INTERIM FINANCIAL REPORT

30 June 2017

Financial highlights

Financial highlights of the first half of 2017 were as follows:

(in € millions)	H1 2016[(1)]	H1 2017	Change (%)	Organic change[(2)]
Consolidated net sales (excluding tax)	**16,950**	**18,598**	+9.7%	+3.1%[(3)]
Gross margin	**4,024**	**4,511**	+12.1%	
EBITDA[(4)]	**600**	**814**	+35.7%	+18.6%
Depreciation and amortisation	**318**	**348**	+9.3%	
Trading profit	**281**	**466**	+65.6%	+34.9%
Other operating income and expenses	**(418)**	**(274)**	+34.5%	
Net financial expense, o/w:	**(123)**	**(227)**	-85.2%	
Net finance costs	**(133)**	**(192)**	-44.2%	
Other financial income and expenses	**11**	**(35)**	n.s.	
Profit/(loss) before tax	**(260)**	**(35)**	+86.4%	
Income tax	**33**	**26**	-22.3%	
Share of profit of equity-accounted investees	**14**	**5**	-66.4%	
Net profit/(loss) from continuing operations	**(212)**	**(5)**	+97.7%	
Attributable to owners of the parent	**(188)**	**(78)**	+58.7%	
Attributable to non-controlling interests	**(24)**	**73**	n.s.	
Net profit/(loss) from discontinued operations	**2,713**	**(14)**	n.s.	
Attributable to owners of the parent	**2,769**	**(8)**	n.s.	
Attributable to non-controlling interests	**(56)**	**(6)**	+89.2%	
Consolidated net profit/(loss)	**2,501**	**(19)**	n.s.	
Attributable to owners of the parent	**2,581**	**(86)**	n.s.	
Attributable to non-controlling interests	**(80)**	**67**	n.s.	
Underlying net profit, Group share[(5)]	**56**	**48**	-14.1%	

(1) The financial statements published previously have been restated for the discontinued operations of Via Varejo (see note 1.3 to the interim consolidated financial statements for the six months ended 30 June 2017).
(2) Based on a comparable scope of consolidation and constant exchange rates
(3) Excluding fuel and calendar effects.
(4) EBITDA = Earnings before interest, taxes, depreciation and amortisation.
(5) Underlying net profit corresponds to net profit from continuing operations, adjusted for (i) the impact of other operating income and expenses, (ii) the impact of non-recurring financial items, as well as (iii) non-recurring tax credits and expenses (see appendix on reconciliation of reported net profit to underlying net profit).

Highlights

- On **31 January 2017**, the Group announced the final results of its tender offer for ordinary Cnova N.V. shares launched on 6 December 2017: it acquired 31.7 million shares, of which 16.8 million under the American Offer and 15 million under the French Offer. The Group also purchased a further 0.3 million shares in March 2017. Together, these shares represent 9.3% of Cnova's share capital. Consequently, the Group now owns 98.97% of Cnova's share capital and 99.46% of its voting rights. Taking into account GPA's interest in Cnova, the Group held a 76.13% interest in Cnova at 30 June 2017.

- On **21 February 2017**, Cnova NV announced that it would be withdrawing its shares from Nasdaq. This decision was rendered effective on **3 March 2017**.

- On **30 May 2017**, Casino launched a two-step bond exchange offer. It successfully issued a 5-year €550 million bond, with a 1.865% coupon. At the same time, it launched a tender offer on its bonds maturing in November 2018, August 2019 and March 2020. The proceeds of the bond issue financed the bond buyback and strengthened the Group's liquidity.

- On **7 June 2017**, Casino announced the results of its tender offer closed on 6 June 2017. The Group bought back €153 million, €153 million and €60 million of the bonds respectively maturing in November 2018, August 2019 and March 2020 implying a total reduction in the notional amount of these bonds of €366m. The nominal amounts now stand at €355 million for the November 2018 bonds, €697 million for the August 2019 bonds and €540 million for the March 2020 bonds. The average maturity of Casino's debt has increased from 4.8 years to 5.0 years.

Business report

The comments in the Interim Financial Report reflect comparisons with first-half 2016. Following the end-2016 decision to sell Via Varejo (including Cnova Brazil) and in accordance with IFRS 5 – "Non-current Assets Held for Sale and Discontinued Operations", the income statement for the six months ended 30 June 2016 has been restated to present Via Varejo's net after-tax profit on a separate line ("Net profit from discontinued operations").
Organic and same-store changes exclude fuel and calendar effects.

Main change in the scope of consolidation and associated effects:

- Reclassification of Via Varejo and Cnova Brazil as discontinued operations.

Currency effects:
Currency effects were favourable, with the Colombian peso and Brazilian real gaining value against the euro by an average of +10.0% and +19.9%, respectively. However, the closing exchange rates indicated that these currencies were beginning to weaken against the euro.

Continuing operations (in € millions)	H1 2016	H1 2017	Change
Consolidated net sales (excluding tax)	**16,950**	**18,598**	**+9.7%**
EBITDA	**600**	**814**	**+35.7%**
Trading profit	**281**	**466**	**+65.6%**
Underlying net profit, Group share	**56**	**48**	**-14.1%**

- First-half 2017 was shaped by:

  - Growth in Group sales of +9.7%.

  - Trading profit of €121 million in France versus €85 million in H1 2016 (up +42.9%), of which €83 million for food retail activities compared with €36 million in H1 2016.

  - Group trading profit of €466 million versus €281 million in H1 2016.

  - Underlying net profit, Group share of €48 million.

  - Group net financial debt of €5.6 billion versus €6.3 billion at end-June 2016.

- In H1 2017, consolidated net sales rose +9.7%. Exchange rate fluctuations had a positive +7.2% impact, while changes in the scope of consolidation had a positive +0.1% impact.

  Sales excluding fuel and calendar effects increased by +3.1% on an organic basis and +2.7% on a same-store basis:

  - In France, food retail operations excluding fuel and calendar effects grew +0.1% on an organic basis and +0.9% on a same-store basis:
    - Monoprix, Casino Supermarkets and Franprix saw the pace of same-store sales accelerate over the period.
    - Same-store sales at franchises in the Convenience segment rose sharply.
    - The Leader Price and Géant banners continued to see a progressive improvement in their same-store growth.

- In E-commerce, gross merchandise volume (GMV) climbed +6.2% in H1 2017, of which +10.5% on a same-store basis[1].
- In Latin America, food sales excluding fuel and calendar effects expanded +7.1% on an organic basis and +4.2% on a same-store basis:
  - Éxito (excluding GPA Food) reported a strong growth of textile sales under private label, continued its expansion, had launched its new loyalty program and had pursued synergies with other areas.
  - At GPA Food, organic sales rose +9.5% excluding fuel and calendar effects, driven by the success of Assaí and the sales revitalisation programme implemented in Extra hypermarkets.

- Group trading profit jumped +65.6% to €466 million, from €281 million in H1 2016:
  - The trading profit of the France Retail segment amounted to €121 million, up +42.9% on H1 2016 (€85 million). Excluding property development, it amounted to €83 million (versus €36 million in H1 2016). This rapid growth reflected a strong operating performance at Monoprix and Franprix and improved results at Casino Supermarkets, Géant and Leader Price thanks to operational excellence plans.
  - The E-commerce segment's trading profit was negative at €19 million in H1 2017, reflecting the investments carried out under the strategic plan.
  - The trading profit of food retail operations in Latin America amounted to €364 million, including the tax credits booked by GPA[2]. Adjusted for these items, trading profit was up +71.7% thanks to the sharp improvement in margins at Multivarejo and Assaí in Brazil.

- The trading margin grew 85 bps versus H1 2016 to 2.5%, buoyed by a good performance in France in comparison with 2016:

  - The trading margin of the France Retail segment increased +39 bps to 1.3%.
  - The trading margin of the E-commerce segment fell -102 bps to -2.1%.
  - The trading margin of the Latin Retail segment grew +128 bps to 4.3%.

(1) Same-store data have been adjusted for i) the sale or closure in 2016 of specialised sites Comptoir des Parfums, Comptoir Santé and MonCornerDéco; ii) the planned reduction of B2B sales initiated in Q3 2016; iii) the restatement of sales for the TV category, where growth was held back by the combined effect in 2016 of the switch to all-HD TV and the Euro 2016 football championship in France (impact of 1.7 pts and 2.3 pts on growth in GMV and sales, respectively); iv) the restatement of the calendar impact related to the summer 2017 sales, which started one week later than in 2016 (impact of 1.0 pt and 0.9 pts on growth in GMV and sales, respectively); v) from the perspective of Cnova, sales generated by Cdiscount with the Casino Group's hypermarket and supermarket customers in France, following the multi-channel agreement in effect as from June 2017; and vi) the impact of the 2016 leap year.
(2) Including tax credits of €70 million in H1 2016 relating to the cumulative PIS and COFINS taxes and of €130 million in H1 2017 relating to the ICMS-ST ("tax substitution") tax.

FRANCE RETAIL

(in € millions)	H1 2016	H1 2017
Net sales (excluding tax)	**9,264**	**9,261**
EBITDA	**267**	**292**
EBITDA margin	*2.9%*	*3.2%*
Trading profit	**85**	**121**
Trading margin	*0.9%*	*1.3%*

Food retail operations in France delivered sales of €9,261 million in H1 2017 versus €9,264 million in H1 2016. Excluding fuel and calendar effects, growth in net sales stood at +0.1% on an organic basis and +0.9% on a same-store basis, with a good performance in food sales, up +1.9% in the first half.

The trading profit of the France Retail segment increased +42.9% to €121 million, from €85 million in H1 2016. Property development trading profit declined over the period, whereas retail trading profit grew significantly to stand at €83 million (versus €36 million in H1 2016). This rapid growth reflected a strong operating performance at Monoprix and Franprix and improved results at Casino Supermarkets, Géant and Leader Price.

The trading margin for the food retail business in France represented 1.3% in H1 2017.

During the half-year, the following can be noted per format:

- **Monoprix** reported accelerated growth in same-store sales of +2.8% (of which +2.1% in Q1 2017 and +3.6% in Q2 2017) as well as in customer traffic (+2.9% in Q1 2017 and +3.5% in Q2 2017). This performance reflected renewed momentum, in particular relating to the new loyalty card and extended hours at certain stores. Online sales saw double-digit growth driven by food retail. The banner sustained a high level of expansion, opening 29 new stores over the period. Monoprix gained +0.1 pt market share in the last Kantar P07 period.

- **Casino Supermarkets** turned in an excellent performance in H1 2017, delivering growth excluding calendar and fuel effects of +3.2% on an organic basis and +2.5% on a same-store basis. The banner rolled out new service counters in its stores, revamped its private-label offering, expanded its fresh produce range and strengthened its loyalty programme.

- **Franprix** reported strong growth in same-store sales of +2.4% excluding fuel and calendar effects (+1.4% in Q1 2017 and +3.2% in Q2 2017) as well as in customer traffic (+4.1% in Q1 2017 and +6.4% in Q2 2017). The banner continuously adapts its business model to the needs of urban customers who expect ever more innovation and services and a constantly renewed product offering in the semester: mobile payment for home delivery, wifi, DHL parcel lockers and a portable checkout system. It also launched new service counters and expanded its range of fresh, organic, scoop-and-weigh and individual products. 73% of its store network has now been renovated under the Mandarine concept. In H1 2017, the banner opened 30 new stores.

- The **Convenience** banner continued to renovate its integrated stores with an updated offering and revised opening hours. The performance of franchises continued to strongly growth. The banner rolled out the new “Le Petit Casino” concept. Pace of transfers to franchises accelerated, with 78% of stores operating as franchises at end-June 2017.

- **Géant Casino**[(1)] saw a recovery in same-store sales, which grew +0.8% in Q2 2017 versus -1.9% in Q1 2017, driven by a +2.2% increase in food sales (of which +4.0% in Q2 2017 versus +0.4% in Q1 2017). In H1 2017, the -1.1% decrease in retail space helped to increase net sales per square metre by +0.6%, of which +2.3% in food retail. The margin per square metre increased even further. The excellent performance in food was led by strong growth in organic products and e-commerce.

- **Leader Price** saw a continued recovery in same-store sales, expanding +0.3% over the period excluding fuel and calendar effects (+0.2% in Q1 2017 and +0.5% in Q2 2017). The banner began renovating its store network under the new concept, with 73 stores converted at mid-July 2017. It also optimised in-store execution and the customer experience by rolling out the fresh market area and improving the checkout process.

E-COMMERCE (CDISCOUNT)

(in € millions)	**H1 2016**	**H1 2017**
GMV (gross merchandise volume) as reported by Cnova	**1,370**	**1,456**
Trading profit (loss)	**(9)**	**(19)**

In **E-commerce, gross merchandise volume (GMV)** climbed +6.2% to €1,456 million, of which +10.5% on a same-store basis[(2)]. This performance was led by increased contribution of the marketplace (33.4% in H1 2017), an improved customer experience, optimised delivery conditions and an increase in the number of references, on own site as well as on the marketplace.

The E-commerce segment's trading profit was negative at -€19 million in H1 2017, reflecting the investments carried out under the strategic plan (larger assortment, improved multi-channel strategy and technological upgrade of the website).

[(1)] *Excluding business primarily from the four Codim hypermarkets in Corsica.*
[(2)] *Same-store data have been adjusted for i) the sale or closure in 2016 of specialised sites Comptoir des Parfums, Comptoir Santé and MonCornerDéco; ii) the planned reduction of B2B sales initiated in Q3 2016; iii) the restatement of sales for the TV category, where growth was held back by the combined effect in 2016 of the switch to all-HD TV and the Euro 2016 football championship in France (impact of 1.7 pts and 2.3 pts on growth in GMV and sales, respectively); iv) the restatement of the calendar impact related to the summer 2017 sales, which started one week later than in 2016 (impact of 1.0 pt and 0.9 pts on growth in GMV and sales, respectively); v) from the perspective of Cnova, sales generated by Cdiscount with the Casino Group's hypermarket and supermarket customers in France, following the multi-channel agreement in effect as from June 2017; and vi) the impact of the 2016 leap year.*

LATAM RETAIL

(in € millions)	H1 2016	H1 2017
Net sales (excluding tax)	**6,836**	**8,466**
EBITDA	**332**	**529**
EBITDA margin	*4.9%*	*6.2%*
Trading profit	**206**	**364**
Trading margin	*3.0%*	*4.3%*

Latam Retail sales amounted to €8,466 million in H1 2017, up +7.1% in organic terms excluding fuel and calendar effects.

In **Brazil, GPA** food sales showed strong organic growth of +9.5% in H1 2017 excluding fuel and calendar effects. The Group continued to adapt the format mix to changes in customer needs.
Extra hypermarkets saw a further sharp improvement in sales as well as additional market share gains compared with 2016 thanks to vigorous growth in non-food sales (mobile store-in-store, enhanced assortment and shopping experience in large household appliances and multimedia, and apparel) and the launch of the new "My Discount" loyalty programme (which generates personalised promotions via a mobile app targeting some 12 million card-carrying customers).
In H1 2017, Assaí turned in an excellent performance, with sales excluding fuel and calendar effects rising +29.0% on an organic basis and +13.2% on a same-store basis. The banner moved three Extra hypermarkets to the cash & carry format and opened one new store in H1, to reach 110 stores at end-June.

The trading profit of food retail operations in Latin America amounted to €364 million. It takes into account including the tax credits booked by GPA[1]. Restated for these items, trading profit was up +71.7% thanks to the sharp improvement in margins at Multivarejo and Assaí in Brazil.

[1] *Including tax credits of €70 million in H1 2016 relating to the cumulative PIS and COFINS taxes and of €130 million in H1 2017 relating to the ICMS-ST ("tax substitution") tax.*

Overview of the consolidated financial statements

The accounting methods described in the notes to the consolidated financial statements have been applied continuously across the periods presented in the consolidated financial statements, after taking into account the new standards and interpretations. These standards, amendments and interpretations had no material impact on the Group's financial performance or position.

Net sales

Consolidated net sales (excluding tax) for H1 2017 amounted to €18,598 million versus €16,950 million in the prior-year period, a rise of +9.7%.
Exchange rate fluctuations had a positive +7.2% impact and changes in the scope of consolidation had a positive +0.1% impact.
A more detailed review of changes in net sales can be found above in the review of each of the Group's three business segments.

Trading profit

In H1 2017, trading profit amounted to €466 million, up +65.6% on H1 2016.
Changes in the scope of consolidation had a positive +11.1% impact and exchange rate fluctuations had a positive +19.6% impact.
A more detailed review of changes in trading profit can be found above in the review of each of the Group's three business segments.

Operating profit

Other operating income and expenses amounted to a net expense of -€274 million in H1 2017 versus a net expense of -€418 million in H1 2016.

The net expense of- €274 million in H1 2017 mainly comprised:
- €23 million in disposal gains and losses.
- -€55 million in net expenses related to changes in the scope of consolidation.
- -€45 million in net asset impairment losses.
- -€124 million in restructuring costs.
- -€60 million in expenses related to litigation and risks.
- -€13 million in other expenses.

The net expense of -€418 million in H1 2016 mainly comprised:
- -€14 million in disposal gains and losses.
- -€114 million in net expenses related to changes in the scope of consolidation.
- -€32 million in net asset impairment losses.
- -€131 million in restructuring costs.
- -€68 million in expenses related to litigation and risks.
- -€60 million in other expenses.

After the impact of other operating income and expenses, **operating profit** for H1 2017 came to €192 million versus an operating loss of -€137 million in the same period in 2016.

Net financial expense and profit before tax

Financial result for the period was a charge of €227 million versus -€123 million in H1 2016, reflecting:

- Net finance costs of €192 million, an increase on the H1 2016 figure of -€133 million.
- Other financial income and expenses of -€35 million, compared with net income of €11 million in H1 2016.

Income before tax was -€35 million in H1 2017 versus -€260 million in H1 2016.

Net income, Group share

Income tax was of €26 million in H1 2017, compared with €33 million in the prior-year period. After restating for non-recurring items, the standardised tax rate was -72.9% versus -12.8% in H1 2016.

The share of profit of equity-accounted investees amounted to €5 million versus €14 million in H1 2016).

Non-controlling interests stood at a positive €73 million, compared with a -€24 million for the same period in 2016. After restating for exceptional items, underlying non-controlling interests amounted to €123 million in H1 2017 versus €35 million in H1 2016.

The **net income from continuing operations, Group share** came to -€78 million.

The **net income of consolidated companies, Group share** amounted to -€86 million.

Underlying net profit, Group share from continuing operations totalled €48 million.

Underlying diluted earnings per share from continuing operations rose to €0.05 in H1 2017 from €0.03 in H1 2016.

Financial situation

Casino Group net financial debt at 30 June 2017 stood at €5,594m (vs €6,343m at 30 June 2016), a decrease of -11.8%.

Net financial debt of Casino in France[(1)] amounted to €4,314m at 30 June 2017 compared with €4,027m at 30 June 2016. This evolution was mainly related to one-off financial operations (tender offer on Cnova free-float and partial unwinding of a Total Return Swap).

At 30 June 2017, **Casino in France**[(1)] had €5.9 billion in cash and cash equivalents, corresponding to a significant **gross cash** position of €2.3 billion and **confirmed undrawn credit facilities** of €3.6 billion.

The **cash-flow** from continuing operations increased to €582 million versus €390 million in H12016.

CAPEX from continuing operations decreased to reach €452 million versus €506 million in H1 2016.

Casino has been rated BB+ (stable outlook) by Standard & Poor's since 21 March 2016 and BB+ (stable outlook) by Fitch Ratings since 24 April 2017.

Equity attributable to owners of the parent stood at €7,810 million at end-June 2017, compared with €8,509 million one year earlier.

[(1)] *Scope: The Casino Guichard Perrachon parent company, French businesses and wholly-owned holding companies.*

H2 2017 perspectives – Profitability objectives revised up

In light of its H1 2017 good results, the Group revises its guidance for the growth in consolidated trading profit up to at least 20%, based on 30 June 2017 closing exchange rates.

In France, Casino Group now aims to achieve above 15% growth in food retail trading profit and forecasts a contribution from its property development activities of around €60m.

Subsequent events

On **26 July 2017**, Casino signed a 5-year confirmed credit facility for an amount of $750 million (approx. €645 million) with a group of 11 international banks.
This credit line refinances the existing 5-year $1,000 million facility signed in July 2013 and increases the average maturity of Casino's confirmed lines from 2.4 years to 3.4 years.
Casino also benefits from two one-year extension options which remain subject to banks approvals.

Other information

Risk factors are presented in the 2016 Registration Document submitted to the AMF on 6 April 2017.

The definitions of non-GAAP indicators is available on the Casino Group website (www.groupe-casino.fr/en).

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Appendix: Reconciliation of reported net profit to underlying net profit

Underlying net profit corresponds to net profit from continuing operations, adjusted for (i) the impact of other operating income and expenses, as defined in the Accounting Policies Section in the notes to the annual consolidated financial statements, (ii) the impact of non-recurring financial items, as well as (iii) non-recurring tax credits and expenses.

Non-recurring financial items result from restatements made to calculate underlying financial income and expenses (see above).

Non-recurring income tax credits and expenses correspond to tax effects related directly to the above restatements and to direct non-recurring tax effects. Accordingly, the tax expense applied to underlying pre-tax profit corresponds to the standardised average tax rate for the Group.

Underlying minority interests represent the share of underlying net profit attributable to non-controlling interests. This indicator is therefore equal to net profit from continuing operations attributable to non-controlling interests, adjusted for other operating income and expenses, non-recurring financial items and non-recurring income tax credits and expenses attributable to non-controlling interests (see the definition of underlying net profit, Group share).

(in € millions)	H1 2016	Restated items	H1 2016 underlying	**H1 2017**	**Restated items**	**H1 2017 underlying**
Trading profit	281	0	281	**466**	**0**	**466**
Other operating income and expenses	(418)	418	0	**(274)**	**274**	**0**
Operating profit/(loss)	(137)	418	281	**192**	**274**	**466**
Net finance costs	(133)	0	(133)	**(192)**	**0**	**(192)**
Other financial income and expenses(1)	11	(46)	(36)	**(35)**	**(18)**	**(53)**
Income tax(2)	33	(68)	(35)	**26**	**(80)**	**54**
Share of profit of equity-accounted investees	14	0	14	**5**	**0**	**5**
Net profit/(loss) from continuing operations	(212)	304	91	**(5)**	**176**	**171**
o/w attributable to non-controlling interests(3)	(24)	59	35	**73**	**50**	**123**
Attributable to owners of the parent	**(188)**	**244**	**56**	**(78)**	**126**	**48**

(1) Financial income and expenses have been restated, primarily for the impact of cash discounting tax liabilities, as well as changes in the fair value of the total return swaps on GPA and Big C shares, and of the GPA forward.
(2) Income tax has been restated for the tax impact of the restated items listed above, as well as for non-recurring tax credits and expenses.
(3) Non-controlling interests have been restated for the amounts relating to the restated items listed above.

CONTENTS

Condensed Consolidated Financial Statements

The figures in the tables have been rounded to the nearest million euros and include individually rounded amounts. Consequently, the totals and sub-totals may not correspond exactly to the sum of the reported amounts.

CONSOLIDATED INCOME STATEMENT

(€ millions)	**Notes**	**For the six months ended 30 June 2017**	**For the six months ended 30 June 2016 restated (i)**
CONTINUING OPERATIONS			
Net sales	5	**18,598**	16,950
Cost of goods sold		**(14,086)**	(12,926)
Gross margin		**4,511**	**4,024**
Other income	6.2	**154**	236
Selling expenses	6.3	**(3,505)**	(3,349)
General and administrative expenses	6.3	**(693)**	(629)
Trading profit	5.1	**466**	**281**
As a % of net sales		***2.5%***	*1.7%*
Other operating income	6.5	**106**	26
Other operating expenses	6.5	**(380)**	(444)
Operating profit/(loss)		**192**	**(137)**
As a % of net sales		***1.0%***	*-0.8%*
Income from cash and cash equivalents	9.3.1	**49**	48
Finance costs	9.3.1	**(241)**	(181)
Net finance costs	9.3.1	**(192)**	**(133)**
Other financial income	9.3.2	**84**	118
Other financial expenses	9.3.2	**(119)**	(107)
Profit/(loss) before tax		**(35)**	**(260)**
As a % of net sales		***-0.2%***	*-1.5%*
Income tax (expense)/gain	7	**26**	33
Share of profit of equity-accounted investees	3.3.1	**5**	14
Net profit/(loss) from continuing operations		**(5)**	**(212)**
As a % of net sales		***-0.0%***	*-1.3%*
Attributable to owners of the parent		**(78)**	(188)
Attributable to non-controlling interests		**73**	(24)
DISCONTINUED OPERATIONS			
Net profit/(loss) from discontinued operations	3.2.2	**(14)**	**2,713**
Attributable to owners of the parent	3.2.2	**(8)**	2,769
Attributable to non-controlling interests		**(6)**	(56)
CONTINUING AND DISCONTINUED OPERATIONS			
Consolidated net profit/(loss)		**(19)**	**2,501**
Attributable to owners of the parent		**(86)**	2,581
Attributable to non-controlling interests		**67**	(80)

Earnings per share

(€)	**For the six months ended 30 June 2017**	**For the six months ended 30 June 2016 restated (i)**
From continuing operations, attributable to owners of the parent		
Basic	**(1.09)**	(2.09)
Diluted	**(1.09)**	(2.14)
From continuing and discontinued operations attributable to owners of the parent		
Basic	**(1.16)**	22.62
Diluted	**(1.16)**	22.56

(i) The financial statements published previously have been restated (note 1.3).

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

(€ millions)	For the six months ended 30 June 2017	For the six months ended 30 June 2016
Consolidated net profit/(loss)	**(19)**	**2,501**
Items that may be subsequently reclassified to profit or loss	**(825)**	**1,237**
Cash flow hedges	**(30)**	(13)
Foreign currency translation adjustments (i)	**(797)**	1,193
Available-for-sale financial assets	**1**	2
Hedges of net investments in foreign operations (ii)	**-**	47
Share of items of equity-accounted investees that may be subsequently reclassified to profit or loss	**(9)**	20
Income tax effects	**10**	(12)
Items that will never be reclassified to profit or loss	**(1)**	**(2)**
Actuarial gains and losses	**(2)**	(4)
Income tax effects	**1**	2
Other comprehensive income/(loss) for the period, net of tax	**(827)**	**1,235**
Total comprehensive income/(loss) for the period, net of tax	**(845)**	**3,736**
Attributable to owners of the parent	**(460)**	3,051
Attributable to non-controlling interests	**(386)**	685

(i) The €797 million negative foreign exchange translation adjustment in first-half 2017 primarily reflects the depreciation of the Brazilian real for -€710 million. The €1,193 million positive change in this item in first-half 2016 related primarily to the appreciation of the Brazilian real for €1,382 million.

(ii) The €47 million positive change in first-half 2016 corresponded to the reclassification to profit of net investments hedges in Asian operations, following their disposal.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

ASSETS (€ millions)	Notes	30 June 2017	31 December 2016
Goodwill	8	**9,214**	9,595
Intangible assets	8	**2,943**	3,109
Property, plant and equipment	8	**7,511**	8,123
Investment property	8	**467**	411
Investments in equity-accounted investees	3.3.1	**607**	625
Other non-current assets		**1,384**	1,080
Deferred tax assets		**700**	596
Total non-current assets		**22,826**	**23,538**
Inventories		**3,967**	3,990
Trade receivables		**792**	880
Other current assets		**1,264**	1,542
Current tax assets		**187**	221
Cash and cash equivalents	9.1	**3,287**	5,750
Assets held for sale	3.2.1	**5,416**	6,120
Total current assets		**14,913**	**18,503**
TOTAL ASSETS		**37,739**	**42,042**

EQUITY AND LIABILITIES (€ millions)	Notes	30 June 2017	31 December 2016
Share capital	10.1	**170**	170
Additional paid-in capital, treasury shares and retained earnings		**7,640**	8,280
Equity attributable to owners of the parent		**7,810**	**8,450**
Non-controlling interests		**5,636**	**5,990**
Total equity		**13,446**	**14,440**
Non-current provisions for employee benefits		**318**	312
Other non-current provisions	11.1	**510**	615
Non-current financial liabilities	9.2.1	**7,831**	7,733
Non-current put options granted to owners of non-controlling interests		**24**	41
Other non-current liabilities		**434**	618
Deferred tax liabilities		**970**	1,094
Total non-current liabilities		**10,087**	**10,413**
Current provisions for employee benefits		**9**	12
Other current provisions	11.1	**156**	163
Trade payables		**5,294**	6,939
Current financial liabilities	9.2.1	**2,283**	2,482
Non-current put options granted to owners of non-controlling interests		**138**	341
Current tax liabilities		**108**	54
Other current liabilities		**2,619**	2,795
Liabilities associated with assets held for sale	3.2.1	**3,599**	4,404
Total current liabilities		**14,206**	**17,189**
TOTAL EQUITY AND LIABILITIES		**37,739**	**42,042**

CONSOLIDATED STATEMENT OF CASH FLOWS

(€ millions)	Notes	For the six months ended 30 June 2017	For the six months ended 30 June 2016 restated [(i)]
Profit/(loss) before tax from continuing operations		**(35)**	**(260)**
Profit/(loss) before tax from discontinued operations	3.2.2	**(28)**	2,760
Consolidated profit before tax		**(64)**	**2,500**
Depreciation and amortisation expense	6.4	**348**	318
Provision expense	4.1	**(3)**	134
Losses/(gains) arising from changes in fair value	9.3.2	**(17)**	(54)
Expenses/(income) on share-based payment plans		**13**	5
Other non-cash items		**(21)**	(14)
(Gains)/losses on disposals of non-current assets		**(16)**	25
(Gains)/losses due to changes in percentage ownership of subsidiaries resulting in acquisition/loss of control		**31**	49
Dividends received from equity-accounted investees	3.3.1	**51**	21
Net finance costs	9.3.1	**192**	133
Non-recourse factoring costs	9.3.2	**38**	32
Gain on disposal of discontinued operations	3.2.2	**-**	(2,899)
Adjustments related to discontinued operations	3.2.3	**240**	253
Net cash from/(used in) operating activities before change in working capital, net finance costs and income tax		**794**	**503**
Income tax paid		**(40)**	(105)
Change in operating working capital	4.2	**(1,871)**	(1,505)
Income tax paid and change in operating working capital: discontinued operations	3.2.3	**(775)**	(1,187)
Net cash from operating activities		**(1,892)**	**(2,294)**
Of which continuing operations		***(1,329)***	***(1,220)***
Cash outflows related to acquisitions of:			
▪ property, plant and equipment, intangible assets and investment property	4.3	**(625)**	(621)
▪ non-current financial assets		**(17)**	(7)
Cash inflows related to disposals of:			
▪ property, plant and equipment, intangible assets and investment property	4.4	**173**	114
▪ non-current financial assets		**3**	14
Effect of changes in scope of consolidation resulting in acquisition or loss of control	4.5	**(61)**	(55)
Effect of changes in scope of consolidation related to equity-accounted investees		**-**	(2)
Change in loans and advances granted		**(30)**	4
Net cash from/(used in) investing activities of discontinued operations	3.2.3	**(36)**	3,723
Net cash from/(used in) investing activities		**(592)**	**3,170**
Of which continuing operations		***(556)***	***(553)***
Dividends paid:			
▪ to owners of the parent	10.3	**(173)**	(350)
▪ to non-controlling interests		**(24)**	(30)
▪ to holders of perpetual deeply subordinated bonds	10.3	**(41)**	(42)
Repayment of mandatory convertible bonds		**-**	(500)
Increase/(decrease) in the parent's share capital		**-**	-
Transactions between the Group and owners of non-controlling interests	4.6	**(148)**	(25)
Sales/(purchases) of treasury shares		**1**	(4)
Additions to borrowings	4.7	**1,889**	681
Repayments of borrowings	4.7	**(1,466)**	(1,140)
Interest paid, net	4.8	**(425)**	(110)
Net cash from/(used in) financing activities of discontinued operations	3.2.3	**(387)**	(142)
Net cash from/(used in) financing activities		**(774)**	**(1,662)**
Of which continuing operations		***(388)***	***(1,520)***
Effect of changes in exchange rates on cash and cash equivalents of continuing operations		**(161)**	215
Effect of changes in exchange rates on cash and cash equivalents of discontinued operations		**(23)**	123
Change in cash and cash equivalents		**(3,443)**	**(449)**
Net cash and cash equivalents at beginning of period		**6,787**	**4,534**
▪ Of which net cash and cash equivalents of continuing operations	9.1	5,614	4,405
▪ Of which net cash and cash equivalents of discontinued operations		1,174	129
Net cash and cash equivalents at end of period		**3,345**	**4,085**
▪ Of which net cash and cash equivalents of continuing operations	9.1	3,145	4,085
▪ Of which net cash and cash equivalents of discontinued operations		199	**-**

(i) The financial statements published previously have been restated following the presentation of discontinued operations in accordance with IFRS 5.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

(€ millions) (before appropriation of profit)	Share capital	Additional paid-in capital (i)	Treasury shares	Perpetual deeply subordinated bonds (TSSDI)	Retained earnings and profit for the period	Cash flow hedges	Net investment hedges	Foreign currency translation reserves	Actuarial gains and losses	Available-for-sale financial assets	Equity attributable to the owners of the parent (ii)	Non-controlling interests	Total equity
As at 1 January 2016	**173**	**4,093**	**(80)**	**1,350**	**2,469**	**13**	**(31)**	**(2,061)**	**(54)**	**12**	**5,883**	**6,536**	**12,419**
Other comprehensive income/(loss) for the period	-	-	-	-	-	(8)	31	450	(4)	2	470	765	1,235
Net profit for the period	-	-	-	-	2,581	-	-	-	-	-	2,581	(80)	2,501
Consolidated comprehensive income/(loss) for the period	**-**	**-**	**-**	**-**	**2,581**	**(8)**	**31**	**450**	**(4)**	**2**	**3,051**	**685**	**3,736**
Issue of share capital	-	-	-	-	-	-	-	-	-	-	-	-	-
Purchases and sales of treasury shares (iii)	(1)	(35)	30	-	2	-	-	-	-	-	(5)	-	(5)
Dividends paid (iv)	-	-	-	-	(387)	-	-	-	-	-	(387)	(54)	(441)
Dividends payable to holders of perpetual deeply subordinated bonds (iv)	-	-	-	-	(9)	-	-	-	-	-	(9)	-	(9)
Share-based payments	-	-	-	-	2	-	-	-	-	-	2	3	5
Changes in percentage interest resulting in the acquisition/loss of control of subsidiaries (v)	-	-	-	-	11	-	-	-	-	-	11	(509)	(498)
Changes in percentage interest not resulting in the acquisition/loss of control of subsidiaries (vi)	-	-	-	-	(8)	-	-	(23)	-	-	(31)	(498)	(529)
Other movements	-	-	-	-	(6)	-	-	-	-	-	(6)	(5)	(11)
As at 30 June 2016	**172**	**4,058**	**(50)**	**1,350**	**4,654**	**4**	**(1)**	**(1,634)**	**(58)**	**13**	**8,509**	**6,159**	**14,668**

(€ millions) (before appropriation of profit)	Share capital	Additional paid-in capital (i)	Treasury shares	Perpetual deeply subordinated bonds (TSSDI)	Retained earnings and profit for the period	Cash flow hedges	Net investment hedges	Foreign currency translation reserves	Actuarial gains and losses	Available-for-sale financial assets	Equity attributable to the owners of the parent (ii)	Non-controlling interests	Total equity
As at 1 January 2017	**170**	**3,992**	**(5)**	**1,350**	**4,412**	**11**	**(1)**	**(1,427)**	**(66)**	**14**	**8,450**	**5,990**	**14,440**
Other comprehensive income (loss) for the period	**-**	**-**	**-**	**-**	**-**	**(18)**	**-**	**(355)**	**(1)**	**1**	**(374)**	**(453)**	**(827)**
Net profit for the period	**-**	**-**	**-**	**-**	**(86)**	**-**	**-**	**-**	**-**	**-**	**(86)**	**67**	**(19)**
Consolidated comprehensive income (loss) for the period	**-**	**-**	**-**	**-**	**(86)**	**(18)**	**-**	**(355)**	**(1)**	**1**	**(460)**	**(386)**	**(845)**
Issue of share capital	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Purchases and sales of treasury shares (iii)	**-**	**-**	**3**	**-**	**(2)**	**-**	**-**	**-**	**-**	**-**	**2**	**-**	**2**
Dividends paid (iv)	**-**	**-**	**-**	**-**	**(209)**	**-**	**-**	**-**	**-**	**-**	**(209)**	**(15)**	**(225)**
Dividends payable to holders of perpetual deeply subordinated bonds (iv)	**-**	**-**	**-**	**-**	**(6)**	**-**	**-**	**-**	**-**	**-**	**(6)**	**-**	**(6)**
Share-based payments	**-**	**-**	**-**	**-**	**7**	**-**	**-**	**-**	**-**	**-**	**7**	**6**	**13**
Changes in percentage interest resulting in the acquisition/loss of control of subsidiaries	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Changes in percentage interest not resulting in the acquisition/loss of control of subsidiaries (vi)	**-**	**-**	**-**	**-**	**27**	**-**	**-**	**-**	**-**	**-**	**27**	**42**	**68**
Other movements	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
As at 30 June 2017	**170**	**3,992**	**(1)**	**1,350**	**4,142**	**(7)**	**(1)**	**(1,783)**	**(67)**	**15**	**7,810**	**5,636**	**13,446**

(i) Additional paid-in capital includes (i) premiums on shares issued for cash or contributions in kind, or in connection with mergers or acquisitions, and (ii) legal reserves.
(ii) Attributable to the shareholders of Casino, Guichard-Perrachon.
(iii) Movements in treasury shares in first-half 2016 mainly reflected the cancellation of 700,000 shares, representing an amount of €36 million, as approved by the Board of Directors on 14 June 2016.
(iv) See note 10.3 for details of dividends paid to owners of ordinary shares and perpetual deeply subordinated bonds. Dividends paid to non-controlling interests in first-half 2017 mainly concern Éxito and Uruguay subsidiaries for €7 million and €6 million, respectively (30 June 2016: Éxito and Uruguay for €47 million and €6 million, respectively).
(v) In first-half 2016, the €498 million negative impact primarily related to the disposal of businesses in Vietnam and Thailand.
(vi) The €68 million positive impact primarily relates to (a) the additional contribution of €42 million made by the private equity fund Fondo Inmobiliaro Colombia to the Viva Malls real estate trust created by Éxito in 2016, and (b) the results of the public tender offer for Cnova N.V. shares, in the amount of €22 million (note 2). In first-half 2016, the €529 million negative impact primarily related to the exercise of the call option on Monoprix mandatory convertible bonds, as well as the acquisition of shares in Éxito and GPA.

CONSOLIDATED FINANCIAL STATEMENTS

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

INFORMATION ABOUT CASINO, GUICHARD-PERRACHON GROUP

Casino, Guichard-Perrachon is a French company (*société anonyme*) listed on compartment A of Euronext Paris. The Company and its subsidiaries are hereinafter referred to as "the Group" or "the Casino Group". The Company's registered office is at 1, Cours Antoine Guichard, 42008 Saint-Etienne, France.

The interim consolidated financial statements for the six months ended 30 June 2017 reflect the accounting position of the Company and its subsidiaries as well as the Group's interests in joint ventures and associates.

The condensed consolidated financial statements of Casino, Guichard-Perrachon for the six months ended 30 June 2017 were approved for publication by the Company's Board of Directors on 26 July 2017.

Note 1 Significant accounting policies

1.1 Accounting standards

Pursuant to European Commission Regulation No 1606/2002 of 19 July 2002, the condensed consolidated financial statements of the Casino Group have been prepared in accordance with the International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB), as adopted by the European Union as at 30 June 2017.

These standards are available on the European Commission's website (http://ec.europa.eu/finance/company-reporting/index_en.htm).

The interim consolidated financial statements, presented here in condensed form, have been prepared in accordance with IAS 34 – Interim Financial Reporting. They do not contain all the information and notes included in the annual financial statements. They should therefore be read in conjunction with the Group's consolidated financial statements for the year ended 31 December 2016 which are available upon request from the Company's head office, or can be downloaded from the Group's website, www.groupe-casino.fr.

The accounting principles used to prepare the condensed consolidated financial statements for the six months ended 30 June 2017 are identical to those applied in the annual consolidated financial statements for the year ended 31 December 2016.

Standards published but not yet mandatory

Concerning the standards IFRS 16, IFRS 15 and IFRS 9, the potential impacts are still being analysed and are not yet known. Regarding IFRS 16, more information is given in the note 17 of the Group's 2016 consolidated financial statements.

1.2 Basis of preparation and presentation of the consolidated financial statements

1.2.1 Basis of measurement

The consolidated financial statements are presented in euros which is the functional currency of the Group's parent company. The tables are presented in millions of euros and include figures which are rounded individually to the nearest million euros. Consequently, the totals and sub-totals shown may not correspond exactly to the sum of the reported amounts.

1.2.2 Uses of estimates and judgements

The preparation of consolidated financial statements requires management to make judgements, estimates and assumptions that may affect the reported amounts of assets and liabilities and income and expenses, as well as the disclosures made in certain notes to the consolidated financial statements. Due to the inherent uncertainty of assumptions, actual results may differ from the estimates. Estimates and assessments are reviewed at regular intervals and adjusted where necessary to take into account past experience and any relevant economic factors.

In preparing these interim consolidated financial statements, the main judgments made by management and the key assumptions used concern the following:

- classification and measurement of Via Varejo's net assets as well as other assets of the France Retail segment in accordance with IFRS 5 (note 3.2);
- valuation of non-current assets and goodwill (note 8);
- recoverable amounts of deferred tax assets (note 7);
- provisions for risks (note 11), particularly tax and employee-related risks as well as recognition, presentation and measurement of the recoverable amount of tax credits (VAT or similar).

1.3 Restatement of comparative information

The table below shows the impact of Via Varejo's discontinued operations (notes 2 and 3.2) in the consolidated income statement at 30 June 2016 compared to the same statement published in July 2016.

(€ millions)	30 June 2016 reported	Discontinued operations	30 June 2016 restated
Net sales	19,673	(2,723)	**16,950**
Trading profit	317	(36)	**281**
Operating profit (loss)	(217)	80	**(137)**
Net financial income (expense)	(221)	98	**(123)**
Profit (loss) before tax	(437)	177	**(260)**
Income tax (expense) gain	19	14	**33**
Net profit (loss) from continuing operations	**(400)**	**187**	**(212)**
Net profit (loss) from discontinued operations	**2,900**	**(187)**	**2,713**
Consolidated net profit (loss)	**2,501**	**-**	**2,501**
Attributable to owners of the parent	*2,581*	-	***2,581***
Attributable to non-controlling interests	*(80)*	-	***(80)***

Note 2 Significant events of the period

Significant events during the period are the following:

- **Planned disposal of Via Varejo**

The Via Varejo disposal process, initiated by GPA and approved by the Group on 23 November 2016, is still ongoing at 30 June 2017.
Since the 2016 year-end, and in accordance with IFRS 5 – Non-current Assets Held for Sale and Discontinued Operations:

- the assets and liabilities held for sale have been reclassified in the consolidated statement of financial position under "Assets held for sale" and "Liabilities associated with assets held for sale" (note 3.2.1);
- Via Varejo's net profit and cash flows for the periods ended 30 June 2017 and 2016 are reported under separate lines in the income statement and statement of cash flows;
- the table related to contingent liabilities (note 11.3) does not take into account Via Varejo activities. If necessary, specific information for Via Varejo is provided in a footnote.

- **Final results of the Group's public tender offer for Cnova N.V. shares**

On 31 January 2017, the Group announced the final results of the tender offer for ordinary Cnova N.V. shares launched on 6 December 2016: Casino acquired 31.7 million shares. The Group also purchased a further 0.3 million shares in March 2017.

Together, these repurchases represent 9.3% of Cnova's share capital and have the following impacts:

- the derecognition of liabilities related to put options granted to owners of non-controlling interests recognised in late 2016 for €187 million, in exchange for a cash payment of €165 million and equity attributable to owners of the parent in an amount of €22 million;
- the transfer of a negative €6 million from non-controlling interests to equity attributable to the owners of the parent, reflecting the Group's increased stake in Cnova N.V.

The Group now holds 98.97% of the share capital and 99.46% of the voting rights of Cnova N.V. Taking into account the interest held by GPA in Cnova N.V., the Group holds a percentage interest of 76.13% at 30 June 2017.

On 21 February 2017, Cnova N.V. made his official request to delist its ordinary shares from Nasdaq, which became effective on 3 March 2017; since that date, US public reporting obligations under the Exchange Act have been suspended. The company's ordinary shares continue to be listed on Euronext Paris.

- **Proceedings brought by the DGCCRF (French competition authority) against EMCD and INCAA**

On 28 February 2017, the French Minister of Finance published its decision to bring proceedings against EMC Distribution and other Casino Group companies before the Paris commercial court, following an investigation by the regional directorate for companies, consumption, work and employment (DIRECCTE) of France's Centre region, alleging mainly that payments were insufficiently explained or not made in the correct proportions. The investigation concerns a series of credit notes issued in 2013 and 2014 by 41 suppliers for a total amount of €21 million, and relates to the repayment of that amount to the relevant suppliers, plus a civil fine of €2 million. On 1 March 2017, a corrected summons raised the total amount to €22 million. The Group reaffirms its position as to the lawfulness of the credit notes and confirms that negotiations with industry counterparties take place in a well-balanced and respectful framework in compliance with the applicable legal provisions. The Group intends to dispute the allegations before the competent court.

On 11 April 2017, proceedings were also brought against Intermarché and Casino's joint central purchasing agency, INCA Achats, and their respective parent companies for imbalance of power in the business relationship and unfair market practices in 2015 against 13 multinationals in the health/beauty sector. The Minister of Finance is seeking a fine of €2 million.

The Group considers that it complied with the applicable regulations during negotiations with the suppliers concerned by both sets of proceedings. Consequently, in the early stages of challenging the proceedings, no provision has been recorded at this point.

- **Bond exchange**

On 30 May 2017, the Group launched a five-year bond for €550 million, paying a coupon of 1.865%.
During this operation, €153 million, €153 million and €60 million worth of bonds maturing respectively in November 2018 (5.73% coupon), August 2019 (4.41% coupon) and March 2020 (5.24% coupon) were exchanged, bringing their respective notional amounts to €355 million, €697 million and €540 million. Taking into account the difference between the purchase price and the par value, the total cash disbursement amounted to €400 million. Settlement and delivery of the operation took place on 13 June 2017.

This transaction was accounted for as an extension of financial liabilities given the non-material nature of the changes to the contractual terms. The €400 million impact of the bond exchange thus constitutes an adjustment to the carrying amount of the 2022 bond and will be amortised on an actuarial basis over the remaining term of the modified liability. This accounting treatment also applies to the bond premiums, unamortised issue expenses related to the exchanged bonds, and all exchange-related expenses.

Note 3 Scope of consolidation

3.1 Transactions affecting the scope of consolidation in the first half of 2017

3.1.1 Loss of control of a group of Casino supermarkets

In line with its franchisee redeployment strategy, during the first half of 2017 Distribution Casino France sold to a master franchisee a 51% stake in two sub-groups representing a total of 21 supermarkets that were loss-making under the integrated management system. The net loss on the sale amounted to €30 million and was recorded in “Other operating expenses” (note 6.5).
If the transaction had been completed on 1 January 2017, the impact on net sales for the period, trading profit, other operating expenses and the Group’s share of profit of equity-accounted investees would have been non-material.

Distribution Casino France has two call options on these two groups of stores, which are exercisable in November 2018 and October 2020.

3.1.2 Changes in scope relating to the Franprix-Leader Price subgroup

On 10 February 2017 and 8 March 2017, Franprix-Leader Price acquired 40% of the Sarjel group, of which it previously held 60% of the share capital. The amount disbursed for this acquisition was €19 million (including transaction costs). The operation was accounted for as a transaction between the Group and owners of non-controlling interests, and resulted in a negative impact of €4 million on equity attributable to owners of the parent, and a €14 million reduction in liabilities related to put options granted to owners of non-controlling interests.

3.2 Non-current assets held for sale and discontinued operations

3.2.1 Assets held for sale and liabilities associated with assets held for sale

(€ millions)	Notes	30 June 2017		31 December 2016	
		Assets	Liabilities	Assets	Liabilities
Via Varejo subgroup		**5,045**	**3,550**	6,039	4,404
Other (i)		**371**	**49**	81	-
Total		**5,416**	**3,599**	**6,120**	**4,404**
Net assets		**1,818**		1,716	
Of which attributable to owners of the parent of the selling subsidiary	*9.2.1*	***962***		*768*	

(i) At 30 June 2017, this item mainly includes stores and property assets relating to the France Retail segment.

3.2.2 Discontinued operations

Result from discontinued operations, mostly composed of Via Varejo (including Cnova Brazil) in first-half 2017 and Asia in first-half 2016, breaks down as follows:

(€ millions)	For the six months ended 30 June 2017 (i) (ii)	For the six months ended 30 June 2016 restated (i)	*Of which Via Varejo (ii)*
Net sales	**3,521**	3,470	*2,723*
Expenses	**(3,512)**	(3,609)	*(2,900)*
Gain on disposal of discontinued operations	**-**	**2,899**	**-**
Disposal price	-	*4,054*	-
Disposal costs	-	*(86)*	-
Carrying amount of net assets sold	-	*(1,160)*	-
Other items of comprehensive income (loss) reclassified to profit or loss, net of tax (iii)	-	*91*	-
Impairment loss resulting from the measurement of Via Varejo at fair value less costs to sell (iv)	**(38)**	-	-
Net profit (loss) before tax from discontinued operations	**(28)**	**2,760**	***(177)***
Income tax (expense)/gain	**10**	(51)	*(14)*
Share of profit of equity-accounted investees	**4**	4	*4*
Net profit (loss) from discontinued operations	**(14)**	**2,713**	***(187)***
Attributable to owners of the parent	***(8)***	*2,769*	*(108)*
Basic earnings per share, attributable to owners of the parent	**(0.07)**	24.71	*(0.96)*
Diluted earnings per share, attributable to owners of the parent	**(0.07)**	24.71	*(0.96)*

(i) For the six months ended 30 June 2017, mainly relates to the six months of business for Via Varejo (for the six months ended 30 June 2016, mainly related to the two months of business up to the date of disposal of operations in Thailand on 21 March 2016, four months of business up to the date of disposal of operations in Vietnam on 29 April 2016, and six months of business for Via Varejo).

(ii) In first-half 2017, Via Varejo reported net sales of €3,521 million and EBITDA of €183 million (first-half 2016: €2,723 million and €71 million, respectively).

(iii) The classification of Via Varejo under discontinued operations has no impact on the consolidated statement of comprehensive income for the six months ended 30 June 2017 or 30 June 2016. The disposal of Via Varejo will not result in any reclassification to profit or loss of foreign currency translation adjustments.

(iv) The fair value of Via Varejo (including Cnova Brazil) is estimated at €1,511 million (before estimated costs to sell of €17 million). At constant exchange rates, this value is unchanged from the amount at 31 December 2016.
This value is classified in level 3 of the fair value hierarchy. A 20% increase or decrease in the estimated fair value would reduce or increase the impairment loss by €330 million (of which €47 million attributable to owners of the parent).

3.2.3 Cash flows from discontinued operations

Net cash flows related to discontinued operations, for the six months period ended 30 June 2017, correspond to the Via Varejo activities.
For the six months period ended 30 June 2016, they mainly included the reclassification of cash flows from operating, investing, and financing activities of Via Varejo, and the disposal price from the Group's activities in Asia in the amount of €3,962 million (note 3.5.2 of the Group's 2016 consolidated financial statements).

3.3 Investments in equity-accounted investees

3.3.1 Changes in investments in equity-accounted investees

(€ millions)	Start of period	Impairment loss	Share of profit/(loss) for the period	Dividends	IFRS 5 reclassifications	Other	End of period
Associates							
GPA Group associates (FIC & BINV)	88	-	28 (i)	(7)	(42) (ii)	26	92
Mercialys	376	-	35	(37)	-	(8) (iii)	366
Franprix-Leader Price Group associates	10	-	(40)	-	-	32	2
Other	35	-	-	(2)	-	6	39
Joint ventures							
Banque du Groupe Casino	80	-	1	-	-	3	84
Geimex (iv)	28	-	-	-	-	(28)	-
Éxito Group joint ventures (Tuya) (v)	-	-	3	-	-	25	28
Other	12	-	1	-	-	1	13
Full-year 2016	**629**	**-**	**28 (i)**	**(46)**	**(42)**	**57**	**625**
Associates							
GPA Group associates (FIC & BINV)	**92**	**-**	**10**	**(26)**	**-**	**(4)**	**71**
Mercialys	**366**	**-**	**13**	**(23)**	**-**	**13 (iii)**	**369**
Franprix-Leader Price Group associates	**2**	**-**	**(15)**	**-**	**-**	**15**	**3**
Other	**39**	**-**	**-**	**(1)**	**-**	**2**	**39**
Joint ventures							
Banque du Groupe Casino	**84**	**-**	**-**	**-**	**-**	**-**	**84**
Éxito Group joint ventures (Tuya) (v)	**28**	**-**	**(5)**	**-**	**-**	**3**	**26**
Other	**13**	**-**	**1**	**-**	**-**	**-**	**14**
First-half 2017	**625**	**-**	**5**	**(51)**	**-**	**28**	**607**

(i) Of which €8 million in share of profit of associates classified as discontinued operations in 2016.
(ii) The investments in BINV and FIC held by Via Varejo were reclassified as “Assets held for sale” at 31 December 2016.
(iii) Movements for a positive €13 million in first-half 2017 and a negative €8 million in 2016 correspond mainly to the neutralisation of gains and losses on acquisitions and disposals of property assets between Casino and Mercialys for the portion corresponding to Casino's percentage interest in Mercialys.
(iv) Geimex has been fully consolidated since 1 November 2016.
(v) Tuya was set up in partnership with Bancolombia to manage the banking services offered to customers of the stores in Colombia, primarily the possibility of acquiring a store card. The partnership structure changed in October 2016 when Éxito became a 50% shareholder of Tuya.

3.3.2 Share of contingent liabilities of equity-accounted investees

At 30 June 2017 and 31 December 2016, none of the Group’s associates and joint ventures had any material contingent liabilities.

3.3.3 Related party transactions (associates and joint ventures)

The related party transactions shown below mainly concern transactions carried out in the normal course of business on arm's length terms with companies over which the Group exercises significant influence (associates) or joint control (joint ventures) that are accounted for in the consolidated financial statements using the equity method.

(€ millions)	First half-year transactions				Closing balance			
	Associates		Joint ventures		Associates		Joint ventures	
	2017	2016	2017	2016	30 June 2017	31 December 2016	30 June 2017	31 December 2016
Loans	**4**	(2)	**-**	-	**56**	52	**-**	-
Receivables	**2**	53	**-**	-	**86**	85	**1**	1
Liabilities	**1**	4	**(1)**	(2)	**6**	5	**2**	2
Expenses (i)	**45**	57	**10**	24	**-**	-	**-**	-
Income (ii)	**442**	298	**1**	16	**-**	-	**-**	-

(i) Of which rental revenue excluding occupancy costs for the 73 leases signed with Mercialys for €29 million in first-half 2017 (first-half 2016: 88 leases for €30 million). As at 31 December 2016, future minimum lease payments due to Mercialys for property assets amounted to €117 million, of which €60 million due within one year.

(ii) Of which income related to property development transactions with Mercialys reported under "Other income" for €21 million (first-half 2016: €47 million). Income of €442 million and €298 million also include, for an amount of €337 million and €244 million respectively in first-half 2017 and first-half 2016, sales of goods from Franprix-Leader Price to equity-accounted master franchisees.

In the first half of the year, the Group purchased five service malls from Mercialys for a total amount of €39 million as well as the redeveloped Toulouse Fenouillet hypermarket for an amount of €33 million.

In addition, within the scope of the agreement or in the spirit of the partnership agreement between Casino and Mercialys, Casino recognised additional amounts for percentage-of-completion property development projects previously sold to Mercialys, generating other income of €7 million and a €6 million positive contribution to EBITDA, after eliminating a portion corresponding to Casino's percentage interest held in Mercialys.

Finally, Mercialys sold to a "family office" financed by HSBC the Poitiers Beaulieu site, which resulted from the property development sales by Casino to Mercialys in 2015. The sale gave rise to the recognition of €13 million in "Other income" in respect of the additional portion of the property development income previously eliminated in a proportion of 40%, and a €9 million contribution to EBITDA.

Note 4 Additional disclosures related to the consolidated statement of cash flows

4.1 Reconciliation of provision expense

(€ millions)	Notes	For the six months ended 30 June 2017	For the six months ended 30 June 2016 restated
Goodwill impairment		(4)	(1)
Impairment of intangible assets		(11)	(15)
Impairment of property, plant and equipment		(42)	(70)
Impairment of investment property		-	-
Impairment of assets held for sale		2	(3)
Net additions to provisions for risks and charges	11.1	54	(91)
Other		4	-
Total provision expense		**3**	**(180)**
Provision expense reported under « Profit from discontinued operations »		-	46
Provision expense adjustment in the statement of cash flows		**3**	**(134)**

4.2 Reconciliation of changes in operating working capital to changes in the corresponding items in the statement of financial position

(€ millions)	1 January 2017	Cash flows from operating activities	Cash flows from operating activities, discontinued operations	Other cash flows	Changes in scope of consolidation	Effect of movements in exchange rates	Reclass. and other	30 June 2017
Goods inventories	(3,786)	(152)	-	-	-	157	19	(3,761)
Property development work in progress	(204)	-	-	-	(4)	(1)	3	(206)
Trade payables	6,939	(1,445)	-	-	-	(192)	(8)	5,294
Trade receivables	(880)	64	-	-	-	19	5	(792)
Other (receivables)/ payables	791	(339)	-	(50)	(13)	4	13	406
TOTAL	**2,859**	**(1,871)**	**-**	**(50)**	**(17)**	**(13)**	**32**	**941**

(€ millions)	1 January 2016	Cash flows from operating activities	Cash flows from operating activities, discontinued operations (i)	Other cash flows	Changes in scope of consolidation	Effect of movements in exchange rates	Reclass. and other	30 June 2016
Goods inventories	(4,602)	(2)	(106)	-	328	(387)	(5)	(4,774)
Property development work in progress	(281)	60	-	-	(1)	(3)	(18)	(243)
Trade payables	8,073	(1,221)	(665)	-	(500)	430	(35)	6,081
Trade receivables	(911)	(144)	(248)	-	95	(84)	-	(1,292)
Trade receivables from credit activity	(377)	20	-	-	-	(73)	-	(430)
Liabilities of credit activity	574	18	-	-	-	118	-	710
Other (receivables)/ payables	623	(235)	(162)	(21)	(19)	(22)	(29)	135
TOTAL	**3,099**	**(1,505)**	**(1,181)**	**(21)**	**(96)**	**(21)**	**(88)**	**187**

(i) This column reflects cash flows from discontinued operations from 1 January to the date of reclassification as assets held for sale.

4.3 Reconciliation of acquisitions of fixed assets

(€ millions)	For the six months ended 30 June 2017	For the six months ended 30 June 2016 restated
Additions to and acquisitions of intangible assets	63	93
Additions to and acquisitions of property, plant and equipment	465	510
Additions to and acquisitions of investment property	43	2
Changes in amounts due to suppliers of fixed assets	63	71
New finance leases	(1)	(24)
Capitalised borrowing costs (IAS 23)	(8)	(1)
Effect of discontinued operations	-	(31)
Cash used in acquisitions of intangible assets, property, plant and equipment and investment property	**625**	**621**

4.4 Reconciliation of disposals of fixed assets

(€ millions)	For the six months ended 30 June 2017	For the six months ended 30 June 2016 restated
Disposals of intangible assets	7	7
Disposals of property, plant and equipment	119	134
Disposals of investment property	-	-
Gains/(losses) on disposal of non-current assets	16	(25)
Changes in receivables related to non-current assets	(32)	4
Reclassification of non-current assets as "Assets held for sale"	61	1
Other	2	(4)
Effect of discontinued operations	-	(3)
Cash from disposals of intangible assets, property, plant and equipment and investment property	**173**	**114**

4.5 Effect on cash and cash equivalents of changes in scope of consolidation resulting in acquisition or loss of control

(€ millions)	For the six months ended 30 June 2017	For the six months ended 30 June 2016 restated
Amount paid for acquisitions of control	**(34)**	(43)
Cash/(bank overdrafts) related to acquisition of control	**-**	(10)
Amount received from losses of control	**3**	-
(Cash)/bank overdrafts related to losses of control	**(30)**	(2)
Effect of changes in scope of consolidation resulting in acquisition or loss of control	**(61)**	**(55)**

4.6 Impact on cash and cash equivalents of transactions with non-controlling interests

(€ millions)	For the six months ended 30 June 2017	For the six months ended 30 June 2016
Public tender offer on Cnova shares (note 2)	**(165)**	-
Franprix-Leader Price subgroup - Acquisition of Sarjel (note 3.1.2)	**(19)**	-
Éxito – additional contribution of FIC to Viva Malls	**42**	-
Acquisitions of GPA shares	**-**	(11)
Acquisition of Éxito shares	**-**	(10)
Other	**(6)**	(3)
Effect on cash and cash equivalents of transactions with non-controlling interests	**(148)**	**(25)**

4.7 Reconciliation between change in cash and cash equivalents and change in net debt

(€ millions)	For the six months ended 30 June 2017	For the six months ended 30 June 2016 restated
Change in cash and cash equivalents	**(3,443)**	**(449)**
Additions to borrowings (i)	**(1,889)**	(681)
Repayments of borrowings (i)	**1,466**	1,140
Non-cash changes in debt (i)	**460**	(140)
Change in net assets held for sale attributable to owners of the parent	***271***	*(12)*
Change in other financial assets	***-***	*(5)*
Change in cash flow and fair value hedges	***7***	*(83)*
Change in accrued interest	***164***	*(18)*
Interest on Monoprix mandatory convertible bonds	***-***	*13*
Other	***18***	*(35)*
Effect of movements in exchange rates (i)	**261**	(344)
Change in debt of discontinued operations	**918**	204
Change in net debt	**(2,227)**	**(270)**
Net debt at beginning of period	**3,367**	6,073
Net debt at end of period (note 9.2.1)	**5,594**	6,343

(i) These impacts relate exclusively to continuing operations.

4.8 Reconciliation of net interest paid

(€ millions)	Notes	For the six months ended 30 June 2017	For the six months ended 30 June 2016 restated
Net finance costs reported in the income statement	**9.3.1**	**(192)**	**(133)**
Neutralisation of unrealized exchange gains and losses		(11)	3
Neutralisation of amortisation of debt issuance/redemption costs and premiums		10	16
Neutralisation of interest rate adjustment on Monoprix mandatory convertible bonds	9.3.1	-	(13)
Capitalised borrowing costs		(8)	(1)
Change in accrued interests and in fair value hedges of borrowings		(186)	51
Non-recourse factoring costs	9.3.2	(38)	(32)
Interest paid, net as presented in the statement of cash flows		**(425)**	**(110)**

Note 5 Segment information

5.1 Key indicators by reportable segment

The segment information presented below is based on the internal reporting used by General Management (the primary decision maker) to evaluate performance and allocate resources. It includes in particular the allocation of the holding costs to all of the Group's Business Units.

(€ millions)	France Retail	Latam Retail	E-commerce	For the six months ended 30 June 2017
External net sales	**9,261**	**8,466**	**871**	**18,598**
EBITDA	**292** (i)	**529** (ii)	**(7)**	**814**
Current depreciation and amortisation expense (note 6.4)	**(171)**	**(165)**	**(12)**	**(348)**
Trading profit/(loss)	**121** (i)	**364** (ii)	**(19)**	**466**

(i) Of which €38 million for property development transactions.
(ii) Of which BRL 447 million (€130 million) for previous ICMS-ST tax credits recognised by GPA during the period as a deduction from "Cost of goods sold" further to the Brazilian supreme federal court's decision published in April 2017, ruling that the ICMS-ST tax is not a definitive tax and should not be included in the tax base for PIS and COFINS, allowing GPA to request refund from Brazilian states.

(€ millions)	France Retail	Latam Retail	E-commerce	For the six months ended 30 June 2016 restated
External net sales	9,264	6,836	850	16,950
EBITDA	267 (i)	332 (ii)	1	600
Current depreciation and amortisation expense (note 6.4)	(182)	(126)	(11)	(318)
Trading profit/(loss)	85 (i)	206 (ii)	(9)	281

(i) Of which €49 million for property development transactions.
(ii) Of which BRL 289 million (€70 million) of cumulative PIS and COFINS tax credits recognised by GPA in first-half 2016 as a deduction from "Cost of goods sold".

5.2 Key indicators by geographical area

(€ millions)	France	Latin America	Other regions	Total
External net sales for the six months ended 30 June 2017	**10,129**	**8,466**	**3**	**18,598**
External net sales for the six months ended 30 June 2016 restated	10,108	6,839	3	16,950

(€ millions)	France	Latin America	Other regions	Total
Non-current assets as at 30 June 2017 (i)	**11,577**	**9,242**	**47**	**20,866**
Non-current assets as at 31 December 2016 (i)	11,770	10,151	47	21,968

(i) Non-current assets include goodwill, intangible assets, property, plant and equipment, investment property, investments in associates and joint ventures as well as long-term prepaid expenses.

Note 6 Activity data

6.1 Seasonality of operations

Across all businesses, seasonal fluctuations on the income statement were minor in terms of net sales (the first half of 2016 represented 47% of full-year 2016, or 48% based on the average 2016 exchange rate), but were more significant in terms of trading profit (27% in first-half 2016 versus 28% based on the average 2016 exchange rate).

These seasonal fluctuations have an even greater impact on the cash flows generated by the Group. The change in working capital observed in the first half of the year is structurally significantly negative as a result of the large payments made to suppliers at the beginning of the financial year in return for purchases made to meet strong demand in December of the previous year.

6.2 Total revenue

(€ millions)	For the six months ended 30 June 2017	For the six months ended 30 June 2016 restated
Net sales	**18,598**	16,950
Other income (i)	**154**	236
Total revenue	**18,751**	17,186

(i) The decline in "Other income" over the period primarily reflects a fall in sales relating to property development and property trading business activities in an amount of €70 million. The other components of this item, in particular revenues from energy efficiency activities, franchising fees and contract indemnities (lease, franchise terminations, etc.) were stable from one half-year to another.

6.3 Expenses by nature and function

(€ millions)	Logistics costs (i)	Selling expenses	General and administrative expenses	For the six months ended 30 June 2017
Employee benefits expense	**(253)**	**(1,624)**	**(406)**	**(2,282)**
Other expenses	**(458)**	**(1,622)**	**(218)**	**(2,298)**
Depreciation and amortisation expense (note 6.4)	**(19)**	**(260)**	**(69)**	**(348)**
Total	**(729)**	**(3,505)**	**(693)**	**(4,928)**

(i) Logistics costs are reported in the consolidated income statement under “Cost of goods sold”

(€ millions)	Logistics costs (i)	Selling expenses	General and administrative expenses	For the six months ended 30 June 2016 restated
Employee benefits expense	(233)	(1,524)	(382)	**(2,139)**
Other expenses	(426)	(1,582)	(189)	**(2,198)**
Depreciation and amortisation expense (note 6.4)	(17)	(243)	(58)	**(318)**
Total	**(677)**	**(3,349)**	**(629)**	**(4,655)**

(i) Logistics costs are reported in the consolidated income statement under “Cost of goods sold”.

6.4 Depreciation and amortisation

(€ millions)	Notes	For the six months ended 30 June 2017	For the six months ended 30 June 2016 restated
Amortisation of intangible assets		**(59)**	(66)
Depreciation of property, plant and equipment		**(285)**	(296)
Depreciation of investment property		**(4)**	(7)
Lease payments for land use		**-**	(2)
Total depreciation and amortisation expense		**(348)**	**(369)**
Depreciation and amortisation expense reported under "Profit from discontinued operations”		**-**	51
Depreciation and amortisation expense of continuing operations	**6.3**	**(348)**	**(318)**

6.5 Other operating income and expenses

(€ millions)	For the six months ended 30 June 2017	For the six months ended 30 June 2016 restated
Total other operating income	**106**	26
Total other operating expenses	**(380)**	(444)
	(274)	**(418)**
Breakdown by type		
Gains and losses on disposal of non-current assets (vi)	**23**	(14)
Net impairment losses of assets (i) (vi)	**(45)**	(32)
Net income/(expense) related to changes in scope of consolidation (ii) (vi)	**(55)**	(114)
Gains and losses on disposal of non-current assets, net impairment losses of assets and net income (expense) related to changes in scope of consolidation	**(77)**	**(159)**
Restructuring provisions and expenses (iii) (vi)	**(124)**	(131)
Provisions and expenses for litigation and risks (iv) (vi)	**(60)**	(68)
Other (v)	**(13)**	(60)
Other operating income and expenses	**(197)**	**(259)**
Total net other operating income (expenses)	**(274)**	**(418)**

(i) Impairment losses recorded in first-half 2017 mainly relate to isolated assets in the France Retail segment for €32 million (primarily Monoprix and Franprix-Leader Price for €11 million and €9 million, respectively) and the Latam Retail segment (primarily GPA) for €12 million. In first-half 2016, impairment losses mainly concerned isolated assets in the France Retail (mainly Franprix-Leader Price) and E-commerce segments for €22 million and €8 million, respectively.

(ii) The €55 million expense recognised in the first half of 2017 relates mainly to changes in scope at Distribution Casino France (see note 3.1.1) for an amount of €30 million and transaction costs of €10 million. The €114 million expense recognised in the first half of 2016 related mainly to changes in scope at the Franprix-Leader Price subgroup level for an amount of €71 million and transaction costs of €28 million.

(iii) Restructuring provisions and expenses for first-half 2017 mainly concerned the France Retail segment for €90 million (including social costs and store closure costs for €55 million and store transformation costs for €35 million) and GPA for €21 million. In the first half of 2016, they mainly related to the France Retail and GPA segments for €115 million and €9 million, respectively.

(iv) Provisions and expenses for litigation and risks amounted to a net expense of €60 million in first-half 2017, reflecting in the amount of €53 million the GPA tax amnesty program that began during the period and described in note 11.3. In the first half of 2016, provisions and expenses for litigation concerned GPA for €58 million.

(v) In first-half 2016, this expense mainly concerned the 2015 tax on retail space (TaSCom) payable in France in amount of €43 million. Following the introduction of new tax rules which led to a change in the period in which this levy is recognised, the TaSCom due for 2015 was recognised in full at the beginning of 2016 (in "Other operating expenses") and the TaSCom for 2016 was recognised on a straight-line basis over the year (in "Trading profit").

(vi) Reconciliation of the breakdown of asset impairment losses with the tables of asset movements:

(€ millions)	For the six months ended 30 June 2017	For the six months ended 30 June 2016 restated
Goodwill impairment losses	**(4)**	(1)
Impairment (losses)/reversals on intangible assets, net	**(11)**	(15)
Impairment (losses)/reversals on property, plant and equipment, net	**(42)**	(70)
Impairment (losses)/reversals on other assets, net	**-**	(1)
Total net impairment losses	**(57)**	**(88)**
Net impairment losses of discontinued operations	**-**	**-**
Net impairment losses of continuing operations	**(57)**	**(88)**
Of which presented under "Restructuring provisions and expenses" (*)	***(11)***	*(48)*
Of which presented under "Net impairment (losses) of assets"	***(45)***	*(32)*
Of which presented under "Net income/(expense) related to changes in scope of consolidation"	**-**	*(7)*
Of which presented under "Gains and losses on disposal of non-current assets"	**-**	*(1)*

(*) Of which €31 million and €16 million relating to Franprix-Leader Price and Distribution Casino France (convenience stores), respectively as at 30 June 2016.

Note 7 Income tax

The effective tax rate for the period ended 30 June 2017 was -72.9% versus -12.8% in first-half 2016. The tax proof is presented below:

(€ millions)	For the six months ended 30 June 2017		For the six months ended 30 June 2016 restated	
Profit (loss) before tax	**(35)**		**(260)**	
Theoretical income tax gain/(expense) [(i)]	**12**	**-34.43%**	**89**	**-34.43%**
Reconciliation of theoretical income tax gain/(expense) to actual income tax gain/(expense)				
Impact of differences in foreign tax rates	**10**	**-28.6%**	(3)	1.2%
Gains or losses on remeasurement of previously-held interests pursuant to transactions resulting in the acquisition or loss of control and sales of shares	**(7)**	**19.7%**	1	-0.4%
Recognition of previously unrecognised tax benefits on tax losses and other deductible temporary differences [(ii)]	**52**	**-147.9%**	-	-%
Unrecognised deferred tax assets/valuation allowances on recognised deferred tax assets on tax loss carry-forwards or other deductible temporary differences [(iii)]	**(34)**	**96.4%**	(37)	14.2%
CVAE net of income tax	**(19)**	**54.5%**	(21)	7.9%
Non-deductible interest expense [(iv)]	**(12)**	**34.9%**	(6)	2.1%
Non-taxable CICE [(v)]	**18**	**-50.9%**	16	-6.1%
3% surtax on distributed earnings	**(6)**	**16.0%**	(11)	4.0%
Deductible interest on perpetual deeply subordinated bonds	**8**	**-24.0%**	9	-3.6%
Other	**3**	**-8.6%**	(6)	2.2%
Actual income tax gain/(expense) / Effective tax rate	**26**	**-72.9%**	**33**	**-12.8%**

(i) The reconciliation of the effective tax rate paid by the Group is based on the current French rate of 34.43%, unchanged from 30 June 2016.
(ii) Following the review of projected taxable profits and tax options implemented at Ségisor (French holding company for the voting shares of its Brazilian subsidiary), tax loss carryforwards in an amount of €153 million were recognised, giving rise to deferred tax assets of €45 million. After taking into account profit for the period, deferred tax assets stood at €41 million at 30 June 2017.
(iii) In 2017, this concerns the E-commerce and France Retail segments for negative amounts of €15 million and €14 million, respectively (in 2016, this concerned the E-commerce segment for a negative amount of €27 million).
(iv) Tax laws in some countries cap the deductibility of interest paid by companies. In France, since the 2012 amended Finance Act, companies are required to add back 25% of interest expense to their taxable profit. The resulting income tax amounts disclosed for the periods presented relate mostly to French entities.
(v) A competitiveness and employment tax credit (CICE) was introduced in France, corresponding to a tax credit (refundable if not used within three years) based on 7% (6% in 2016) and 9% for Vindémia of salaries paid as from 1 January 2017 that do not exceed 2.5x the French minimum wage (SMIC). In first-half 2017, the Group recognised CICE income of €52 million (first-half 2016: €46 million) as a deduction from employee benefits expense.

Deferred tax assets recognised are primarily related to tax loss carryforwards of Casino Guichard-Perrachon and Ségisor.

Note 8 Goodwill, intangible assets, property, plant and equipment and investment property

Acquisitions of intangible assets, property, plant and equipment and investment property totalled €571 million in the first six months of 2017, compared with €605 million for the same period in 2016. Besides, tangible fixed assets relating to Colombian entities have been reclassified to investment property for €47 million.

The Group carried out a review of goodwill and other non-current assets as at 30 June 2017 to determine whether there was any evidence of impairment, as defined in the notes to the 2016 consolidated financial statements. A €53 million impairment charge on intangible assets and property, plant and equipment was recognised in the first half of 2017 (note 6.5), mainly in relation to the France Retail segment (€37 million).
Concerning goodwill, the tests carried out on CGUs with impairment indicators concerned the France Retail segment (Vindémia and Casino Restauration); those tests did not result in an impairment loss at 30 June 2017. Nevertheless, an impairment charge for €4 million was recognised during the period, in relation to an isolated cash-generating unit.

Note 9 Financial structure and finance costs

9.1 Net cash and cash equivalents

Net cash and cash equivalents breaks down as follows:

(€ millions)	30 June 2017	31 December 2016
Cash equivalents	**1,356**	2,429
Cash	**1,931**	3,321
Cash and cash equivalents	**3,287**	**5,750**
Bank overdrafts	**(141)**	(136)
Net cash and cash equivalents	**3,145**	**5,614**

At 30 June 2017, cash and cash equivalents are not subject to any material restrictions.

Transactions in relation to the management of trade payables/receivables

The Group disposes of non-recourse receivables without continuing involvement, within the meaning of IFRS 7, and uses reverse factoring programs.

9.2 Financial liabilities

9.2.1 Breakdown

(€ millions)	30 June 2017 Non-current portion	30 June 2017 Current portion	30 June 2017 Total	31 December 2016 Non-current portion	31 December 2016 Current portion	31 December 2016 Total
Bonds (i)	**6,497**	**81**	**6,578**	6,165	804	6,969
Other borrowings and financial liabilities	**1,272**	**2,155**	**3,427**	1,479	1,601	3,080
Finance leases	**50**	**15**	**65**	63	16	79
Fair value hedges - liabilities (ii)	**11**	**32**	**44**	26	61	87
Financial liabilities	**7,831**	**2,283**	**10,114**	**7,733**	**2,482**	**10,215**
Fair value hedges - assets (iii)	**(197)**	**(35)**	**(233)**	(257)	(34)	(291)
Other financial assets	**-**	**(39)**	**(39)**	-	(39)	(39)
Net assets held for sale, attributable to owners of the parent of the selling subsidiary (note 3.2.1)	**-**	**(962)**	**(962)**	-	(768)	(768)
Cash and cash equivalents (note 9.1)	**-**	**(3,287)**	**(3,287)**	-	(5,750)	(5,750)
Cash and cash equivalents, other financial assets and net assets held for sale	**(197)**	**(4,323)**	**(4,520)**	**(257)**	**(6,591)**	**(6,848)**
NET DEBT	**7,634**	**(2,040)**	**5,594**	**7,476**	**(4,109)**	**3,367**

(i) Of which €5,789 million and €789 million respectively in France and at GPA at 30 June 2017.
(ii) Of which €34 million, €5 million and €5 million respectively in Brazil, Colombia and France at 30 June 2017.
(iii) Of which €203 million, €16 million and €14 million respectively in France, Brazil and Colombia at 30 June 2017.

BREAKDOWN OF NET DEBT BY OPERATING SEGMENT

(€ millions)	30 June 2017 Financial debt (i)	30 June 2017 Cash and cash equivalents	30 June 2017 Net assets classified under IFRS 5 attributable to owners of the parent	30 June 2017 Net debt	31 December 2016 Financial debt (i)	31 December 2016 Cash and cash equivalents	31 December 2016 Net assets classified under IFRS 5 attributable to owners of the parent	31 December 2016 Net debt
France Retail	**6,932**	**(2,298)**	**(320)**	**4,314**	**6,884**	**(3,614)**	**(70)**	**3,200**
Latam Retail	**2,679**	**(972)**	**(1)**	**1,706**	**2,973**	**(1,939)**	**(1)**	**1,032**
of which GPA Food	*1,350*	*(628)*	*-*	*722*	*1,713*	*(1,492)*	*-*	*221*
of which Éxito (ii)	*1,329*	*(344)*	*(1)*	*984*	*1,259*	*(447)*	*(1)*	*810*
Latam Electronics	**-**	**-**	**(641)**	**(641)**	**-**	**-**	**(697)**	**(697)**
E-commerce	**231**	**(17)**	**-**	**214**	**28**	**(196)**	**-**	**(168)**
Net debt	**9,842**	**(3,287)**	**(962)**	**5,594**	**9,885**	**(5,750)**	**(768)**	**3,367**

(i) Financial liabilities net of fair value hedging derivative assets and other financial assets.
(ii) Éxito excluding GPA, including Argentina and Uruguay.

9.2.2 Change in financial liabilities

(€ millions)	30 June 2017	31 December 2016
Financial liabilities at beginning of period	*10,215*	*11,735*
Fair value hedges - assets	*(291)*	*(675)*
Financial liabilities at beginning of period (including hedging instruments)	**9,924**	**11,059**
New borrowings (i)	**1,889**	1,577
Repayments of borrowings (ii)	**(1,466)**	(2,826)
Change in fair value of hedged debt	**(7)**	46
Change in accrued interest	**(164)**	215
Effect of movements in exchange rates	**(262)**	528
Change in scope of consolidation	**9**	(534)
Reclassification of financial liabilities associated with non-current assets held for sale	**(23)**	(349)
Other and reclassifications (iii)	**(19)**	209
Financial liabilities at end of period (including hedging instruments)	**9,881**	**9,924**
Financial liabilities at end of period (note 9.2.1)	*10,114*	*10,215*
Fair value hedges – assets (note 9.2.1)	*(233)*	*(291)*

(i) In the first half of 2017, new borrowings mainly include the following transactions: (a) net increase in short-term commercial paper in France for €768 million; (b) a bond issue by GPA along with promissory notes issue in reais for €314 million and €232 million respectively, and new borrowings for €93 million; (c) drawdowns on lines of credit and new borrowings at Éxito for €190 million and €97 million, respectively; and (d) the impact of the bond exchange offer in France for €147 million net of expenses (note 2).

(ii) In first-half 2017, repayments of borrowings mainly concerned Casino, Guichard-Perrachon, GPA and Éxito for €552 million, €804 million and €98 million, respectively.

(iii) Of which €238 million of trade payables – structured program in 2016.

9.3 Net financial income (expense)

9.3.1 Net finance costs

(€ millions)	For the six months ended 30 June 2017	For the six months ended 30 June 2016 restated
Gains (losses) on disposals of cash equivalents	**-**	-
Income from cash and cash equivalents	**49**	48
Income from cash and cash equivalents	**49**	**48**
Interest expense on borrowings after hedging (i)	**(237)**	(177)
Interest expense on finance lease liabilities	**(4)**	(4)
Finance costs	**(241)**	**(181)**
Net finance costs	**(192)**	**(133)**

(i) In first-half 2016, income of €13 million was recognised following exercise of the call option on the mandatory convertible bonds issued by Monoprix as well as a €38 million gain as a result of bond buybacks (not including the effect of future interest savings).

9.3.2 Other financial income and expenses

(€ millions)	For the six months ended 30 June 2017	For the six months ended 30 June 2016 restated
Investment income	**-**	-
Foreign currency exchange gains (other than on borrowings)	**14**	28
Discounting and accretion adjustments	**1**	1
Gains on remeasurement to fair value of non-hedging derivative instruments (i)	**38**	61
Other	**30**	27
Other financial income	**84**	**118**
Foreign currency exchange losses (other than on borrowings)	**(14)**	(29)
Discounting and accretion adjustments	**(3)**	(5)
Losses on remeasurement to fair value of non-hedging derivative instruments (i)	**(22)**	(7)
Losses on remeasurement to fair value of financial assets at fair value through profit or loss	**-**	-
Non-recourse factoring costs	**(38)**	(32)
Other	**(42)**	(35)
Other financial expenses	**(119)**	**(107)**
Total other financial income and expenses	**(35)**	**11**

(i) The net gain of €17 million reported in first-half 2017 mainly reflects (a) the positive fair value change of the GPA TRS for €9 million and GPA forward for €25 million as well as the carrying costs associated with these instruments for -€8 million; and (b) negative impacts related to other derivative instruments for €11 million. During the period, the maturity of the GPA forward was extended to February 2020 and the spread reduced by 72 basis points to 2.04%. Other parameters of the instrument remain unchanged. In first-half 2016, the net gain of €54 million primarily reflected positive fair value change of the GPA TRS (€19 million), the GPA forward (€16 million) and the Big C Thailand TRS (€23 million) which was unwound during the period.

9.4 Fair value of financial instruments

The tables below compare the carrying amount and fair value of consolidated financial assets and liabilities, other than those for which the carrying amount corresponds to a reasonable approximation of fair value such as trade receivables, trade payables, cash and cash equivalents and bank overdrafts.

30 June 2017 (€ millions)	Carrying amount	Fair value	Fair value hierarchy: Market price = Level 1	Model with observable inputs = Level 2	Model with unobservable inputs = Level 3
Assets	**284**	**284**	**-**	**234**	**50**
Available-for-sale financial assets (i)	35	35	-	-	35
Fair value hedges – assets (ii)	233	233	-	233	-
Other derivative instruments – assets	16	16	-	1	15
Liabilities	**10,593**	**11,162**	**6,368**	**4,631**	**162**
Bonds (iii)	6,578	7,150	6,368	782	-
Other borrowings and finance lease liabilities (iv)	3,493	3,488	-	3,488	-
Fair value hedges – liabilities (ii)	44	44	-	44	-
Other derivative instruments – liabilities (ii)	317	317	-	317	-
Put options granted to owners of non-controlling interests (v)	162	162	-	-	162

31 December 2016 (€ millions)	Carrying amount	Fair value	Fair value hierarchy: Market price = Level 1	Model with observable inputs = Level 2	Model with unobservable inputs = Level 3
Assets	**361**	**361**	**-**	**313**	**48**
Available-for-sale financial assets (i)	35	35	-	-	35
Fair value hedges – assets (ii)	291	291	-	291	-
Other derivative instruments – assets	35	35	-	23	12
Liabilities	**10,940**	**11,435**	**6,964**	**4,276**	**195**
Bonds (iii)	6,969	7,470	6,778	692	-
Other borrowings and finance lease liabilities (iv)	3,158	3,152	-	3,152	-
Fair value hedges – liabilities (ii)	87	87	-	87	-
Other derivative instruments – liabilities (ii)	344	344	-	344	-
Put options granted to owners of non-controlling interests (v)	382	382	186	-	195

(i) The fair value of available-for-sale financial assets is generally measured using standard valuation techniques. If their fair value cannot be determined reliably, they are not included in this note.

(ii) Derivative financial instruments are valued (internally or externally) on the basis of the widely used valuation techniques for this type of instrument. Valuation models are based on observable market inputs (mainly the yield curve) and counterparty quality. Derivatives held as fair value hedges are almost fully backed by borrowings.

(iii) The fair value of bonds is based on the latest quoted price on the reporting date.

(iv) The fair value of other borrowings has been measured using other valuation techniques such as the discounted cash flow method, taking into account the Group's credit risk and interest rate conditions at the reporting date.

(v) The fair value of put options granted to owners of non-controlling interests is measured by applying the contract's calculation formulae and is discounted, if necessary. These formulae are considered to be representative of the fair value and notably use EBITDA multiples.

Note 10 Equity

10.1 Share capital

At 30 June 2017, the Company's share capital amounts to €169,825,404 and is composed of 110,996,996 ordinary shares issued and fully paid (unchanged from 31 December 2016).

10.2 Non-controlling interests

SUMMARISED FINANCIAL INFORMATION ON THE MAIN SUBSIDIARIES WITH SIGNIFICANT NON-CONTROLLING INTERESTS

The information presented in the table below is based on the IFRS financial statements, adjusted where applicable to reflect the remeasurement at fair value on the date of acquisition or loss of control, and to align accounting policies with those applied by the Group. The amounts are shown before intragroup eliminations. The Éxito group published its financial statements at a date later than that of the Casino Group, therefore information related to that subsidiary is not disclosed.

(€ millions)	GPA	
	2017	**2016 (i)**
Country	*Brazil*	
% of ownership interests held by non-controlling interests (ii)	**66.84%**	*66.80%*
% of voting rights held by non-controlling interests (ii)	**0.06%**	*0.06%*
For the first half of the year:		
Net sales	**6,162**	5,602
Net profit/(loss) from continuing operations	**91**	(69)
Net profit/(loss) from discontinued operations	**(9)**	(160)
Net profit/(loss)	**83**	**(229)**
Attributable to non-controlling interests in continuing operations	***61***	*(36)*
Attributable to non-controlling interests in discontinued operations	***(6)***	*(67)*
Other comprehensive income/(loss)	**(663)**	1,319
Total comprehensive income/(loss) for the period	**(580)**	**1,090**
Attributable to non-controlling interests	***(362)***	*745*
At 30 June 2017 and 31 December 2016		
Non-current assets	**7,597**	7,972
Current assets	**7,122**	9,505
Non-current liabilities	**(2,225)**	(2,216)
Current liabilities	**(5,733)**	(7,946)
Net assets	**6,761**	**7,313**
Attributable to non-controlling interests	***4,463***	*4,817*
For the first half of the year		
Net cash from/(used in) operating activities	**(866)**	(1,367)
Net cash from/(used in) investing activities	**(168)**	(138)
Net cash from/(used in) financing activities	**(720)**	(248)
Effect of changes in exchange rates on cash and cash equivalents	**(81)**	243
Changes in cash and cash equivalents	**(1,835)**	**(1,510)**
Dividends paid to the Group (iii)	**-**	*-*
Dividends paid to owners of non-controlling interests over the period (iii)	**-**	*(1)*
Average % of ownership interests held by the Group in first half-year	***33.17%***	*32.90%*
% of ownership interests held by the Group as at 30 June	***33.16%***	*33.23%*

(i) The information relating to the 2016 income statement has been restated following the classification of Via Varejo as discontinued operations at GPA.
(ii) The percentages of non-controlling interests set out in this table do not include the Group's own non-controlling interests in subgroups.
(iii) GPA has a dividend payout obligation (see note 12.8 in the Group's 2016 consolidated financial statements).

10.3 Dividends

At the Annual General Meeting of 5 May 2017, the shareholders approved the payment of a €3.12 cash dividend per ordinary share for the 2016 financial year. The payout, recorded as a deduction from equity, amounts to €173 million (€350 million at 30 June 2016 for the 2015 financial year). An interim dividend of €1.56 per share (representing a total of €171 million) was paid in November 2016 for the 2016 financial year.

The coupons payable on perpetual deeply subordinated bonds are as follows:

(€ millions)	30 June 2017	30 June 2016
Coupons payable on perpetual deeply subordinated bonds (impact on equity)	**43**	**46**
Of which amount paid during the period	37	37
Of which amount payable	6	9
Impact on the statement of cash flows for the period	**41**	**42**
Of which coupons awarded and paid during the period	37	37
Of which coupons awarded in the prior year and paid during the period	5	6

Note 11 Other provisions

11.1 Breakdown and movements of other provisions

(€ millions)	1 January 2017	Additions 2017	Reversals (used) 2017	Reversals (not used) 2017	Change in scope of consolidation	Effect of movements in exchange rates	Other	30 June 2017
Claims and litigation	628	59 (i)	(33) (ii)	(73) (iii)	-	(47)	-	**534**
Other risks and expenses	121	12	(12)	(3)	(13)	(1)	2	**107**
Restructuring	29	8	(11)	(1)	-	-	-	**25**
Total other provisions	**779**	**80**	**(57)**	**(77)**	**(13)**	**(48)**	**1**	**666**
of which non-current	*615*	*1*	*(1)*	*(4)*	-	*(47)*	*(55)*	***510***
of which current	*163*	*78*	*(56)*	*(72)*	*(13)*	*(1)*	*56*	***156***

(i) The €59 million addition mainly concerns provisions for new employee disputes, civil litigation and tax disputes at GPA.
(ii) Used reversals in the amount of €33 million mainly relate to GPA's new tax amnesty program (note 11.3).
(iii) Unused reversals in the amount of €73 million primarily concern GPA and notably reflect favourable progress in the dispute regarding the exclusion of the ICMS tax from the PIS and COFINS tax base (note 11.3).

Provisions for claims and litigation, and for other risks and expenses are composed of a multitude of sums related to legal disputes concerning employee-related matters (labour court), property (litigation on works, disputed rent, eviction of tenants, etc.), or tax or business matters (counterfeiting, etc.).

More specifically, claims and litigation amounted to €534 million and mainly include provisions relating to GPA (note 11.2).

11.2 Breakdown of GPA provisions for claims and litigation (Food only)

(€ millions)	PIS/COFINS/CPMF disputes (i)	Other tax disputes	Employee disputes	Civil litigation and other	Total
30 June 2017	**17**	**334**	**90**	**39**	**480**
31 December 2016	43	402	88	41	575

(i) VAT and similar taxes.

In the context of litigation disclosed above and below in note 11.3, GPA (Food only) is contesting the payment of certain taxes, contributions and payroll obligations. The legal deposits paid by GPA pending final rulings from the administrative courts on these various disputes are included in "Other non-current assets". GPA has also provided various guarantees in addition to these deposits, reported as off-balance sheet commitments.

(€ millions)	30 June 2017			31 December 2016		
	Legal deposits paid	Assets pledged as collateral	Bank guarantees	Legal deposits paid	Assets pledged as collateral	Bank guarantees
Tax disputes	**51**	**227**	**1,814**	53	248	2,002
Employee disputes	**126**	**1**	**15**	121	1	8
Civil and other litigation	**19**	**2**	**73**	19	3	48
Total	**196**	**231**	**1,903**	**193**	**252**	**2,057**

11.3 Contingent assets and liabilities

Contingent liabilities essentially relate to the GPA group, and break down as follows:

(€ millions)	30 June 2017	31 December 2016
INSS (employer's social security contributions)	99	106
IRPJ - IRRF and CSLL (corporate income taxes)	298	307
PIS, COFINS and CPMF (VAT and similar taxes)	506	624
ISS, IPTU and ITBI (service tax, urban property tax and tax on property transactions)	46	48
ICMS (state VAT)	1,519	1,612
Civil litigation	141	210
Total (i)	**2,610**	**2,907**

(i) Contingent liabilities of Via Varejo classified in discontinued operations and not included in the table above amount to €408 million as at 30 June 2017 (€433 million as at 31 December 2016).

The €297 million decrease reflects negative currency effects for €255 million and the tax amnesty program for a negative €92 million, partially offset by the increase over the period in contingent liabilities relating to other tax litigation.
The tax amnesty program concerned (i) PIS and COFINS tax on purchases and sales of soya beans; (ii) non-validation of tax offsets (IRPJ and PIS and COFINS), and (iii) other tax debts previously classified as possible risks (mainly related to CPMF tax). Application of this program gave rise to the recognition of an expense of BRL 183 million net of benefits given by the program (i.e. €53 million – see note 6.5).

GPA employs consulting firms to advise it in tax disputes, whose fees are contingent on the disputes being settled in GPA's favour. As at 30 June 2017, the estimated amount totals €43 million (€36 million as at 31 December 2016).

On 20 April 2017, Brazilian regulator CVM confirmed its initial decision regarding Via Varejo and GPA's accounting treatment of the Bartira transaction. The confirmation has no impact on the consolidated financial statements.

Exclusion of ICMS from the PIS and COFINS tax base:
Since the adoption of the noncumulative regime to calculate PIS and COFINS, GPA has challenged the right to deduct ICMS from the calculation basis for both contributions. On March 15, 2017, the Brazilian Federal Supreme court (STF) ruled that ICMS should be excluded from the calculation basis of PIS/Cofins, in accordance to the thesis pleaded by GPA. Based on the judgement of the thesis by the STF and on the legal opinion of its advisors, GPA understood that a disbursement of cash, related to the values not paid in previous periods, is not probable and reversed the provision of BRL 117 million (i.e. €34 million) on the first semester.

This decision of the STF is still pending the disclosure of the written sentence and analysis by this court of the potential recourses over the timing of application of the decision. GPA and its advisors estimate that the decision related to the application of the effects will not limit the right of the judicial claim proposed by GPA, nevertheless, the elements of the process still pending decision do not allow the recognition of the asset related to the credits to be measured since GPA started the claim in 2003. According to the preliminary evaluation, based on the available information on June 30, 2017, GPA estimates the potential tax credit for the retail activity in a range from BRL 1.3 to BRL 1.85 billion (i.e. €346 to €492 million). At this moment the calculation for the Cash & Carry activity is not completed.

Tax credits for Via Varejo, classified as discontinued operations, were estimated at approximately BRL 670 million (i.e. approximately €178 million).

Note 12 Related party transactions

Casino, Guichard-Perrachon is controlled by Rallye, which in turn is owned by Foncière Euris. As at 30 June 2017, the Rallye Group held 50.39% of the capital of Casino, Guichard-Perrachon and 63.15% of the voting rights.

The Company has relations with all of its subsidiaries in its day-to-day management of the Group. The Company and its subsidiaries receive strategic advice from Euris, the ultimate holding company, under strategic advice and assistance agreements. The Company also receives other recurring services from Euris and Foncière Euris (provision of staff and premises). The amount expensed over the period in relation to these agreements with Casino and its subsidiaries totalled €1.4 million, of which €1.2 million for strategic advisory services and €0.3 million for the provision of staff and premises.

Furthermore, the Casino Group recorded a €12 million positive contribution to EBITDA corresponding to the settlement of property development transactions begun in prior years with Foncière Euris.

The main transaction in the first half of the year between Casino Group consolidated companies and the Rallye Group was the payment of a dividend for 2016 in an amount of €87 million.

In connection with the deployment of its dual model associating retail and commercial real estate activities, Casino and its subsidiaries are involved in a number of property development operations with Mercialys (note 3.3.3).

Relations with other related parties, including remuneration of executives, remained comparable to those of financial year 2016, and no unusual transactions, in terms of either nature or amount, took place during the period.

Note 13 Subsequent event

On 26 July 2017, Casino signed a 5-year confirmed credit facility for an amount of USD 750 million (approximately €645 million) with a group of 11 international banks. This credit line refinances the existing USD 1 billion facility and increases the average maturity of Casino's confirmed lines, from 2.4 years to 3.4 years on the signing date.
Casino also benefits from two one-year extension options which remain subject to the banks' approvals.

STATEMENT BY THE PERSON RESPONSIBLE FOR THE HALF-YEAR FINANCIAL REPORT[1]

« I certify, to the best of my knowledge, that the condensed consolidated financial statements for the past half-year have been prepared in accordance with the applicable accounting standards and give a true and fair view of the assets, financial position and results of the Company and of all the undertakings included in the consolidation and that the half-year management report included herein presents a true and fair review of the main events which occurred during the first six months of the fiscal year, their impact on the financial statements and the main related-party transactions, as well as a description of the main risks and uncertainties for the remaining six months of the fiscal year. »

Paris, July 27, 2017

Jean-Charles NAOURI
Chairman and Chief Executive Officer

[1] this is a free translation of the statement signed and issued in French language by the Chairman and Chief Executive Officer of the Company and is provided solely for the convenience of English speaking readers.

CASINO, GUICHARD-PERRACHON

Société Anonyme

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Statutory Auditors' Review Report on the 2017 Half-yearly Financial Information

Period from January 1, 2017 to June 30, 2017

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Statutory Auditors' Review Report on the 2017 Half-yearly Financial Information

Period from January 1, 2017 to June 30, 2017

This is a free translation into English of the statutory auditors' review report on the half-yearly financial information issued in French and is provided solely for the convenience of English-speaking users. This report includes information relating to the specific verification of information given in the Group's half-yearly management report. This report should be read in conjunction with, and construed in accordance with, French law and professional standards applicable in France.

To the Shareholders,

In compliance with the assignment entrusted to us by your shareholders' meeting and in accordance with the requirements of article L. 451-1-2 of the French Monetary and Financial Code (*"Code monétaire et financier"*), we hereby report to you on :

- the review of the accompanying condensed half-yearly consolidated financial statements of CASINO, GUICHARD-PERRACHON, for the period from January 1, 2017 to June 30, 2017 ;
- the verification of the information presented in the half-yearly management report.

These condensed half-yearly consolidated financial statements are the responsibility of the Board of Directors. Our role is to express a conclusion on these financial statements based on our review.

Conclusion on the financial statements

We conducted our review in accordance with professional standards applicable in France. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with professional standards applicable in France and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed half-yearly consolidated financial statements are not prepared, in all material respects, in accordance with IAS 34 - standard of the IFRSs as adopted by the European Union applicable to interim financial information.

Without qualifying our opinion, we draw your attention to Note 1.3 to the financial statements entitled "Restatement of comparative information", which sets out the restatements of the comparative information in the consolidated income statement, in respect of discontinued operations.

II. Specific verification

We have also verified the information presented in the half-yearly management report on the condensed half-yearly consolidated financial statements subject to our review. We have no matters to report as to its fair presentation and consistency with the condensed half-yearly consolidated financial statements.

Paris-La Défense and Neuilly-sur-Seine, July 26, 2017

The Statutory Auditors

French original signed by

DELOITTE & ASSOCIÉS		ERNST & YOUNG ET AUTRES	
Frederic MOULIN	Patrice CHOQUET	Sylvain LAURIA	Yvon SALAÜN