**13.2%**	*14.4%*
Tier 1 prudential equity capital (€ millions)	**4,908**	*4,720*
Core Tier 1 ratio	**11.2%**	*12.1%*

Equity capital requirements:

At 30 June 2013, credit risks had increased due to the regulatory changes relating to the equity capital charge of the CNP investment and the integration of BPE. The equity capital requirements on operating risks are stable and those linked to market risks remain limited.

(in € million)		**Credit risk**	**Market risk**	**Operational risk**
2013	**June**	**2,749**	**96**	**668**
2012	December	2,407	63	661

III.6 Statement of changes in sovereign exposure to PIIGS

Change in direct exposure*

(€ '000s)

	Dec 2012 Nominal	Impairment charges	Maturity	Disposals	Acquisitions	June 2013 Nominal value	Dec 2012 Balance sheet value	June 2013 Balance sheet value
Greece	-					-	-	-
Ireland	1,000					1,000	1,095	1,079
Italy	27,466					27,466	27,431	27,292
Portugal	-					-	-	-
Spain	2,500					2,500	2,269	2,473
Total financial assets available for sale	**30,966**	**-**	**-**	**-**	**-**	**30,966**	**30,795**	**30,843**
Greece	-					-	-	-
Ireland	-					-		-
Italy	1,746,618	-	169,000			1,577,618	1,797,784	1,628,909
Portugal	1,143,800					1,143,800	1,156,112	1,170,858
Spain	1,146,822					1,146,822	1,166,453	1,171,044
Total financial assets held to maturity	**4,037,240**	**-**	**- 169,000**	**-**	**-**	**3,868,240**	**4,120,349**	**3,970,811**
Greece	-					-	-	-
Ireland	-					-	-	-
Italy								
Portugal	-					-	-	-
Spain								
Total loans and receivables	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Greece								-
Ireland								-
Italy					110,000	110,000	-	109,670
Portugal								-
Spain								
Total financial assets at fair value through profit and loss	**-**	**-**	**-**	**-**	**110,000**	**110,000**	**-**	**109,670**

* Direct exposure: *amount of exposure on own account (including impairment charges), not including indirect exposure represented by the guarantees granted to Group UCITS.*

III.7 Legal risks

Legal risk is one of the risk categories covered by CRBF Regulation 97-02. It concerns banking activities, insurance activities and financial services.

The Legal Department has two roles in terms of controlling legal risk. On the one hand, to provide advice to the Bank departments so they can assess the legal risk involved in their business activities and, on the other, to defend the Bank's interests.

The Legal Department also contributes to the work performed by the Bank's various committees:

- the Legal Department defines and circulates the key stances on legal and regulatory texts that affect the Bank's business as part of the Regulatory Oversight Committee;
- the Legal Department reviews, and issues opinions on the cases put forward at the Risks Committee, the Operational Risks Committee, and the New Product Committee;
- within the Disputes & Provisions Committee, the Legal Department discusses the litigations under way and the provisions to be booked for them;
- the Legal Department is involved in the reviews performed on audit and internal control tasks via the Internal Control Coordination Committee.

Concerning interchange fees, the situation is as follows:

- Cheque Image Exchange (EIC) commissions.

On 20 September 2010, the French Competition Authority imposed a fine of €384.9 million for anti-competitive practices for Cheque Image Exchange commissions on 11 retail banks and the Bank of France. The share of the fine assigned to La Banque Postale amounted to €32.9 million.
On 23 February 2012, the Court of Appeal of Paris annulled the Authority's decision, deeming that no collusion had been established. The amount of the fine was returned to La Banque Postale.

On 23 March 2012, the President of the Competition Authority lodged an appeal before the French Supreme Court (Cour de Cassation). The proceedings are ongoing.

- Commissions on other means of payment (primarily withdrawals).

On 27 February 2009, the French Trade and Retail Federation, followed by the European Means of Payment Users Defence Association on 28 July 2011, opposed the introduction of commissions on

other means of payment by 11 banks, including La Banque Postale and the Bank of France, before the French Competition Authority.

On 5 July 2012, the Competition Authority issued a decision accepting the undertakings made by the 11 banks.

To the Company's knowledge, there is no other governmental, court or arbitration proceedings, including any proceedings that are pending or threatened, likely to have or having had any significant effect on the Company and/or Group's Financial position or profitability over the last 12 months.

IV Financial information as at 30 June 2013

Profit and loss statement as at 30 June 2013

(€ '000s)	Notes	06/30/2013	06/30/2012
Interest and similar income	**3.1**	2,917,812	3,298,316
Interest and similar expense	**3.1**	(1,309,612)	(1,865,027)
Commissions (income)	**3.2**	1,115,640	1,042,326
Commissions (expense)	**3.2**	(112,198)	(117,414)
Net gains or losses on financial instruments at fair value through profit and loss	**3.3**	8,190	147,665
Net gains and losses on assets available for sale	**3.4**	102,661	89,056
Income from other activities		244,967	343,745
Expense from other activities		(207,891)	(271,081)
NET BANKING INCOME		**2,759,568**	**2,667,586**
General operating expense	**3.5**	(2,194,835)	(2,146,637)
Net depreciation, amortisation and impairments of tangible and intangible non-current assets		(93,707)	(87,538)
GROSS OPERATING INCOME		**471,026**	**433,411**
Cost of risk	**3.6**	(77,642)	(81,822)
OPERATING INCOME		**393,384**	**351,589**
Share of income from associates	**2.7**	110,770	100,447
Net gains and losses on other assets		(365)	(648)
Changes in goodwill value		8,745	0
PRE-TAX INCOME		**512,535**	**451,388**
Income tax	**3.7**	(143,356)	(118,834)
CONSOLIDATED NET INCOME		**369,179**	**332,554**
Non-controlling interests		4,330	(1,048)
NET INCOME, GROUP SHARE		**364,850**	**333,603**
EARNINGS PER ORDINARY SHARE (in euros)		*13.17*	*12.04*
DILUTED EARNINGS PER ORDINARY SHARE (in euros)		*13.17*	*12.04*

Statement of net profit and gains and losses recognised directly in equity

(€ '000s)	06/30/2013	06/30/2012
NET INCOME, GROUP SHARE	**364,850**	**333,603**
Items recyclable in profit or loss	**(83,236)**	**168,546**
Exchange rate differences	0	0
Assets available for sale	**(22,117)**	**114,061**
Change in revaluation reserve	12,468	69,636
Reclassification to profit or loss	(43,479)	97,215
Deferred tax	8,894	(52,790)
Cash flow hedge reserves	**(15,766)**	**5,891**
Change in reserve	(21,569)	8,984
Recycling to profit or loss	0	0
Deferred tax	5,803	(3,093)
Share of gains or losses recognized directly in equity of associates	**(45,353)**	**48,594**
Change in net recycling reserve	(55,478)	97,605
Deferred tax	22,496	(35,528)
Exchange rate differences	(12,371)	(13,483)
Items not recyclable in profit or loss	**(2,438)**	**0**
Actuarial differences	(2,438)	0
Other changes	0	0
TOTAL GAINS AND LOSSES RECOGNISED DIRECTLY IN EQUITY NET OF TAX, GROUP SHARE	**(85,674)**	**168,546**
Net profit and gains and losses recognised directly in equity, attributable to the owners of the parent	279,176	502,149
Net profit and gains and losses recognised directly in equity, non-controlling interests	1,513	(860)
NET PROFIT AND GAINS AND LOSSES RECOGNISED DIRECTLY IN EQUITY	**280,689**	**501,289**

Consolidated balance sheet as at 30 June 2013

(€ '000s)	Notes	06/30/2013	12/31/2013
ASSETS			
Cash and central banks		1,353,702	2,725,691
Financial assets at fair value through profit and loss	**2.1**	6,918,343	6,899,791
Hedging derivatives		259,855	286,710
Financial assets available for sale	**2.2**	10,793,612	10,003,185
Loans & receivables - credit institutions	**2.3**	87,119,540	81,254,334
Loans & receivables - customers	**2.4**	56,134,729	49,930,597
Revaluation differences on interest rate risk hedged portfolios		105,065	293,386
Financial assets held to maturity	**2.5**	36,008,606	37,035,568
Current and deferred tax assets		285,380	294,784
Accruals and other assets		2,774,406	3,829,673
Non-current assets held for sale		1,358	-
Deferred profit-sharing		-	-
Investments in associates	**2.7**	2,402,350	2,333,961
Property, plant and equipment		488,311	500,128
Intangible assets		336,085	345,383
Goodwill	**2.8**	53,655	53,655
TOTAL		**205,034,995**	**195,786,844**
LIABILITIES			
Financial liabilities at fair value through profit and loss	**2.1**	106,042	110,569
Hedging derivatives		360,380	563,290
Due to credit institutions	**2.9**	18,695,352	15,811,870
Due to customers	**2.10**	167,472,497	161,193,891
Debt securities		6,273,763	4,537,187
Revaluation differences on interest rate risk hedged portfolios		5,563	-
Current and deferred tax liabilities		26,322	24,319
Accruals and other liabilities		3,564,244	5,068,469
Underwriting reserves of insurance companies	**2.11**	742,693	674,214
Provisions	**2.12**	562,858	557,118
Subordinated debt		839,811	849,569
SHAREHOLDERS' EQUITY, ATTRIBUTABLE TO EQUITY HOLDERS OF PARENT		**6,407,537**	**6,416,671**
Subscribed capital		3,185,735	3,185,735
Consolidated reserves and others		2,358,158	2,072,251
Gains and losses recognised directly in equity		498,795	584,661
Profit (loss) for the period		364,850	574,024
NON CONTROLLING INTERESTS		**(22,065)**	**(20,323)**
CONSOLIDATED EQUITY		**6,385,472**	**6,396,348**
TOTAL		**205,034,995**	**195,786,844**

Statement of changes in equity capital

(€ '000s)	SHAREHOLDERS' EQUITY, ATTRIBUTABLE TO EQUITY HOLDERS OF PARENT								Equity, non-controlling interests	Total consolidated equity
	Capital (1)	Issue premium	Legal reserves, retained earnings and other reserves	Consolidated reserves	Gains and losses recognised directly in equity capital, net of tax		Profit (loss) for the period attributable to the owners of the parent	**Equity attributable to the owners of the parent**		
					Actuarial differences	Translation reserve, Fair value of financial instruments (2) and (3)				
IFRS equity as at 12/31/2011	**3,185,735**	**16,719**	**1,012,906**	**837,950**		**172,151**	**412,157**	**5,637,618**	**(17,200)**	**5,620,418**
Allocation of 2011 net profit			308,318	103,839			(412,157)	0		
Dividend 2012 paid for 2011 net profit			(185,600)					(185,600)	(3,129)	(188,729)
Sub-total of movements linked to relations with shareholders	0	0	122,718	103,839		0	(412,157)	(185,600)	(3,129)	(188,729)
Movements in gains and losses recognised directly in equity						119,952		119,952	189	120,141
Results as at 06/30/2012							333,603	333,603	(1,048)	332,554
Sub-total	0		0	0		119,952	333,603	453,554	(859)	452,695
Share in movements in the equity of associates consolidated using the equity method				(4,009)		48,594		44,585		44,585
Other changes				(52,355)				(52,355)	(3,806)	(56,161)
IFRS equity as at 06/30/2012	**3,185,735**	**16,719**	**1,135,624**	**885,428**		**340,695**	**333,603**	**5,897,804**	**(24,995)**	**5,872,809**
Movements in gains and losses recognised directly in equity						96,817		96,817	75	96,892
Results for the second half of 2012							240,421	240,421	791	241,212
Sub-total	0			0		96,817	240,421	337,238	866	338,104
Share in movements in the equity of associates consolidated using the equity method				(2,290)		149,093		146,803		146,803
Other changes				36,770		(1,944)		34,826	3,806	38,632
IFRS equity as at 12/31/2012	**3,185,735**	**16,719**	**1,135,624**	**919,908**		**584,661**	**574,024**	**6,416,671**	**(20,322)**	**6,396,348**
Allocation of 2012 net profit			311,772	262,252			(574,024)	(0)	0	(0)
Dividend 2013 paid for 2012 net profit			(258,183)					(258,183)	(3,283)	(261,466)
Sub-total of movements linked to relations with shareholders	0	0	53,589	262,252	0	0	(574,024)	**(258,183)**	(3,283)	**(261,466)**
Movements in gains and losses recognised directly in equity					(2,438)	(37,883)		(40,321)	(131)	(40,452)
Results as at 06/30/2013							364,850	364,850	1,644	366,494
Sub-total	0	0	0	0	(2,438)	(37,883)	364,850	**324,529**	1,512	**326,042**
Share in movements in the equity of associates consolidated using the equity method				(5,631)		(45,353)		(50,985)		(50,985)
Other changes (4)			2,530	(26,834)	(191)			(24,495)	29	(24,466)
IFRS equity as at 06/30/2013	**3,185,735**	**16,719**	**1,191,743**	**1,149,695**	**(2,629)**	**501,425**	**364,850**	**6,407,537**	**(22,065)**	**6,385,472**

(1) As at 30 June 2013, the share capital of La Banque Postale consisted of 27,702,042 shares with a par value of €115.

(2) Unrealised or deferred gains and losses include translation reserves; those reserves originate from the foreign subsidiaries consolidated by the CNP Assurances Group.

(3) As at 30 June 2013, unrealised or deferred gains or losses primarily included €359 million in net unrealised gains on assets available for sale recorded by the CNP Assurances Group, compared with €392 million as at 31 December 2012.

(4) The other movements are mainly the result of changes in the value of the put options of non-controlling interests and the exercise of put options on LBP Gestion Privée (-€27 million). They also include €2,530,000 for the reclassification at 1 January 2013 of actuarial differences linked to retirement benefits and profits and losses recognised directly in equity capital pursuant to the amendment to IAS 19.

First half 2013 cash flow statement

The cash flow statement is presented according to the indirect method model.

Investment activities represent cash flows relating to acquisitions and disposals of holdings in consolidated companies, of financial assets held to maturity and of tangible and intangible fixed assets.

Financing activities represent changes linked to structural financial transactions involving equity capital and subordinated debt.

Operating activities include those cash flows that fall outside the two previous categories. More specifically, securities relating to strategic investments included in the "Financial assets available for sale" portfolio are assigned to operating activities.

The concept of net cash includes cash, receivables and payables to central banks, as well as instant-access deposits (assets and liabilities) held by credit institutions.

(€ '000s)	06/30/2013	06/30/2012
Profit (loss) before tax	**509,850**	**451,388**
+/- Net depreciation and amortisation of tangible and intangible non-current assets	94,196	87,531
- Change and impairment of goodwill and other non-current assets	(8,744)	
+/- Net provision charges	114,819	3,053
+/- Net losses or gains on investment activities	355	648
+/- Net losses or gains on financing activities		
+/- Share of income from associates	(110,770)	(100,447)
+/- Other movements	442,728	191,364
= Total non-cash items included in net pre-tax profit and other adjustments	**532,584**	**182,149**
+/- Cash flows relating to transactions with credit institutions	(4,130,891)	(4,399,894)
+/- Cash flows relating to customer transactions	894,265	2,042,213
+/- Cash flows relating to other transactions that have an impact on financial assets or liabilities	780,213	2,619,485
+/- Cash flows relating to other transactions that have an impact on non-financial assets or liabilities	(528,939)	(383,362)
- Taxes paid	(122,522)	42,714
= Net increase/decrease in assets and liabilities from operating activities	**(3,107,875)**	**(78,844)**
TOTAL NET CASH FLOWS GENERATED BY OPERATING ACTIVITIES (A)	**(2,065,442)**	**554,693**
+/- Cash flows linked to financial assets and investments	1,141,797	(2,339,282)
+/- Cash flows linked to tangible and intangible non-current assets	(60,801)	(79,257)
TOTAL NET CASH FLOWS GENERATED BY INVESTMENT ACTIVITIES (B)	**1,080,996**	**(2,418,539)**
+/- Cash flows from or to shareholders	(261,466)	(188,733)
+/- Other net cash flows from financing activities	(26,029)	22,206
TOTAL NET CASH FLOWS GENERATED BY FINANCING ACTIVITIES (C)	**(287,495)**	**(166,527)**
IMPACT OF CHANGES IN EXCHANGE RATES AND METHODS ON CASH (D)		
Net increase (decrease) in cash and cash equivalents (A+B+C+D)	**(1,271,940)**	**(2,030,373)**
Opening cash and cash equivalents	**2,900,320**	**2,569,173**
Cash and central banks	2,725,691	2,643,973
Current accounts and overnight loans with credit institutions	174,629	(74,800)
Closing cash and cash equivalents	**1,628,379**	**538,802**
Cash and central banks	1,353,702	484,388
Current accounts and overnight loans with credit institutions	274,677	54,414
CHANGE IN NET CASH	**(1,271,940)**	**(2,030,371)**

LEGAL AND FINANCIAL FRAMEWORK

1 Highlights of the period

1.1 Changes in scope of consolidation

Creation of **La Banque Postale Collectivités Locales,** a company which is 65% owned by La Banque Postale and 35% by Caisse des Dépôts et Consignations. This subsidiary provides services for the marketing of La Banque Postale loans for local authorities and hospitals. La Banque Postale Collectivités Locales will have the status of a banking intermediary. This company's activity had no significant impact on the financial statements for the first half.

On 2 April 2013, La Banque Postale acquired the BPE company (previously **Banque Privée Européenne**) from Crédit Mutuel Arkéa, following the split of the wealth management business. This company is wholly-owned by La Banque Postale. BPE represents a balance sheet total of almost €3 billion, a net banking income of approximately €56 million per year[8] (before the split of the wealth management business), close to 200 staff and 33 branches throughout France.

BPE's summarised balance sheet on inclusion in La Banque Postale's consolidation is shown below:

(in € million)	03/31/2013
Assets	
Receivables - credit institutions	624
Receivables - customers	2,507
Other assets	23
Non-current assets	14
Total assets	**3,168**
Liabilities	
Debt - credit institutions	2,271
Debt - customers	756
Other liabilities	27
Equity capital	114
Total liabilities	**3,168**

Since the analyses and valuations required for the initial valuation, at fair value, of assets, liabilities, off-balance sheet items and possible liabilities, were not completed in full, the acquisition price was allocated provisionally and may be adjusted during the valuation period, i.e. a maximum of 12

[8] *BPE's net banking income totals €56 million, on accounts established by French standards, at 31 December 2012.*

months starting from the acquisition date, in accordance with IFRS 3 § 45. The badwill (+€0.6 million) in the statements is provisional. This acquisition was performed as part of the development of wealth management and will serve to consolidate the range of offers in this segment. BPE belongs to the Retail banking sector.

Since 27 June 2013, following an arbitration procedure which set the acquisition price for La Banque Postale at 49% of **La Banque Postale Gestion Privée** held by Oddo & Cie, La Banque Postale now holds 100% of this subsidiary.

La Banque Postale Home Loan SFH (previously Gallieni SF2-3), a wholly-owned subsidiary of La Banque Postale, received approval on 24 June to exercise its activity as a home financing company. It has capital of €120 million. The first issues will not be released until the second half of 2013 and will be guaranteed by home loans granted by La Banque Postale. This company aims to diversify the group's refinancing sources on the financial markets.

The gradual purchase of non-controlling interests of the **Tocqueville** group continued in the first half. As a result, the Group now holds a 91.86% stake in Tocqueville Finance Holding rather than 90.97% at 31 December 2012.

As in 2012, **Sopassure** opted for the distribution of the **CNP** dividend in the form of shares. Sopassure therefore acquired 17,504,455 new CNP shares. This capital increase subscribed by only some of the shareholders resulted in a dilution of shareholders who had not opted for payment in shares. Sopassure therefore holds 36.25% of CNP. La Banque Postale's share in CNP is now 20.15%, including the 2.01% stock options (compared to 19.98% at the end of 2012). As a result of this additional acquisition, the Bank recognised badwill of €8 million in its earnings.

1.2 Other highlights

1.2.1 Exposure of countries in the euro zone with a support plan

The amount of exposure on countries with a support plan is relatively stable compared to 31 December 2012. The majority of these securities are held in portfolios held to maturity and are therefore subject to an outflow based on repayments.

1.2.2 Stake in Société de Financement Local (SFIL).

La Banque Postale acquired a 5% minority interest in the creation of the local financing company by the French State and Caisse des Dépôts et Consignations. SFIL wholly owns Caisse Française de Financement Locale (CaFIL, previously Dexia Municipal Agency), which is a home loans company whose aim is to finance the loans granted to local European authorities by DEXIA until December 2012 and the loans granted by La Banque Postale since 2012.

As a credit institution, SFIL is responsible for the current management operations of CaFIL; it has pledged its support and signed a financing agreement for this company. It is also a counterparty for swaps agreed by the company (for less than 20% of the derivative's funds from CaFIL).

1.2.3 Tax incentive for competitiveness and jobs

The 2012 Amending Finance Act (III)[9] established a tax incentive for competitiveness and jobs (CICE) for companies subject to income or corporate tax under the actual income regime, which is based on the remuneration paid to employees from 1 January 2013. In 2013, the tax incentive amounts to 4% and is applied to remunerations which do not exceed 2.5 times the minimum wage (SMIC).

La Banque Postale benefits from this measure in terms of its financial services staff. These employees are paid via service agreements. At 30 June, the impact of this incentive is a reduction in expenses amounting to €24 million during the first half (see note 3.5).

[9] *Article 66 of law no. 2012-1510 of 29 December 2012.*

1.3 CNP Assurances highlights

1.3.1 Dividend payment on 2012 earnings in shares

The combined general meeting of the shareholders of CNP Assurances, held on 25 April 2013, approved the dividend proposed for 2012, i.e. €0.77 per share, and decided that each shareholder could opt, as in the preceding year, for their dividend to be paid either in cash or in new shares in the Company.

Most shareholders opted to have their dividend paid in new shares in the Company, an option that could be exercised from 30 April 2013 to 21 May 2013 inclusive: 88.8% of dividend entitlements were exercised in favour of payment in shares.

This operation saw the creation of 43,118,302 new shares, i.e. an increase in the capital of €438,944,314 and of 6.7% in the number of shares issued. They were delivered and admitted to trading on NYSE Euronext Paris on 30 May 2013. The dividend was also paid in cash on or after 30 May 2013.

At the end of this operation, the company's share capital consisted of 686,618,477 shares each of nominal value €1.

1.3.2 Impairment test of the goodwill and exceptional depreciation of the in-force of the Greek and Cypriot subsidiaries

The CNP Assurances Group has assessed the value of its Greek and Cypriot subsidiaries – held by CNP Laiki Insurance Holdings (CNP LIH) – and the residual goodwill attached (€79.4 million) in light of a specific economic and financial context, characterised in particular by a rise in the associated country risk and a deep economic recession. On 25 March 2013 the Cypriot government reached an agreement with the European Commission, European Central Bank and International Monetary Fund, opening the way to a €10 billion loan intended to rescue the island from collapse. The IMF lent €1 billion. In return, Cyprus agreed to drastically reduce the size of its banking sector, put up taxes, cut civil service jobs and privatise various companies. This rescue plan provides in particular for the liquidation of Laiki Bank, the partner of CNP Assurances since 2008, and the transfer of these rights and obligations as part of the agreement concluded with CNP Assurances to Bank of Cyprus. When this happens, the CNP Laiki Insurance Holdings holding company will be renamed CNP Cyprus Insurance Holdings in the second half of the year.

As part of the international rescue plan, Cyprus said on 1 July 2013 that it had successfully exchanged government bonds worth €1 billion for new bonds with a longer maturity. The announcement of this partial restructuring of Cypriot debt led to a number of rating agencies taking the view that the Republic of Cyprus was now in 'selective default'.

In view of the substantial uncertainties weighing on the activity of the companies and the negotiations under way with the Bank of Cyprus, the subsidiary's 2013–2017 business plan has been updated. On the basis of this new business plan and assessment of the associated risks, the CNP Assurances Group has carried out a remeasurement of the subsidiary's value in use, making prudent assumptions for the projection of future cash flows of the subsidiaries of CNP Laiki Insurance Holdings, in particular by raising the risk premium by 600 basis points and cutting the amounts of new business for the next four years. This valuation leads us to make an impairment charge of €44.6 million in the goodwill of CNP Laiki Insurance Holdings, i.e. 56% of existing goodwill.

Furthermore, because of the increase in redemptions recorded in the financial and economic context described above, the CNP Assurances Group decided to carry out exceptional depreciation and brought forward part the accounting in-force recognised on the Greek and Cypriot entities for an amount net of tax, Group share, of €5.5 million.

2 Events after the reporting period

2.1 Capital increase

On 4 July 2013, the Board of Directors of La Poste validated the principle of a €1 billion capital increase for La Banque Postale. This capital increase is to take place by contribution of a designated asset from La Poste on the one hand and a debt classified as equity on the other, with precise terms still to be defined. This capital increase is to take place before the end of 2013.

2.2 Events after the reporting period of CNP

On 11 July 2013, CNP Assurances announced an operation to manage its outstanding subordinated debt. This operation takes the form of a partial redemption of €380 million of the perpetual balance

of €1,250 million having a call date in 2016 (FR0010409789) recognised in shareholders' equity (see the table of perpetual super subordinated securities classified as shareholders' equity in paragraph 4.1), and enabling the Group to generate a profit before tax of €14.8 million. Financing is achieved by a new perpetual issue of $500 million placed with Asian and European investors whose contractual terms classify it as financial debt. The redemption and new issue are being launched concurrently.

NOTE 1 MAIN RULES FOR MEASURING AND PRESENTING THE SUMMARY CONSOLIDATED FINANCIAL STATEMENTS

1.1 Regulatory framework

Regulation (EC) No. 1606/2002 of 19 July 2002 requires companies whose debt securities are listed on a regulated market to apply the benchmark guidelines drawn up by the International Accounting Standards Board (IASB). Accordingly La Banque Postale Group has since 1 January 2007 prepared its consolidated financial statements under International Financial Reporting Standards (IFRS) as approved by the European Union. More specifically, the Group has chosen to apply the provisions of Commission Regulation (EC) No. 2086/2004 by adopting IAS 39, with the exception of certain provisions. This European regulation therefore allows certain macro-hedging transactions performed as part of asset and liability management (including customer overnight deposits) to be treated as fair value hedges.

The full guidelines for the standards adopted within the European Union may be consulted at the European Commission's website:
http://ec.europa.eu/internal_market/accounting/ias/index_en.htm.

The effects of the first adoption of IFRS standards on shareholders' equity, the balance sheet, the income statement and the specific rules of first adoption used under IFRS 1 were detailed in the 2007 annual report.

Statement of compliance

The summary interim financial statements have been drawn up in compliance with IAS 34 – Interim financial information. The statements include a selection of notes explaining material events and transactions with a view to understanding the changes that have occurred in the Group's financial position and performance since the last annual consolidated financial statements for the period to 31 December 2012. The summary interim financial statements do not include all the information required for the full annual financial statements, which are prepared under IFRS. They must be read together with the Group's financial statements at 31 December 2012.

These summary consolidated financial statements were prepared under the responsibility of the Executive Board meeting on 29 July 2013.

Judgments and estimates

The preparation of the interim consolidated financial statements requires Management to exercise its judgment, to make the best possible estimates, and to make assumptions that have an impact on the adoption of accounting policies and on the amounts of the assets and liabilities and the income and expenses. The actual amounts may subsequently prove to be different from the estimated amounts.

As part of the preparation of the consolidated summary interim financial statements, the significant judgments made by Management so as to apply the Group's accounting policies and the main grounds for uncertainty related to those estimates are identical to those that affected the consolidated financial statements for the period to 31 December 2012.

Main accounting policies

The accounting policies used by the Group in the summary interim financial statements are identical to those used in the consolidated financial statements for the period to 31 December 2012 with the exception of the points described below.

The consolidated financial statements are presented in thousands of euros.

Presentation of the financial statements

In the absence of any model imposed by IFRS guidelines, the Group has used the summary statement format proposed by Recommendation No. 2009 R04 of 2 July 2009 issued by the French National Accounting Council.

1.2 Standards and interpretations applicable by the Group from 1 January 2013

Standards or Interpretations	Date of publication by the European Union
Amendments to IAS 1 – Presentation of items of other comprehensive income	5 June 2012
Amendments to IAS 19 – Employee benefits	5 June 2012
Amendments to IFRS 7 – Disclosures: offsetting financial assets and liabilities	13 December 2012
IFRS 13 – Fair value measurement	11 December 2012
Annual IFRS improvement – 2009–2011 cycle	27 March 2013
IFRIC 20 – Stripping costs in the production phase of a surface mine	11 December 2012
Amendment to IAS 12 – Recovery of underlying assets	11 December 2012
Amendments to IFRS 1 – Severe hyperinflation and removal of fixed dates for first-time adopters	11 December 2012
Amendments to IFRS 1 – Public subsidies	4 March 2013

IFRS 13 and the amendment to IAS 19 had a non-material impact on the Group's financial statements. The amendment to IAS 1 had the effect of changing the presentation of the information required. The other standards had no impact.

Amendments to IAS 1 – Presentation of items of other comprehensive income:

This amendment requires separate presentation of profits and losses recognised directly in shareholders' equity to distinguish recyclable items from non-recyclable items and alters the related tax effects.

New IFRS 13:

IFRS 13 defines fair value as the price that would be received for the sale of an asset or paid for the transfer of a liability at the time of a normal transaction between market players on the measurement date. The standard makes it explicitly clear that fair value must be determined taking account of credit risk, including one's own credit risk, a principle that applies likewise to derivatives (CVA/DVA). The entity must use measurement techniques appropriate to the circumstances, maximising use of observable entry data.

IFRS 13 does not alter the scope of application of fair value but is applied when any other standard requires or allows measurements at fair value or notification of information at fair value. IFRS 13 will be adopted prospectively without comparison.

The impact in the Group's financial statements is non-material.

Employee commitments: amendment of IAS 19R:

The main consequences of the amendment to IAS 19 – Employee benefits are the mandatory recording of profits and losses recognised directly in shareholders' equity of the actuarial differences on defined-benefit retirement schemes on the one hand and the immediate recognition in profit and loss of the cost of past services on the other, in the event of modification of the plan.

Given the low materiality, no correction has been made to the preceding financial year. The impact for La Banque Postale Group was limited for the opening shareholders' equity by a transfer of retained earnings to the new aggregate of the actuarial differences to employee commitments for a negative amount of €2.6 million net of tax.

1.3 Standards and interpretations not yet applied

The IASB and IFRIC have issued standards and interpretations that were not mandatory at 30 June 2013. Standards or interpretations published by the IASB but not yet adopted by the European Union will be mandatory only once they have been adopted and were not applied by the Group at 30 June 2013.

Standards or Interpretations	Date of adoption by the European Union	Date of entry into force	Application at 30 June 2013
IFRS 10 – Consolidated financial statements	11 December 2012	1 January 2014	possible
IFRS 11 – Joint arrangements	11 December 2012	1 January 2014	possible
IFRS 12 – Disclosure of interests in other entities	11 December 2012	1 January 2014	possible
IAS 27R – Separate financial statements	11 December 2012	1 January 2014	possible
IAS 28R – Investments in associates and joint ventures	11 December 2012	1 January 2014	possible
Amendments to IFRS 10, IFRS 11 and IFRS 12 – Transition guidance	4 April 2013	1 January 2014	possible
Amendments to IAS 32 – Offsetting financial assets and liabilities	13 December 2012	1 January 2014	possible

The Group had not anticipated the application of any standards at 30 June 2013. The Group is currently reviewing their potential impact on its financial statements.

NOTE 2 NOTES TO THE BALANCE SHEET

2.1 Financial assets and liabilities at fair value through profit or loss

Transaction portfolio and assets and liabilities at fair value option through profit and loss

(€ '000s)	06/30/2013			12/31/2012		
	Transaction	Fair value option	TOTAL	Transaction	Fair value option	TOTAL
Government paper and similar securities	213,028		213,028	288,991		288,991
Bonds and other fixed-income securities	6,560,595		6,560,595	6,455,074		6,455,074
Equities and other floating-rate securities	36,878		36,878	46,574		46,574
Financial assets at fair value through profit and loss	**6,810,501**		**6,810,501**	**6,790,639**		**6,790,639**
Debt securities		5,735	5,735		5,658	5,658
Financial liabilities at fair value through profit and loss		**5,735**	**5,735**		**5,658**	**5,658**

Derivatives held for transaction purposes

(€ '000s)	06/30/2013		12/31/2012	
	Assets	**Liabilities**	**Assets**	**Liabilities**
Interest rate derivatives	101,632	68,124	104,413	76,939
Exchange rate derivatives	1,417	5,277	2,784	7,107
Other derivative instruments	4,793	26,906	1,955	20,865
Financial assets at fair value through profit and loss	**107,842**	**100,307**	**109,152**	**104,911**

(€ '000s)	06/30/2013		12/31/2012	
	Positive fair value	**Negative fair value**	**Positive fair value**	**Negative fair value**
Conditional transactions	**4,793**	**26,906**	**1,955**	**20,865**
Interest rate options	4,793	26,906	1,955	20,865
Other derivatives	**103,049**	**73,401**	**107,197**	**84,046**
Exchange rate contracts	1,417	5,277	2,784	7,107
Interest rate swaps	101,632	68,124	104,413	76,939

2.2 Financial assets available for sale

(€ '000s)	06/30/2013	12/31/2012
Government paper and similar securities	1,704,389	1,959,998
Bonds and other fixed-income securities	7,931,536	6,924,817
Equities and other floating-rate securities	1,046,617	1,006,774
Non-consolidated equity investments	111,070	111,596
Financial assets available for sale	**10,793,612**	**10,003,185**
including net unrealised gains and losses on fixed-income securities	71,982	107,081
including net unrealised gains and losses on floating-rate securities	19,862	13,043

Details of non-consolidated equity investments

(€ '000s)	06/30/2013					12/31/2012
	Book value of securities	Related advances & receivables	Impairment charges	Net Value	% interest held	Net value of securities
Crédit Logement	81,142			81,142	6.00%	81,142
AM Lab	5,387			5,387	100.00%	5,387
Thiriet Gestion	3,049			3,049	33.40%	4,049
Ciloger	3,055			3,055	45.00%	3,055
Oséo	3,924			3,924	0.15%	3,924
Transactis	2,474			2,474	50.00%	2,474
Titres Cadeaux	2,200			2,200	50.00%	2,200
Europay	1,339			1,339	6.00%	1,339
X Ange Private Equity	1,237			1,237	90.00%	1,237
Vernier Roosevelt	1,134			1,134	100.00%	1,134
Other	7,355	1,108	(2,334)	6,129		5,655
Total equity investments and consolidatable advances	**112,296**	**1,108**	**(2,334)**	**111,070**		**111,596**

Non-consolidated equity investments not listed on an active market and for which fair value cannot be assessed on a reliable basis are valued at cost. These investments came to €19,483,000 at 30 June 2013.

2.3 Loans and receivables to credit institutions

(in thousands of euros)	06/30/2013	12/31/2012
Current accounts in debit	425,500	240,062
Deposits and loans	80,971,519	77,219,627
Securities received under repurshase agreements	2,557,213	407,895
Subordinated and participating loans	191,498	182,984
Doubtful receivables	6	0
Impairment charges	(6)	0
Accounts and loans - credit institutions	**84,145,730**	**78,050,568**
Securities equivalent to loans and receivables	2,973,810	3,203,766
Securities equivalent to loans and receivables	**2,973,810**	**3,203,766**
Loans and receivables to credit institutions	**87,119,540**	**81,254,334**

Securities equivalent to loans and receivables are non-derivative financial assets with fixed or determinable payments that are not traded on an active market. Following the reclassifications carried out on 1 July 2008 and authorized under the October 2008 amendment to IAS 39, there are no longer any securities held in 'Assets available for sale'.

The Livret A, Livret de Développement Durable and Livret d'Epargne Populaire funds pooled in the Caisse des Dépôts et Consignations and shown in the 'Accounts and loans' line came to €78,537 million at 30 June 2013 compared with €74,747 million at 31 December 2012.

2.4 Loans and receivables to customers

(€ '000s)	06/30/2013	12/31/2012
Current accounts in debit - customers	673,607	579,826
Commercial receivables	0	0
Short-term credit facilities	2,947,505	2,625,004
Home loans	48,516,129	44,993,364
Corporate loans	1,083,851	465,688
Loans to local authorities (1)	1,155,341	200,563
Other customer loans	54,493	41,085
Securities received under repurshase agreements	418,680	140,252
Doubtful receivables	573,049	402,628
Impairment charges	(290,787)	(216,151)
Loans and receivables to customers	**55,131,868**	**49,232,259**
Capital lease transactions	289,344	171,807
Doubtful receivables	881	495
Impairment charges	(600)	(228)
Capital lease transactions	**289,625**	**172,074**
Securities equivalent to loans and receivables	713,236	526,264
Securities equivalent to loans and receivables	**713,236**	**526,264**
Loans and receivables to customers	**56,134,729**	**49,930,597**

(1) The amount of commitments not drawn on the local public sector came to €2,600 million at 30 June 2013.

Securities equivalent to loans and receivables are non-derivative financial assets with fixed or determinable payments that are not traded on an active market. Following the reclassifications carried out on 1 July 2008 and authorized under the October 2008 amendment to IAS 39, securities equivalent €6 million are held in 'Assets available for sale'.

2.5 Financial assets held to maturity

(€ '000s)	06/30/2013	12/31/2012
Government paper and similar securities	32,483,727	33,162,055
Bonds and other fixed-income securities	3,524,879	3,873,513
Financial assets held to maturity	**36,008,606**	**37,035,568**

2.6 Additional information on sovereign exposure

Sovereign exposure 2013

La Banque Postale has no exposure to Cyprus, Hungary or Egypt.

(€ '000s)	Total Bank Portfolio	Assets at fair value through profit and loss	Total direct exposure (1)	Off balance sheet	Total direct and indirect exposure (2)	Exposure (%)
GREECE	-		-		-	0.0%
IRELAND	1,079		1,079	94,706	95,785	0.2%
ITALY	1,656,201	109,670	1,765,871	193,183	1,959,054	5.0%
PORTUGAL	1,170,858		1,170,858	170,618	1,341,476	3.4%
SPAIN	1,173,517		1,173,517	32,704	1,206,221	3.1%
TOTAL PIIGs	***4,001,654***	***109,670***	***4,111,324***	***491,211***	***4,602,535***	***11.7%***
GERMANY	2,809,298		2,809,298		2,809,298	7.1%
AUSTRIA	68,922		68,922	33,209	102,131	0.3%
BELGIUM	1,950,493		1,950,493		1,950,493	4.9%
FRANCE	27,435,966	456,414	27,892,380		27,892,380	70.7%
GREAT BRITAIN	-		-		-	0.0%
LUXEMBOURG	18,578		18,578		18,578	0.0%
NETHERLANDS	-		-		-	0.0%
POLAND	10,463		10,463		10,463	0.0%
SLOVAKIA	563		563		563	0.0%
SLOVENIA	2,267		2,267		2,267	0.0%
SWITZERLAND	2,925		2,925		2,925	0.0%
SUPRA-NATIONAL	1,011,188	103,358	1,114,546		1,114,546	2.8%
TOTAL EUROPE	***33,310,663***	***559,772***	***33,870,435***	***33,209***	***33,903,644***	***85.9%***
REST OF THE WORLD	**960,460**	**-**	**960,460**	**-**	**960,460**	2.4%
TOTAL	**38,272,776**	**669,442**	**38,942,218**	**524,420**	**39,466,638**	**100.0%**

(1) Direct exposure: net book value (including impairment charges) of the exposure on the Bank's own account.

(2) Direct and indirect exposure: direct exposure, plus indirect exposure through the guarantees granted to some of the Group's UCITS. Identification across the scope defined by the EBA and including local and regional authorities or bodies that benefit from a government guarantee.

Sovereign exposure that has been the subject of a support arrangement (Greece, Ireland and Portugal)

Identification by category

	Bank Portfolio[1]							
(€ '000s)	Loans and receivables	Assets available for sale	Assets held to maturity	Total Bank Portfolio	Assets at fair value through profit and loss	Balance Sheet total after impairments	Off Balance Sheet (2)	Balance sheet and off balance sheet total
GREECE	-	-	-	**-**	-	**-**	-	**-**
IRELAND	-	1,079	-	**1,079**	-	**1,079**	94,706	**95,785**
PORTUGAL	-	-	1,170,858	**1,170,858**	-	**1,170,858**	170,618	**1,341,476**
Total	**-**	**1,079**	**1,170,858**	**1,171,937**	**-**	**1,171,937**	**265,324**	**1,437,261**

(1) The values shown are expressed according to the next book value on the Balance Sheet
(2) The off-balance sheet amounts correspond to indirect exposure through the guarantees granted to some of the Group's UCIT's

Breakdown of unrealised gains and losses recorded in reserves

(€ '000s)	Assets available for sale	Unrealised gains and losses recorded in reserves	Fair value ranking
GREECE	-	-	
IRELAND	1,079	62	N1
PORTUGAL	-	-	
Total	**1,079**	**62**	

Impact of impairment charges

(€ '000s)	Balance sheet and off balance sheet total	of which impairments	Total before impairments
GREECE	-	-	-
IRELAND	**95,785**	-	95,785
PORTUGAL	**1,341,476**	-	1,341,476
Total	**1,437,261**	**-**	**1,437,261**

Breakdown by maturity

(€ '000s)	Years remaining							
	Balance sheet and off balance sheet total	1	2	3	4	5	≤10	≥10
GREECE		-	-	-	-	-	-	-
IRELAND	**95,785**	94,706	-	1,079		-	-	-
PORTUGAL	**1,341,476**	350,844	-	567,692	422,940	-	-	-
Total	**1,437,261**	**445,550**	**-**	**568,771**	**422,940**	**-**	**-**	**-**

2.7 Investments in associates

(€ '000s)	06/30/2013		12/31/2012	
	Equity value	Of which profit	Equity value	Of which profit
CNP Assurances Group	2,402,350	110,771	2,333,961	176,028
Investments in associates	**2,402,350**	**110,771**	**2,333,961**	**176,028**

The data published by the CNP Assurances Group shows a balance sheet total of €359,580 million, revenue of €14,010 million and a net profit of €583 million at 30 June 2013. The market value of CNP Assurances was €7,570 million at 30 June 2013.

2.8 Goodwill

Movements during the period:

(€ '000s)	06/30/2013	12/31/2012
Net value at January 1	**53,655**	**53,655**
Goodwill arising on investments		
Disposals		
Impairments during the period		
Other movements		
Net value at June 30	**53,655**	**53,655**

Breakdown of goodwill:

(€ '000s)	06/30/2013	12/31/2012
Tocqueville Finance Group	27,498	27,498
La Banque Postale Asset Management	24,810	24,810
La Banque Postale Prévoyance	1,347	1,347
Easybourse	4,722	4,722
Total goodwill (gross)	**58,377**	**58,377**
Impairment of goodwill	(4,722)	(4,722)
Total goodwill (net)	**53,655**	**53,655**

2.9 Due to credit institutions

(€ '000s)	06/30/2013	12/31/2012
Current accounts in credit	140,808	58,856
Accounts and loans	1,816,737	786,647
Securities assigned under repo agreements	16,714,120	14,947,623
Other amounts payable	23,687	18,744
Due to credit institutions	**18,695,352**	**15,811,870**

2.10 Due to customers

(€ '000s)	06/30/2013	12/31/2012
Livret A accounts	64,779,309	61,755,821
Home loan savings schemes and accounts	26,720,639	26,466,507
Other special accounts	22,960,521	23,191,424
Special savings accounts	**114,460,469**	**111,413,752**
Current accounts in credit - customers	47,213,664	45,383,637
Securities loaned	3,780,995	2,875,117
Term accounts	1,524,521	1,253,496
Customer borrowings	260,029	12,055
Other amounts payable	232,819	255,834
Due to customers	**53,012,028**	**49,780,139**
Customer transactions	**167,472,497**	**161,193,891**

2.11 Underwriting reserves of insurance companies

(€ '000s)	12/31/2012	Provisions	Reversals	Other	06/30/2013
Life insurance technical reserves	288,442	302,530	(288,442)	0	302,530
Non-life insurance technical reserves	211,001	155,382	(149,075)	0	217,308
Equalisation reserves	7,650	7,822	(7,650)	0	7,822
Other provisions	133,732	161,170	(103,125)	0	191,777
Technical reserves	**640,824**	**626,903**	**(548,292)**	**0**	**719,436**

(€ '000s)	06/30/2013	12/31/2012
"Shadow accounting" insurance accounts	23,257	33,390
Shadow	**23,257**	**33,390**

These are reserves built up by La Banque Postale Prévoyance.

2.12 Provisions

(€ '000s)	12/31/2012	Provisions	Reversals	Unused reversals	Others (1)	06/30/2013
Provisions for employee benefits	11,693	510	(89)	0	392	12,506
Provisions for risk on home loan savings accounts	331,200	2	(3,400)	0	187	327,989
Provisions for employee litigation and expenses	3,001	1,610	(1,946)	0	447	3,112
Provisions for signed commitments	127,196	0	(3,346)	0	0	123,850
Other provisions	84,028	23,681	(14,377)	(130)	2,199	95,401
Provisions	**557,118**	**25,803**	**(23,158)**	**(130)**	**3,225**	**562,858**

(1) The 'Others' column corresponds to the entry of BPE into the scope of consolidation.

NOTE 3 NOTES TO THE PROFIT AND LOSS STATEMENT

3.1 Interest income and expense and similar items

Interest income received in respect of the pooling of the Livret A and Livret de Développement Durable funds came to €962,085,000 at 30 June 2013.

	06/30/2013		06/30/2012	
(€ '000s)	Income	Expense	Income	Expense
Interest and similar income on cash and inter-bank transactions	1,120,177	(12,913)	1,211,917	(17,487)
Interest and similar income on customer transactions	1,022,267	(1,144,408)	899,623	(1,360,360)
Interest on hedged transactions	82,844	(129,825)	262,694	(278,449)
Interest on assets available for sale and held to maturity	692,524	0	847,065	0
Interest on debt represented by a security	0	(22,466)	0	(131,714)
Interest income and expense	**2,917,812**	**(1,309,612)**	**3,221,299**	**(1,788,010)**
Net interest income and expense	**1,608,200**		**1,433,289**	

3.2 Commissions

	06/30/2013		06/30/2012	
(€ '000s)	Income	Expense	Income	Expense
Commissions on cash and inter-bank transactions	1,227	(570)	1,866	(871)
Commissions on customer transactions	694,817	(26,603)	625,221	(27,421)
Commissions on financial services supplied	252,743	(78,672)	261,760	(84,918)
Commissions on securities transactions	121,471	(1,061)	121,347	(616)
Commissions on insurance services supplied	32,486	(4,774)	24,992	(2,877)
Commissions on financial instruments	0	(485)	0	(711)
Other commissions	12,896	(34)	7,140	0
Commission income and expense	**1,115,640**	**(112,198)**	**1,042,326**	**(117,414)**
Net commissions	**1,003,442**		**924,912**	

3.3 Net gains and losses on financial instruments at fair value through profit and loss

(€ '000s)	06/30/2013	06/30/2012
Net income from financial instrument held for trading (excluding derivatives)	16,181	92,375
Net income from trading derivatives	8,918	54,375
Net income from the revaluation of hedged items and hedge derivatives	(18,695)	279
Net income from financial assets designated at fair value through profit and loss	1,938	813
Net income from financial liabilities designated at fair value through profit and loss	(152)	(177)
Net gains and losses on financial instruments at fair value through profit and loss	**8,190**	**147,665**

3.4 Net gains and losses on assets available for sale

(€ '000s)	06/30/2013	06/30/2012
Gains on disposals of fixed-income securities	108,577	75,991
Losses on disposals of fixed-income securities	(25,069)	(9,804)
Dividends and similar income	16,991	21,410
Gains on disposals of floating-rate securities	2,927	2,492
Losses on disposals of floating-rate securities and loss of value	(1,191)	(1,093)
Net gains and losses on disposals of loans and receivables	425	60
Net gains and losses on assets available for sale	**102,661**	**89,056**

3.5 General operating expense

(€ '000s)	06/30/2013	06/30/2012
Employee benefits expense	**(187,145)**	**(161,423)**
Taxes and duties	(42,628)	(30,730)
External services	(1,896,166)	(1,881,347)
Other expense	(68,897)	(73,137)
Other general operating expense	**(2,007,690)**	**(1,985,214)**
General operating expense	**(2,194,835)**	**(2,146,637)**

Subcontracting expenses mainly include expenses of €1,610 million related to the service agreements between La Poste and La Banque Postale at 30 June 2013. These expenses came to €1,586 million at 30 June 2012.

The competitiveness tax credit of La Banque Postale SA and its subsidiaries is insignificant (less than €0.5 million).

The competitiveness tax credit of financial services staff is recorded via the grouping of means in the charges of service agreements between La Banque Postale and La Poste and so reduces the subcontracting services expenses item. The CICE amount of the financial services staff and of the banking consultancy line came to €24 million.

3.6 Cost of risk

(€ '000s)	06/30/2013	06/30/2012
Impairments on customer accounts and credit institutions	(220,988)	(192,799)
Reversal of impairments on customer accounts and credit institutions	192,057	171,676
Losses on unrecoverable impaired provisions (1)	(36,250)	(149,574)
Losses on unrecoverable non-impaired receivables	(14,014)	(10,591)
Recovery of amortised receivables	2,478	2,704
Impairment on past-due financial assets and other assets (1)	0	(12,356)
Reversal of impairment on past-due financial assets and other assets (1)	4	112,997
Other impairment charges and/or reversals	(929)	(3,878)
Cost of risk	**(77,642)**	**(81,822)**

(1) At 30 June 2012, this total included €30 million for the cost of risk on Greek securities, which corresponds to the additional loss at the time of the exchange and to the loss of value recorded at the reporting date. Exposure to Greek sovereign debt was eliminated by the end of 2012, and the 2013 cost of risk no longer presents any impact in this respect.

3.7 Income tax and deferred taxes

(€ '000s)	06/30/2013	06/30/2012
Current tax	(149,992)	(133,891)
Deferred tax	6,636	15,057
Income tax	**(143,356)**	**(118,834)**

Deferred taxes are recorded at a rate of 36.10%

Breakdown of the tax charge:

(€ '000s)	06/30/2013		06/30/2012	
Profit (loss) for the period attributable to the owners of the parent	**364,850**		**333,603**	
Non-controlling interests	4,330		(1,048)	
Share of income from equity associates	110,771		100,447	
Income tax expense	(143,356)		(118,834)	
Accounting result before tax	**401,765**		**350,942**	
Theoretical income tax expense	**(145,037)**	**-36.10%**	**(126,690)**	**-36.10%**
Impact of permanent timing differences	**(5,032)**	-1.25%	**11,498**	3.28%
Impact of unrecorded deferred taxes	**3,775**	0.94%	**(3,085)**	-0.88%
Impact of dividend taxation	**(2,573)**	-0.64%	**(1,235)**	-0.35%
Tax credits and impact of reduced-rate taxation	**944**	0.23%	**240**	0.07%
Other impacts	**4,567**	1.14%	**438**	0.12%
Recognised income tax expense	**(143,356)**	**-35.68%**	**(118,834)**	**-33.86%**

The other effects primarily consist of the net balance between the unused losses generated by some subsidiaries, which were not used during the six months, and the use of prior losses carried forward by other subsidiaries in 2013.

NOTE 4 FAIR VALUE OF BALANCE SHEET ITEMS

4.1 Fair value of balance sheet items recognised at amortised cost

The table below shows the fair value of balance sheet items recognised at amortised cost.

	06/30/2013		12/31/2012	
(€ '000s)	Carrying amount	Fair value	Carrying amount	Fair value
ASSETS				
Loans and receivables to credit institutions	87,119,540	87,211,559	81,254,334	81,367,740
Loans and receivables to customers	56,134,729	57,661,362	49,930,597	55,669,365
Financial assets held to maturity	36,008,606	39,204,727	37,035,568	40,200,835
LIABILITIES				
Due to credit institutions	18,695,352	18,699,153	15,811,870	15,811,563
Due to customers	167,472,497	167,478,083	161,193,891	161,195,650
Debt securities	6,273,763	6,273,733	4,537,187	4,537,733
Subordinated debt	839,811	805,868	849,569	899,901

Fair value of loans

The scope selected includes all loans drawn on La Banque Postale and shown in its balance sheet. Loans granted but not yet released are not taken into account as it is assumed that since their rate has just been fixed their value will not be different from the amount advanced.

The main assumptions underlying the determination of fair value are as follows for the loans marketed by the bank:

- The fair value of overnight overdrafts is presumed to correspond to the book value because of their low duration (obligation on the customer to become creditor again in less than one month);
- The fair value of loans is determined on the basis of internal models, which consist in discounting future recoverable capital and interest flows over the residual term that are discounted based on the rate of internal disposals.

Fair value of deposits

The main underlying assumptions for the calculation are as follows:

- For deposits where the remuneration rate is regulated, Livret B, Livret Jeune, Plan d'Epargne Populaire and term deposit accounts, fair value is assumed to be the carrying amount of the amount outstanding;
- The fair value of overnight deposits is assumed to correspond to the net book value of the amount outstanding, net of the fair cost value of the swaps used to hedge overnight deposits (via the carve-out option).

Held or issued debt instruments

The fair value of listed financial instruments corresponds to the closing price. The fair value of unlisted financial instruments is determined by discounting future cash flows at current market rates on the reporting date.

4.2 Ranking of the financial assets and liabilities recognised in the balance sheet by fair value

Three levels of financial instruments are shown, based on the decreasing level of observability of the prices and parameters used for their valuation:

- Level 1: Instruments valued according to the (non-adjusted) prices quoted for identical assets or liabilities on an active market.

  This level primarily includes listed shares and derivatives on organised markets (futures, options, etc.);
- Level 2: Instruments valued according to data other than the prices listed under Level 1 and that can be observed for the asset and liability in question, either directly (prices) or indirectly (derivative price data).

  This level includes instruments valued using techniques that involve observable parameters and standard models, or instruments valued on the basis of similar instruments listed on an active market. This category includes interest rate swaps, caps, floors, etc;
- Level 3: Instruments valued using data that are not based on observable market data (non-observable data).

  This category mainly includes unlisted investment securities.

The market value of unlisted investment securities classified as securities available for sale is determined on the basis of certain criteria such as net asset value, forecast returns and the net present value of future cash flows. Non-consolidated equity investments whose fair value cannot be assessed on a reliable basis are valued at cost.

The price quoted for an asset held or a liability to be issued is usually the bid price, and it is the offer price for a liability held or an asset to be acquired.

Financial assets

(€ '000s)	06/30/2013			12/31/2012		
	Value determined using listed prices on an active market (Level 1)	Valuation technique using observable data (Level 2)	Valuation technique using non-observable data (Level 3)	Value determined using listed prices on an active market (Level 1)	Valuation technique using observable data (Level 2)	Valuation technique using non-observable data (Level 3)
Government paper and similar securities	163,155	49,873		288,991		
Bonds and other fixed-income securities	2,041,545	4,519,050		2,437,709	4,017,365	
Equities and other variable-income securities	36,878			46,574		
Financial assets at fair value through profit and loss	**2,241,578**	**4,568,923**		**2,773,274**	**4,017,365**	
Equities and other variable-income securities						
Financial assets designated at fair value through profit and loss						
Interest rate derivatives		101,632			104,413	
Exchange rate derivatives		1,417			2,784	
Equity and equity-index derivatives		4,793			1,955	
Transaction derivatives		**107,842**			**109,152**	
Interest rate derivatives		157,614			161,004	
Fair value hedging derivatives		**157,614**			**161,004**	
Interest rate derivatives		102,241			125,706	
Cash flow hedge derivatives		**102,241**			**125,706**	
Government paper and similar securities	1,668,188	36,201		1,919,066	40,932	
Bonds and other fixed-income securities	7,755,781	175,755		6,468,408	456,409	
Equities and other variable-income securities	1,046,617			1,006,774		
Non-consolidated equity investments	3,924	87,663	19,483	3,924	87,663	20,009
Financial assets available for sale	**10,474,510**	**299,619**	**19,483**	**9,398,172**	**585,004**	**20,009**

Transfers from Level 1 to Level 2: none

Transfers from Level 2 to Level 1: none

Financial liabilities

(€ '000s)	06/30/2013			12/31/2012		
	Value determined using listed prices on an active market (Level 1)	Valuation technique using observable data (Level 2)	Valuation technique using non-observable data (Level 3)	Value determined using listed prices on an active market (Level 1)	Valuation technique using observable data (Level 2)	Valuation technique using non-observable data (Level 3)
Debt securities		5,735			5,658	
Financial liabilities designated at fair value through profit and loss		**5,735**			**5,658**	
Interest rate derivatives		68,124			76,939	
Exchange rate derivatives		5,277			7,107	
Other derivative instruments		18,448			15,943	
Equity and equity-index derivatives		8,458			4,922	
Transaction derivatives		**100,307**			**104,911**	
Interest rate derivatives		360,380			563,290	
Fair value hedging derivatives		**360,380**			**563,290**	

Transfers from Level 1 to Level 2: none

Transfers from Level 2 to Level 1: none

Level 3 fair value valuations: reconciliation of opening and closing balances

(€ '000s)	06/30/2013					
	Financial assets at fair value through profit and loss	Financial assets designated at fair value through profit and loss	Transaction derivatives	Hedging derivatives	Financial assets available for sale	Total
Opening					**20,009**	**20,009**
Total gains and losses recorded in profit and loss					(311)	(311)
Total gains and losses recorded in equity					(1,000)	(1,000)
Purchases						0
Sales					(44)	(44)
Issues					431	431
Redemptions					-	0
Other movements					398	398
Transfers to or outside of the Level 3 category						0
Transfers within the Level 3 category					-	0
Closing					**19,483**	**19,483**
Total gains and losses recorded in profit and loss for assets held as at 06/30/2013						

Level 3 fair value valuations: gains and losses for the period recorded in profit and loss

None

NOTE 5 SEGMENT INFORMATION

The La Banque Postale Group is structured around the following divisions:

- Retail banking, which includes the activities of La Banque Postale, the CRSF Métropole and CRSF Dom Limited Property Investment Partnerships that own the bank's business premises, La Banque Postale Financement, Easybourse, La Banque Postale Crédit aux Entreprises, La Banque Postale Collectivités Locales, La Banque Postale Home Loan SFH, BPE, as well as the SF2 holding company and the Elise 2012 mutual fund.

- Insurance, which consists of the CNP Assurances Group, La Banque Postale Prévoyance, La Banque Postale Assurances Santé, La Banque Postale Assurances IARD, La Banque Postale Conseil en Assurances and Sopassure.

- Asset management, which includes the La Banque Postale Asset Management Group, La Banque Postale Structured Asset Management, OFC Finance, Tocqueville Finance Holding, Tocqueville Finance SA and La Banque Postale Gestion Privée.
Except for the foreign subsidiaries of CNP Assurances, the Group conducts its activities in France.

Inter-segment and intra-segment transactions are performed under commercial market conditions.

5.1 Breakdown of results by business segment

Net profit by business segment at 30 June 2013 (excluding the remuneration cost of equity capital for each segment)

(€ '000s)	Retail banking	Insurance	Asset management	Consolidated profit (loss)
Net banking income	**2,628,349**	**64,626**	**66,593**	**2,759,568**
General operating expense	(2,136,485)	(28,260)	(30,090)	(2,194,835)
Net depreciation, amortisation and impairments of tangible and intangible non-current assets	(91,615)	(1,257)	(835)	(93,707)
Gross operating income	**400,249**	**35,109**	**35,668**	**471,026**
Cost of risk	(73,586)	(4,075)	19	(77,642)
Operating income	**326,663**	**31,034**	**35,687**	**393,384**
Share of income from equity associates	0	110,771	0	110,771
Gains or losses on other assets	(365)	0	0	(365)
Change in value of goodwill	639	8,106		8,745
Pre-tax profit	**326,937**	**149,910**	**35,687**	**512,535**
Income tax	(116,842)	(15,476)	(11,038)	(143,356)
Consolidated profit (loss)	**210,095**	**134,434**	**24,649**	**369,179**
Non-controlling interests	(4,419)	3,013	(2,924)	(4,330)
Net profit, Group share	**205,676**	**137,447**	**21,725**	**364,850**

Net profit by business segment at 30 June 2012 (excluding the remuneration cost of equity capital for each segment)

(€ '000s)	Retail banking	Insurance	Asset management	Consolidated profit (loss)
Net banking income	**2,555,224**	**52,191**	**60,171**	**2,667,586**
General operating expense	(2,091,485)	(23,615)	(31,537)	(2,146,637)
Net depreciation, amortisation and impairments of tangible and intangible non-current assets	(86,092)	(545)	(901)	(87,538)
Gross operating income	**377,647**	**28,031**	**27,733**	**433,411**
Cost of risk	(79,855)	(1,967)	0	(81,822)
Operating income	**297,792**	**26,064**	**27,733**	**351,589**
Share of income from equity associates	0	100,447	0	100,447
Gains or losses on other assets	(648)	0	0	(648)
Pre-tax income	**297,144**	**126,511**	**27,733**	**451,388**
Income tax	(94,960)	(14,495)	(9,379)	(118,834)
Consolidated profit (loss)	**202,184**	**112,016**	**18,354**	**332,554**
Non-controlling interests	(1,707)	4,102	(1,346)	1,048
Net profit, Group share	**200,477**	**116,118**	**17,008**	**333,603**

NOTE 6 SCOPE OF CONSOLIDATION

COMPANIES	Nationality	Method [1]	Move-ments [3]	% Control 06/30/2013	% Interest 06/30/2013	% Control 2012	% Interest 2012
Retail banking							
LA BANQUE POSTALE	French	Parent		100.00	100.00	100.00	100.00
SCI CRSF DOM [2]	French	Full		99.94	99.94	99.94	99.94
SCI CRSF METROPOLE [2]	French	Full		100.00	100.00	100.00	100.00
SF2	French	Full		100.00	100.00	100.00	100.00
LA BANQUE POSTALE FINANCEMENT	French	Full		65.00	65.00	65.00	65.00
LA BANQUE POSTALE CREDIT ENTREPRISES	French	Full		100.00	100.00	100.00	100.00
EASYBOURSE	French	Full		100.00	100.00	100.00	100.00
FCT ELISE 2012	French	Full		95.00	95.00	95.00	95.00
BPE	French	Full	Acquisition	100.00	100.00		
LA BANQUE POSTALE COLLECTIVITES LOCALES	French	Full	Acquisition	65.00	65.00		
LA BANQUE POSTALE HOME LOAN SFH	French	Full	Acquisition	100.00	100.00		
Insurance							
CNP ASSURANCES GROUP	French	Equi.	Add. acq.	36.25	20.15	35.96	19.98
LA BANQUE POSTALE PREVOYANCE	French	Prop.		50.00	50.00	50.00	50.00
LA BANQUE POSTALE CONSEIL EN ASSURANCES	French	Full		100.00	100.00	100.00	100.00
SOPASSURE	French	Prop.		50.02	50.02	50.02	50.02
LA BANQUE POSTALE ASSURANCES IARD	French	Full		65.00	65.00	65.00	65.00
LA BANQUE POSTALE ASSURANCES SANTÉ	French	Full		65.00	65.00	65.00	65.00
Asset management							
LA BANQUE POSTALE GESTION PRIVEE	French	Full	Add. acq.	100.00	100.00	51.00	51.00
LA BANQUE POSTALE ASSET MANAGEMENT	French	Full		100.00	100.00	100.00	100.00
LA BANQUE POSTALE STRUCTURED ASSET MANAGEMENT	French	Full		100.00	100.00	100.00	100.00
OFC FINANCE	French	Full		100.00	100.00	100.00	100.00
TOCQUEVILLE FINANCE HOLDING	French	Full	Add. acq.	91.86	91.86	90.97	90.97
TOCQUEVILLE FINANCE SA	French	Full	Add. acq.	99.89	91.77	99.89	90.87

[1] Consolidation methods
Full: Full consolidation
Prop: Proportional consolidation
Equi: Equity method

[2] Limited Property Investment Partnerships that own the bank's business premises

[3] Add. acq.: Additional acquisition

La Banque Postale S.A.

Registered office: 115, rue de Sèvres - 75275 Paris Cedex 06

Share capital: €3 185 754 830

This is a free translation into English of the statutory auditor's report on the consolidated financial statements issued in French and it is provided solely for the convenience of English-speaking users. The statutory auditors' report includes information specifically required by French law in such reports, whether modified or not. This information is presented below the audit opinion on the consolidated financial statements and includes an explanatory paragraph discussing the auditors' assessment of certain significant accounting and auditing matters. These assessments were considered for the purpose of issuing an audit opinion on the consolidated financial statements taken as a whole and not to provide separate assurance on individual account balances, transactions or disclosures.

Statutory Auditor's report on 2013 financial semester information

Period from 1 January 2013 to 30 June 2013

To the Shareholders,

Under the terms of the assignment entrusted to us by your General Meeting, and in accordance with Article L. 451-1-2 III of the French Monetary and Financial Code, we have:

- performed a limited review of the consolidated summary financial statements of La Banque Postale SA for the period from 1 January 2013 to 30 June 2013, as appended to this report;
- checked the information provided in the interim business report.

These summary consolidated financial statements were prepared under the responsibility of the Executive Board. Our role is to form a conclusion on these financial statements, based on our limited review.

I – Conclusion on the financial statements

We have carried out our limited review in accordance with the professional standards applicable in France. A limited review mainly consists in meeting the members of the Management Team responsible for accounting and financial issues and implementing analytical procedures. This work is less extensive than that required for an audit performed in accordance with the professional standards applicable in France. As a result the assurance that the financial statements, taken as a whole, do not include any significant misstatements that is obtained as part of a limited review is a moderate assurance, which is not as certain as the assurance obtained as part of an audit.

Based on our limited review, we did not observe any material misstatements of a nature that would call into question the compliance of the summary consolidated financial statements with IAS 34 - the IFRS standard for interim financial information as adopted by the European Union.

II – Specific verification

We also verified the information provided in the interim business report on the summary consolidated financial statements that were the subject of our limited review. We have no comments to make on the fair presentation of that information or on its consistency with the consolidated financial statements.

Paris La Défense, 31 juillet 2013	Neuilly-sur-Seine, 31 juillet 2013
KPMG Audit *Département de KPMG S.A.*	PricewaterhouseCoopers Audit
Isabelle Goalec *Associate*	Agnès Hussherr *Associate*

V Additional Information

V.1 Articles of association

No amendments have been made to the articles of association since 9 September 2011.

V.2 Material changes

There have been no significant changes in the Group's financial or commercial position since the close of the last financial year for which audited financial statements have been published, and specifically since the signing of the Statutory Auditors' report on the consolidated financial statements on 28 February 2013.

V.3 Availability of the Registration Document to the public

All documents made available to the public under statutory conditions may be consulted at the registered office of La Banque Postale at 115 rue de Sèvres, 75275 Paris Cedex 06. The registration documents of La Banque Postale are also available online at www.labanquepostale.fr.

V.4 Trends

To support the further development of La Banque Postale while at the same time preparing for the more stringent solvency requirements imposed by Basel III, the Group's Board of Directors met on 4 July 2013 to approve a €1 billion capital increase for La Banque Postale before the end of the year.

This capital increase will take the form of contributions in kind for an amount of €0.2 billion and of a hybrid securities held entirely by La Poste SA for an amount of €0.8 billion.

VI Persons responsible for auditing the financial statements

PricewaterhouseCoopers

Audit

63 rue de Villiers

92208 Neuilly-sur-Seine Cedex

KPMG Audit

A division of KPMG S.A.

1 cours Valmy

92923 Paris La Défense Cedex

PricewaterhouseCoopers Audit (642010045 RCS Nanterre) and **KPMG Audit** (775726417 RCS Nanterre) are registered as statutory auditors, are members of the Versailles Regional Chamber of Statutory Auditors and are subject to the authority of the High Council of Statutory Auditors.

VII Statement by the person responsible for updating the registration document

Philippe Wahl, Chairman of the Executive Board,

I hereby certify that I have taken all reasonable steps to ensure that the information contained in this updated registration document is, to my knowledge, consistent with reality and does not contain any omission likely to affect its import.

I certify that, to my knowledge, the summary consolidated financial statements for the half-year just ended have been drawn up in accordance with applicable accounting standards and give a true and fair view of the assets and liabilities, financial position and profits and losses of the Company and of all companies included in the scope of consolidation and that the interim business report that consists of the sections of this update listed in the correlation table in Section VIII herein provides a true picture of the significant events that occurred during the first six months of the financial year, their impact on the financial statements and the main related party transactions, together with a description of the main risks and uncertainties for the remaining six months of the year.

I have received a letter from the statutory auditors, KPMG Audit and PricewaterhouseCoopers Audit, stating that they have completed their assignment, and in which they mention that they have verified the information on the financial position and financial statements provided in this update and have read the Registration Document and this update from beginning to end.

Done in Paris, on 2 August 2013

The Chairman of the Executive Board

Philippe Wahl

VIII Updated correlation table

Correlation table (Annex I to Commission Regulation (EC) No. 8009/2004)		Headings in Annex I to Commission Regulation (EC) No. 8009/2004	2012 Registration Document
Updated Registration Document	**Page**		**Page**
Persons responsible	61	1	260
Statutory auditors	60	2	72
Selected financial information		3	
Historical financial information		3.1	8–9
Interim financial information	22–58	3.2	NA
Risk factors	14–21	4	74–100; 126–129
Information about the issuer		5	
History and development of the issuer	1	5.1	8–9
Investments	39–41	5.2	107
Business overview		6	
Main activities	1	6.1	9–10
Main markets	-	6.2	14–16
Exceptional events	-	6.3	71
Potential dependency	-	6.4	NA
Key elements of any statement made by the issuer regarding its competitive position	-	6.5	8–9
Organisational chart		7	
Summary description	2	7.1	12
List of major subsidiaries	-	7.2	12; 200–201
Property, plant and equipment		8	
Major existing or planned tangible fixed asset	22	8.1	136

Environmental issue that may affect the use of the tangible fixed assets	-	8.2	216-217
Review of the financial position and results		9	
Financial position	22–58	9.1	102–204
Operating income	22–58	9.2	102-104
Cash and equity capital		10	
Issuer's equity capital	22–58	10.1	23; 105
Origin and amount of cash flows	25	10.2	106
Borrowing conditions and financial structure	22–58	10.3	79 ; 99–100
Information regarding any restriction on the use of capital that has had or may have a material impact on the issuer's operations	NA La Banque Postale is not exposed to any covenants	10.4	NA La Banque Postale is not exposed to any covenants
Expected source of financing	-	10.5	79
Research and development, patents and licences	-	11	NA
Information about trends	59	12	71
Profit forecasts or estimates	None	13	NA
Administrative, supervisory management, and general management bodies		14	
Administrative and management bodies	-	14.1	59–60
Conflict of interest at the level of the administrative and management bodies	-	14.2	26
Remuneration and benefits			
Remuneration amount paid and benefits in kind	-	15.1	54–58

Total amounts provisioned or recorded for the purpose of paying pension and retirement, or other benefits		-	15.2	58
Operation of the management bodies			16	
Current mandate end-date		-	16.1	49–54
Service agreements binding the members of the administrative bodies		-	16.2	NA
Information on the audit committee and the remuneration committee		-	16.3	32–34
Current corporate governance rules in the issuer's country of origin		-	16.4	27
Employees			17	
	Number of employees	1	17.1	223
Profit sharing and stock options		-	17.2	195; 224
Agreement providing for employee participation in the issuer's capital		-	17.3	NA
Major shareholders			18	
Shareholders with over 5% of the equity capital		-	18.1	23
Existence of voting rights		-	18.2	23
Control of the issuer		-	18.3	23
Agreement known to the issuer, where the implementation could subsequently result in its control changing hands		-	18.4	NA

Transaction with related parties	-	19	158–159
Financial information on the issuer's assets, financial position, and results		20	
Historical financial information	22–58	20.1	102–204
Pro forma financial information	NA	20.2	NA
Financial statements	22–58	20.3	102–204
Verification of the annual financial information	-	20.4	162–163
Date of the latest information available	30 June 2013	20.5	31 December 2012
Interim and other financial information	22–58	20.6	NA
Dividend distribution policy	-	20.7	24
Legal and arbitrage proceedings	20–21	20.8	97
Significant change in the issuer's financial or trading position	59	20.9	232
Additional information		21	
Share capital	-	21.1	23
Deeds of incorporation and articles of association	59	21.2	236–245
Material contracts	-	22	232
Information from third parties, expert statements, and declarations of interest		23	
Procedures for drawing up employee-related and environmental information	-	23.1	220
Documents on display	59	24	232
Information on investments	43	25	200–201
Significant events that have occurred between the year-end and the date on which the management report was drawn up (Paragraph 2 of Article L. 232-1 of the French Commercial Code)	59		71

Tables featuring key financial data for the past five years	-		202
Information on non-financial employee-related and environmental data	-		206–228
Management report			
Review of the results, financial position, risks, and list of delegations of authority relating to increasing the share capital of the Parent Company and of the consolidated entity	3–12		62–72; 74–100
Required information likely to have an effect in the event of a public offer (Article L. 225-100-3 of the French Commercial Code)	-		36
Expenses not deductible for tax purposes	-		70
Statutory Auditors' fees	-		160
Information regarding share buybacks (Paragraph 2 of Article L. 225-211 of the French Commercial Code)	-		NA
Chairman's report on the work performed by the Supervisory Board and on internal control procedures	-		26–45
Equity investments made over the year (Article L. 233-6)	-		111–112
Significant events that have occurred between the year-end and the date on which the management report was drawn up (Paragraph 2 of Article L. 232-1 of the French Commercial Code)	59		71
Tables featuring key financial data for the past five years	-		202
Information on non-financial employee-related and environmental data	-		206-228

IX Interim financial report correlation table

"Pursuant to Article 212-13 of the French Financial Markets Authority's General Regulations, this update includes the information in the interim financial report mentioned in Article L. 451-1-2 of the French Monetary and Financial Code and in Article 222-4 of the Financial Markets Authority's General Regulations."