

Pillar 3 Report

03.31.2025



Contents

1. Prudential indicators	1
1.1. Key metrics	1
1.2. Capital requirements	2
2. Credit risk - Change in RWA under the internal ratings-based approach	4
3. Counterparty credit risk - Change in RWA under the internal model approach	5
4. Liquidity risk - LCR	6
5. Appendices	10
5.1. Declaration of the responsible person	10
5.2. List of tables	10
5.3. Pillar 3 cross-reference table	10

1. Prudential indicators

Regulation (EU) No 2024/1623 of the European Parliament and of the Council of 31 May 2024 (CRR3) provides, as of 1 January 2025, new provisions relating to capital requirements; the tables below are revised accordingly.

1.1. Key metrics

Table 1(EU KM1): Key metrics

In € thousands		a	b	c	d	e
		03.31.2025 ⁽²⁾	12.31.2024 ⁽¹⁾	09.30.2024 ⁽³⁾	06.30.2024 ⁽¹⁾	03.31.2024 ⁽²⁾
Available own funds (amounts)						
1	Common Equity Tier 1 (CET1) capital	8,643,753	8,551,493	8,461,220	8,635,922	8,498,202
2	Tier 1 capital	8,643,753	8,551,493	8,461,220	8,635,922	8,498,202
3	Total capital	9,985,509	9,942,042	10,401,151	10,623,011	10,028,605
Montants d'exposition pondérés						
4	Total risk exposure amount	48,466,143	50,871,122	51,044,152	51,554,946	50,707,129
4a	Total risk exposure pre-floor	48,466,143				
Capital ratios (as a percentage of risk-weighted exposure amount)						
5	Common Equity Tier 1 ratio (%)	17.8%	16.8%	16.6%	16.8%	16.8%
5b	Common Equity Tier 1 ratio considering unfloored TREA (%)	17.8%				
6	Tier 1 ratio (%)	17.8%	16.8%	16.6%	16.8%	16.8%
6b	Tier 1 ratio considering unfloored TREA (%)	17.8%				
7	Total capital ratio (%)	20.6%	19.5%	20.4%	20.6%	19.8%
7b	Total capital ratio considering unfloored TREA (%)	20.6%				
Additional own funds requirements to address risks other than the risk of excessive leverage (as a percentage of risk-weighted exposure amount)						
EU 7d	Additional own funds requirements to address risks other than the risk of excessive leverage (%)	2.25%	2.50%	2.50%	2.50%	2.50%
EU 7e	of which: to be made up of CET1 capital (percentage points)	1.27%	1.41%	1.41%	1.41%	1.41%
EU 7f	of which: to be made up of Tier 1 capital (percentage points)	1.69%	1.88%	1.88%	1.88%	1.88%
EU 7g	Total SREP own funds requirements (%)	10.25%	10.50%	10.50%	10.50%	10.50%
Combined buffer and overall capital requirement (as a percentage of risk-weighted exposure amount)						
8	Capital conservation buffer (%)	2.50%	2.50%	2.50%	2.50%	2.50%
EU 8a	Conservation buffer due to macro-prudential or systemic risk identified at the level of a Member State (%)	0.00%	0.00%	0.00%	0.00%	0.00%
9	Institution specific countercyclical capital buffer (%)	1.00%	0.99%	0.99%	0.99%	0.98%
EU 9a	Systemic risk buffer (%)	0.00%	0.00%	0.00%	0.00%	0.00%
10	Global Systemically Important Institution buffer (%)	0.00%	0.00%	0.00%	0.00%	0.00%
EU 10a	Other Systemically Important Institution buffer (%)	0.00%	0.00%	0.00%	0.00%	0.00%
11	Combined buffer requirement (%)	3.50%	3.49%	3.49%	3.49%	3.48%
EU 11a	Overall capital requirements (%)	13.75%	13.99%	13.99%	13.99%	13.98%
12	CET1 available after meeting the total SREP own funds requirements (%) ⁽⁴⁾	10.1%	8.9%	8.7%	8.9%	8.9%
Leverage ratio						
13	Total exposure measure	134,012,868	133,522,835	129,393,226	127,869,779	128,020,276
14	Leverage ratio (%)	6.4%	6.4%	6.5%	6.8%	6.6%
Additional own funds requirements to address the risk of excessive leverage (as a percentage of total exposure measure)						
EU 14a	Additional own funds requirements to address the risk of excessive leverage (%)	0.00%	0.00%	0.00%	0.00%	0.00%
EU 14b	of which: to be made up of CET1 capital (percentage points)	0.00%	0.00%	0.00%	0.00%	0.00%
EU 14c	Total SREP leverage ratio requirements (%)	3.00%	3.00%	3.00%	3.00%	3.00%
Leverage ratio buffer and overall leverage ratio requirement (as a percentage of total exposure measure)						
EU 14d	Leverage ratio buffer requirement (%)	0.00%	0.00%	0.00%	0.00%	0.00%
EU 14e	Overall leverage ratio requirement (%)	3.00%	3.00%	3.00%	3.00%	3.00%
Liquidity Coverage Ratio						
15	Total high-quality liquid assets (HQLA) (Weighted value -average)	19,691,400	19,514,465	19,478,765	19,766,644	20,228,937
EU 16a	Cash outflows - Total weighted value	16,125,262	16,077,597	16,006,694	16,012,764	16,244,426
EU 16b	Cash inflows - Total weighted value	2,384,256	2,468,579	2,306,398	2,282,002	2,311,365
16	Total net cash outflows (adjusted value)	13,741,006	13,609,017	13,700,296	13,730,762	13,933,061
17	Liquidity coverage ratio (%)	143%	143%	142%	144%	145%
Net Stable Funding Ratio						
18	Total available stable funding	94,487,449	95,224,144	94,789,863	93,496,583	91,231,691
19	Total required stable funding	82,605,338	82,011,868	83,817,513	81,538,167	81,266,250
20	NSFR ratio (%)	114%	116%	113%	115%	112%

⁽¹⁾ Integrating the interim result or annual result net of dividends

⁽²⁾ Not integrating the interim result

⁽³⁾ Integrating the interim result at 06.30

⁽⁴⁾ Taking into account possible AT1 deficits

1.2. Capital requirements

The capital requirements shown below and in the following sections are the minimum requirements, corresponding to a level of 8% of risk-weighted assets.

As France has activated the national option to apply the output floor at the highest level of consolidation, the CM Arkéa group is not prudentially subject to an output floor calculation, which applies only to GCM.

Consequently, the following tables are not displayed in the Crédit Mutuel Arkéa Group's Pillar 3 report:

- EU CMS1: Comparison of modelled and standardised risk weighted exposure amounts at risk level;
- EU CMS2: Comparison of modelled and standardised risk weighted exposure amounts for credit risk at asset class level.

Table 2 (EU OV1): Overview of total risk exposure amounts

		a		b	c
		Total risk exposure amounts		Total own funds requirements	
In € thousands		03.31.2025	12.31.2024	03.31.2025	
1	Credit risk (excluding CCR)	43,734,029	46,997,681	3,498,722	
2	Of which the standardised approach	19,794,775	8,157,389	1,583,582	
3	Of which the Foundation IRB (F-IRB) approach	7,055,929	9,806,456	564,474	
4	Of which slotting approach	544,109	726,606	43,529	
EU 4a	Of which equities under the simple risk weighted approach	1,633,436	12,911,577	130,675	
5	Of which the Advanced IRB (A-IRB) approach	14,121,531	13,645,421	1,129,722	
6	Counterparty credit risk - CCR	553,293	519,889	44,263	
7	Of which the standardised approach	219,968	236,553	17,597	
8	Of which internal model method (IMM)	-	-	-	
EU 8a	Of which exposures to a CCP	6,195	6,282	496	
EU 8b	Of which credit valuation adjustment - CVA	-	65,612	-	
9	Of which other CCR	327,130	211,442	26,170	
10	Credit valuation adjustments risk - CVA risk	83,702	-	6,696	
EU 10a	Of which the standardised approach (SA)	-	-	-	
EU 10b	Of which the basic approach (F-BA and R-BA)	83,702	-	6,696	
EU 10c	Of which the simplified approach	-	-	-	
15	Settlement risk	135	152	11	
16	Securitisation exposures in the non-trading book (after the cap)	16,706	22,875	1,336	
17	Of which SEC-IRBA approach	-	-	-	
18	Of which SEC-ERBA (including IAA)	16,706	22,875	1,336	
19	Of which SEC-SA approach	-	-	-	
EU 19a	Of which 1250% / deduction	-	-	-	
20	Position, foreign exchange and commodities risks (Market risk)	-	-	-	
21	Of which the Alternative standardised approach (A-SA)	-	-	-	
EU 21a	Of which the Simplified standardised approach (S-SA)	-	-	-	
22	Of which Alternative Internal Model Approach (A-IMA)	-	-	-	
EU 22a	Large exposures	-	-	-	
23	Reclassifications between the trading and non-trading books	-	-	-	
24	Operational risk	4,043,819	3,272,940	323,506	
EU 23a	Of which basic indicator approach	-	424,513	-	
EU 23b	Of which standardised approach	-	172,204	-	
EU 23c	Of which advanced measurement approach	-	2,676,222	-	
EU 24a	Exposures to crypto-assets	-	-	-	
25	Amounts below the thresholds for deduction (subject to 250% risk weight)	34,459	57,585	2,757	
26	Output floor applied (%)	-	-	-	
27	Floor adjustment (before application of transitional cap)	-	-	-	
28	Floor adjustment (after application of transitional cap)	-	-	-	
29	Total	48,466,143	50,871,122	3,877,291	

2. Credit risk - Change in RWA under the internal ratings-based approach

Rating procedures and parameters

Rating algorithms and expert models have been developed to improve credit risk assessment within Crédit Mutuel and to comply with the regulatory requirements concerning internal ratings-based approaches.

The counterparty rating system is used throughout Crédit Mutuel.

The parameters used to calculate weighted risks (hereinafter "RWA") are national and apply to all Crédit Mutuel entities.

Additional quantitative information

Table 3 (EU CR8): RWA flow statements of credit risk exposures under the IRB approach

In € thousands	Risk weighted exposure amount
1 Risk weighted exposure amount as at 09.30.2024	22,311,564
2 Asset size (+/-)	468,893
3 Asset quality (+/-)	298,119
4 Model updates (+/-)	-1,356,744
5 Methodology and policy (+/-)	-
6 Acquisitions and disposals (+/-)	-
7 Foreign exchange movements (+/-)	-
8 Other (+/-)	-
9 Risk weighted exposure amount as at 12.31.2024	21,721,832

The Crédit Mutuel Arkéa group does not apply the Standardised approach for credit valuation adjustment risk. Consequently, the following table is not displayed in the Group's Pillar 3 report:

- EU CVA4 : RWA flow statements of credit valuation adjustment risk under the Standardised Approach.

3. Counterparty credit risk - Change in RWA under the internal model approach

Counterparty credit risk corresponds to the risk incurred on:

- derivative instruments in the banking book and the trading book;
- repo transactions in the banking book.

The outstandings in question are included in the credit risk management reports (in the same way as on-balance sheet and off-balance sheet outstandings). The sum of the exposures and risks for all outstandings (balance sheet, off-balance sheet, derivatives and repurchase agreements) gives an overall view of credit risks. For the Crédit Mutuel Arkéa group, counterparty credit risk is a small component of overall credit risk.

The Crédit Mutuel Arkéa group does not apply the IMM approach for counterparty credit risk. Consequently, the following table is not displayed in the Group's Pillar 3 report:

- EU CCR7: RWA flow statements of CCR exposures under the IMM.

4. Liquidity risk - LCR

Liquidity risk is the risk for the reporting company that it will not be able to meet its commitments or that it will not be able to unwind or offset a position due to its situation or the market situation within a certain period of time and at a reasonable cost. It arises from a maturity mismatch between jobs and resources.

It may result in an additional charge in the event of a rise in liquidity spreads; in its most extreme form, it could result in the institution's inability to honour its commitments.

The Group has historically been vigilant and prudent in the face of this risk.

Several liquidity ratios are particularly monitored as the LCR which is a liquidity ratio provided for by the CRD 4 and CRR texts. It measures the ratio between liquid assets and net cash outflows at 30 days under a stress scenario. The minimum required level has been set at 100% since 2018.

Short-term liquidity ratio information

In accordance with the CRR, the Crédit Mutuel Arkéa group's Accounting Department produces, and submits monthly to the ECB, a report on its short-term liquidity coverage ratio (hereinafter "**LCR**").

The purpose of the LCR is to ensure the short-term resilience of banks in the face of severe liquidity stress. It verifies that the level of highly-liquid assets is sufficient to cover the net cash flows over the next 30 days, under stress assumptions involving, in particular, deposit flight and drawdowns of amounts under off-balance sheet agreements.

Explanations on the main drivers of LCR results, its changes over time and the evolution of the contribution of inputs to the LCR's calculation over time

The minimum required level of the LCR ratio is set at 100% in 2025. The Group met the regulatory requirement throughout the first quarter of 2025 with significant room for maneuver. The average LCR from April 2024 to March 2025 was 143.29%. At the end of March 2025, the Group's consolidated LCR ratio was 141.61%, a decrease of 5.34 points compared with the end of December 2024.

The Crédit Mutuel Arkéa group's liquid assets totaled €20,532 million and consisted mainly of deposits at central banks and level 1 covered bonds. These represent 65% of liquid assets at the end of March 2025.

Net cash outflows over 30 days amounted to €16,478 million, most of which corresponded to customer deposits. This represented a decrease of €1,464 million compared with the end of December 2024.

Net cash inflows over 30 days amounted to €1,980 million, most of which corresponded to customer loans and maturing debt securities. This represented a decrease of €523 million compared with the end of December 2024.

Table 4 (EU LIQ1): Quantitative information on the liquidity coverage ratio (LCR)

In € thousands		Total unweighted value (average)				Total weighted value (average)			
Quarter ending on		03.31.2025	12.31.2024	09.30.2024	06.30.2024	03.31.2025	12.31.2024	09.30.2024	06.30.2024
Number of data points used in the calculation of averages : 12									
HIGH-QUALITY LIQUID ASSET S									
1	Total high-quality liquid assets (HQLA)					19,691,400	19,514,465	19,478,765	19,766,644
CASH - OUTFLOWS									
2	Retail deposits and deposits from small business customers, of which:	46,031,354	45,552,620	44,639,597	43,673,991	2,944,645	2,924,447	2,871,672	2,818,294
3	Stable deposits	32,591,113	32,121,787	31,521,758	30,921,911	1,629,556	1,606,089	1,576,088	1,546,096
4	Less stable deposits	11,473,974	11,587,231	11,462,062	11,312,808	1,294,437	1,301,722	1,283,656	1,263,923
5	Unsecured wholesale funding	20,543,776	20,559,510	20,614,245	20,978,259	10,835,752	10,788,520	10,655,933	10,600,446
6	Operational deposits (all counterparties) and deposits in networks of cooperative banks	836,578	997,406	1,298,951	1,711,230	65,188	80,740	112,845	156,301
7	Non-operational deposits (all counterparties)	19,254,679	19,027,284	18,758,785	18,682,200	10,318,045	10,172,960	9,986,579	9,859,315
8	Unsecured debt	452,519	534,820	556,510	584,830	452,519	534,820	556,510	584,830
9	Secured wholesale funding					70,303	115,190	100,408	99,766
10	Additional requirements	12,143,968	12,168,301	12,175,212	12,019,497	2,105,865	2,121,342	2,156,423	2,132,521
11	Outflows related to derivative exposures and other collateral requirements	697,038	699,812	649,132	568,177	697,038	699,812	649,132	568,177
12	Outflows related to loss of funding on debt products	-	-	-	-	-	-	-	-
13	Credit and liquidity facilities	11,446,929	11,468,489	11,526,080	11,451,320	1,408,826	1,421,530	1,507,291	1,564,345
14	Other contractual funding obligations	126,784	84,197	171,206	302,595	126,784	84,197	171,206	302,595
15	Other contingent funding obligations	402,476	402,430	443,965	489,731	41,912	43,900	51,052	59,143
16	TOTAL CASH OUTFLOWS					16,125,262	16,077,597	16,006,694	16,012,764
CASH - INFLOWS									
17	Secured lending (e.g. reverse repos)	426,535	481,845	343,634	340,284	79,492	133,849	112,790	137,028
18	Inflows from fully performing exposures	1,854,534	1,800,556	1,767,905	1,725,330	1,232,674	1,179,913	1,152,717	1,120,766
19	Other cash inflows	1,072,090	1,154,818	1,040,892	1,024,209	1,072,090	1,154,818	1,040,892	1,024,209
EU-19a	(Difference between total weighted inflows and total weighted outflows arising from transactions in third countries where there are transfer restrictions or which are denominated in non-convertible currencies)					-	-	-	-
EU-19b	(Excess inflows from a related specialised credit institution)					-	-	-	-
20	TOTAL CASH INFLOWS	3,353,160	3,437,219	3,152,431	3,089,822	2,384,256	2,468,579	2,306,398	2,282,002
EU-20 a	Fully exempt inflows	-	87,500	87,500	87,500	-	87,500	87,500	87,500
EU-20 b	Inflows subject to 90% cap	-	-	-	-	-	-	-	-
EU-20 c	Inflows subject to 75% cap	3,353,160	3,349,719	3,064,931	3,002,322	2,384,256	2,381,079	2,218,898	2,194,502
TOTAL ADJUSTED VALUE									
EU-21	LIQUIDITY BUFFER					19,691,400	19,514,465	19,478,765	19,766,644
22	TOTAL NET CASH OUTFLOWS					13,741,006	13,609,017	13,700,296	13,730,762
23	LIQUIDITY COVERAGE RATIO					143%	143%	142%	144%

The Crédit Mutuel Arkéa group calculates the LCR in accordance with Implementing Regulation (EU) 2021/637.

Concentration of funding and liquidity sources

Crédit Mutuel Arkéa seeks to diversify its sources of funding and liquidity. It has therefore defined internal standards on :

- the loan-to-deposit ratio in order to check the balance of the commercial business and dependence on market refinancing;
- the level of dispersion of interbank refinancing in order to ensure control of its dependence on certain counterparties;
- refinancing volumes by maturity to avoid a concentration of the maturities of the refinancing lines.

At the same time, the Crédit Mutuel Arkéa group has developed a policy of diversifying its refinancing channels and has several types of issue vehicles, particularly in the medium to long term, with both unsecured and secured issuance programs.

The definition of the refinancing program takes into account these limits and the various possible issuance vehicles. When preparing for and carrying out issues in the markets, attention is also paid to the diversification of investors, both by type of investor (asset managers, banks, etc.) and by geographic area (France, Germany, Scandinavian countries, etc.).

Description of the composition of the institution's liquidity buffer

Available liquidity reserves are a buffer in the event of a liquidity crisis.

They consist of cash that is available immediately (net of mandatory reserves) or in the short term (less than six months) and assets eligible for Central Bank refinancing available immediately or within three weeks (valued with the discount provided by the Central Bank). The level of liquidity reserves is set monthly by the Treasury, Refinancing and Foreign Exchange department and may, if necessary, be discounted on a daily basis.

The liquidity reserves are presented monthly to the Group Operational ALM Committee in order of asset liquidity, with a comparison with past months, and quarterly to the ALM and Capital Management Committee and the Board of Directors as part of the limit monitoring process.

At March 30, 2025, the liquidity reserves amounted to €34.1 billion, a decrease of €2 billion since December 31, 2024.

Liquidity reserves

<i>In € billion</i>	03.31.2025	12.31.2024
Central bank deposits	6,7	10,1
LCR securities eligible for the 3G pool <i>(after haircut)</i>	13,8	12,6
Other assets eligible for the 3G pool <i>(after haircut)</i>	13,3	13,4
Other assets not eligible for the 3G pool <i>(after haircut)</i>	0,4	0,1
Total	34,1	36,1

Crédit Mutuel Arkéa strives to maintain liquidity reserves of more than nearly twice the amount of the net cash outflows of the LCR. This liquidity buffer allows it to cope with extreme crisis situations at all times and reflects the Group's commitment to prudent liquidity risk management. On March 31, 2025, liquidity reserves represented 39% of Crédit Mutuel Arkéa's gross deposits.

Exposure to derivatives and possible collateral calls

The Crédit Mutuel Arkéa group uses derivatives mainly for the purpose of managing interest rate risk. They are subject to margin calls that are generally standardized and meet the requirements of the European Market Infrastructure Regulation (EMIR).

At March 31, 2025, the net position of collateral calls was not material and had a marginal impact on cash and liquid securities management.

In addition, the calculation of the LCR includes an additional cash outflow corresponding to additional collateral requirements that would result from an adverse market scenario; the amount was valued at close to €712 million at March 31, 2025, which is not material in view of the amount of liquid assets.

Asymmetry of currencies in the LCR

The LCR is calculated in euros only, as foreign currency positions are marginal (foreign currency positions are valued in euros as they are below the 5% representativeness threshold in the total consolidated banking balance sheet). This is due to the group's business model and geographic location.

5. Appendices

5.1. Declaration of the responsible person

Person responsible for the information contained in this document

Elisabeth Quelled, Associate Chief Executive Officer of Crédit Mutuel Arkéa

Declaration of the responsible person

I certify that the information contained in the Pillar 3 Report as of March 31, 2025 disclosing the information published under Part Eight of EU Regulation No. 575/2013 "CRR", as amended by the EU Regulation No 2024/1623 of the European Parliament and of the Council of 31 May 2024 (CRR3), is, to the best of my knowledge, in accordance with the formal policies and internal processes, systems and controls.

Done at Le Relecq Kerhuon, July 16, 2025.

Elisabeth Quelled, Associate Chief Executive Officer of Crédit Mutuel Arkéa

5.2. List of tables

Table number	Regulatory code	Title	Report page number
Prudential indicators			
Table 1	EU KM1	Key metrics	1
Table 2	EU OV1	Overview of risk weighted exposure amounts	3
Credit risk - Change in RWA under the internal rating-based approach			
Table 3	EU CR8	RWA flow statements of credit risk exposures under the IRB approach	4
Liquidity risk - LCR			
Table 4	EU LIQ1	Quantitative information of LCR	7

5.3. Pillar 3 cross-reference table

CRR article	Subject	Pillar 3 report reference	Page
438	Own funds requirements and risk-weighted exposure amount	Prudential indicators - Capital requirements	3
438	Exposures to counterparty credit risk	Counterparty credit risk - Change in RWA under the internal model approach	5
447	Key metrics	Prudential indicators - Key metrics	1
451 bis	Liquidity requirements	Liquidity risk - LCR	6 - 9
452	Use of the IRB Approach to credit risk	Credit risk - Change in RWA under the internal ratings-based approach	4