

SOCIETE GENERALE

RESULTS FOR FIRST HALF 2000

NOTE: The amendments made to French accounting standards have led us to restate our figures for the first half of 1999. A technical appendix shows the impact of these various restatements.



GROUP

AUGUST 3rd 2000

Sustained growth in activity and strong earnings

- **Sustained growth in activity and development of franchises: net banking income up 21%**

- **High level of profitability**
 - **Net income: +28%**
 - **H1 00 ROE: 26.6%**

First-half financial highlights

In EUR m

	H1 00	H1 99	Change	
Net banking income	7,058	5,844	+21%	+14% (*)
Operating expenses	(4,720)	(4,049)	+17%	+11% (*)
Gross operating income	2,338	1,795	+30%	+21% (*)
Operating income	2,056	1,409	+46%	
Net income	1,635	1,281	+28%	
EPS (in EUR over 6 months) (**)	4.1	3.1	+30%	
Group ROE	26.6%	24.3%		
Business line ROE	27.1%	18.9%		

(*) when adjusted for changes in Group structure and at a constant exchange rate

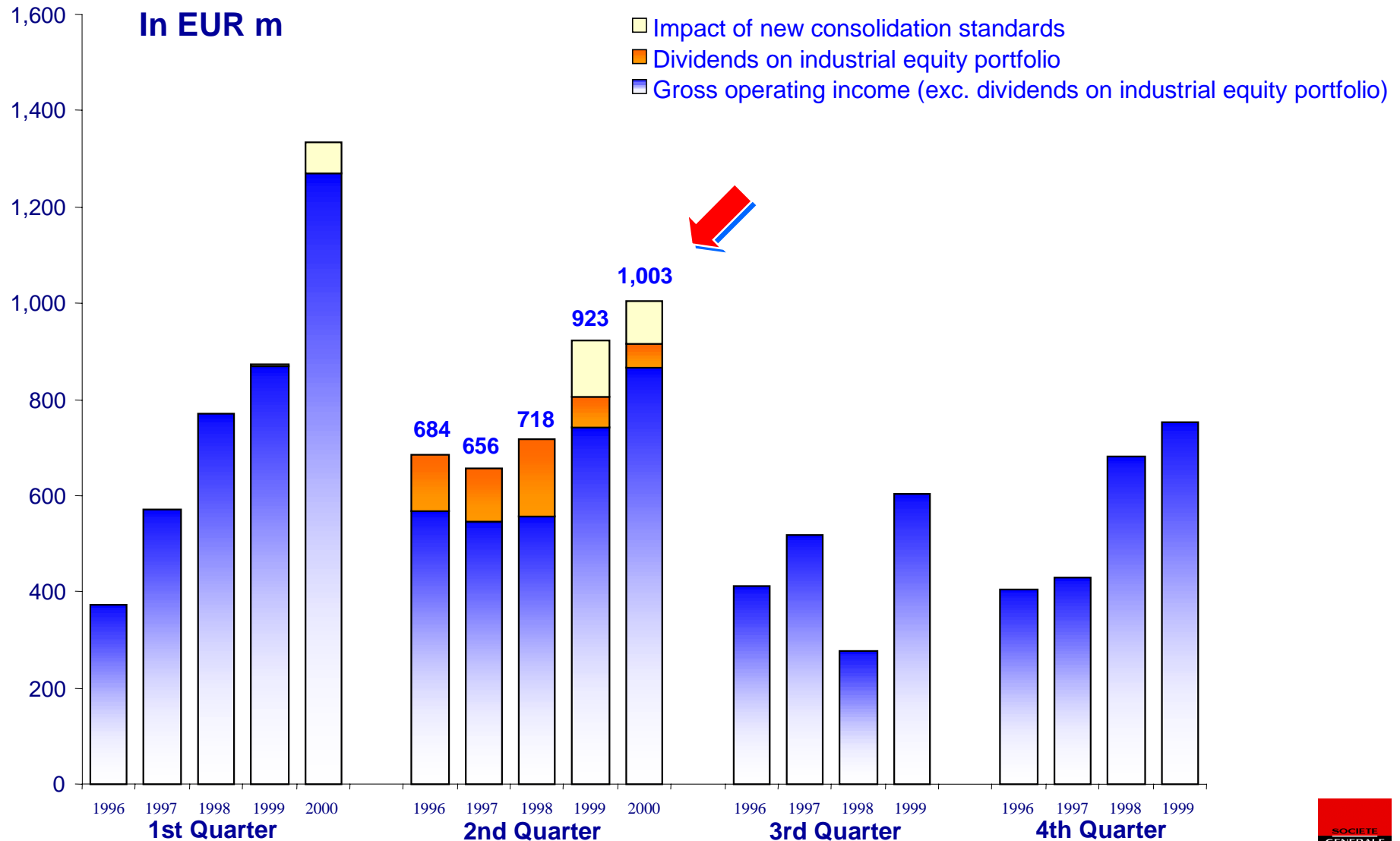
(**) in millions of shares exc. treasury stock and buybacks: 399.1 406.9

Second-quarter financial highlights

In EUR m

	Q2 00	Q2 99	Q2 00/Q2 99
Net banking income	3,389	2,985	+14%
Operating expenses	(2,386)	(2,062)	+16%
Gross operating income	1,003	923	+9%
Operating income	879	703	+25%
Net income	752	705	+7%
Group ROE	24.1%	26.0%	

Quarterly change in gross operating income



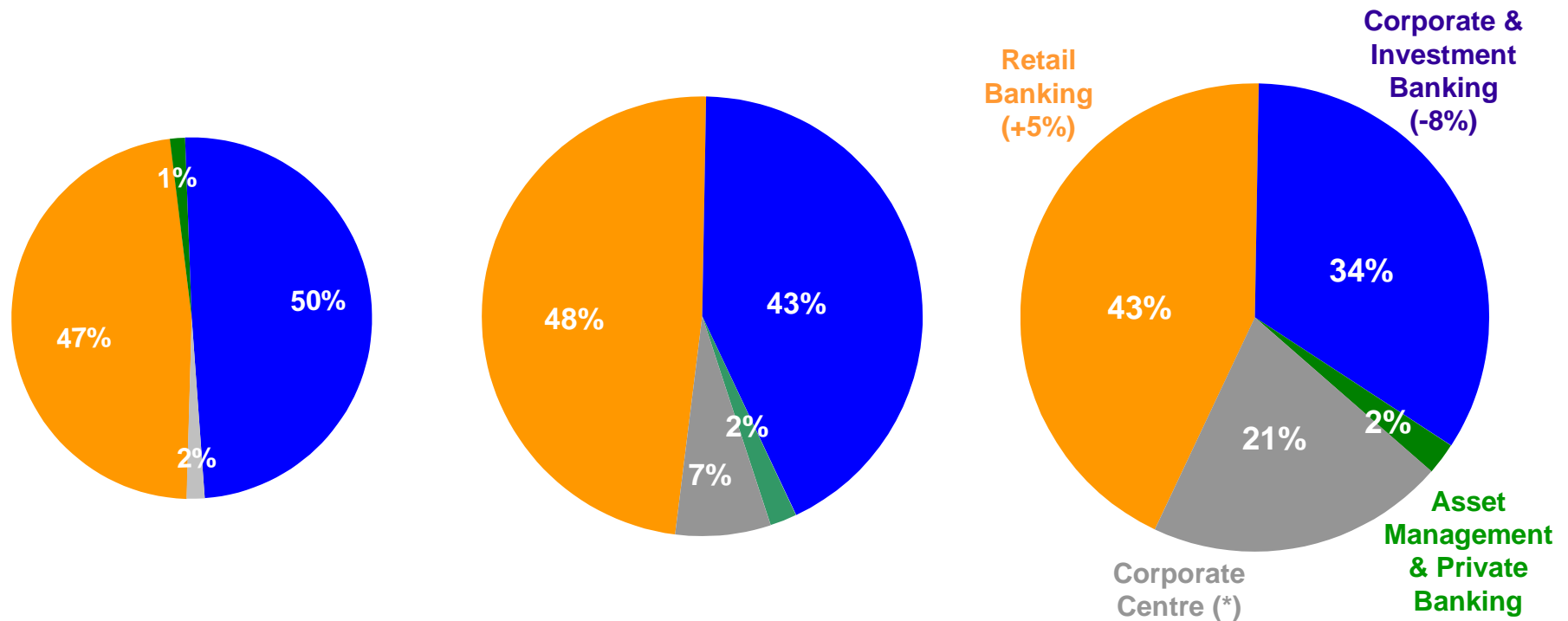
Continued reallocation of capital

AVERAGE ALLOCATED CAPITAL
(change H1 00/H1 99)

Q1 98: EUR 9.4bn

H1 99: EUR 10.5bn

H1 00: EUR 12.3bn

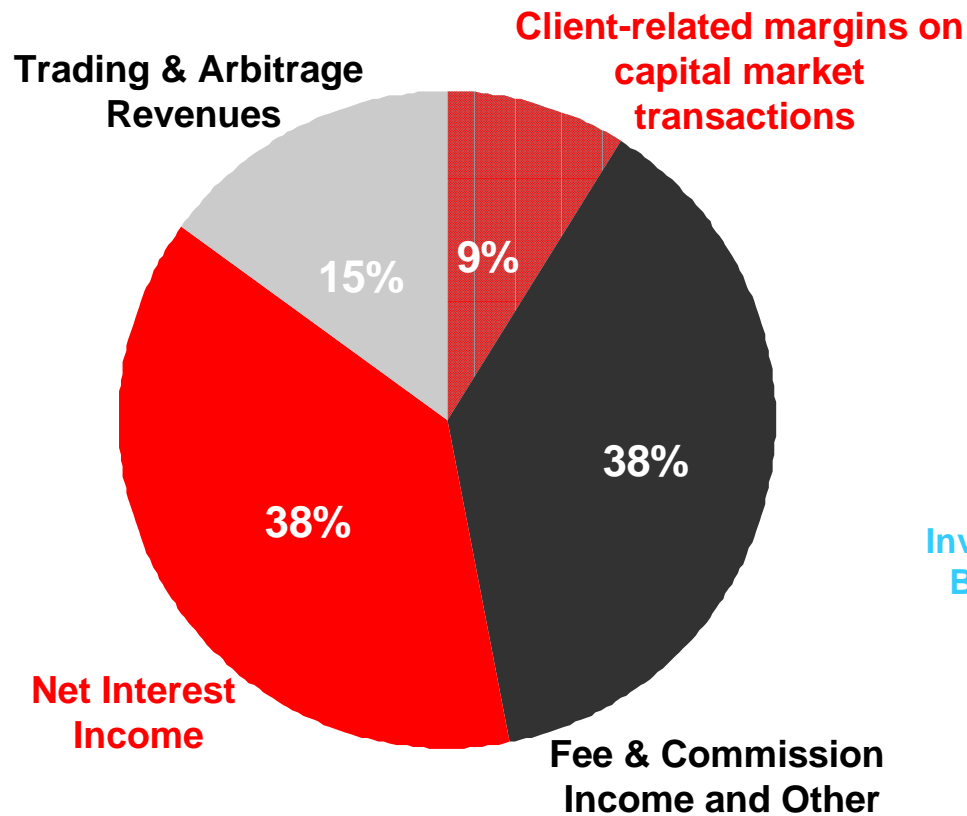


(*) Non-allocated capital, non-amortised goodwill, proprietary investments, etc.

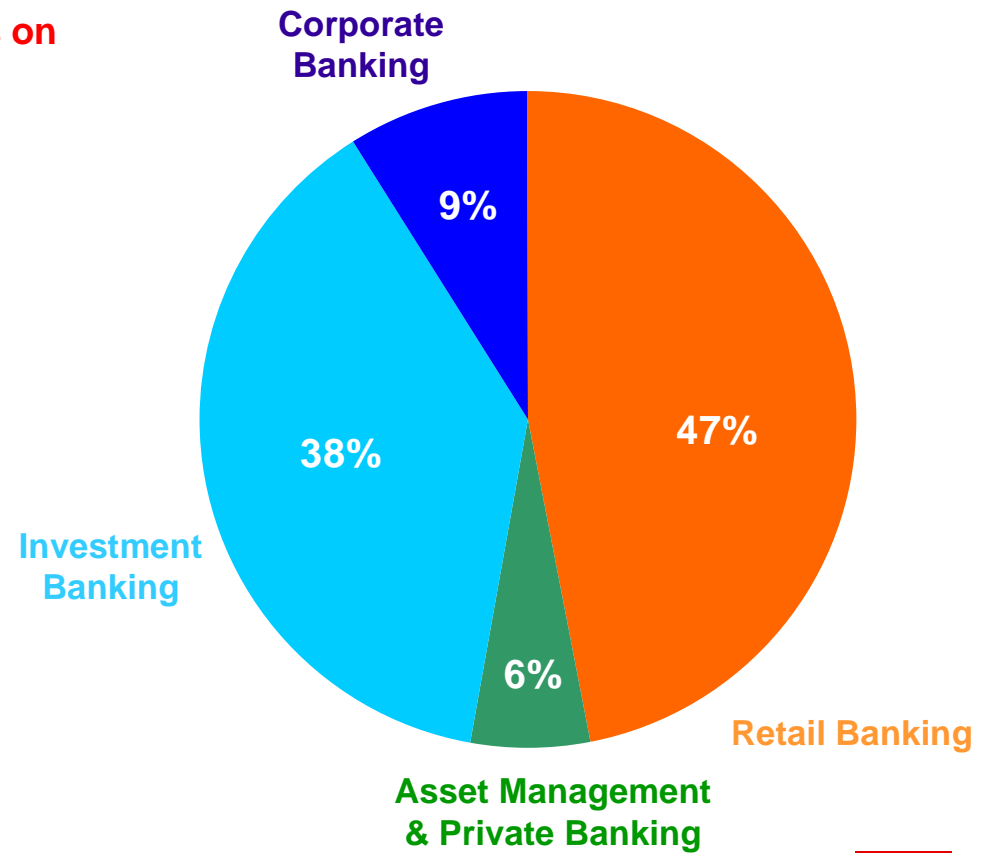
Revenue mix

H1 00 Net Banking Income: EUR 7.1bn

NBI by Type of Revenue (%)



NBI by Business Line (%)



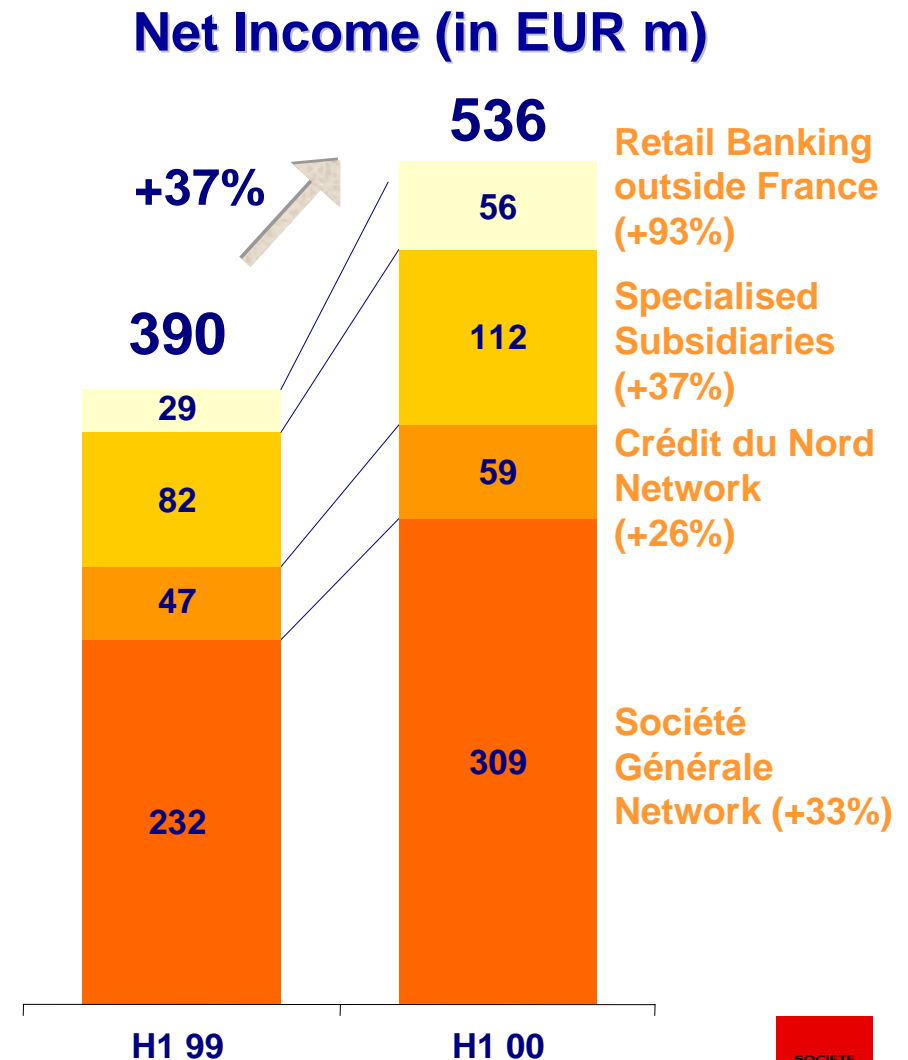
Results of core businesses

- **Retail Banking**
- **Asset Management and Private Banking**
- **Corporate and Investment Banking**

Retail Banking

Growth in earnings and profitability

- Increase in ROE across the board
 - ROE H1 99 = 15%
 - ROE H1 00 = 20%
- Stable level of domestic risk provisioning
- Improvement in cost/income ratio
 - H1 99 = 74%
 - H1 00 = 68%
- Stabilisation of network intermediation spread (see Appendix, p. 24)



Retail Banking in France

Growth in activity and development of franchise

- **Growth in business volumes**
 - **Loan outstanding:**
 - ✓ Individual customers: +10%
 - ✓ Businesses: +6%
 - **Deposit outstanding: +5%**
 - **Strong growth in life insurance: EUR 3.6bn of premiums collected (+76% in relation to H1 99)**
- **Development of franchise**
 - **Number of current accounts^(*): +2.9%/end-June 99**
 - **6.4 products per customer^(**) at 30/06/00 (vs. 6.2 at 30/06/99 and 6.3 at 31/12/99)**
- **Extension of offer for individual customers**
 - **"Expresso" consumer loan with flexible repayment terms**
 - **Launch of "Young Person's Pack" for customers between the ages of 12 and 25; package of everyday banking products and services (inc. mobile phone message service)**

(*) Société Générale, Crédit du Nord and Sogéнал Networks

(**) Société Générale Network only, excluding Crédit du Nord and Sogéнал

Retail Banking

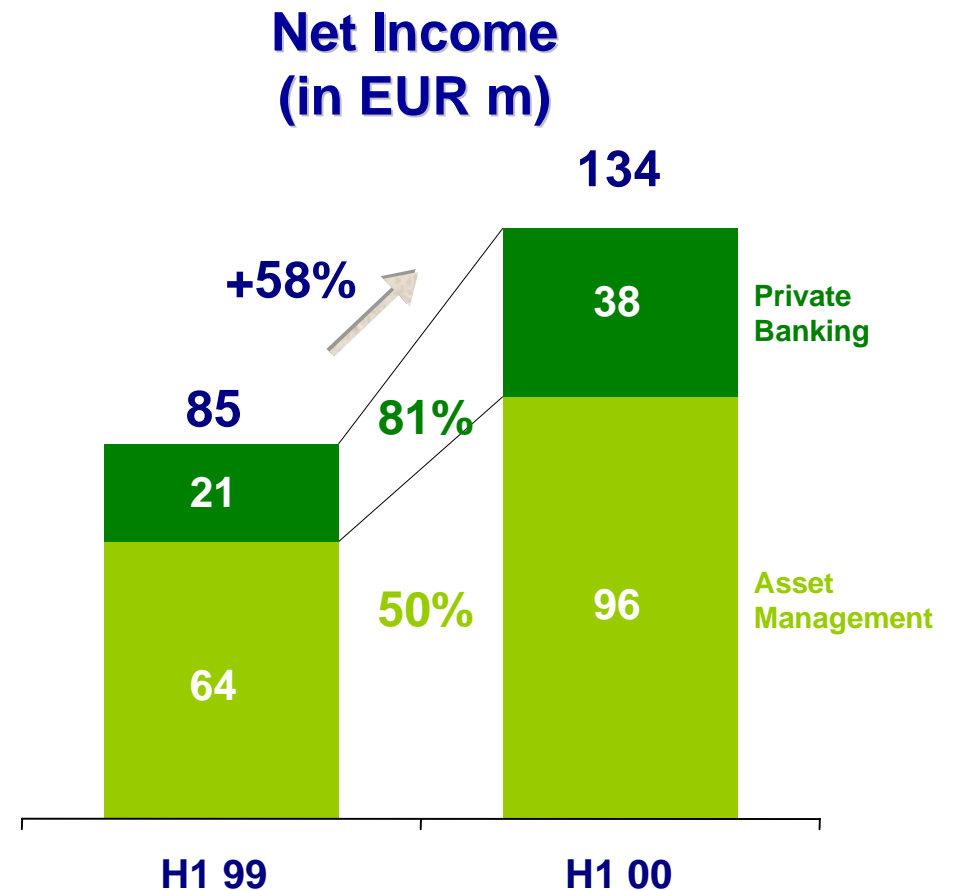
Extension of multi-channel offer: a busy quarter

- **Currently only bank in France to offer 6 different remote banking channels**
 - **1985 - Minitel:** over 12 million connections in H1 00 (+18%/H1 99)
 - **1994 - Voice servers:** over 25 million calls in H1 00 (+16%/H1 99)
 - **1998 - Internet via PC:** 168,000 effective users at end-June 00 (+47%/end-March 00)
 - **22/06/00 - WAP Service (internet via mobile phone):** consultation of accounts. In addition, only bank in France to offer a proprietary range of interactive services (weather forecasts, traffic reports, etc.)
 - **28/06/00 - Messalia (SMS via mobile phone):** warning message service concerning account movements (70,000 subscribers expected by end-December)
 - **12/07/00 - Interactive television (Visualia)**
- **Only bank in France to offer proprietary free ISP service: "VooNoo" since 15/06/00**
- **Transformation of our "socgen.com" site into a portal providing access to a wide range of information and services (notably Web site for business customers, Web site for individual customers...)**
- **Partnership with France Télécom: large-scale financial services test bed based on artificial intelligence, allowing customers to query computerised voice server using natural language**
- **Continued development of e-brokerage**
 - **Fimatex:** 77,000 accounts at end-June 00 (+34%/end-March 00)

Asset Management and Private Banking

Uninterrupted growth in earnings

- Sharp rise in net income: +58%
- Improvement in cost/income ratio
 - H1 99 = 56%
 - H1 00 = 50%
- Increasing contribution to Group net income
 - 8.2% to net attributable income (H1 99: 6.6%)



Asset Management and Private Banking^(*)

Growth drivers

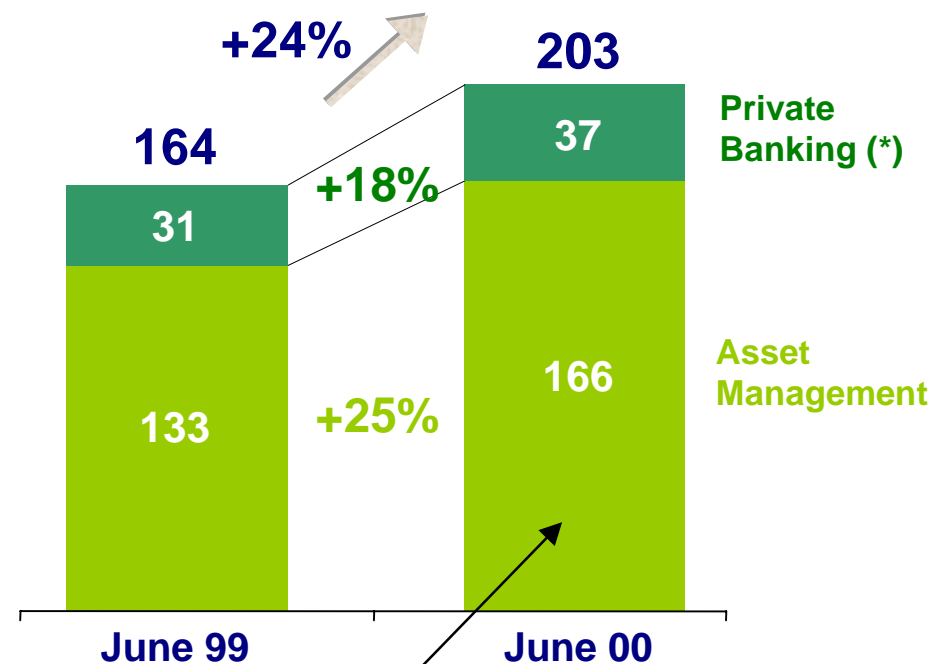
- Private Banking (*)

- Prescription potential of networks remains strong
- Strengthening of sales teams

- Asset Management

- Increasing contribution made by recent subsidiaries
 - ✓ SGAM UK + SG Yamaichi AM = 19% of assets managed by Asset Management business at end-June 00 (16% at end-June 99)
- Product innovation and extension of service offer

Assets under Management (in EUR bn)



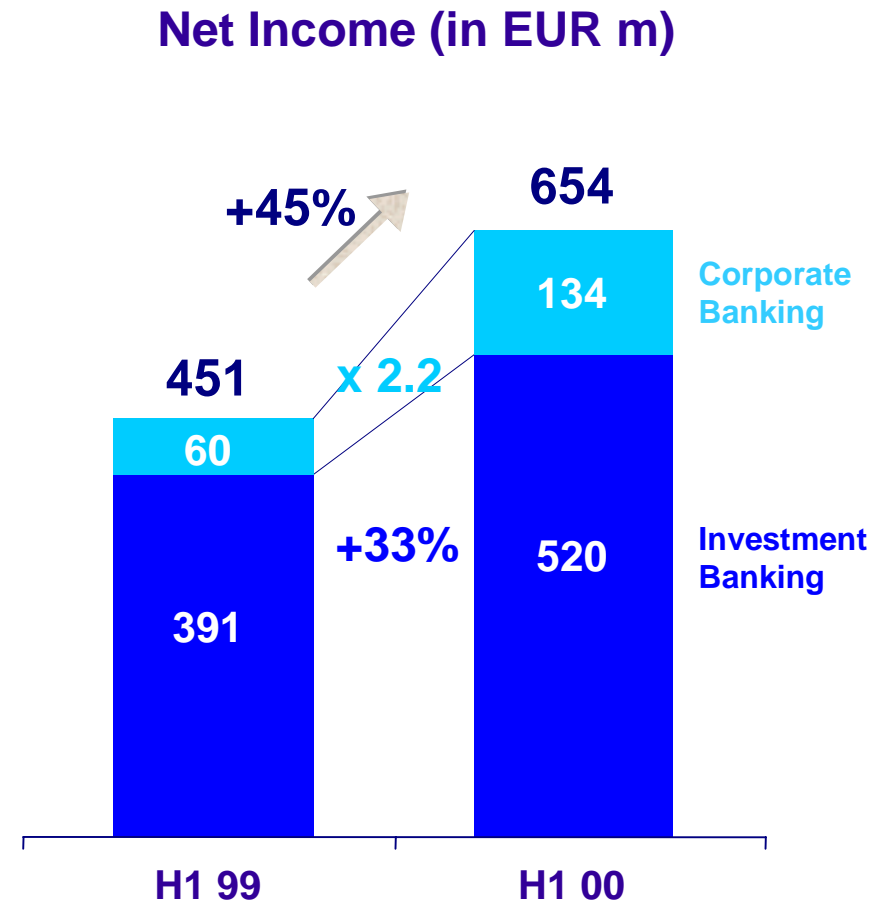
o.w. new money: EUR 15.9bn
 o.w. performance: EUR 17.2bn

(*) The Private Banking business line was created at the end of 1997. It manages high net worth individuals entrusting Société Générale with at least EUR 1.5m of assets in France and EUR 1m outside France.

Corporate and Investment Banking

Sustained growth in earnings: 31% ROE

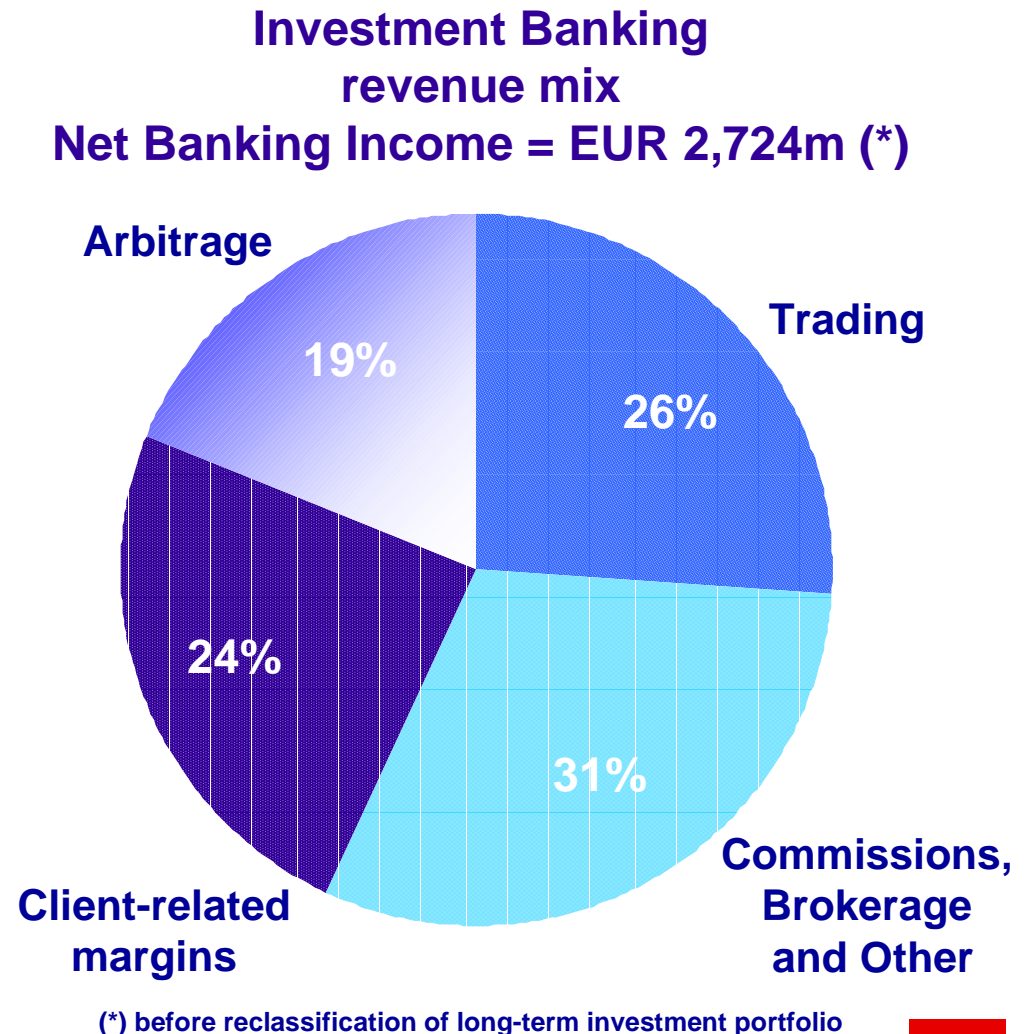
- **Equity/Advisory:** exceptional performance
 - Net Income = EUR 513m (x2.1)
- **Debt, Currencies and Commodities:**
 - Net income = EUR 7m after reclassification of LT investment portfolio (impact of EUR -51m after tax)
- **Value-added Structured Finance:** performance in Q2 made up for slower Q1
 - Net Income Q2 00 = EUR 68m (+55%/Q1 00)
 - ROE Q2 00 = 19%
- **Commercial Banking:** recovery confirmed
 - cost/income ratio: 47% in H1 00 / 55% in H1 99
 - Net income H1 00 = EUR 22m (H1 99 = EUR -45m)



Corporate and Investment Banking

Continued product innovation and stabilisation of risk profile

- **Product innovation**
 - **Equity derivatives: innovative structured products (Altiplano, Etna, ...)**
 - **Convertibles: launch of "HiTech" product**
- **Improvement in risk profile**
 - **NBI/VaR H1 00: 59.6 / H1 99: 44.5 (stabilisation of average VaR at EUR 44m)**



Corporate and Investment Banking

Development of e-platforms

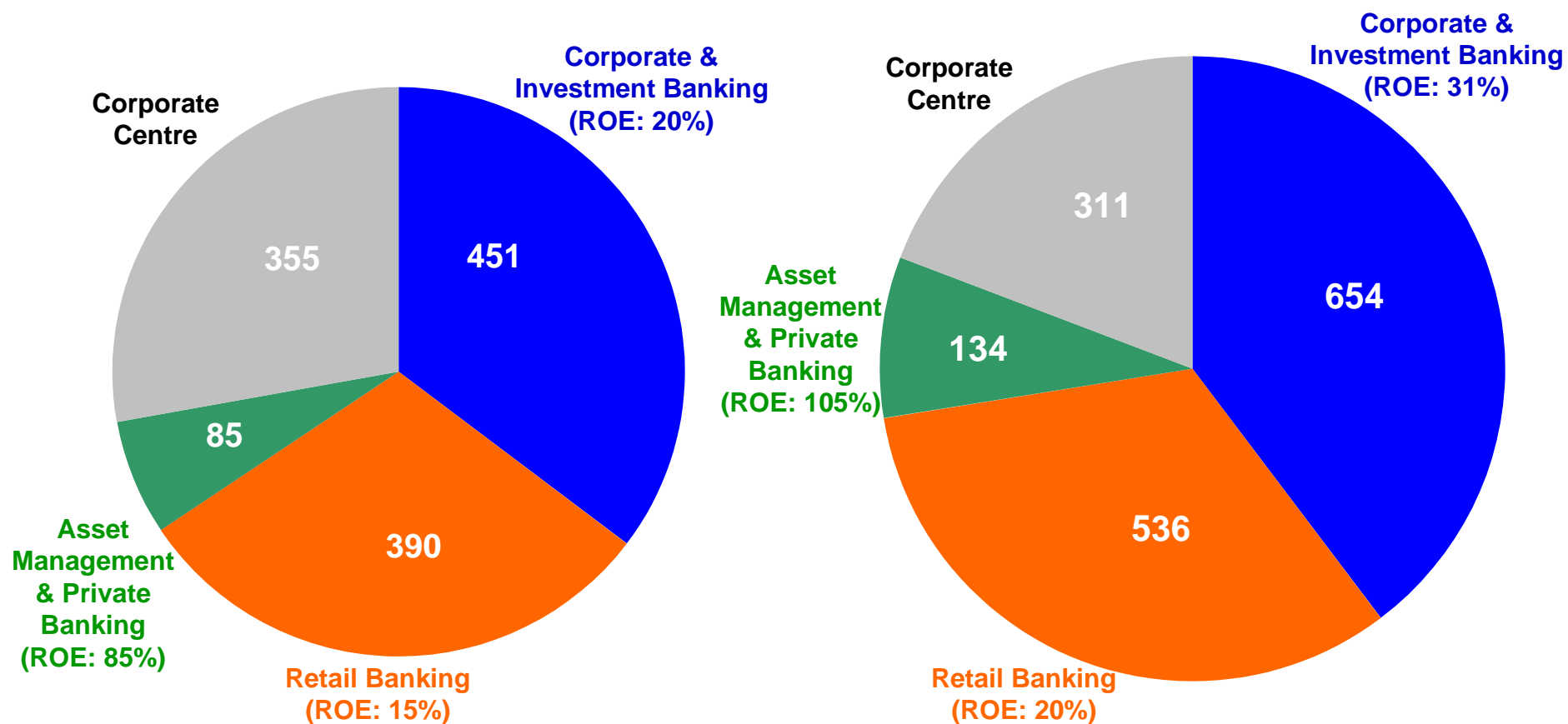
- Creation of an "incubator" staffed by 40 people dedicated to developing internet projects
- Project to create a pan-European electronic market place dedicated to cash management and capital markets in association with BSCH, Commerzbank, Sanpaolo-IMI and RBS
- "Intercontinental Exchange.com": the recent arrival of 6 new companies will enable this site to become the benchmark platform worldwide for OTC commodities trading (precious metals, gas, electricity, oil, refined products, ...)
- Overhaul of "warrants.socgen.com" site offering information on SG warrants in 9 languages. Only mass market site providing real-time Reuters price quotations.
- Partner in "AluminiumFirst.com", a vertical marketplace
- Participation in "B2Benergia.com", a Spanish internet portal specialised in the energy and cogeneration sector
- Launch in Asia of the "eFXtrade" site, a new online service providing individual customers with access to the forex market

Société Générale Group

Steady improvement in profitability

Net Income H1 99: EUR 1,281m

Net Income H1 00: EUR 1,635m





APPENDICES

Appendix - Société Générale Group

Interim income statement by core business

In EUR m	Retail Banking		Asset Management & Private Banking		Corporate & Investment Banking		Corporate Centre		Group	
	H1 00	H1 99(*)	H1 00	H1 99(*)	H1 00	H1 99(*)	H1 00	H1 99(*)	H1 00	H1 99(*)
Net banking income	3,334	2,818	431	311	3,270	2,620	23	95	7,058	5,844
Operating expenses	(2,282)	(2,077)	(217)	(175)	(2,154)	(1,709)	(67)	(88)	(4,720)	(4,049)
Gross operating income	1,052	741	214	136	1,116	911	(44)	7	2,338	1,795
Net allocation to provisions	(171)	(138)	0	0	(84)	(206)	(27)	(42)	(282)	(386)
Operating income	881	603	214	136	1,032	705	(71)	(35)	2,056	1,409
Net income from LT investments	32	0	0	0	18	8	458	516	508	524
Net income from companies accounted for by the equity method	13	28	0	0	(16)	1	4	4	1	33
Extraordinary items	0	0	0	0	0	0	(9)	0	(9)	0
Income tax	(330)	(220)	(76)	(50)	(377)	(257)	(22)	(104)	(805)	(631)
Amortisation of goodwill	0	0	0	0	0	0	(20)	(20)	(20)	(20)
Net income before minority interests	596	411	138	86	657	457	340	361	1,731	1,315
Minority interests	(60)	(21)	(4)	(1)	(3)	(6)	(29)	(6)	(96)	(34)
Net income (before impact of SG-Paribas)	536	390	134	85	654	451	311	355	1,635	1,281
Average allocated capital	5,353	5,085	256	199	4,165	4,514	2,542	740	12,315	10,539
ROE	20.0%	15.3%	104.5%	85.2%	31.4%	20.0%	24.5%	95.9%	26.6%	24.3%

(*) restated according to new French accounting standard (see Technical Appendix, page 42)

Appendix - Société Générale Group

Quarterly income statement by core business

In EUR m	Retail Banking		Asset Management & Private Banking		Corporate & Investment Banking		Corporate Centre		Group	
	Q2 00	Q2 99(*)	Q2 00	Q2 99(*)	Q2 00	Q2 99(*)	Q2 00	Q2 99(*)	Q2 00	Q2 99(*)
Net banking income	1,698	1,459	221	160	1,446	1,253	24	113	3,389	2,985
Operating expenses	(1,166)	(1,049)	(113)	(83)	(1,079)	(847)	(28)	(83)	(2,386)	(2,062)
Gross operating income	532	410	108	77	367	406	(4)	30	1,003	923
Net allocation to provisions	(96)	(73)	1	0	(23)	(110)	(6)	(37)	(124)	(220)
Operating income	436	337	109	77	344	296	(10)	(7)	879	703
Net income from LT investments	32	0	0	0	4	9	306	362	342	371
Net income from companies accounted for by the equity method	6	14	0	0	(7)	2	1	0	0	16
Extraordinary items	0	0	0	0	0	0	(16)	0	(16)	0
Income tax	(169)	(123)	(40)	(29)	(124)	(111)	(59)	(86)	(392)	(349)
Amortisation of goodwill	0	0	0	0	0	0	(8)	(10)	(8)	(10)
Net income before minority interests	305	228	69	48	217	196	214	259	805	731
Minority interests	(28)	(12)	(2)	(2)	(2)	(9)	(21)	(3)	(53)	(26)
Net income (before impact of SG-Paribas)	277	216	67	46	215	187	193	256	752	705
Average allocated capital	5,477	5,118	282	223	4,433	4,748	2,277	778	12,470	10,866
ROE	20.2%	16.9%	94.9%	82.5%	19.4%	15.8%	33.9%	131.7%	24.1%	26.0%

(*) restated according to new French accounting standard (see Technical Appendix, page 43)

Appendix - Retail Banking

Interim income statement

In EUR m

	H1 00	H1 99	Change			o.w. French networks	
						H1 00	H1 99
Net banking income	3,334	2,818	18%	11%	(*)	2,425	2,198
Operating expenses	(2,282)	(2,077)	10%	5%	(*)	(1,725)	(1,668)
Gross operating income	1,052	741	42%	26%	(*)	700	530
Net allocation to provisions	(171)	(138)	24%			(95)	(100)
Operating income	881	603	46%			605	430
Net income from companies accounted for by the equity method	13	28	-54%			7	14
Income tax	(330)	(220)	50%			(223)	(159)
Net income before minority interests	596	411	45%			389	285
Minority interests	(60)	(21)	186%			(21)	(6)
Net income	536	390	37%			368	279
Allocated capital	5,353	5,085	5%			3,845	3,728
ROE	20.0%	15.3%				19.1%	15.0%

(*) when adjusted for changes in Group structure and at a constant exchange rate

Appendix - Retail Banking

Quarterly income statement

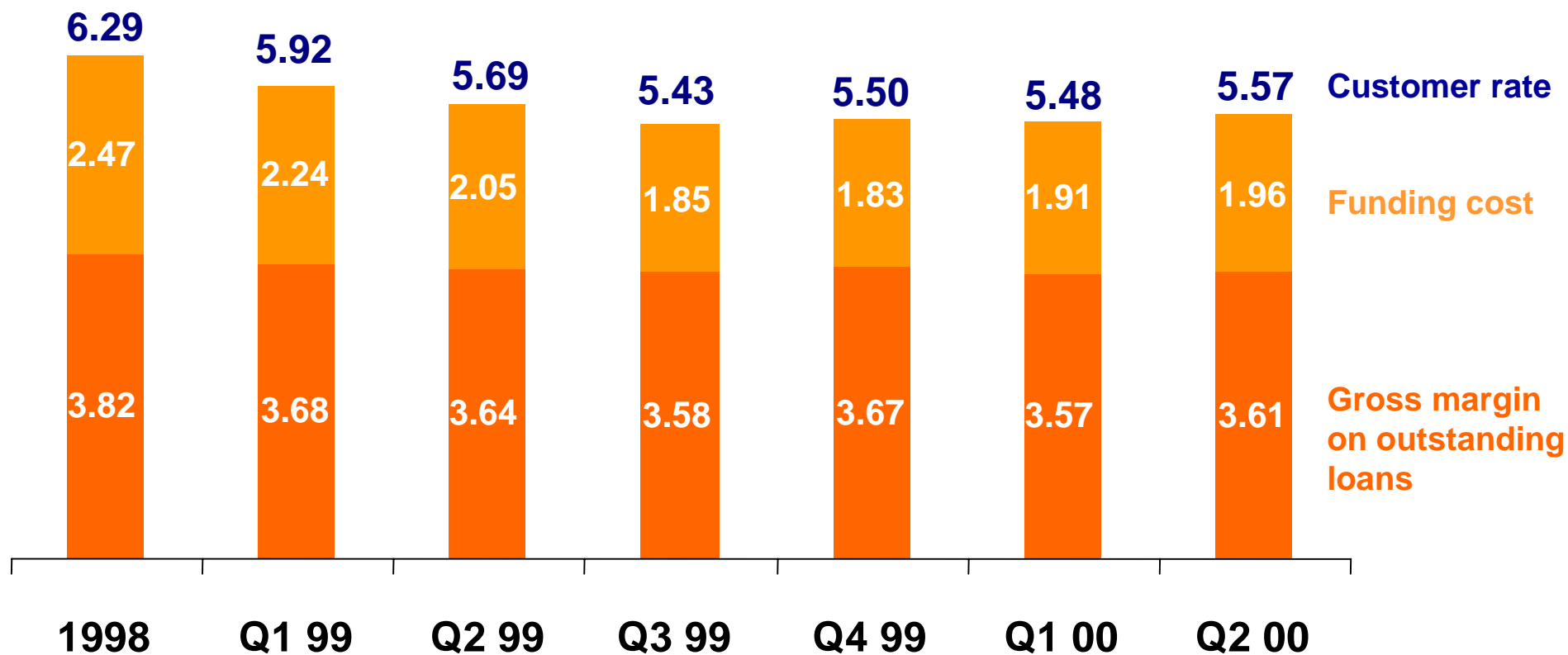
In EUR m

	Q2 00	Q2 99	Change	o.w. French networks	
				Q2 00	Q2 99
Net banking income	1,698	1,459	16%	1,221	1,119
Operating expenses	(1,166)	(1,049)	11%	(869)	(831)
Gross operating income	532	410	30%	352	288
Net allocation to provisions	(96)	(73)	32%	(50)	(50)
Operating income	436	337	29%	302	238
Net income from companies accounted for by the equity method	6	14	-57%	3	6
Income tax	(169)	(123)	37%	(111)	(88)
Net income before minority interests	305	228	34%	194	156
Minority interests	(28)	(12)	133%	(10)	(2)
Net income	277	216	28%	184	154
Allocated capital	5,477	5,118	7%	3,955	3,755
ROE	20.2%	16.9%		18.6%	16.4%

Appendix - Retail Banking

Gross intermediation spread of Société Générale Network

In %

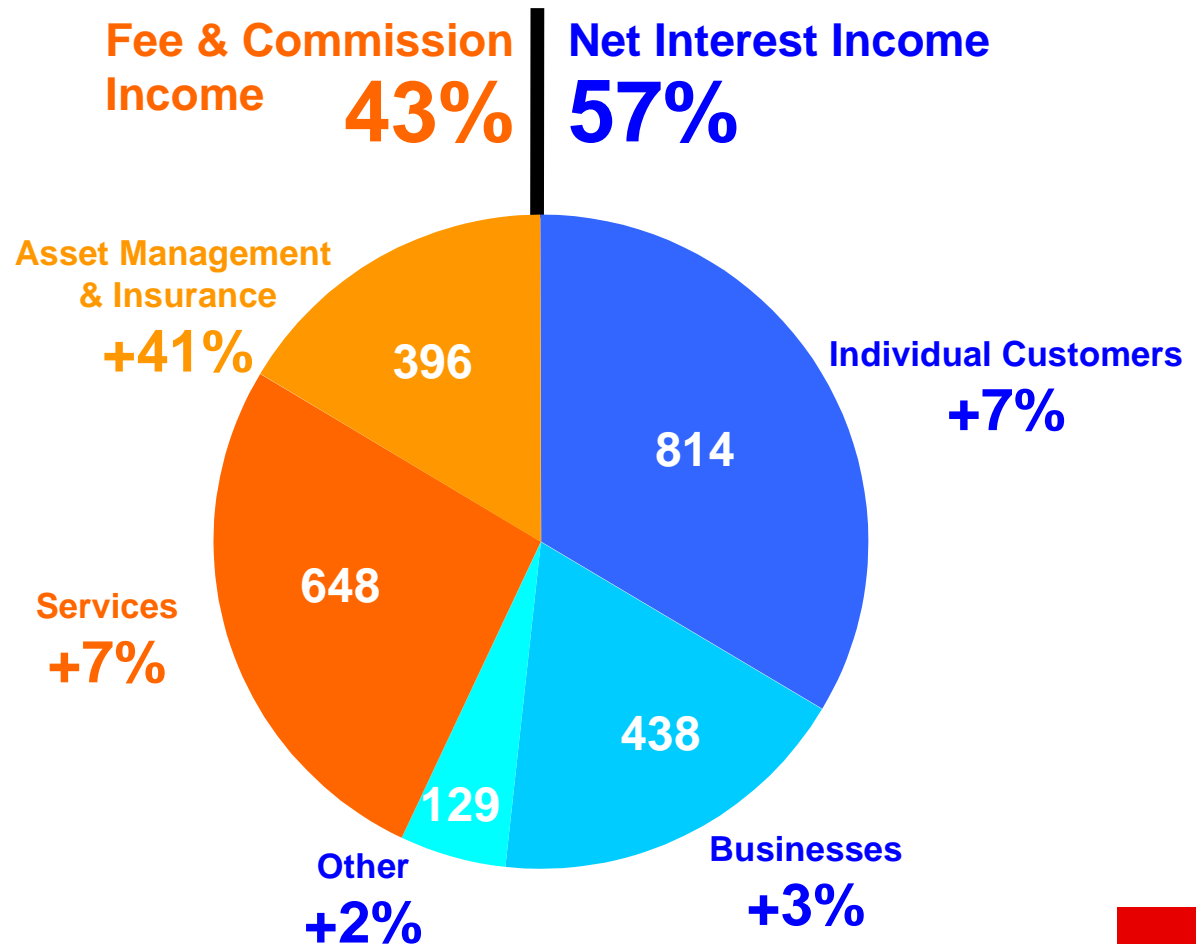
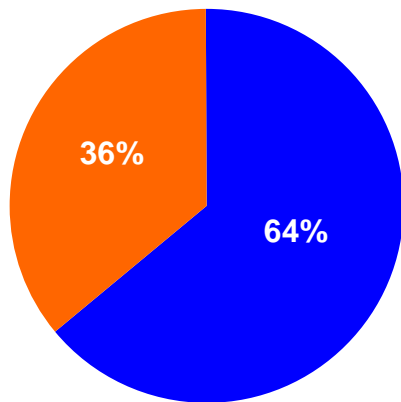


Appendix - Retail Banking

Contribution made by fee & commission income to net banking income of French networks

Breakdown of H1 00 NBI
(Change/H1 99)

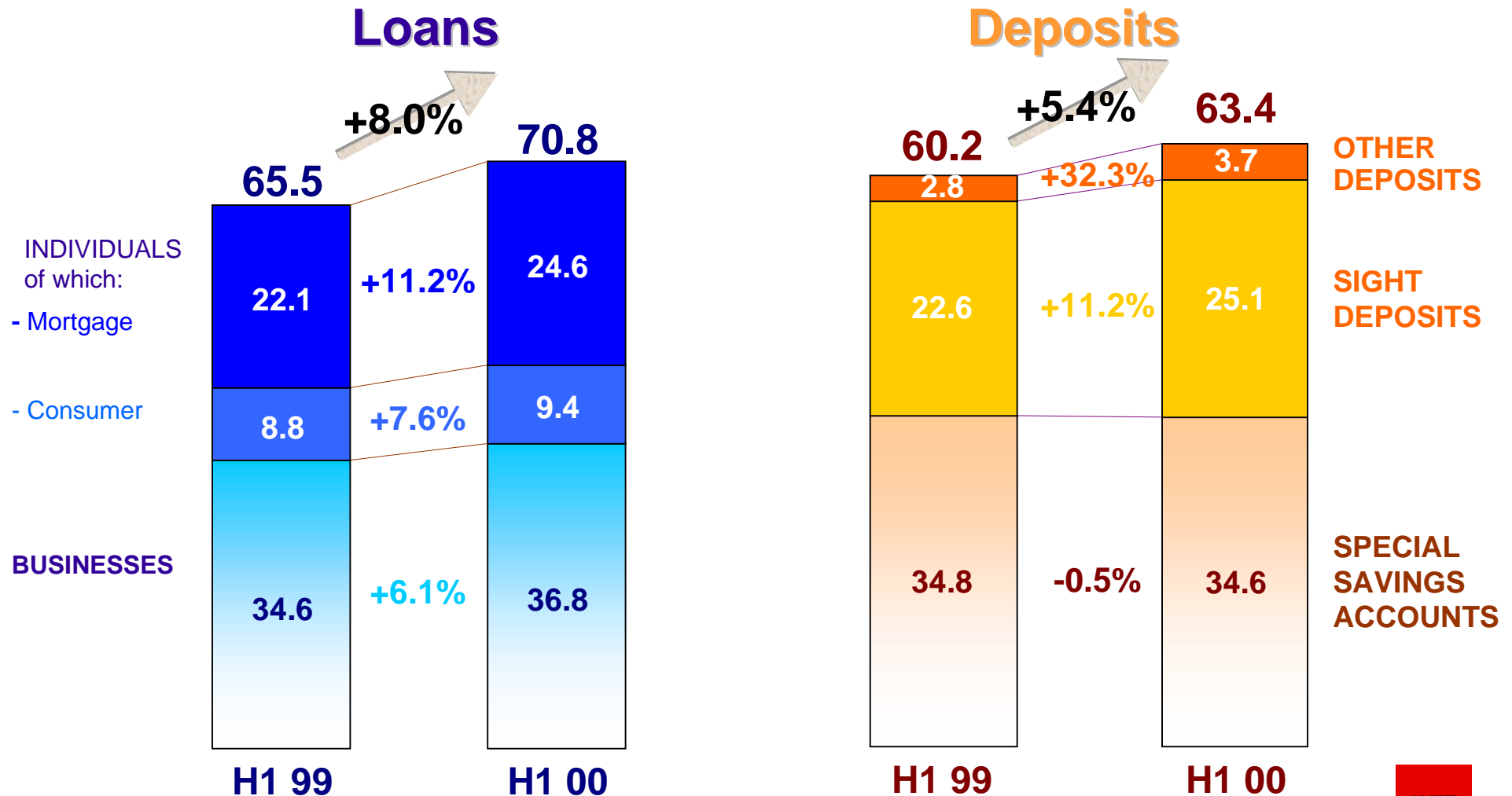
Reminder of Breakdown of
1997 NBI



Appendix - Retail Banking in France

Customer loans and deposits

Average outstanding in EUR bn



Appendix - Asset Management and Private Banking

Interim income statement

In EUR m	Asset Management		Private Banking		TOTAL Asset Mgmt. & Private Banking				
	H1 00	H1 99	H1 00	H1 99	H1 00	H1 99	Change		
Net banking income	286	209	145	102	431	311	39%	39%	(*)
Operating expenses	(124)	(101)	(93)	(74)	(217)	(175)	24%	23%	(*)
Gross operating income	162	108	52	28	214	136	57%	61%	(*)
Net allocation to provisions	0	0	0	0	0	0	N/S		
Operating income	162	108	52	28	214	136	57%		
Income tax	(62)	(43)	(14)	(7)	(76)	(50)	52%		
Net income before minority interests	100	65	38	21	138	86	60%		
Minority interests	(4)	(1)	0	0	(4)	(1)	N/S		
Net income	96	64	38	21	134	85	58%		
Allocated capital	149	104	108	95	256	199	29%		

(*) when adjusted for changes in Group structure and at a constant exchange rate

Appendix - Asset Management and Private Banking

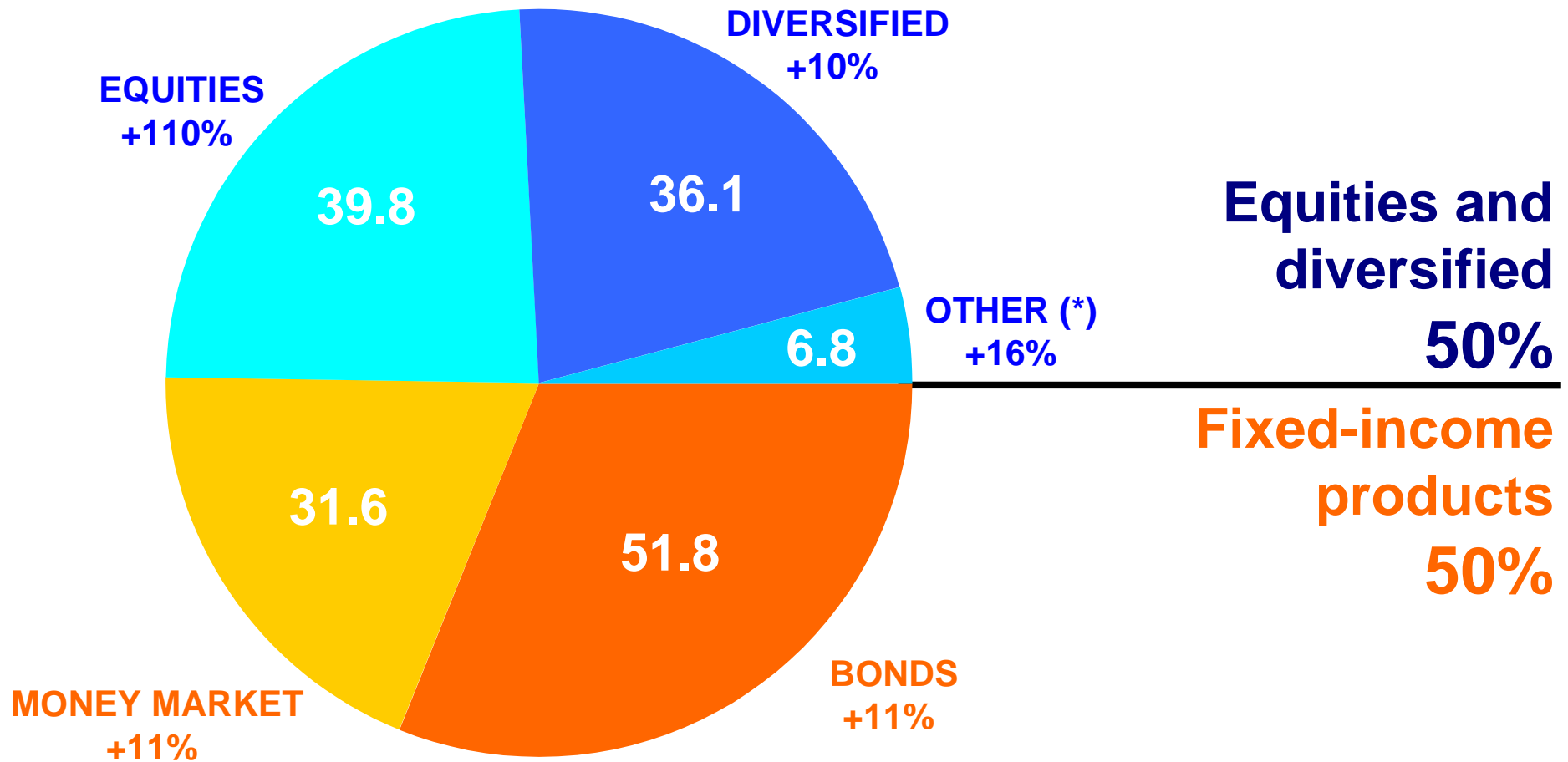
Quarterly income statement

In EUR m	Asset Management		Private Banking		TOTAL Asset Mgmt. & Private Banking		
	Q2 00	Q2 99	Q2 00	Q2 99	Q2 00	Q2 99	Change
Net banking income	150	109	71	51	221	160	38%
Operating expenses	(65)	(47)	(48)	(36)	(113)	(83)	36%
Gross operating income	85	62	23	15	108	77	40%
Net allocation to provisions	0	0	1	0	1	0	N/S
Operating income	85	62	24	15	109	77	42%
Income tax	(33)	(25)	(7)	(4)	(40)	(29)	38%
Net income before minority interests	52	37	17	11	69	48	44%
Minority interests	(2)	(2)	0	0	(2)	(2)	0%
Net income	50	35	17	11	67	46	46%
Allocated capital	159	122	123	101	282	223	27%

Appendix - Asset Management

Assets under management

Assets under management at June 30th 2000: EUR 166bn

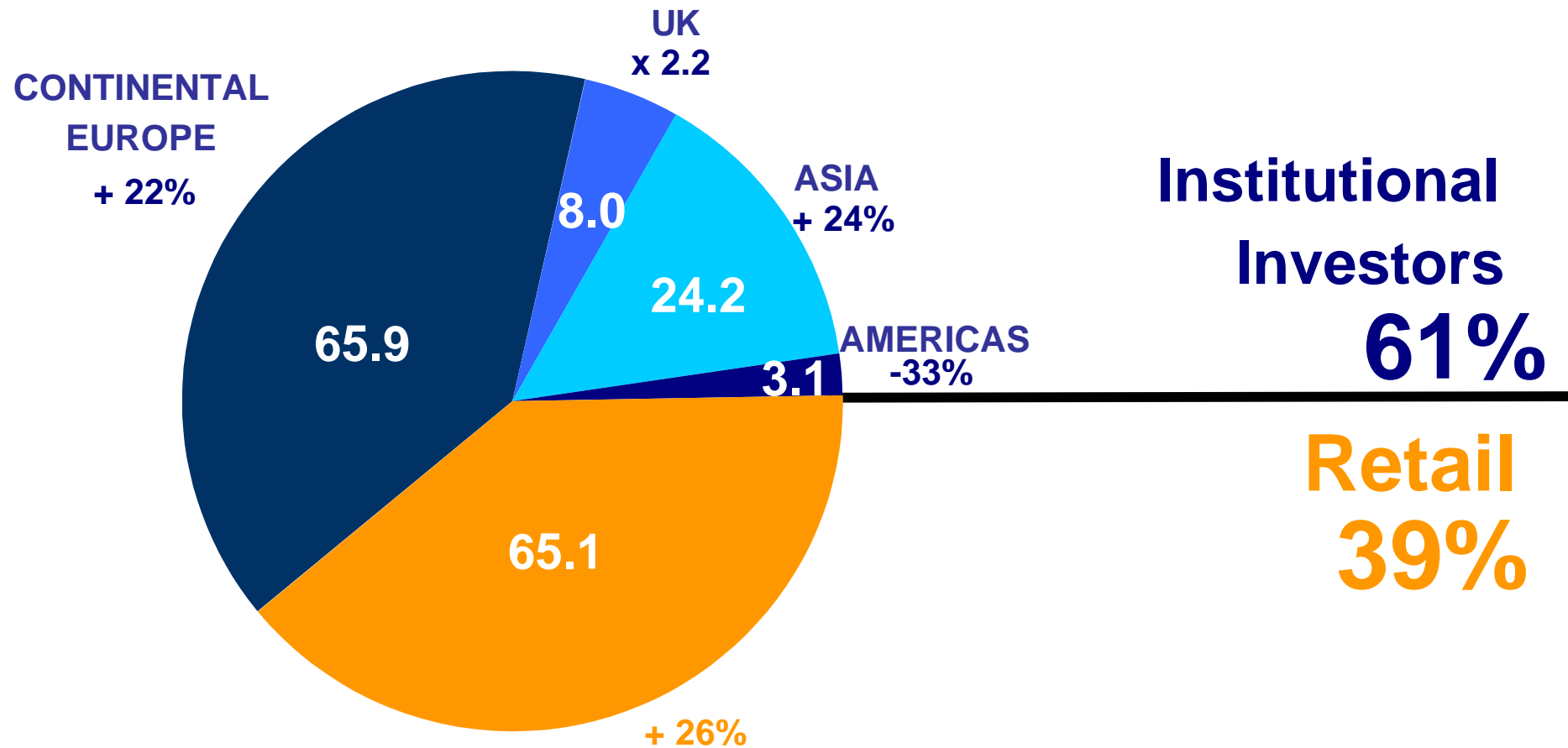


(*) non-listed shares (company savings plans) and derivatives

Appendix - Asset Management

Growth in assets under management

Assets under management at June 30th 2000: EUR 166bn



This is a corrected slide - The breakdown of assets under management was corrected on August 9th, 2000

Appendix - Corporate and Investment Banking

Interim income statement

In EUR m	Investment Banking		Corporate Banking		TOTAL Corporate & Investment Banking			Change	
	H1 00	H1 99	H1 00	H1 99	H1 00	H1 99			
Net banking income	2,645	1,956	625	664	3,270	2,620	25%	18%	(*)
Operating expenses	(1,830)	(1,362)	(324)	(347)	(2,154)	(1,709)	26%	19%	(*)
Gross operating income	815	594	301	317	1,116	911	23%	16%	(*)
Net allocation to provisions	(7)	7	(77)	(213)	(84)	(206)	-59%		
Operating income	808	601	224	104	1,032	705	46%		
Net income from LT investments	4	8	14	0	18	8	125%		
Net income from companies accounted for by the equity method	0	4	(16)	(3)	(16)	1	N/S		
Income tax	(292)	(219)	(85)	(38)	(377)	(257)	47%		
Net income before minority interests	520	394	137	63	657	457	44%		
Minority interests	0	(3)	(3)	(3)	(3)	(6)	-50%		
Net income	520	391	134	60	654	451	45%		
Allocated capital	1,395	1,304	2,770	3,210	4,165	4,514	-8%		
ROE	75%	60%	10%	4%	31%	20%			

(*) when adjusted for changes in Group structure and at a constant exchange rate

Appendix - Corporate and Investment Banking

Quarterly income statement

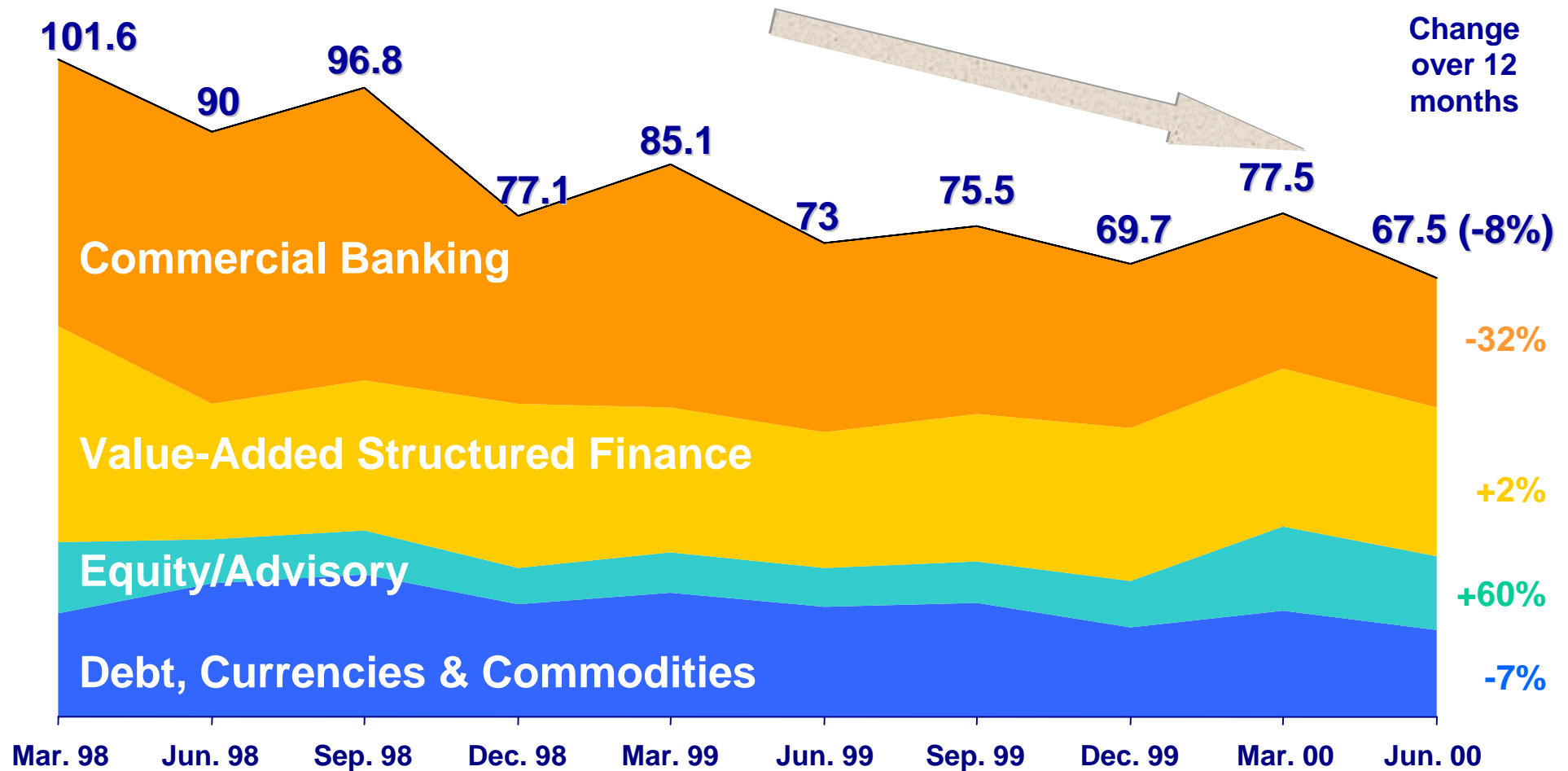
In EUR m

	Investment Banking		Corporate Banking		TOTAL Corporate & Investment Banking		
	Q2 00	Q2 99	Q2 00	Q2 99	Q2 00	Q2 99	Change
Net banking income	1,126	951	320	302	1,446	1,253	15%
Operating expenses	(911)	(674)	(168)	(173)	(1,079)	(847)	27%
Gross operating income	215	277	152	129	367	406	-10%
Net allocation to provisions	(8)	6	(15)	(116)	(23)	(110)	-79%
Operating income	207	283	137	13	344	296	16%
Net income from LT investments	4	9	0	0	4	9	-56%
Net income from companies accounted for by the equity method	0	4	(7)	(2)	(7)	2	N/S
Income tax	(75)	(106)	(49)	(5)	(124)	(111)	12%
Net income before minority interests	136	190	81	6	217	196	11%
Minority interests	(1)	(3)	(1)	(6)	(2)	(9)	-78%
Net income	135	187	80	0	215	187	15%
Allocated capital	1,647	1,390	2,787	3,357	4,433	4,748	-7%
ROE	33%	54%	11%	0%	19%	16%	

Appendix - Corporate and Investment Banking

Reduction in risk-weighted assets

Credit risk equivalent in EUR bn



Appendix

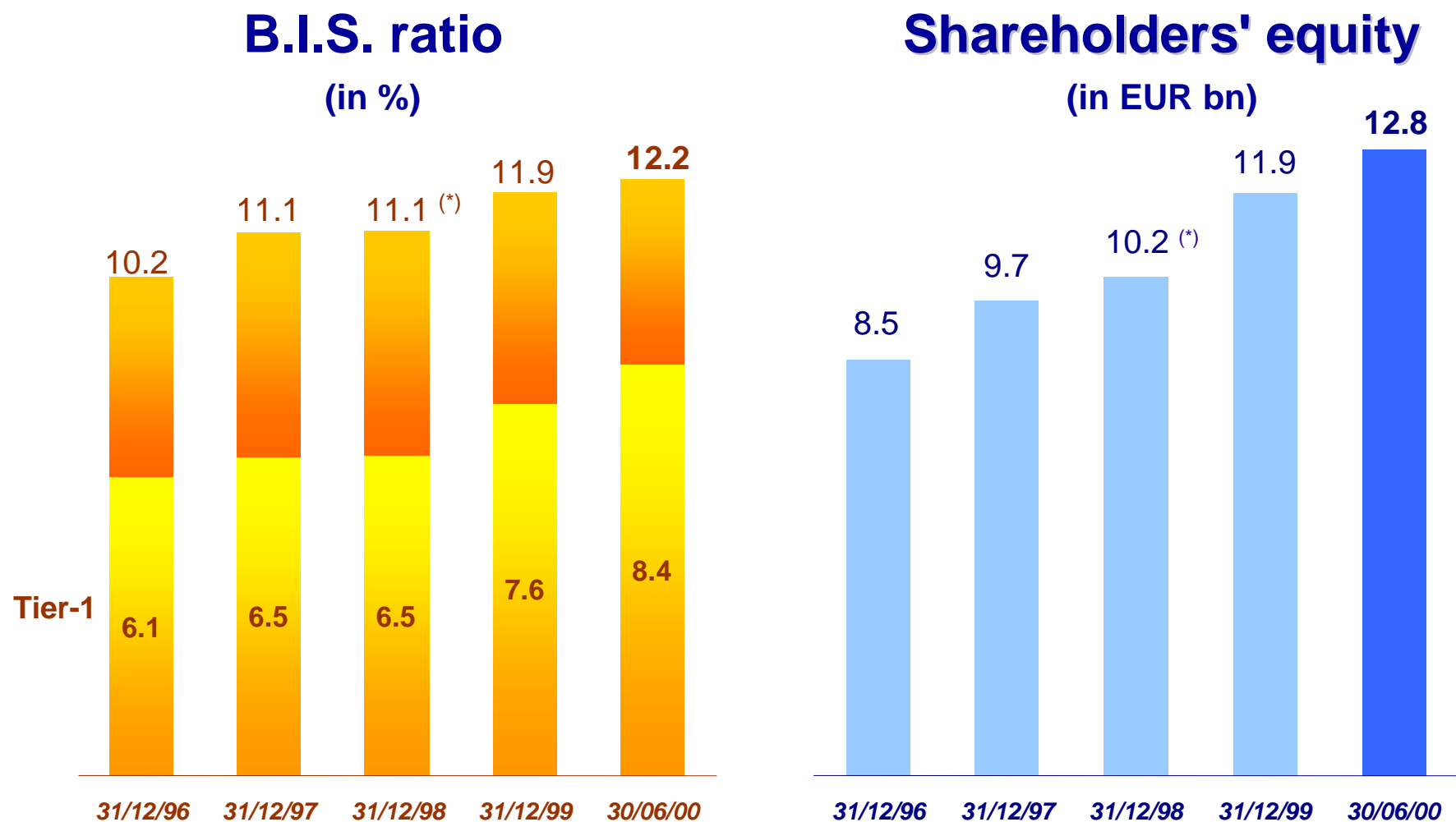
Quality and coverage of credit risk

In EUR bn	30/06/00	31/12/99	30/06/99
Customer loans	142	138	136
Non-performing loans	7.4	7.3	7.7
Non-performing loans / Customer loans	5.2%	5.3%	5.7%
Provisions	6.7	6.5	7.0
Coverage ratio for non-performing loans	90.5%	89.0%	90.9%
General provisions (*)	0.6	0.6	0.6
Overall coverage ratio	98.4%	96.9%	98.3%

(*) excluding general reserve for Asian risk (included in Provisions)

Appendix

Capital base



(*) excluding provision for SG Paribas restructuring costs

Appendix

B.I.S. ratio

In EUR bn

	30/06/00	31/12/99
Tier-one capital	14.0	12.2
Other capital	6.3	7.0
Total capital	20.3	19.1
Risk-weighted assets	166.8	160.3
B.I.S. ratio	12.2%	11.9%
Ratio Tier one	8.4%^(*)	7.6%

(*) Medium-term forecast: 7-7.5 %

Appendix

Balance sheet

In EUR bn	30/06/00	30/06/99 (*)
ASSETS		
Interbank and money market assets	25.4	24.4
Customer loans	136.5	130.2
Securities	194.4	207.4
Net investments of insurance companies	31.3	25.8
Other assets	66.7	47.6
Long-term assets	4.8	4.8
TOTAL ASSETS	459.1	440.2
LIABILITIES		
Interbank and money market liabilities	100.8	96.8
Customer deposits	115.5	109.8
Bonds	24.0	25.0
Securities	104.8	120.9
Underwriting reserves of insurance companies	30.8	25.3
Other liabilities and provisions	67.3	49.5
Equity and Fund for general banking risks	15.9	12.9
TOTAL LIABILITIES	459.1	440.2

(*) restated according to new French accounting standard

Appendix

Société Générale: e-banking and e-brokerage figures

A/ e-banking

		January	February	March	April	May	June	Q1	Q2	Change Q1/Q2
Total number of effective users (1)	Logitel Net	77,767	89,076	102,273	115,475	128,374	148,241			
	Crédit du Nord	8,961	9,987	11,695	14,027	16,812	19,366			
	Total	86,728	99,063	113,968	129,502	145,186	167,607			
Number of effective users during the month	Logitel Net	56,510	61,675	68,466	80,467	88,079	101,748			
	Crédit du Nord	6,530	7,043	8,506	9,746	11,645	12,999			
	Total	63,040	68,718	76,972	90,213	99,724	114,747			
Number of connections per month (2)	Logitel Net	462,000	483,000	644,000	597,700	651,000	688,000	1,589,000	1,936,700	+22%
	Crédit du Nord	37,488	40,039	53,762	52,216	70,086	77,261	131,289	199,563	+52%
	Total	499,488	523,039	697,762	649,916	721,086	765,261	1,720,289	2,136,263	+24%
Number of connections per customer per month (3)	Logitel Net	8.2	7.8	9.4	7.4	7.4	6.8	8.5	7.2	
	Crédit du Nord	5.7	5.7	6.3	5.4	6	5.9	5.9	5.8	

B / e-brokerage: Fimatex

Total number of accounts	Fimatex	56,994	76,659	+34%
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(1) Number of current account holders who have used the Logitel Net service at least once since June 4th 1999 or Crédit du Nord's Internet services at least once since October 13th 1999. Couples holding joint accounts are considered to be one user.

(2) Each connection represents on average 10 page hits.

(3) Number of effective users during the month divided by the number of connections during the month.

TECHNICAL APPENDIX

Technical Appendix

Impact of amendments to accounting methods and changes to Group's internal accounting structure

The application of the new methodology to the Group's consolidated accounts as of January 1st 2000 results in the following principal changes to the consolidation scope and the financial statements:

- **Full consolidation** of all companies under sole control when their activity is directly linked to banking activities.

For SG, this concerns:

- ✓ insurance (life and non-life): SOGECAP, SOGESSUR, SOGELIFE, GENE CAR
- ✓ real estate development: SOGEPROM
- ✓ other activities (IT, leasing, etc.): ECS, TEMSYS, SG ENERGIE

Technical Appendix

Impact of amendments to accounting methods and changes to Group's internal accounting structure

- **Provisions for interest on doubtful loans**: allocations to provisions for interest on doubtful loans are reclassified under net interest income.
- **Gains or losses on fixed assets**: over and above income from long-term investments, this item now includes income from tangible and intangible operating assets in the broad sense of the term and notably capital gains realised on the disposal of subsidiaries (Crédit du Nord, FIMATEX).

In addition, we have restated the results by core business for the first half of 1999 in view of the changes in the Group's structure.

Technical Appendix

Impact on income statement for H1 1999

In EUR m

	Retail Banking		Asset Management & Private Banking		Corporate & Investment Banking		Corporate Centre		Group	
	Before	After	Before	After	Before	After	Before	After	Before	After
Net banking income	2,720	2,818	301	311	2,644	2,620	26	95	5,691	5,844
Operating expenses	(2,033)	(2,077)	(165)	(175)	(1,715)	(1,709)	(52)	(88)	(3,965)	(4,049)
Gross operating income	687	741	136	136	929	911	(26)	7	1,726	1,795
Net allocation to provisions	(150)	(138)	0	0	(221)	(206)	(36)	(42)	(407)	(386)
Operating income	537	603	136	136	708	705	(62)	(35)	1,319	1,409
Net income from LT investments	0	0	0	0	15	8	516	516	531	524
Net income from companies accounted for by the equity method	67	28	0	0	13	1	8	4	88	33
Extraordinary items	0	0	0	0	0	0	0	0	0	0
Income tax	(195)	(220)	(50)	(50)	(262)	(257)	(94)	(104)	(601)	(631)
Amortisation of goodwill	0	0	0	0	0	0	(20)	(20)	(20)	(20)
Net income before minority interests	409	411	86	86	474	457	348	361	1,317	1,315
Minority interests	(16)	(21)	2	(1)	(7)	(6)	(15)	(6)	(36)	(34)
Net income (before impact of SG Paribas)	393	390	88	85	467	451	333	355	1,281	1,281
Average allocated capital	4,982	5,085	189	199	4,504	4,514	865	740	10,539	10,539
ROE	15.8%	15.3%	93.1%	85.2%	20.7%	20.0%	77.0%	95.9%	24.3%	24.3%

Technical Appendix

Impact on income statement for Q2 1999

In EUR m

	Retail Banking		Asset Management & Private Banking		Corporate & Investment Banking		Corporate Centre		Group	
	Before	After	Before	After	Before	After	Before	After	Before	After
Net banking income	1,403	1,459	153	160	1,228	1,253	92	113	2,876	2,985
Operating expenses	(1,025)	(1,049)	(81)	(83)	(845)	(847)	(68)	(83)	(2,019)	(2,062)
Gross operating income	378	410	72	77	383	406	24	30	857	923
Net allocation to provisions	(74)	(73)	0	0	(105)	(110)	(28)	(37)	(207)	(220)
Operating income	304	337	72	77	278	296	(4)	(7)	650	703
Net income from LT investments	0	0	0	0	11	9	368	362	379	371
Net income from companies accounted for by the equity method	34	14	0	0	9	2	5	0	48	16
Extraordinary items	0	0	0	0	0	0	0	0	0	0
Income tax	(108)	(123)	(27)	(29)	(105)	(111)	(94)	(86)	(334)	(349)
Amortisation of goodwill	0	0	0	0	0	0	(11)	(10)	(11)	(10)
Net income before minority interests	230	228	45	48	193	196	264	259	732	731
Minority interests	(9)	(12)	1	(2)	(7)	(9)	(12)	(3)	(27)	(26)
Net income	221	216	46	46	186	187	252	256	705	705
Average allocated capital	5,118	5,118	223	223	4,748	4,748	778	778	10,866	10,866
ROE	17.3%	16.9%	82.5%	82.5%	15.7%	15.8%	129.6%	131.7%	25.9%	26.0%

