

CB ISSUER Arkéa Public Sector SCF
 Reporting date 31/12/2014

1 GROUP LEVEL INFORMATION AND SENIOR UNSECURED RATINGS

| | |
|---|---|
| 1.1 Group | Crédit Mutuel Arkéa |
| Group parent company | Crédit Mutuel |
| Group consolidated financial information (link) | http://www.cmarkea.com |

| | | Rating | RW | Outlook |
|--|---------|--------|----|----------|
| 1.2 Senior unsecured rating (group parent company) | Fitch | NA | | |
| | Moody's | Aa3 | | Negative |
| | S&P | A | | Negative |

| | | Rating | RW | Outlook |
|---|---------|--------|----|---------|
| 1.3 Covered bond issuer rating (senior unsecured) | Fitch | NA | | |
| | Moody's | NA | | |
| | S&P | NA | | |

| | |
|----------------------------|-----------|
| 1.4 Group tier 1 ratio (%) | 16,1% |
| as of | 30/6/2014 |

2 COVERED BOND ISSUER OVERVIEW

2.1 **Covered bond issuer**

| | |
|--------------------------------------|---|
| Name of the covered bond issuer | Crédit Mutuel Arkéa |
| Country in which the issuer is based | France |
| Financial information (link) | http://www.cmarkea.com/fr/investisseurs.html#bonds |

| | |
|---|---|
| Information on the legal framework (link) | link to ECBC website (www.hypo.org) with french SCF/SFH law (english translation) to be added |
| UCITS compliant (Y / N) ? | Y |
| CRD compliant (Y / N) ? | Y |

2.2 **Covered bonds and cover pool**

| | | Total outstanding | of which eligible to CB refinancing |
|--------------|-------------------------|-------------------|-------------------------------------|
| Cover pool | Public sector exposures | 1 273 | 1 253 |
| | Commercial assets | | |
| | Residential assets | | |
| | Substitute assets | | |
| Total | | 1 273 | 1 253 |

| | |
|---------------|-----|
| Covered bonds | 870 |
|---------------|-----|

2.3 **Overcollateralisation ratios**

| | minimum (%) | current (%) |
|--------------------------|-------------|-------------|
| Legal ("coverage ratio") | 105,00% | 152,2% |
| Contractual (ACT) | 105,00% | 148,8% |
| other | | |

2.4 **Covered bonds ratings**

| | | Rating | RW | Outlook |
|----------------------|---------|--------|----|----------|
| Covered bonds rating | Fitch | NA | | |
| | Moody's | Aaa | NA | |
| | S&P | AAA | | Negative |

2.5 **Liabilities of the covered bond issuer**

| LIABILITIES | Outstanding |
|---|-------------|
| Equity | 30 |
| Subordinated debts | |
| Other non privileged liabilities | |
| Total equity and non privileged liabilities | 30 |
| Covered bonds | 870 |
| Other privileged liabilities | |
| Total privileged liabilities | 870 |
| TOTAL | 900 |

2.6 **Information required under article 129(7) CRR**

- (i) Value of the cover pool and outstanding covered bonds : *please refer to section 2.2*
 - (ii) Geographical distribution : *please refer to sections 5.2 , 5.3 and 5.4*
- Type of cover assets : section 2.2
 Loan size : section 5.8
 Interest rate and currency risks
 hedging policy : section 3.4
 assets interest rate and currency : sections 5.5 and 5.6
 CB interest rate and currency : sections 6.1 and 6.2

- (iii) Maturity structure of cover assets and covered bonds : *please refer to sections 3.1, 3.2 and 3.3*
- (iv) Percentage of loans more than ninety days past due : *please refer to section 5.1*

2.7 **Compliance with the whole article 129 CRR** Y

3.1 WAL of cover pool and covered bonds

| | Expected | Contractual |
|-----------------------------|-------------|--------------|
| Public sector | 86,3 | 104,6 |
| Residential | | |
| Commercial | | |
| Substitute assets | | |
| WAL of cover pool | 86,3 | 104,6 |
| WAL of covered bonds | 88,3 | 88,3 |

3.2 Expected maturity structure of cover pool and covered bonds

| | 0 - 1 Y | 1 - 2 Y | 2 - 3 Y | 3 - 4 Y | 4 - 5 Y | 5 - 10 Y | 10+ Y |
|---|------------|------------|------------|------------|-----------|------------|------------|
| Public sector | 125 | 115 | 107 | 101 | 94 | 386 | 345 |
| Residential | | | | | | | |
| Commercial | | | | | | | |
| Substitute assets | | | | | | | |
| Expected maturity of cover pool | 125 | 115 | 107 | 101 | 94 | 386 | 345 |
| Expected maturity of covered bonds | 0 | 0 | 0 | 0 | 0 | 750 | 120 |

3.3 Contractual maturity structure of cover pool and covered bonds

| | 0 - 1 Y | 1 - 2 Y | 2 - 3 Y | 3 - 4 Y | 4 - 5 Y | 5 - 10 Y | 10+ Y |
|---|-----------|-----------|-----------|-----------|-----------|------------|------------|
| Public sector | 85 | 82 | 80 | 81 | 79 | 381 | 484 |
| Residential | | | | | | | |
| Commercial | | | | | | | |
| Substitute assets | | | | | | | |
| Contractual maturity of cover pool | 85 | 82 | 80 | 81 | 79 | 381 | 484 |
| Contractual maturity of cov. bonds | 0 | 0 | 0 | 0 | 0 | 750 | 120 |
| of which hard bullet | | | | | | | |
| of which soft bullet | | | | | | | |

3.4 Interest rate and currency risks

| Interest rate risk | strategy, limits, counterparties etc (if applicable) | |
|---------------------------|--|-----|
| | Les conditions de fonctionnement d'Arkéa Public Sector SCF ne l'exposent pas à un risque de taux. | |
| | En mode de fonctionnement normal (c'est-à-dire tant que Crédit Mutuel Arkéa n'est pas en défaut au titre de ses Actifs Eligibles), Arkéa Public Sector SCF ne sera pas exposée à un quelconque risque de taux dans la mesure où les emprunts, par émissions d'Obligations Foncières, et les prêts consentis par Arkéa Public Sector SCF à Crédit Mutuel Arkéa sont parfaitement adossés en notional, en taux, en maturité, en devise. Du fait de cet adossement, aucun swap n'est mis en place au niveau d'Arkéa Public Sector SCF. | |
| | En cas de baisse de la notation de Crédit Mutuel Arkéa en deçà de A-1/P-1 (Standard and Poor's / Moody's), il est prévu de mettre en place, de manière préventive, des couvertures de taux du portefeuille de prêts apportés en collatéral d'une part et, d'autre part, des émissions d'Obligations Foncières avec une entité externe présentant une notation minimum de A-1/P-1 (Standard and Poor's / Moody's) et en back to back avec Crédit Mutuel Arkéa de telle sorte qu'en cas de défaut de Crédit Mutuel Arkéa, le risque de taux sur le portefeuille de collatéraux et sur l'ensemble des émissions soit couvert par une contrepartie bénéficiant d'une notation minimum. | |
| | Nominal | WAL |
| Internal | 0 | 0 |
| External | 0 | 0 |
| Currency risk | | |
| | Comme pour le risque de taux, les conditions de fonctionnement d'Arkéa Public Sector SCF ne l'exposent pas à un risque de change. | |
| | Par ailleurs, les émissions et les crédits du pool partagent la même devise (Euro). | |
| | Nominal | WAL |
| Internal | 0 | 0 |
| External | 0 | 0 |

3.5 Liquid assets

| | Outstanding nominal |
|--|---------------------|
| ECB eligible internal ABS | |
| ECB eligible external ABS | |
| ECB eligible public exposures | |
| Substitute assets | ECB eligible |
| | Other |
| Total liquid assets | |
| % liquid assets / covered bonds | |
| Liquidity support | |
| % liquidity support / covered bonds | |

3.6 Substitute assets

| | Outstanding | WAL |
|--------------|-------------|-----|
| AAA to AA- | | |
| A+ to A- | | |
| Below A- | | |
| Total | | |

CB ISSUER Arkea Public Sector SCF
 Reporting date 31/12/2014

4 RESIDENTIAL COVER POOL DATA

4.1 Arrears and defaulted loans outstanding (excluding external MBS)

| | % of outstanding residential assets |
|----------------|-------------------------------------|
| Current | |
| Arrears | |
| 0-1 months | |
| 1-2 months | |
| 2-3 months | |
| 3-6 months | |
| Defaulted (6+) | |
| >3 months | |

4.2 Arrears and defaulted loans outstanding (including external MBS)

| Zone | Country | % |
|------|---------|---|
| | | |
| | | |

4.3 Regional breakdown of french assets (excluding external MBS)

| Region | % |
|--------------------------------|---|
| Alsace | |
| Aquitaine | |
| Auvergne | |
| Basse Normandie | |
| Bourgogne | |
| Bretagne | |
| Centre | |
| Champagne-Ardennes | |
| Corse | |
| DOM - TOM | |
| Franche-Comté | |
| Haute Normandie | |
| Ile-de-France (Paris included) | |
| Languedoc Roussillon | |
| Limousin | |
| Lorraine | |
| Midi Pyrenées | |
| Nord-Pas-de-Calais | |
| Pays de Loire | |
| Picardie | |
| Poitou - Charentes | |
| Provence-Alpes-Côte d'Azur | |
| Rhones Alpes | |
| other | |
| No data | |

4.4 Unindexed current LTV (excluding external MBS)

| WA unindexed current LTVs (%) | | |
|-------------------------------|-----------|---|
| LTV buckets | Category | % |
| | 0 - 40 | |
| | 40 - 50 | |
| | 50 - 60 | |
| | 60 - 70 | |
| | 70 - 80 | |
| | 80 - 85 | |
| | 85 - 90 | |
| | 90 - 95 | |
| | 95 - 100 | |
| | 100 - 105 | |
| | 105 - 110 | |
| | 110 - 115 | |
| | 115+ | |

4.5 Indexed current LTV (excluding external MBS)

| WA indexed current LTVs (%) | | |
|-----------------------------|-----------|---|
| LTV buckets | Category | % |
| | 0 - 40 | |
| | 40 - 50 | |
| | 50 - 60 | |
| | 60 - 70 | |
| | 70 - 80 | |
| | 80 - 85 | |
| | 85 - 90 | |
| | 90 - 95 | |
| | 95 - 100 | |
| | 100 - 105 | |
| | 105 - 110 | |
| | 110 - 115 | |
| | 115+ | |

4.6 Mortgages and guarantees (excluding external MBS)

| | | % |
|--|---------------------|---|
| 1st lien mortgage with state guaranty | | |
| 1st lien mortgage without state guaranty | | |
| Total 1st lien mortgages | | |
| guaranteed | Credit Logement | |
| | L'Equité - Generali | |
| | CNP Caution | |
| | other | |
| total guarantees | | |

4.7 Seasoning (excluding external MBS)

| Months | % |
|---------|---|
| < 12 | |
| 12 - 24 | |
| 24 - 36 | |
| 36 - 60 | |
| > 60 | |

4.8 Loan purpose (excluding external MBS)

| | % |
|----------------|---|
| Owner occupied | |
| Second home | |
| Buy-to-let | |
| Other | |
| No data | |

4.9 Principal amortisation (excluding external MBS)

| | % |
|----------------|---|
| Amortising | |
| Partial bullet | |
| Bullet | |
| Other | |
| No data | |

4.10 Interest rate type (excluding external MBS)

| | % |
|-----------------|---|
| Fixed for life | |
| Capped for life | |
| Floating | |
| Mixed | |
| Other | |
| No data | |

4.11 Borrowers (excluding external MBS)

| | % |
|----------------------|---|
| Employees | |
| Civil servants | |
| Self employed | |
| Retired / Pensioners | |
| Other non-working | |
| No data | |

4.12 Granularity and large exposures (excluding external MBS)

| | | | |
|---------------------------------|-----------------------|-------------|-------------------------------------|
| Number of loans | | | |
| Average outstanding balance (€) | | | |
| | % of total cover pool | | |
| 5 largest exposures (%) | | | |
| 10 largest exposures (%) | | | |
| | Number of loans | Outstanding | % of total cover pool (outstanding) |
| 0-200k€ | | | |
| 200-400k€ | | | |
| 400-600k€ | | | |
| 600-800k€ | | | |
| 800-1M€ | | | |
| >1M€ | | | |
| TOTAL | | | |

4.13 Residential MBS

| | TOTAL | Internal | External |
|-------------|-------|----------|----------|
| Outstanding | | | |

| Internal RMBS DETAILS | | | | | | | | | | | |
|-----------------------|------|---------------------|--------|---------|-----|-----------------------|-----------------|----------------|----------------------|-----------------------|---------------|
| Name | ISIN | Outstanding balance | Rating | | | Year of last issuance | % subordination | % reserve fund | % credit enhancement | Main country (assets) | Originator(s) |
| | | | Fitch | Moody's | S&P | | | | | | |
| RMBS 1 | | NA | | | | | | | | | |
| RMBS 2 | | NA | | | | | | | | | |
| RMBS 3 | | NA | | | | | | | | | |
| etc... | | | | | | | | | | | |

| External RMBS DETAILS | | | | | | | | |
|-----------------------|------|---------------------|--------|---------|-----|-----------------------|-----------------------|---------------|
| Name | ISIN | Outstanding balance | Rating | | | Year of last issuance | Main country (assets) | Originator(s) |
| | | | Fitch | Moody's | S&P | | | |
| RMBS 1 | | NA | | | | | | |
| RMBS 2 | | NA | | | | | | |
| RMBS 3 | | NA | | | | | | |
| etc... | | | | | | | | |

CB ISSUER Arkéa Public Sector SCF
 Reporting date 31/12/2014

5 PUBLIC SECTOR COVER POOL DATA

5.1 **Arrears and defaulted loans outstanding** Non Applicable

5.2 **Geographical distribution and type of Claim**

| | Exposures to or guaranteed by Supranational Institution | Exposures to Sovereigns | Exposures guaranteed by Sovereigns | Exposures guaranteed by ECA | Exposures to regions / departments / federal states | Exposures guaranteed by regions / departments / federal states | Exposures to municipalities | Exposures guaranteed by municipalities | Other direct public exposures | Other indirect public exposures | Total | % |
|---------------|---|-------------------------|------------------------------------|-----------------------------|---|--|-----------------------------|--|-------------------------------|---------------------------------|-------|--------|
| EUROPE France | 0 | 0 | 0 | 0 | 543 | 0 | 396 | 0 | 221 | 113 | 1 273 | 100,0% |
| Total | 0 | 0 | 0 | 0 | 543 | 0 | 396 | 0 | 221 | 113 | 1 273 | 100,0% |

5.3 **Geographical distribution and nature of the underlying operation**

| | Loans | Securities | ABS | Total |
|---------------|-------|------------|-----|-------|
| EUROPE France | 1 273 | 0 | 0 | 1 273 |
| Total | 1 273 | 0 | 0 | 1 273 |

5.4 **French Regional exposures**

| | Outstanding Amount | % |
|----------------------------|--------------------|--------|
| Alsace | 0 | 0,0% |
| Aquitaine | 127 | 10,0% |
| Auvergne | 32 | 2,5% |
| Basse-Normandie | 4 | 0,3% |
| Bourgogne | 30 | 2,4% |
| Bretagne | 293 | 23,0% |
| Centre | 0 | 0,0% |
| Champagne-Ardenne | 20 | 1,6% |
| Corse | 2 | 0,1% |
| Franche-Comté | 4 | 0,3% |
| Haute-Normandie | 100 | 7,9% |
| Ile-de-France | 236 | 18,6% |
| Languedoc-Roussillon | 31 | 2,5% |
| Limousin | 0 | 0,0% |
| Lorraine | 0 | 0,0% |
| Midi-Pyrénées | 23 | 1,8% |
| Nord-Pas-de-Calais | 120 | 9,4% |
| Pays de la Loire | 72 | 5,7% |
| Picardie | 9 | 0,7% |
| Poitou-Charentes | 8 | 0,6% |
| Provence-Alpes-Côte d'Azur | 87 | 6,8% |
| Rhône-Alpes | 74 | 5,8% |
| Dom-Tom | 0 | 0,0% |
| Total | 1 273 | 100,0% |

5.5 **Interest rate**

| | % |
|-----------------|--------|
| Fixed for life | 35,25% |
| Capped for life | 0,00% |
| Floating | 64,75% |
| Mixed | 0,00% |
| Other | 0,00% |
| No data | 0,00% |

5.6 **Currency**

| | % |
|-------|--------|
| EUR | 100,0% |
| USD | 0,0% |
| JPY | 0,0% |
| Other | 0,0% |

5.7 **Principal amortisation**

| | % |
|----------------|--------|
| Amortising | 100,0% |
| Partial bullet | 0,0% |
| Bullet | 0,0% |
| Other | 0,0% |
| No data | 0,0% |

5.8 **Granularity, large exposures and loan size**

| | |
|---------------------------------|-----------|
| Number of exposures | 827 |
| Average outstanding balance (€) | 1 539 211 |

| | |
|--------------------------|-------|
| 5 largest exposures (%) | 23,7% |
| 10 largest exposures (%) | 38,4% |

| Loan size | Number of loans | Outstanding | % of total cover pool (outstanding) |
|--------------|-----------------|---------------|-------------------------------------|
| 0-500k€ | 974 | 123 332 881 | 9,69% |
| 500-1M€ | 99 | 70 405 227 | 5,53% |
| 1M-5M€ | 89 | 199 578 076 | 15,68% |
| 5M-10M€ | 26 | 199 676 904 | 15,69% |
| 10M-50M€ | 35 | 679 934 645 | 53,42% |
| 50M-100M€ | - | - | 0,00% |
| >100M€ | - | - | 0,00% |
| TOTAL | 1 223 | 1 272 927 733 | 100,00% |

5.9 **Public sector ABS** Non Applicable

FRENCH COVERED BOND ISSUERS STANDARDISED INVESTOR REPORT

CB ISSUER Arkéa Public Sector SCF
 Reporting date 31/12/2014

6 COVERED BONDS

6.1 Outstanding covered bonds

| | 2014 | 2013 | 2012 | 2011 | 2010 |
|-------------------|------|------|------|------|------|
| Public placement | 750 | 750 | 750 | 750 | |
| Private placement | 120 | 120 | | | |
| Sum | 870 | 870 | 750 | 750 | 0 |

| | | | | | |
|--------------------|-----|-----|-----|-----|---|
| Denominated in € | 870 | 870 | 750 | 750 | |
| Denominated in USD | | | | | |
| Denominated in CHF | | | | | |
| Denominated in JPY | | | | | |
| Denominated in GBP | | | | | |
| Other | | | | | |
| Sum | 870 | 870 | 750 | 750 | 0 |

| | | | | | |
|-----------------|-----|-----|-----|-----|---|
| Fixed coupon | 870 | 870 | 750 | 750 | |
| Floating coupon | | | | | |
| Other | | | | | |
| Sum | 870 | 870 | 750 | 750 | 0 |

6.2 Issuance

| | 2014 | 2013 | 2012 | 2011 | 2010 |
|-------------------|------|------|------|------|------|
| Public placement | | | | 750 | |
| Private placement | | 120 | | | |
| Sum | 0 | 120 | 0 | 750 | 0 |

| | | | | | |
|--------------------|---|-----|---|-----|---|
| Denominated in € | | 120 | | 750 | |
| Denominated in USD | | | | | |
| Denominated in CHF | | | | | |
| Denominated in JPY | | | | | |
| Denominated in GBP | | | | | |
| Other | | | | | |
| Sum | 0 | 120 | 0 | 750 | 0 |

| | | | | | |
|-----------------|---|-----|---|-----|---|
| Fixed coupon | | 120 | | 750 | |
| Floating coupon | | | | | |
| Other | | | | | |
| Sum | 0 | 120 | 0 | 750 | 0 |

Group level information, senior unsecured ratings and covered bond issuer overview

- 1.2 Ratings of the parent company of the group in which the CB issuer is consolidated.
- 1.3 **Covered bond issuer ratings**
 The rating agencies' methodologies usually take the senior unsecured rating of a covered bond issuer's parent company as a starting point for their assessment of the credit risk of covered bonds. However, instead of referring to the parent company rating, some rating agencies may issue a "covered bond issuer rating" which is an assessment of the credit quality of a CB issuer's credit quality on an unsecured basis. Generally, a "covered bond issuer rating" is the same as the senior unsecured rating of the CB issuer's parent company although it may be different in some specific cases. If no "CB issuer rating" has been granted to the CB issuer, "NA" should be indicated.
- 2.1 **Covered bond issuer**
 ECBC label will need to be added in this section when it will be available.
- 2.2 **Covered bonds and cover pool**
Guaranteed loans or mortgage promissory notes :
 If the eligible assets are transferred into the cover pool using guaranteed loans (i.e. collateral directive framework) or mortgage promissory notes, the outstanding amount of the eligible assets pledged as collateral of the notes or loans should be indicated instead of the amount of the guaranteed loans.
Asset backed securities :
 If eligible asset backed securities are included in the cover pool, the explanations to the reporting should specify whether the information is provided using a look through approach (i.e. underlying assets) or if the outstanding amount of ABS securities held is indicated.
"Of which assets eligible to CB refinancing" :
 The outstanding amount of eligible assets including replacement assets shall be filled in. The eligible amounts only take into account assets which fulfill the legal eligibility criteria to the cover pool. For residential loans, the eligible amounts are limited to 80% of the value of the pledged property for mortgage loans or of the financed property for guaranteed loans. The legal coverage ratio's weightings of eligible assets are not taken into account in this calculation (e.g. a loan guaranteed by an eligible guarantor with an LTV level below the 80% / 60% cap is entered for 100% of its outstanding amount regardless of the guarantor's rating).
- 2.3 **Overcollateralisation ratios**
 Each issuer shall explain calculation methodology for each OC ratio :
 - formulas
 - all amounts shall be indicated after taking into account the cover pool's interest rate or currency swaps.
 - accrued interest included or excluded ?
 The legislation requires that the calculation of the legal coverage ratio be audited semi-annually within a period of three months following the calculation date. As a consequence, the current ratio is provisional / unaudited when the report is published. The last audited ratio is provided as an additional information.
 Rating agencies : Minimum OC
 Issuers shall disclose the highest minimum OC requirement.
- 3 **ALM**
Contractual maturities :
 Contractual maturities are calculated assuming a zero prepayment scenario on the cover pool assets. For pass through ABS, this assumption is applied to the underlying assets to determine the contractual maturity of the ABS (i.e. contractual maturity is not calculated according to the legal final maturity of the securities).
Expected maturities :
 The assumptions underlying the calculation of the expected WAL and expected maturity breakdown shall be disclosed for each element of the cover pool including substitute assets. Some information should be provided to explain the prepayment assumptions on assets and liabilities. For substitute assets, it should be explained if these assumptions include asset sales or repo.
- 3.5 **Liquid assets**
Outstanding
 The nominal value of liquid assets shall be reported.
Liquidity support
 Provide details on the nature of liquidity support.
- 3.6 **Substitute assets**
 Details of the information provided shall be given in the case of split ratings.

Residential cover pool data

- 4 Explain for each table which information is included or not included (e.g. external RMBS assets excluded)
 The assets backing guaranteed loans (collateral directive framework), mortgage promissory notes and internal ABS shall be disclosed using a look through approach in each table.
- 4.2, 4.3 **Geographical distribution / regional breakdown**
 The geographical breakdown of assets shall take into account the location of the pledged property for residential mortgages and the location of the property which is refinanced by the loan in the case of guaranteed loans.
- 4.4 **Unindexed current LTV**
 Unindexed LTV is calculated on the basis of the current outstanding amount of the loans and the initial valuation / price of the residential assets.
- 4.5 **Indexed current LTV**
 Indexed LTV is calculated on the basis of the current outstanding amount of the loans to the appraised values or prices of the residential assets using an indexation methodology. Details of the indexation methodology shall be provided.
- 4.6 **Mortgages and guarantees**
 Provide a breakdown by guarantee regime in the case of state guarantees (FGAS, NHG...)
- 4.10 **Interest rate type**
 "Floating" includes loans with with interest rate reset periods exceeding one year (e.g. loan indexed on CMS 5Y with an interest rate reset every five years)
 "Mixed" shall be used for loans with a combination of fixed, capped or floating periods (e.g. 10 years initial fixed rate switching to floating).

Public sector cover pool data

- 5 Explain for each table which information is included or not included.