INTERIM FINANCIAL REPORT
AT 30 JUNE 2023

This document is a free translation into English of the original French "Rapport Financier Semestriel au 30 juin 2023", hereafter referred to as the "Interim Financial Report at 30 June 2023". It is not a binding document. In the event of a conflict in interpretation, reference should be made to the French version, which is the authentic text.

Financial highlights

Casino Group's key consolidated figures for the first half of 2023 were as follows:

(€ millions)	**H1 2022 (restated)[1]**	**H1 2023**	Change	Change at constant exchange rates
Consolidated net sales	**11,450**	**10,964**	-4.2%	-1.3%
Gross margin	3,054	2,713	-11.2%	
EBITDA[2]	**781**	**369**	**-52.8%**	**-51.1%**
Net depreciation and amortisation	(615)	(602)	-2.2%	
EBIT	**166**	**(233)**	n.m.	n.m.
Other operating income and expenses	(235)	(1,665)	n.m.	
Net financial expense, o/w:	**(369)**	**(457)**	**-23.7%**	
Net finance costs	*(184)*	*(204)*	-11.2%	
Other financial income and expenses	*(185)*	*(252)*	-36.0%	
Profit (loss) before tax	**(439)**	**(2,355)**	**n.m.**	
Income tax benefit (expense)	110	(481)	n.m.	
Share of profit (loss) of equity-accounted investees	2	(1)	n.m.	
Net profit (loss) from continuing operations	**(327)**	**(2,837)**	**n.m.**	
o/w Group share	*(263)*	*(2,147)*	n.m.	
o/w attributable to non-controlling interests	*(64)*	*(690)*	n.m.	
Net profit (loss) from discontinued operations	**50**	**(83)**	n.m.	
o/w Group share	*4*	*(85)*	n.m.	
o/w attributable to non-controlling interests	*46*	*2*	n.m.	
Consolidated net profit (loss)	**(277)**	**(2,920)**	**n.m.**	
o/w Group share	*(259)*	*(2,231)*	n.m.	
o/w attributable to non-controlling interests	*(17)*	*(689)*	n.m.	
Underlying net profit (loss), Group share[3]	**(133)**	**(1,332)**	**n.m.**	**n.m.**

[1] Casino Group no longer holds a stake in Assaí, whose results for 2022 and the period from 1 January to 23 June 2023 are now presented within discontinued operations in accordance with IFRS 5
[2] EBITDA = Trading profit (EBIT) + amortisation and depreciation expense
[3] From continuing operations (see definition on page 13)

Business report

1. Review of operations and results in first-half 2023

The comments in the Interim Financial Report reflect comparisons with first-half 2022 results from continuing operations.

The 2022 financial statements have been restated following the reclassification of Sendas within discontinued operations in accordance with IFRS 5.

Organic and same-store changes exclude fuel and calendar effects.

Main changes in the scope of consolidation

- Disposal of Sudeco in first-half 2023

Discontinued operations

- At 31 March 2023, the Group relinquished control of its Brazilian cash & carry business (Assaí) following the sale of its residual stake in the company on 23 June 2023. In accordance with IFRS 5, Assaí's earnings were presented within discontinued operations in first-half 2023 and 2022.

Currency effects	Average exchange rates			Closing exchange rates		
	First-half 2022	First-half 2023	% change	30 June 2022	30 June 2023	% change
Colombia (EUR/COP) (x 1,000)	4.2784	4.9584	-13.7%	4.3002	4.5436	-5.4%
Brazil (EUR/BRL)	5.5498	5.4831	+1.2%	5.4229	5.2788	+2.7%

Second-quarter 2023 net sales and first-half 2023 results

- Consolidated net sales were down 6.6% on a reported basis in the second quarter, including an unfavourable currency effect, and down 1.2% on a like-for-like basis
- In France, net sales were down 8.9% as reported in the second quarter (down 4.9% in first-quarter 2023) and by 6.6% like-for-like (down 4.6% in first-quarter 2023)
- Latin America saw an overall contraction of 1.8%, including an unfavourable currency effect, and growth of 7.6% on a like-for-like basis. GPA performed well with total growth of 2%
- Consolidated EBITDA came to €369 million (down 52.8% on first-half 2022)

Net sales (€ millions)	**Q2 2022**	Reported change	Same-store change
France Retail	**3,316**	**-7.5%**	**-4.2%**
Cdiscount	284	-23.0%	-22.1%
Total France	3,600	-8.9%	-6.6%
Latam Retail	1,927	-1.8%	+7.6%
GROUP TOTAL	**5,527**	**-6.6%**	**-1.2%**
Cdiscount GMV[1]	668	-23.7%	-13.2%

[1] Data published by the subsidiary

In France:

France Retail:

Second-quarter 2023 net sales: Same-store sales in the France Retail segment were down by 4.2% in the second quarter.

Parisian and convenience banners continued to perform well, up 2.6% compared with second-quarter 2022.

Significant price readjustments have been implemented in Casino Supermarkets and Hypermarkets (down 15.3% in second-quarter 2023) **since the start of the year (prices 10% lower on average)**, with favourable impacts on customer traffic and volumes but unfavourable impacts on net sales in the short term.

In particular, trends in **historic supermarkets** continue to improve, with customer traffic now positive and volumes up. In **hypermarkets**, there has been a sequential improvement since the price cut in terms of customers and volumes, but the inflection is significantly less marked than in supermarkets. It will take longer to see a lasting improvement.

	Same-store change in sales[1]		*Total change in sales*	
	Q1 2023	**Q2 2023**	**Q1 2023**	**Q2 2023**
Franprix	+6.0%	+4.3%	+6.3%	+2.9%
Monoprix	+4.2%	+2.2%	+0.6%	-2.1%
Convenience	+4.9%	+2.7%	+1.4%	-1.9%
Parisian and convenience banners	**+4.6%**	**+2.6%**	**+2.0%**	**-1.0%**
Supermarkets	-7.8%	-13.9%	+10.7%	-8.0%
Hypermarkets	-12.4%	-17.1%	-23.2%	-24.9%
Supermarkets/Hypermarkets	**-9.9%**	**-15.3%**	**-7.4%**	**-16.0%**
FRANCE RETAIL	**-0.4%**	**-4.2%**	**-2.3%**	**-7.5%**

France Retail first-half results **France Retail EBITDA came in at €102 million**, down 81.2% in the first half, reflecting the significant drop in business and price cuts in Casino supermarkets and hypermarkets. EBITDA for Parisian banners was up by 1.5%.

Cdiscount:

Gross merchandise volume ("GMV") was down 13% like-for-like versus second-quarter 2022 due to lower direct sales (down 31%). Marketplace GMV was down 3% over the same period. The Marketplace contribution increased sharply, with a positive effect on margins.

Profitability continued to improve in the first half of the year, with a two-fold increase in EBITDA to **€32 million** (versus €15 million in first-half 2022), in line with:

- Growth in the Marketplace share (58% of GMV in the first half and 60% in the second quarter) and the development of **Advertising Services** (revenues up 5% year-on-year).
- The **savings plan, which is on target** (initial target of €75 million in full-year savings by end 2023 + €15 million announced in April 2023).

Net debt in France[2]

Net debt stood at €5.5 billion at 30 June 2023 (versus €5.2 billion at end-June 2022). The half-year change in net debt was a negative €296 million compared with first-half 2022.

In Latin America:

[1] Excluding fuel and calendar effects
[2] France Retail and Cdiscount scope, excluding GreenYellow.

In Latin America, **EBITDA was up 3.9% for the year (up 9.7% at constant exchange rates):**

- **GPA EBITDA up 45.4%** at constant exchange rates
- **Grupo Éxito** EBITDA down **3.5**% at constant exchange rates

The **Grupo Éxito spin-off** was approved by GPA's Extraordinary Shareholders' Meeting of 14 February 2023 and is expected to complete soon, subject to obtaining the necessary authorisations. Following the spin-off, the Group would hold **interests in two separate listed assets**, opening up **various monetisation options for these assets**.

The Group completed the **disposal of its entire stake in Assaí** on 23 June, after selling its residual 11.7% stake.

(€ millions)	**H1 2022**	**H1 2023**	**Change**	**Change at CER**
Net sales – Group	**11,450**	**10,964**	**-4.2%**	**-1.3%**
o/w France Retail	*6,935*	*6,590*	*-5.0%*	*-5.0%*
o/w Cdiscount	*795*	*603*	*-24.2%*	*-24.2%*
Gross merchandise volume	*1,785*	*1,380*	*-23%*	*-23%*
o/w Latam	*3,720*	*3,771*	*+1.4%*	*+10.4%*
EBITDA – Group	**781**	**369**	**-52.8%**	**-51.1%**
o/w France Retail	*539*	*102*	*-81.2%*	*-81.2%*
Margin (%)	*7.8%*	*1.5%*	*-623 bps*	*-623 bps*
o/w Retail banners (excl. DCF)	*329*	*317*	*-3%*	*-3%*
Margin (%)	*10.7%*	*10.3%*	*-47 bps*	*-47 bps*
o/w Distribution Casino France	*149*	*(217)*	*n.m.*	*n.m.*
Margin	*3.9%*	*-6.2%*	*n.m.*	*n.m.*
o/w Cdiscount	*15*	*32*	*+111.5%*	*+111.5%*
Margin (%)	*1.9%*	*5.3%*	*+340 bps*	*+340 bps*
o/w Latam	*226*	*235*	*+3.9%*	*+9.7%*
Margin (%)	*6.1%*	*6.2%*	*+14 bps*	*+50 bps*
EBIT – Group	**166**	**(233)**	**n.m.**	**n.m.**
o/w France Retail	*141*	*(284)*	*n.m.*	*n.m.*
Margin (%)	*2.0%*	*-4.3%*	*n.m.*	*n.m.*
o/w Retail banners	*89*	*85*	*-4%*	*-4%*
Margin (%)	*2.9%*	*2.8%*	*-15 bps*	*-15 bps*
o/w Distribution Casino France	*(3)*	*(368)*	*n.m.*	*n.m.*
Margin	*-0.1%*	*-10.5%*	*n.m.*	*n.m.*
o/w Cdiscount	*(32)*	*(16)*	*+52%*	*+52%*
Margin (%)	*-4.1%*	*-2.6%*	*-1.5 pts*	*-1.5 pts*
o/w Latam	*57*	*66*	*+16.6%*	*+34.8%*
Margin (%)	*1.5%*	*1.8%*	*+23 bps*	*+50 bps*

FIRST-HALF 2023 HIGHLIGHTS

■ Retail banners

Expansion of stores and e-commerce

› **Continued expansion in convenience formats**, with 381 new stores opened in the first half (including 171 in second-quarter 2023), bringing the total number of sales outlets in convenience formats in France to over 8,000 out of a total of almost 9,300 stores in France.

PARTNERSHIP STRATEGY

› **Groupement Les Mousquetaires partnership**:

- Current alliances extended for a further two years (Auxo central purchasing entities for food, non-food and indirect purchases), until 2028.
- Creation of two new partnerships: (i) a purchasing alliance for private-label food products, and (ii) a supply agreement with Groupement Les Mousquetaires concerning seafood and meat.
- Sale by Casino Group to Groupement Les Mousquetaires of a number of sales outlets from the Casino France scope (HM/SM and convenience stores) representing around €1.05 billion in net sales, broken down into two scopes with net sales of €549 million (to be sold by the end of 2023) and €502 million (to be sold within three years at the latest). Under the terms of the agreement, Groupement Les Mousquetaires has also undertaken to acquire from Casino Group, at the former's request, an additional number of stores representing €461 million in net sales (this undertaking may be exercised for a period of three years).

› **Amazon partnership**: extension of the partnership with the launch of a new Amazon/Monoprix offer (10% discount in-store and online at Monoprix for six months for all Amazon Prime subscribers in France), which should help to attract and retain new customers.

› **Planned partnership between the Casino and Prosol groups**, under which the Prosol group would implement its "Fresh" concept (fruit and vegetables, dairy products, fish, meat) in Casino hypermarkets and supermarkets and in certain Monoprix stores.

› **Repositioning Casino Hypermarkets and Supermarkets**

› Casino Hypermarkets and Supermarkets significantly cut their prices at the end of first-quarter 2023, enabling us to target a price index of 110 in Hypermarkets and 115 in Supermarkets (and to offer a price to subscribers at an index of 100 in Hypermarkets and 105 in Supermarkets).

› As of Week 27, price indices (source: IRI) were in line for Hypermarkets (110, down 13 pts since the end of 2022) and at 113 for Supermarkets, down 16 pts since the end of 2022.

› **Strengthening the Leader Price offering**

- 100% of HM/SM carry Leader Price products; Leader Price shops-in-shops have been rolled out in 235 supermarkets and 61 hypermarkets.
- HM/SM volume contribution of 7% over the last four weeks, with a two-fold increase in Leader Price net sales compared to 2022.
- Franprix's share of sales of 6.4% for Leader Price products in second-quarter 2023, with 1,042 references at end-June (up 272 versus first-quarter 2023) and 23 shops-in-shops planned by the end of the year.

■ Cdiscount[1]

Profitability continued to improve in the first half, with a **sharp rise in the gross margin to 29.7%** (up 7 pts year on year) and a **two-fold increase in EBITDA to €34 million** (versus €15 million in first-half 2022).

Gross margin was driven mainly by the **shift in the business mix in favour of marketplace GMV**, which represented a new record 58% of total GMV in the period (up 9 pts year on year, up 20 pts versus 2019). **Revenues generated by the marketplace totalled €91 million in first-half 2023** (up 2% year on year, up 28% compared with 2019).

[1] Data published by the subsidiary

First-half 2023 was also marked by the **development of Advertising Services**, which reported €35 million in revenues (up 5% year on year, x2.1 versus 2019), driven by strong momentum in Retail Media, with a sharp improvement in the GMV take rate[1], to 3.8% (up 0.8 pts year on year, up 2.4 pts versus 2019).

Cdiscount also confirmed the **valid positioning of its B2B activities** with (i) **sales growth gathering pace at Octopia**, where first-half B2B revenues came to €9 million (up 43% year on year) on the back of the launch of six customers for its turnkey marketplace solution, and (ii) **strong momentum at C-Logistics**, where B2B revenues increased eight-fold year on year, with the launch of two new customers over the half year.

The **cost savings plan** to recalibrate the operating cost structure and level of capital expenditure is **on track to achieve the targets set** (initial target of €75 million in full-year savings by end-2023, revised upwards in April 2023 to include an additional €15 million in full-year savings).

Social Responsibility

Casino Group continued to roll out its CSR action plan in the first half of the year, aimed at:

Combating climate change

- Climate change training for all central purchasing unit employees and roll-out of the "Climate Fresco" to get the Top 100 suppliers involved in reducing their carbon impact and take action through product purchases, which account for more than 65% of the Group's greenhouse gas emissions.
- Support for electric vehicles with the installation of electric charging stations in all eligible stores, representing almost 450 sites (Casino SM/HM, Monoprix) and the provision of 6,200 charging points. Charging points have already been installed at one-third of sites.

Promoting more responsible trade

- Casino is rolling out its partnership with three-star Michelin chef Mauro Colagreco to combat food waste and promote seasonal produce, through the "real taste of summer" series.
- Monoprix is setting up corners devoted to promoting the flexi-veggie offer and plant-based alternatives in stores and is displaying the Planet score on more than 280 private-label products.
- Franprix has undertaken to support milk producers by selling in its stores the *C qui le patron* banner of organic milk, which was developed with consumer input.
- Cdiscount supports responsible products, which accounted for 15.8% of product GMV in first-half 2023 (up 4.7 pts versus 2022).

Acting for workplace equality and people with disabilities

- **Workplace equality**: Casino Group revised its Diversity and Workplace Equality Label after an AFNOR audit and obtained a score of 94/100 on the Equality Index.
- **Diversity**: an agreement to promote the integration of people with disabilities was signed at Franprix, reinforcing the agreements signed by Monoprix and Casino in 2022.
- The Casino and Monoprix banners were again certified "Top Employer" in 2023.

Supporting the most disadvantaged

- Renewal of the partnership with the *Les Déterminés* association to support entrepreneurs from disadvantaged neighbourhoods.
- Monoprix awarded the Monoprix Foundation Social Innovation Prize in partnership with Ulule, in recognition of the work of 12 associations that help people living alone on the streets.
- The Casino Group Foundation has committed to supporting six new theatre projects in 2023/24 in order to support children.

[1] Calculated as revenues divided by product GMV excluding tax

Latin America

In first-half 2023, GPA achieved sales growth thanks to its strategy of increasing penetration of the perishables category, resulting from improved assortment quality and competitiveness.

Grupo Éxito continued its sales momentum, with a 15% increase in sales, including 5% in Colombia and 15% in Uruguay, driven by innovative formats and omnichannel. The Group also boosted its expansion with the opening of 83 stores in Colombia in the first half.

In early September 2022, GPA's Board of Directors announced that it was considering distributing approximately 83% of Grupo Éxito's capital to its shareholders and retaining a minority stake of around 13% which could be sold at a later date. Casino's Board of Directors approved the plan to unleash the full value of Grupo Éxito. The Grupo Éxito spin-off project was approved by GPA's Shareholders' Meeting of 14 February 2023 and is expected to be completed shortly, given the SEC approved the 20-F on 25 July 2023.

Remaining pending points include authorisation of the Colombian regulatory entities for the delivery of the Brazilian Depositary Receipts ("BDRs") and American Depositary Receipts ("ADRs") of Éxito and, as the case may be, to the shareholders and ADRs holders of GPA. The transaction is expected to close in the middle of the third quarter of 2023.

On completion of the transaction, Casino Group would hold interests in two separate listed assets in Latin America: (i) GPA in Brazil, which is 41%-owned, and (ii) Grupo Éxito in Colombia, which is 34%-owned directly and 13%-owned indirectly through GPA's 13% minority stake.

Asset sales

In first-half 2023, Casino Group disposed of assets worth more than €950 million:

- The Group finalised the sale of its entire stake in **Assaí** on 23 June 2023[1]. Following the sale of a 10.4% stake in November 2022, the Group completed two further steps in first-half 2023:
  - March 2023: sale of 18.8% of the capital for around **€571 million** after tax, exchange rate impact and expenses (gross proceeds of €723 million)
  - June 2023: sale of the remaining 11.7% stake for approximately **€326 million** after tax, currency impact and expenses (gross proceeds of €404 million).
- **Asset disposals in France** during first-half 2023 totalled around **€60 million** (partial sale of the stake in GreenYellow in the first quarter, sale of Sudeco to Crédit Agricole Immobilier in the first quarter, sale of other property assets in the first half).

[1] Casino Group no longer holds a stake in Assaí, whose results for 2022 and for the period from 1 January to 23 June 2023 are presented within discontinued operations in accordance with IFRS 5

SECOND-QUARTER 2023 NET SALES

In the second quarter of 2023, consolidated net sales came to €5,527 million, down 6.6% as reported, with negative exchange rate, fuel and scope effects of 3.8%, 1.1% and 0.6%, respectively. The calendar effect was a negative 0.2%. **Net sales were down by 0.9% on an organic basis[1] and by 1.2% like-for-like**[1].

France Retail

Same-store sales for the France Retail scope were down by 4.2% over the quarter.

- Parisian banners continued to grow (up 2.5%) despite unfavourable weather conditions in April and May. June trading was in line with the trend observed in first-quarter 2023.
    - At **Franprix (up 4.3%, including 5.9% in June)**, customer traffic remained upbeat over the quarter (up 3.0%), buoyed by the development of the Leader Price product range and e-commerce.
    - **Monoprix (up 2.2%, including 3.7% in June)** benefited from growth at City (up 2.5%, including 4.2% in June), good momentum at Monop' (up 5.3%) and the turnaround at Naturalia, which returned to growth in the quarter.
- **Casino convenience banners** posted same-store sales growth of 2.7%, with a time-lag effect from franchisee orders versus second-quarter 2022; the expansion strategy continued apace.
- **Casino Supermarkets and Hypermarkets:**
    - Sales will be automatically impacted by the average 10% cut in store prices at the end of first-quarter 2023.
    - In long-standing supermarkets, customer flows are now positive, while volumes fell 4% in a market that was down 5%.
    - Hypermarkets saw a slower improvement in customer flows and in volumes, with trends still underperforming the market.

Cdiscount[2] gross merchandise volume ("GMV") for the quarter was down 13% like-for-like versus second-quarter 2022. There was a 9-point sequential improvement in marketplace GMV versus first-quarter 2023. Marketplace GMV is now close to break-even, at a negative 2% for the quarter, representing 60% of total GMV (up 57% versus first-quarter 2023).

In **Latin America**, same-store sales rose by **7.6% in the quarter**, driven by the **excellent performances of Grupo Éxito and GPA** (up by 8.2% and 6.5%, respectively), lifted by accelerating market share gains and higher same-store sales.

[1] Excluding fuel and calendar effects
[2] Data published by the subsidiary

FIRST-HALF 2023 RESULTS

The interim financial statements for the period from 1 January to 30 June 2023 have been prepared on a going concern basis. This is based on an assessment of liquidity risk in relation to the 2023 cash flow forecasts reviewed by Accuracy, and on the assumption that the Group's financial restructuring will be satisfactorily implemented, so that it will have sufficient financing to meet its estimated cash requirements for the next 12 months. In view of the legal steps still to be taken to implement the financial restructuring, the situation as of today is uncertain as to the Group's ability to continue as a going concern.

Limited review procedures have been performed on the interim financial statements. The Statutory Auditors are in the process of issuing their report, which will include an unqualified conclusion and an observation concerning the uncertainty relating to the Group's ability to continue as a going concern.

On 27 July 2023, Casino announced that it had entered into an agreement in principle with EP Global Commerce a.s., Fimalac and Attestor and its main creditors regarding the Term Loan B, aimed at strengthening the Group's equity and restructuring its debt.
The Agreement in Principle has been approved by the Board of Directors, upon the unanimous recommendation of the ad hoc committee. It provides for the conclusion by the parties and the other creditors supporting the Agreement in Principle of a binding Lock-up Agreement during September 2023, allowing for the opening of accelerated safeguard procedure (*procédure de sauvegarde accélérée*) by October 2023 and the effective completion of all the restructuring operations during the first quarter of 2024.

Consolidated net sales amounted to **€11.0 billion** in first-half 2023, stable like-for-like[1] (down 0.1%) and on an organic basis[1] (down 0.2%), and down 4.2% as reported after taking into account the effects of exchange rates and hyperinflation (-2.9%) changes in scope (-0.6%), fuel (-0.6%) and the calendar effect (+0.1%).

France Retail net sales fell 2.4% on a same-store basis[1]. Including Cdiscount, banner growth in France came to a negative 5.7%.

E-commerce (Cdiscount) **gross merchandise volume** (GMV) was €1.4 billion[2], with an increase in the marketplace contribution to 58% (up 9 pts versus 2022)[2].

Same-store sales[1] in **Latin America** were up by 8.5%, mainly driven by strong momentum at **Grupo Éxito.**

Consolidated EBITDA came to **€369 million**, a negative change of 52.8% including currency effects and of 51.1% at constant exchange rates.

France EBITDA (including Cdiscount) amounted to €133 million, including €102 million on the France Retail scope and €32 million for Cdiscount. **EBITDA for the retail banners** (France Retail and property development) was **€101 million** (versus €478 million in first-half 2022), for an **EBITDA margin of 1.5%** (down 536 bps versus first-half 2022), **following a decline in net sales and price cuts in Casino hypermarkets and supermarkets**.

E-commerce EBITDA came to €32 million (versus €15 million in first-half 2022), a clear improvement thanks to an improved mix and reduced costs.

EBITDA for Latin America came to €235 million, up 3.9% year on year (up 9.7% at constant exchange rates), spurred by sales growth at GPA and Éxito.

Consolidated EBIT was **a negative €233 million** (compared to a positive €166 million in first-half 2022).

In France (including Cdiscount), EBIT was a negative €299 million, including (i) a negative €284 million on the France Retail scope and (ii) a negative €16 million for Cdiscount, an improvement of 52% versus first-half 2022 (negative €32 million).

In Latin America, **EBIT was up by 17% year on year** (up 35% at constant exchange rates).

[1] Excluding fuel and calendar effects
[2] Data published by the subsidiary.

Underlying net financial expense and net profit, Group share[1]

Underlying net financial expense for the period was **€455 million** compared with an expense of €368 million in first-half 2022, mainly due to a €42 million negative change in net financial expense in France of which €110 million was due to the increase of Euribor, €39 million to bond repurchases at the beginning of the year and €50 million from Brazil.

Underlying net profit (loss), Group share, came out at a loss of €1,332 million (versus a loss of €133 million in first-half 2022), reflecting the sharp fall in EBIT in France and €683 million in impairment of deferred tax assets booked pursuant to IAS 12 (no impact on cash). **Diluted underlying earnings per share[2]** stood at a loss of €12.82, versus a loss per share of €1.63 in first-half 2022.

Other operating income and expenses represented a net expense of €1,665 million in first-half 2023 versus an expense of €235 million in first-half 2022, of which €394 million in France (including €216 million for Casino France goodwill impairment) and €1,271 million in Latin America, mainly due to GPA goodwill impairment (€951 million)[3].

Consolidated net profit (loss), Group share

Net profit (loss) from continuing operations, Group share, was a loss of €2,147 million (versus a loss of €263 million in first-half 2022), mainly due to operating losses at Casino France, impairment of deferred tax assets in France for €683 million and goodwill and trademark impairment for €1.4 billion, mainly at GPA.

Profit (loss) from discontinued operations, Group share, came out at a loss of €85 million in first-half 2023, mainly reflecting the disposal of Assaí, compared with a profit of €4 million in first-half 2022.

Consolidated net profit (loss), Group share amounted to a loss of €2,231 million versus a loss of €259 million in first-half 2022.

FINANCIAL POSITION AT 30 JUNE 2023

Consolidated net debt was €6.1 billion, of which €5.5 billion in France and €0.5 billion in Latin America.

At 30 June 2022, **the Group's liquidity in France (including Cdiscount) was €1.1 billion**, with €2.2 billion in confirmed credit lines fully drawn down during the conciliation period. The Group also has **€19 million in the Quatrim segregated account**.

Through the appointed conciliators, Casino Group also asked that all financial creditors of Casino and its subsidiaries grant a standstill, during the conciliation period (i.e., until 25 October 2023 at the latest), of payments of interest (and other fees) due by the companies concerned by the conciliation procedure (representing approximately €130 million), and of principal due during this period by the aforementioned companies (approximately €70 million).

The Group has also reached an agreement with the French government to defer payment of the Group's tax and social security liabilities due between May and September 2023, representing approximately €300 million. This amount, approved in exchange for sureties granted, notably senior pledges, will be paid by the Group on the date its financial restructuring is completed.

Assuming that financial expenses and debt maturities continue to be frozen after the conciliation period, and on the basis of the forthcoming sale by Casino to Groupement les Mousquetaires of the first group of stores representing sales of €549 million excluding VAT (see Press Release of 26 May 2023), Accuracy's report on the Group's liquidity forecasts does not anticipate any liquidity problems between now and the end of fiscal 2023. It should be noted that these forecasts depend mainly on the activity of the banners over the coming months (in particular the recovery of HM/SM) and the maintenance of supplier lead times[4] (substantively achieved to date).

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[1] See definition on page 13
[2] Underlying diluted EPS includes the dilutive effect of TSSDI deeply-subordinated bond distributions
[3] Application of IAS 36 in light of the decision to dispose of subsidiaries, as part of the Group's updated disposal plan: realisable value is now based on the valuation parameters used in a disposal versus value in use previously
[4] See 26 June 2023 press release.

RCF covenants: as part of the conciliation procedure initiated on May 25, 2023, the conciliators had requested the RCF lenders to waive their right to claim any accelerated payment on the basis of any event of default under the financial covenants as of 30 June 2023 and 30 September 2023 (see Press Release of 26 June 2023).

On 27 July 2023, the lenders under the RCF granted this waiver for the period ending 30 June 2023.

The Group specifies that the effectiveness of this waiver is subject to the satisfaction of certain conditions, in particular the delivery by the Group to the lenders under the RCF of certain confirmations and regularizations and certain items of information.

The Board of Directors met on 26 July 2023 to approve the consolidated financial statements for the first half of 2023, and then a second time on 27 July 2023 to re-approve the financial statements reflecting the Agreement in Principle signed on the same day.

These financial statements were reviewed by the Statutory Auditors.

Appendix: Alternative performance indicators

The definitions of key non-GAAP indicators are available on the Group's website (https://www.groupe-casino.fr/en/investors/regulated-information/), particularly the underlying net profit as shown below.

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 "Significant accounting policies" section in the notes to the consolidated financial statements, (ii) the impact of non-recurring financial items, as well as (iii) income tax expense/benefits related to these adjustments and the application of IFRIC 23 "Uncertainty over Income Tax Treatments".

Non-recurring financial items include fair value adjustments to equity derivative instruments (such as total return swaps related to GPA shares) and the effects of discounting Brazilian tax liabilities.

Underlying profit is a measure of the Group's recurring profitability.

(€ millions)	**H1 2022 (restated)**	**Restated items**	**H1 2022 underlying (restated)**	**H1 2023**	**Restated items**	**H1 2023 underlying**
EBIT	**166**	**0**	**166**	**(233)**	**0**	**(233)**
Other operating income and expenses	(235)	235	0	(1,665)	1,665	0
Operating profit (loss)	**(70)**	**235**	**166**	**(1,898)**	**1,665**	**(233)**
Net finance costs	(184)	0	(184)	(204)	0	(204)
Other financial income and expenses[1]	(185)	2	(184)	(252)	1	(251)
Income taxes[2]	110	(69)	40	(481)	(174)	(655)
Share of profit (loss) of equity-accounted investees	2	0	2	(1)	0	(1)
Net profit (loss) from continuing operations	**(327)**	**168**	**(159)**	**(2,837)**	**1,493**	**(1,344)**
o/w attributable to non-controlling interests[3]	(64)	37	(27)	(690)	678	(12)
o/w Group share	**(263)**	**131**	**(133)**	**(2,147)**	**815**	**(1,332)**

[1] Other financial income and expenses have been restated, primarily for the impact of discounting tax liabilities, as well as for changes in the fair value of Total Return Swaps
[2] Income taxes have been restated for the tax effects of other operating income and expenses and the tax effects of the restatements of financial income and expenses described above, as well as for the effects of IFRIC 23 "Uncertainty over Income Tax Treatments"
[3] Non-controlling interests have been adjusted for the amounts relating to the above restated items

2. Description of key risks and uncertainties in first-half 2023

The risk factors are identical to those identified in Chapter 4 of Casino Group's 2022 Universal Registration Document, which is available on the website.

3. Related-party transactions

Transactions with related parties during the first half of 2023 are described in Note 12 "Related-party transactions” to the interim financial statements.

INTERIM CONSOLIDATED FINANCIAL STATEMENTS

AT 30 JUNE 2023

CONTENTS

Condensed consolidated financial statements

CONSOLIDATED INCOME STATEMENT

(€ millions)	Notes	First-half 2023	First-half 2022 (restated)[(i)]
CONTINUING OPERATIONS			
Net sales	5/6.2	**10,964**	11,450
Other revenue	6.2	**123**	223
Total revenue	**6.2**	**11,087**	**11,673**
Cost of goods sold		**(8,374)**	(8,619)
Gross margin		**2,713**	**3,054**
Selling expenses	6.3	**(2,350)**	(2,227)
General and administrative expenses	6.3	**(595)**	(661)
Trading profit	**5.1**	**(233)**	**166**
As a % of net sales		***-2.1%***	*1.4%*
Other operating income	6.5	**145**	252
Other operating expenses	6.5	**(1,811)**	(488)
Operating profit (loss)		**(1,898)**	**(70)**
As a % of net sales		***-17.3%***	*-0.6%*
Income from cash and cash equivalents	9.3.1	**31**	12
Finance costs	9.3.1	**(235)**	(196)
Net finance costs	**9.3.1**	**(204)**	**(184)**
Other financial income	9.3.2	**82**	109
Other financial expenses	9.3.2	**(334)**	(295)
Profit (loss) before tax		**(2,355)**	**(439)**
As a % of net sales		***-21.5%***	*-3.8%*
Income tax benefit (expense)	7	**(481)**	110
Share of profit (loss) of equity-accounted investees		**(1)**	2
Net profit (loss) from continuing operations		**(2,837)**	**(327)**
As a % of net sales		***-25.9%***	*-2.9%*
Attributable to owners of the parent		**(2,147)**	(263)
Attributable to non-controlling interests		**(690)**	(64)
DISCONTINUED OPERATIONS			
Net profit (loss) from discontinued operations	**3.2.2**	**(83)**	**50**
Attributable to owners of the parent	3.2.2	**(85)**	4
Attributable to non-controlling interests	3.2.2	**2**	46
CONTINUING AND DISCONTINUED OPERATIONS			
Consolidated net profit (loss)		**(2,920)**	**(277)**
Attributable to owners of the parent		**(2,231)**	(259)
Attributable to non-controlling interests		**(689)**	(17)

Earnings per share

In €	Notes	First-half 2023	First-half 2022 (restated)[(i)]
From continuing operations, attributable to owners of the parent			
▪ Basic		**(20.35)**	(2.84)
▪ Diluted		**(20.35)**	(2.84)
From continuing and discontinued operations, attributable to owners of the parent			
▪ Basic		**(21.13)**	(2.80)
▪ Diluted		**(21.13)**	(2.80)

(i) Previously published comparative information has been restated (Note 1.3).

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

(€ millions)	First-half 2023	First-half 2022
Consolidated net profit (loss)	**(2,920)**	**(277)**
Items that may be subsequently reclassified to profit or loss	**690**	**627**
Cash flow hedges and cash flow hedge reserve[(i)]	(1)	30
Foreign currency translation adjustments[(ii)]	676	587
Debt instruments at fair value through other comprehensive income (OCI)	1	(1)
Share of items of equity-accounted investees that may be subsequently reclassified to profit or loss	14	18
Income tax effects	-	(7)
Items that will never be reclassified to profit or loss	**(6)**	**37**
Equity instruments at fair value through other comprehensive income	(11)	-
Actuarial gains and losses[(iii)]	7	49
Share of items of equity-accounted investees that will never be subsequently reclassified to profit or loss	-	-
Income tax effects	(2)	(13)
Other comprehensive income for the period, net of tax	**684**	**664**
Total comprehensive income (loss) for the period, net of tax	**(2,235)**	**387**
Attributable to owners of the parent	***(1,687)***	*40*
Attributable to non-controlling interests	***(548)***	*347*

(i) The change in the cash flow hedge reserve in first-half 2023 and first-half 2022 was not material.

(ii) The €676 million change in this item in first-half 2023 primarily results from the appreciation of the Brazilian and Colombian currencies (representing €145 million and €126 million, respectively), and the reclassification to profit (loss) of €453 million after control of Sendas was relinquished (Note 3.1). The €587 million positive net translation adjustment in the first half of 2022 arose primarily from the appreciation of the Brazilian and Colombian currencies (representing €438 million and €97 million, respectively).

(iii) The €49 million change in actuarial gains and losses in first-half 2022 mainly reflected the increase in the discount rate for pension obligations in France.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

ASSETS (€ millions)	Notes	30 June 2023	31 December 2022 (restated)[(i)]
Goodwill	8	**4,642**	6,933
Intangible assets	8	**1,725**	2,065
Property, plant and equipment	8	**3,258**	5,319
Investment property	8	**451**	403
Right-of-use assets	8	**3,457**	4,889
Investments in equity-accounted investees		**337**	382
Other non-current assets		**1,042**	1,301
Deferred tax assets		**320**	1,076
Total non-current assets		**15,232**	**22,368**
Inventories		**2,489**	3,640
Trade receivables		**826**	854
Other current assets		**1,516**	1,636
Current tax assets		**259**	174
Cash and cash equivalents	9.1	**2,125**	2,504
Assets held for sale	3.2.1	**308**	110
Total current assets		**7,522**	**8,917**
TOTAL ASSETS		**22,754**	**31,285**

EQUITY AND LIABILITIES (€ millions)	Notes	30 June 2023	31 December 2022 (restated)[(i)]
Share capital	10.1	**166**	166
Additional paid-in capital, treasury shares, retained earnings and consolidated net profit (loss)		**919**	2,625
Equity attributable to owners of the parent		**1,085**	**2,791**
Non-controlling interests		**1,518**	**2,947**
Total equity		**2,604**	**5,738**
Non-current provisions for employee benefits		**202**	216
Other non-current provisions	11.1	**543**	515
Non-current borrowings and debt, gross	9.2	**978**	7,377
Non-current lease liabilities		**3,014**	4,447
Non-current put options granted to owners of non-controlling interests		**29**	32
Other non-current liabilities		**309**	309
Deferred tax liabilities		**88**	90
Total non-current liabilities		**5,163**	**12,984**
Current provisions for employee benefits		**13**	13
Other current provisions	11.1	**238**	229
Trade payables		**3,860**	6,522
Current borrowings and debt, gross	9.2	**7,453**	1,827
Current lease liabilities		**659**	743
Current put options granted to owners of non-controlling interests		**125**	129
Current tax liabilities		**149**	19
Other current liabilities		**2,406**	3,069
Liabilities associated with assets held for sale	3.2.1	**84**	12
Total current liabilities		**14,987**	**12,563**
TOTAL EQUITY AND LIABILITIES		**22,754**	**31,285**

(i) Previously published comparative information has been restated (Note 1.3).

CONSOLIDATED STATEMENT OF CASH FLOWS

(€ millions)	Notes	First-half 2023	First-half 2022 (restated)[(i)]
Profit (loss) before tax from continuing operations		**(2,355)**	(439)
Profit before tax from discontinued operations	3.2.2	**183**	39
Consolidated profit (loss) before tax		**(2,171)**	**(400)**
Depreciation and amortisation expense	6.4	**602**	615
Provision and impairment expense	4.1	**1,478**	76
Losses (gains) arising from changes in fair value	9.3.2	**12**	1
Expenses (income) on share-based payment plans		**2**	6
Other non-cash items		**(29)**	(49)
(Gains) losses on disposals of non-current assets	4.4	**(20)**	(88)
(Gains) losses due to changes in percentage ownership of subsidiaries resulting in acquisition/loss of control		**(30)**	(22)
Dividends received from equity-accounted investees		**5**	2
Net finance costs	9.3.1	**204**	184
Interest paid on leases, net	9.3.2	**143**	142
No-drawdown credit line costs, non-recourse factoring and associated transaction costs	9.3.2	**40**	46
Disposal gains and losses and adjustments related to discontinued operations		**(41)**	212
Net cash from operating activities before change in working capital, net finance costs and income tax		**194**	**725**
Income tax paid		**(80)**	(71)
Change in operating working capital	4.2	**(1,129)**	(919)
Income tax paid and change in operating working capital: discontinued operations		**(269)**	(59)
Net cash used in operating activities		**(1,284)**	**(324)**
of which continuing operations		***(1,157)***	***(515)***
Cash outflows related to acquisitions of:			
▪ Property, plant and equipment, intangible assets and investment property	4.3	**(399)**	(439)
▪ Non-current financial assets	4.9	**(76)**	(35)
Cash inflows related to disposals of:			
▪ Property, plant and equipment, intangible assets and investment property	4.4	**78**	242
▪ Non-current financial assets	4.9	**93**	397
Effect of changes in scope of consolidation resulting in acquisition or loss of control	4.5	**(47)**	(21)
Effect of changes in scope of consolidation related to equity-accounted investees	4.6	**14**	300
Change in loans and advances granted		**2**	(6)
Net cash from (used in) investing activities of discontinued operations		**189**	(420)
Net cash from (used in) investing activities		**(146)**	**20**
of which continuing operations		***(335)***	***440***
Dividends paid:			
▪ to owners of the parent		**-**	-
▪ to non-controlling interests		**(15)**	(24)
▪ to holders of deeply-subordinated perpetual bonds	10.5	**(42)**	(34)
Increase (decrease) in the parent's share capital		**-**	-
Transactions between the Group and owners of non-controlling interests		**-**	(3)
(Purchases) sales of treasury shares		**(2)**	(2)
Additions to loans and borrowings	4.7	**2,617**	509
Repayments of loans and borrowings	4.7	**(692)**	(853)
Repayments of lease liabilities		**(309)**	(306)
Interest paid, net	4.8	**(363)**	(386)
Other repayments		**(29)**	(16)
Net cash from (used in) financing activities of discontinued operations		**(181)**	432
Net cash from (used in) financing activities		**985**	**(682)**
of which continuing operations		***1,166***	***(1,115)***
Effect of changes in exchange rates on cash and cash equivalents of continuing operations		**104**	*168*
Effect of changes in exchange rates on cash and cash equivalents of discontinued operations		**21**	69
Change in cash and cash equivalents	**4.7**	**(320)**	**(750)**
Net cash and cash equivalents at beginning of period		**2,265**	**2,223**
- of which net cash and cash equivalents of continuing operations	9.1	2,265	2,224
- of which net cash and cash equivalents of discontinued operations		-	(1)
Net cash and cash equivalents at end of period		**1,945**	**1,472**
- of which net cash and cash equivalents of continuing operations	9.1	1,945	1,427
- of which net cash and cash equivalents of discontinued operations		-	46

(i) Previously published comparative information has been restated (Note 1.3).

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

(€ millions) (before allocation of profit)	Share capital	Additional paid-in capital(i)	Treasury shares	Deeply-subordinated perpetual bonds (TSSDI)	Retained earnings and profit for the period	Other reserves(ii)	Equity attributable to owners of the parent(iii)	Non-controlling interests	Total equity
At 1 January 2022	**166**	**3,901**	**(14)**	**1,350**	**426**	**(3,086)**	**2,742**	**2,880**	**5,622**
Other comprehensive income for the period	-	-	-	-	-	300	300	364	664
Net profit (loss) for the period	-	-	-	-	(259)	-	(259)	(17)	(277)
Consolidated comprehensive income (loss) for the period	**-**	**-**	**-**	**-**	**(259)**	**300**	**40**	**347**	**387**
Issue of share capital	-	-	-	-	-	-	-	-	-
Purchases and sales of treasury shares(iv)	-	-	1	-	(3)	-	(2)	-	(2)
Dividends paid/payable to shareholders(v)	-	-	-	-	-	-	-	(15)	(15)
Dividends paid/payable to holders of deeply-subordinated perpetual bonds(v)	-	-	-	-	(43)	-	(43)	-	(43)
Share-based payments	-	-	-	-	4	-	4	4	8
Changes in percentage interest resulting in the acquisition/loss of control of subsidiaries	-	-	-	-	-	-	-	1	1
Changes in percentage interest not resulting in the acquisition/loss of control of subsidiaries	-	-	-	-	(21)	-	(21)	(5)	(25)
Other movements(vi)	-	-	-	-	24	-	24	37	62
At 30 June 2022	**166**	**3,901**	**(13)**	**1,350**	**128**	**(2,787)**	**2,746**	**3,250**	**5,995**
At 1 January 2023	**166**	**3,901**	**(2)**	**1,350**	**331**	**(2,955)**	**2,791**	**2,947**	**5,738**
Other comprehensive income for the period	-	-	-	-	**-**	**544**	**544**	**140**	**684**
Net profit (loss) for the period	-	-	-	-	**(2,231)**	**-**	**(2,231)**	**(689)**	**(2,920)**
Consolidated comprehensive income (loss) for the period	**-**	**-**	**-**	**-**	**(2,231)**	**544**	**(1,687)**	**(548)**	**(2,235)**
Issue of share capital	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Purchases and sales of treasury shares(iv)	**-**	**-**	**1**	**-**	**(2)**	**-**	**(1)**	**-**	**(1)**
Dividends paid/payable to shareholders(v)	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**(15)**	**(15)**
Dividends paid/payable to holders of deeply-subordinated perpetual bonds(v)	**-**	**-**	**-**	**-**	**(54)**	**-**	**(54)**	**-**	**(54)**
Share-based payments	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**4**	**4**
Changes in percentage interest resulting in the acquisition/loss of control of subsidiaries(vii)	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**(921)**	**(921)**
Changes in percentage interest not resulting in the acquisition/loss of control of subsidiaries	**-**	**-**	**-**	**-**	**6**	**-**	**6**	**6**	**12**
Other movements(vi)	**-**	**-**	**-**	**-**	**31**	**-**	**31**	**46**	**77**
At 30 June 2023	**166**	**3,901**	**(1)**	**1,350**	**(1,920)**	**(2,411)**	**1,085**	**1,518**	**2,604**

(i) Additional paid-in capital includes (a) premiums on shares issued for cash or for contributions in kind, or in connection with mergers or acquisitions, and (b) legal reserves.
(ii) See Note 10.2.
(iii) Attributable to the shareholders of Casino, Guichard-Perrachon.
(iv) See Note 10.1 for information about treasury share transactions.
(v) See Note 10.5 for dividends paid and payable to holders of ordinary shares and deeply-subordinated perpetual bonds. Dividends paid and payable to non-controlling interests during the period primarily concern Éxito for €12 million and Uruguay for €3 million (2022: GPA, Éxito and Uruguay for €4 million, €7 million and €3 million, respectively).
(vi) Primarily relating to the remeasurement at Libertad in application of IAS 29 – Financial Reporting in Hyperinflationary Economies.
(vii) The €921 million negative impact of changes in percentage interest reflects the loss of control of Sendas (Note 3.1).

CONSOLIDATED FINANCIAL STATEMENTS

DETAILED SUMMARY OF NOTES TO THE FINANCIAL STATEMENTS

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

INFORMATION ABOUT THE CASINO, GUICHARD-PERRACHON GROUP

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

The consolidated financial statements for the six months ended 30 June 2023 reflect the accounting situation of the Company and its subsidiaries, as well as the Group's interests in associates and joint ventures.

The consolidated financial statements of Casino, Guichard-Perrachon for the six months ended 30 June 2023 were initially approved for publication by the Board of Directors on 26 July 2023. In order to reflect the agreement in principle signed on 27 July 2023 (Note 1.2.1) between the Consortium, the main creditors and the Group, the Board of Directors re-approved the interim financial statements on the same day.

Note 1 Significant accounting policies

1.1 Accounting standards

Pursuant to European Commission Regulation No. 1606/2002 of 19 July 2002, the consolidated financial statements of Casino Group have been prepared in accordance with International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB), as adopted by the European Union as of the date of approval of the financial statements by the Board of Directors and applicable at 30 June 2023.

These standards are available on the European Commission's website: https://finance.ec.europa.eu/capital-markets-union-and-financial-markets/company-reporting-and-auditing/company-reporting/financial-reporting_en.

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 2022, which are available upon request from the Company's registered office, or can be downloaded from the Group's website, https://www.groupe-casino.fr/en/.

Standards, amendments to standards, and interpretations adopted by the European Union and mandatory for financial years beginning on or after 1 January 2023

The European Union has adopted the following standards, amendments and interpretations which must be applied by the Group for its financial year beginning on 1 January 2023 and do not have a material impact on its consolidated financial statements:

- *Amendments to IAS 1 – Disclosure of Accounting Policies and to the Materiality Practice Statement*

These amendments are applicable on a prospective basis as from 1 January 2023. They are intended to help companies identify useful information to provide to users of financial statements about accounting policies.

- *Amendments to IAS 8 – Definition of Accounting Estimates*

These amendments are applicable on a prospective basis as from 1 January 2023. They are intended to facilitate the distinction between accounting policies and accounting estimates. In the new definition, accounting estimates are "monetary amounts in financial statements that are subject to measurement uncertainty".

- *Amendments to IAS 12 – Deferred Tax Related to Assets and Liabilities Arising from a Single Transaction*

These amendments will be applicable on a limited retrospective basis as from the first comparative period presented. They specify how entities should account for deferred taxes arising on transactions that result in equal amounts of taxable and deductible temporary differences, such as leases and decommissioning obligations. In particular, they clarify that the exemption from deferred tax recognition on the initial recognition of assets and liabilities does not apply to such transactions. Application of these amendments led to a change in the Group's lease accounting method, in order to separately recognise a deferred tax asset on the lease liability and a deferred tax liability on the right-of-use asset. The change had no overall impact on the statement of financial position because these deferred tax assets and liabilities are offset in accordance with IAS 12.74.

1.2 Basis of preparation and presentation of the consolidated financial statements

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

1.2.1 Going concern

At 30 June 2023, the Group's net debt (excluding the net debt of the two Latam segments, which are financially independent) amounted to €5.5 billion (excluding lease liabilities of €2.6 billion under IFRS 16). The total includes contractual principal repayments of €0.3 billion, €1.2 billion and €3.6 billion due (in the absence of any default event) in 2023, 2024 and 2025 respectively.

Following the Group's failure to comply with its French debt covenants as of 30 June 2023, for which the Group received a waiver from the lenders on 27 July 2023, most of the Group's gross debt was reclassified as short term for an amount of €3.2 billion. As a consequence, the total short-term debt amounts to €6.8 billion at 30 June 2023.

A conciliation procedure was initiated on 25 May 2023 for the benefit of the Company and certain of its subsidiaries in the context of ongoing discussions with the TERACT group and Groupement Les Mousquetaires, on the one hand, and following the proposal made by EP Global Commerce a.s. ("EPGC") on the other.

As part of the procedure opened on 25 May 2023, the conciliators asked the Group's lenders under the Revolving Credit Facility (the RCF lenders) to waive their right to claim any accelerated repayment on the basis of any event of default under the financial covenants as of 30 June 2023 and 30 September 2023 (see press release dated 26 June 2023). The covenants are described in Note 9. On 27 July 2023, the RCF lenders granted this waiver concerning the debt covenants as of 30 June 2023 (Note 9.6).

For creditors who have already refused or are refusing the conciliators' requests, the Group will take all measures to ensure identical treatment of the creditors concerned and preserve its liquidity for the duration of the conciliation procedure (Note 2).

Based on:

- the debt repayment schedule,
- the 2023-2028 business plan drawn up as part of the conciliation process,
- the €100 million minimum amount of cash needed to continue operating,
- the proceeds from the sale of Latam assets, the sale of real estate assets and the sale of stores to Groupement Les Mousquetaires over the period 2023-2024,

on 26 and 28 June 2023, the Company announced its main objectives for the target capital structure. These include (i) raising €0.9 billion of new money under the form of equity and (ii) converting at least all unsecured debt (i.e., around €3.5 billion including deeply-subordinated perpetual bonds) into equity.

Following a revised offer from EPGC, Fimalac and Attestor (the "Consortium") received on 15 July 2023 and initially supported by Davidson Kempner, Farallon, Monarch and Sculptor (the "G4"), an agreement in principle on a restructuring plan was reached on 27 July 2023 between the Company, the Consortium, the G4 and certain other creditors under the aegis of the Interministerial Committee for Industrial Restructuring (CIRI).

The key features of the agreement in principle are as follows:

- New money: total new money equity of €1.2 billion (100% backstopped), via (i) a €925 million capital increase subscribed by the Consortium and (ii) a €275 million capital increase open by order of priority to secured creditors (RCF and TLB), unsecured creditors, perpetual creditors and shareholders; this share issue is fully backstopped by a group of creditors (the "Backstop Group") composed of (i) Attestor and the G4 (the "Initial Backstop Group") and (ii) additional secured creditors that have entered into a backstop agreement for the €275 million capital increase (amongst other backstop undertakings);
- A €4.9 billion debt-to-equity conversion (excluding deferred and accrued interest), including (i) €1,326 million of secured debt (only in respect of TLB and the RCF debt held by RCF lenders who are not providers of operational financing) and (ii) €3,523 million of unsecured debt (EMTN, High Yield bonds, NEU CP commercial paper and deeply-subordinated perpetual bonds);
- A €2.1 billion refinancing package to be provided by the Group's main creditors, comprising:
  - A reinstated RCF of €770 million (to be held by the operational financing providers) with a maturity of four years from closing and an interest rate based on the Euribor (0% floor) + 1.5% during the first 24 months, then Euribor (0% floor) + 2%. This credit line will be subject to a covenant holiday for a period of 18 months ;
  - A €1,380 million reinstated Term Loan (to be held by existing TLB lenders and by existing RCF lenders who are not suppliers of operational financing) with a maturity of three years from closing and an interest rate of 6% for the first nine months then 9% cash interest; mandatory accelerated repayment at par using the net proceeds from any disposals of non-core assets, including Latam assets and Cnova (it being specified that the sale of Cnova is not contemplated under the business plan of the Consortium) but excluding real estate assets granted as security interests to Quatrim bondholders, subject to preservation of sufficient liquidity of Casino Group.
- Operational financing (factoring, reverse factoring, overdrafts, the €130 million RCF drawn down by Monoprix, the €40 million facility granted by BRED to Monoprix Holding, the €20 million facility granted by LCL to DCF and Monoprix

Holding and the €9 million Cdiscount PGE government-backed loan) for a total of €1,275 million to be maintained or granted for a period of two years, automatically extended by one year in the event of compliance with the banking covenants of the reinstated RCF, on the last date of the test prior to the second anniversary of the closing. These providers of operational financing will be able to reinstate their claims into the Reinstated RCF with a 1.656x reinstated ratio (i.e., €1.656 of eligible operational financing enables €1 of claims to be reinstated into €1 of Reinstated RCF).

Discussions concerning the covered bonds issued by Quatrim must be finalised no later than the signing of the lock-up agreement mentioned below.

This agreement in principle aims at addressing Casino Group's liquidity needs and provides a new framework for long-term sustainability, for the Company's businesses, employees, customers and suppliers.

It aims at reducing the indebtedness of the Group by €6.1 billion. After converting into equity all of the Group's €3.5 billion in unsecured debt (including deeply-subordinated perpetual bonds) and taking into account (i) the €2.1 billion refinancing, (ii) the guarantee that operational financing will be maintained, and (iii) the proceeds of asset disposals, the Group's debt should amount to around €2.4 billion at end-2023 and €1.2 billion at end-2024, assuming the new €0.77 billion RCF is not drawn down.

The agreement in principle provides for the signature of a 4-year Lock-up Agreement[1] with EP Global Commerce a.s., Fimalac, Attestor and the Group's main creditors in September 2023, allowing for the opening of accelerated safeguard proceedings (*procédure de sauvegarde accélérée*) by October 2023 and the effective completion of all the restructuring operations during the first quarter of 2024.

The proposed accelerated safeguard plan will be subject to approval by a two-thirds majority vote of the classes of affected parties (including shareholders who represent a specific class of affected parties). French banking groups (holding, together with some of the above-mentioned creditors, more than two-thirds of RCF) have agreed in principle to the main terms of the restructuring as set out in the agreement in principle. If the conditions provided for by law are met and the affected parties benefit from their statutory protections, the Commercial Court will approve Casino, Guichard-Perrachon's accelerated safeguard plan, if necessary by forcing any dissenting classes (including the shareholder class if applicable) to accept the plan in accordance with Article L. 626-31 of the French Commercial Code (*Code de commerce*). The Court-approved plan will then become enforceable and binding on all affected parties. The agreement in principle is subject to the usual conditions precedent.

In light of (i) the agreement in principle signed on 27 July 2023, (ii) the possibility for the Commercial Court to approve Casino, Guichard-Perrachon's future accelerated safeguard plan notwithstanding any dissenting vote by one or more classes of affected parties as explained above, (iii) the assessment of possible third-party appeals and (iv) the Company's ability to fulfil the conditions precedent contained in various agreements with stakeholders, Senior Management, its advisors and the conciliators are all confident that the Company's financial restructuring will be successfully implemented in accordance with the above-mentioned terms.

In addition, the Group does not expect to experience any liquidity problems between now and the end of 2023:

- The forecasts have been reviewed by Accuracy;
- They are based on the assumed continuation of the standstill in respect of financial charges and debt repayments after the conciliation period, and the future sale by Casino to Groupement Les Mousquetaires of the first group of sales outlets representing sales of €549 million excluding VAT (Note 2);
- It must be noted that these forecasts depend mainly on the level of activity of the banners in the coming months (notably the recovery of hypermarkets/supermarkets) and on the continuation of supplier and credit insurer terms of payment.

On this basis, and taking into account its assessment of the liquidity risk arising on the items mentioned in Note 9.6, on 27 July 2023 the Board of Directors approved the interim financial statements for the six months ended 30 June 2023. These financial statements are presented on a going concern basis assuming the satisfactory completion of the financial restructuring described above and the lifting of the conditions precedent, including approval by France's merger and foreign investment control authorities, and the waiver by France's securities regulator, AMF, of the obligation to file a mandatory public offer from the Consortium.

In the event of unfavourable developments affecting the 2023 cash flow forecast and/or the financial restructuring, the Group may not be able to recover its assets and settle its liabilities in the normal course of business, due to the existence, at the balance sheet date, of significant uncertainty concerning the Group's ability to continue as a going concern.

On completion of the financial restructuring (excluding the exercise of warrants granted to the Consortium and the Backstop Group), existing shareholders would hold 0.3% of the post-restructuring equity, while the Consortium would hold 53.0%, holders of secured debt 28.4%, holders of unsecured debt 1.8%, holders of deeply-subordinated perpetual bonds 0.4%, creditors and/or shareholders who participated in the backstopped capital increase 14.9% and the remaining capital held by the warrant holders if the warrants are exercised. The Rallye group would no longer control Casino and existing shareholders would be massively diluted.

[1] A lock-up agreement is an agreement under which a signatory undertakes to support and carry out any steps or actions reasonably necessary to implement and complete the restructuring of the Group.

1.2.2 Use 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. The estimates at 30 June 2023 have been determined on a going concern basis (Note 1.2.1). Preparation of the consolidated financial statements in the context of the conciliation procedure and financial restructuring process required the use of more structured judgements and assumptions than in normal circumstances.

The main judgements, estimates and assumptions are based on the information available when the financial statements are drawn up and concern the following:

- Group liquidity risk (Note 9.6);
- valuation of non-current assets and goodwill (Note 8);
- measurement of deferred tax assets (Note 7);
- classification and measurement of assets in accordance with IFRS 5 (Note 3.2);
- the qualification of interest rate hedges and assessment of the credit risk attached to interest rate derivatives (Note 9.3);
- recognition, presentation and measurement of the recoverable amounts of tax credits or taxes (mainly ICMS, PIS and COFINS in Brazil) (Notes 5.1 and 11);
- provisions for risks (Note 11), particularly tax and employee-related risks in Brazil;
- analysis of the level of control of GPA;
- IFRS 16 application method, notably the determination of discount rates and the lease term for the purpose of measuring the lease liability for leases with renewal or termination options.

1.3 Changes in accounting methods and restatement of comparative information

The tables below show the impact on the previously published consolidated income statement and statement of cash flows of classifying Sendas within discontinued operations in accordance with IFRS 5.

Impact on the main consolidated income statement indicators in first-half 2022

(€ millions)	First-half 2022 (reported)	Discontinued operations (Sendas)	First-half 2022 (restated)
Net sales	15,903	(4,453)	11,450
Other revenue	225	(2)	223
Total revenue	**16,128**	**(4,455)**	**11,673**
Cost of goods sold	(12,360)	3,741	(8,619)
Selling expenses	(2,645)	417	(2,227)
General and administrative expenses	(743)	83	(661)
Trading profit	**380**	**(214)**	**166**
Operating profit (loss)	**96**	**(165)**	**(70)**
Net finance costs	(252)	68	(184)
Other financial income and expenses	(233)	48	(185)
Profit (loss) before tax	**(389)**	**(49)**	**(439)**
Income tax benefit (expense)	112	(2)	110
Share of profit (loss) of equity-accounted investees	5	(3)	2
Net profit (loss) from continuing operations	**(272)**	**(55)**	**(327)**
Attributable to owners of the parent	*(248)*	*(16)*	*(263)*
Attributable to non-controlling interests	*(24)*	*(39)*	*(64)*
Net profit (loss) from discontinued operations	**(5)**	**55**	**50**
Attributable to owners of the parent	*(12)*	*16*	*4*
Attributable to non-controlling interests	*7*	*39*	*46*
Consolidated net profit (loss)	**(277)**	**-**	**(277)**
Attributable to owners of the parent	*(259)*		*(259)*
Attributable to non-controlling interests	*(17)*		*(17)*

Impact on the main consolidated statement of cash flow indicators in first-half 2022

(€ millions)	First-half 2022 (reported)	Discontinued operations (Sendas)	First-half 2022 (restated)
Net cash used in operating activities	**(324)**	**-**	**(324)**
of which change in operating working capital and income tax paid	*(949)*	*(40)*	*(990)*
of which income tax paid and change in operating working capital: discontinued operations	*(100)*	*40*	*(59)*
Net cash from investing activities	**20**	**-**	**20**
of which additions to and disposals of intangible assets and property, plant and equipment	*(225)*	*391*	*166*
of which discontinued operations	*(29)*	*(391)*	*(420)*
Net cash used in financing activities	**(682)**	-	**(682)**
of which new loans and borrowings	*1,052*	*(543)*	*509*
of which repayments of loans and borrowings	*(862)*	*9*	*(853)*
of which repayments of lease liabilities	*(314)*	*9*	*(306)*
of which interest paid net of interest received	*(460)*	*75*	*(386)*
of which discontinued operations	*(1)*	*433*	*432*
Effect of changes in exchange rates on cash and cash equivalents of continuing operations	237	(69)	168
Effect of changes in exchange rates on cash and cash equivalents of discontinued operations	-	69	69
Change in cash and cash equivalents	**(750)**	-	**(750)**
Net cash and cash equivalents at beginning of period	2,223	-	2,223
Net cash and cash equivalents at end of period	1,472	-	1,472

In addition, in accordance with IAS 12.74, an error in the consolidated statement of financial position at 31 December 2022 was corrected by offsetting deferred tax liabilities against deferred tax assets, with an impact of €414 million.

Note 2 Significant events of the period

Significant events of the period are the following:

TERACT and Casino Group sign an exclusive agreement to create the French leader in responsible and sustainable retail

On 9 March 2023, TERACT and Casino Group entered into exclusive discussions aimed at creating a French leader in responsible and sustainable retail activities, potentially leading to the combination of the two groups' retail activities in France and the establishment of common supply chains closely associating the region's agricultural cooperatives grouped together within the InVivo group, TERACT's majority shareholder.

At the end of this exclusivity period, which was renewed on April 24 and expired on 8 June 2023,TERACT and Casino Group decided, by mutual agreement, to no longer pursue these discussions, as announced on 8 June 2023.

Casino Group and TERACT remain nonetheless open to discussions on a potential commercial partnership, which could cover baked goods including viennoiseries and other pastries, and a contract to develop fruit and vegetable procurement channels with TERACT.

Disposal of the Brazilian Cash & Carry business (Assaí)

As part of its ongoing debt reduction process, on 16 March 2023, the Group sold 18.8% of the capital of Assaí (Sendas), resulting in a loss of control of this company. The transaction was followed on 23 June 2023 by the sale of the Group's remaining 11.7% stake. The proceeds from the two transactions amounted to €1,079 million net of disposal costs, leading to an after-tax loss of €65 million (Note 3.1).

Signature of a commercial agreement between Smart Good Things and the Casino banners

On 30 March 2023, Smart Good Things and the Casino banners announced the signature of a commercial agreement with two focuses:
- the development and operation of drugstores;
- the installation of shops-in-shops offering innovative food and non-food products in Casino hypermarkets and supermarkets.

The agreement also places on record the increase in Distribution Casino France's stake in the share capital of Smart Good Things Holding to 15%. The shares are classified as "Financial assets at fair value through other comprehensive income" and presented in the consolidated statement of financial position under "Other non-current assets".

Tender offer for Quatrim notes maturing in January 2024

On 31 March 2023, the Group announced the success of its tender offer for the notes issued by its subsidiary Quatrim S.A.S. which mature on 15 January 2024.
This transaction resulted in the early redemption and cancellation of tendered notes in an aggregate principal amount of €100 million at a purchase price of 94% (plus accrued interest), financed with available cash on hand.
Following the cancellation of the notes, the aggregate principal amount outstanding will be €553 million.

Memorandum of understanding between Groupement Les Mousquetaires and Casino Group to extend the scope of their partnerships and optimise their respective networks

On 26 May 2023, Groupement Les Mousquetaires and Casino Group signed a memorandum of understanding that deepens and significantly extends their industrial and purchasing partnerships and optimises their respective networks.

Under this memorandum, Groupement Les Mousquetaires and Casino Group are extending the duration of their current alliances (Auxo Achats Alimentaires, Auxo Achats Non-Alimentaires, Auxo Achats Non-Marchands) by two years until 2028 and building two new partnerships:
- a purchasing alliance in private-label food products;
- a supply agreement with Groupement Les Mousquetaires' Seafood and Meat sectors, based on the know-how of Agromousquetaires.

In addition, the memorandum provides for the sale by Casino Group to Groupement Les Mousquetaires of a number of sales outlets from the Casino France scope (Hypermarkets, Supermarkets, convenience stores) representing around €1.05 billion of sales excluding VAT (€1.15 billion of sales including VAT), broken down into two groups of outlets representing respectively €549 million and €502 million of sales excluding VAT (€600 million and €550 million of sales including VAT).

For the first group of stores, representing sales of €549 million excluding VAT, the first disposals will take place by the end of this year.

With regard to the second group of stores representing €502 million in sales excluding VAT, Casino Group would grant a call option to Groupement Les Mousquetaires, exercisable within three years at the latest, although this period could be accelerated by Casino. On signature of the binding agreements, Groupement Les Mousquetaires would make an initial lump sum payment of €100 million to Casino, which would be deducted from the final price calculated on the market value of the assets.

Under the terms of the memorandum, Groupement Les Mousquetaires would grant a put option to Casino Group on an additional volume of stores representing €461 million in sales excluding VAT (€500 million in sales including VAT). This option would be exercisable by Casino Group during a period of three years, it being specified that Groupement Les Mousquetaires would make an initial lump-sum payment of €90 million to Casino Group on exercise of this option, which would be deducted from the final price calculated on the basis of the market value of the assets.

All these sales would be made at market value, based on appraisals in line with practices in the food retail sector, and would be paid in full in cash.

While maintaining the overall volume negotiated by the purchasing alliances and preserving jobs, these transfers will enable the Casino banners to accelerate their geographic refocusing on their priority regions and

Groupement Les Mousquetaires to expand its national network.

Groupement Les Mousquetaires will also take a minority stake in Casino Group's future financing round, with an equity investment of €100 million.

Before any effective implementation, the memorandum must be submitted for consultation to the employee representative bodies of Casino Group and Groupement les Mousquetaires and, where applicable, to the relevant regulatory authorisations.

Conciliation procedure and negotiations with investors and creditors

On 24 April 2023, Casino Group announced that it had received a conditional letter of intent from EP Global Commerce a.s. (a Czech company controlled by Mr Daniel Křetínský, affiliated to VESA Equity Investment S.à r.l., the latter being a shareholder of Casino with a 10.06% stake) to subscribe to a reserved capital increase by Casino, Guichard-Perrachon in the amount of €750 million. EP Global Commerce a.s. further intended to offer Fimalac, a shareholder of the company, the opportunity to subscribe to a reserved capital increase of €150 million. A capital increase with preferential subscription rights would also be offered to Casino's existing shareholders, for an amount of €200 million.

As the completion of these transactions could require the approval of certain Casino Group creditors, the Group stated that it would consider the possibility of requesting the appointment of conciliators, in order to provide a framework for the discussions, which would require the agreement of certain bank creditors and bondholders.
On 26 May 2023, Casino Group announced that it had received the consent of the senior secured lenders under its Term Loan B Facility and Revolving Credit Facility (RCF) as well as the holders of the Quatrim secured bonds and the unsecured bonds issued by Casino that are subject to New York law (maturing in 2026 and 2027) to request the appointment of conciliators (*conciliateurs*) without this being considered as a default or an event of default.

In light of these consents, the Group announced on the same date that the President of the Paris Commercial Court had decided on 25 May 2023 to open a conciliation procedure for the benefit of Casino Guichard-Perrachon SA and certain of its subsidiaries (Casino Finance, Distribution Casino France, Casino Participations France, Quatrim, Monoprix Holding, Monoprix, Monoprix Exploitation, Segisor, Distribution Franprix, ExtenC, Geimex, RelevanC, Sédifrais, and Franprix Leader Price Holding) for an initial period of four months, which may be extended by one month, and to appoint Thévenot Partners (Aurélia Perdereau) and SCP BTSG (Marc Sénéchal) as conciliators.

The purpose of this procedure is to enable Casino Group to engage in discussions with its financial creditors within a legally secure framework. The conciliation procedure only concerns the debt of Casino Guichard-Perrachon SA and certain of its subsidiaries and will have no impact on the Group's relations with its operational partners (in particular its suppliers) and its employees.

On 26 June 2023, Casino Group announced that it had activated various levers to preserve its liquidity throughout the conciliation procedure (lasting until 25 September and extended, if necessary, until 25 October at the latest), including:

- conclusion of an agreement in principle with the French government to defer payment of the Group's tax and social security liabilities due between May and September 2023, representing an amount of around €300 million; and
- a standstill, for the duration of the conciliation procedure (i.e., until 25 October at the latest), of any payment of interest and other fees (i.e., around €130 million), and instalments of principal (i.e., around €70 million) by the companies concerned by the proceedings. The conciliators sent the standstill requests to the relevant creditors. The conciliators also asked the relevant creditors to waive their right to claim any accelerated repayment on the basis of any event of default under the financial covenants as of June 30 2023 and 30 September 2023, and more generally, any event of default or cross-default event that could arise as a result of the suspension of the above-mentioned payments

On 4 July 2023, Casino announced that it had received the following proposals to strengthen the Group's equity capital: (i) a proposal from EP Global Commerce a.s. and Fimalac, and (ii) a proposal from 3F Holding.

On 17 July 2023, Casino announced that on 15 July it had received a revised offer from EP Global Commerce a.s., Fimalac and Attestor to strengthen the Group's capital base. 3F Holding decided not to submit a revised offer.

The Group also reiterated the criteria for assessing the offers that had been made public:

- Business continuity and long-term viability of the Group
- Integrity of the French operations and the Group's core business
- Safeguarding employment within the Group and its stakeholders
- Speed and certainty of execution of the restructuring scheme
- Compatibility of the capital structure with cash flow generation to ensure the execution of the Group's business plan and the repayment of restructured debt
- Unconditional nature of the new money equity commitments, and
- The level of liquidity available to the Group following completion of the restructuring, which will reflect the financial robustness of the restructuring plan.

Based on these criteria, the Board of Directors, on the unanimous recommendation of its ad hoc committee comprising nearly all the independent directors, decided to continue negotiations with EP Global Commerce a.s., Fimalac and Attestor as well as the Group's creditors to reach an agreement in principle on the restructuring of the Group's debt by the end of July 2023.

On 27 July 2023, Casino reached an agreement in principle with EP Global Commerce a.s., Fimalac and Attestor and its main creditors with a view to strengthening the Group's capital base and restructuring its debt (Note 1.2.1).

Partnership project between the Prosol and Casino groups

On 30 June 2023, the Prosol and Casino groups announced that they had reached a preliminary agreement on a major partnership under which the Prosol Group would deploy its successful proprietary "Fresh" concept in Casino hypermarkets and supermarkets and certain Monoprix outlets. This partnership will enable Casino Group to leverage the Prosol Group's unrivalled expertise in fresh produce (fruit and vegetables, dairy and creamery products, fish, meat) and apply it in the ideal geographies in which Casino Group operates.

Note 3 Scope of consolidation

3.1 Transactions affecting the scope of consolidation in 2023

Sale of Assaí

On 17 March 2023, the Group sold an 18.8% stake in Assaí (Note 2) through a secondary offering at the price of BRL 16 per share (USD 15.13 per ADS), leading to a loss of control of Sendas (Assaí). The transaction was followed on 23 June 2023 by the sale of the Group's remaining stake in this company. The total proceeds received by the Group from these two transactions amounted to €1,125 million (Note 3.2.2).
In accordance with IFRS 5 – Assets Held for Sale and Discontinued Operations, Assaí's net profit after tax for first-half 2022 and first-half 2023 is presented on a separate line of the consolidated income statement – "Net profit (loss) from discontinued operations" – and its cash flows for these periods are presented under "discontinued operations" in the consolidated statement of cash flows.
The transactions led to the recognition of a net disposal loss of €65 million after tax, included under the caption "Net profit (loss) from discontinued operations" (Note 3.2.2). This amount takes into account cumulative translation adjustments reclassified to the income statement on disposal, representing a negative amount of €453 million, and transaction costs of €46 million. The transactions had the effect of reducing non-controlling interests by €921 million.

Sale of Sudeco

On 31 March 2023, the Group sold its real estate management subsidiary Sudeco to Crédit Agricole Immobilier, for €39 million, generating a pre-tax gain of €37 million net of transaction costs. The impact on the Group's cash and cash equivalents was a negative €66 million (Note 4.5).

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 2023		31 December 2022	
		Assets	**Liabilities**	**Assets**	**Liabilities**
France Retail(i)		**295**	**84**	92	12
Latam Retail		**13**	**-**	18	-
Total		**308**	**84**	**110**	**12**
Net assets		**223**		**98**	

(i) The amount at 30 June 2023 corresponds primarily to the classification as "Held for sale" of the first group of sales outlets in the process of being sold to Groupement Les Mousquetaires (Note 2).

3.2.2 Discontinued operations

Net profit/(loss) from discontinued operations for first-half 2023 and first-half 2022 mainly comprises the contribution of Assaí for the period up to its disposal in March 2023 (Notes 2 and 3.1) and the after-tax disposal loss.
Net profit from discontinued operations in first-half 2022 also included the residual impacts of the discontinued operations of Leader Price and Via Varejo, which was sold in 2019.
Net profit (loss) from discontinued operations can be analysed as follows:

(€ millions)	First-half 2023	First-half 2022 (restated)
Net sales	**2,704**	4,487
Net expenses	**(2,746)**	(4,448)
Profit on disposal of Assaí before tax	**225**	-
Disposal proceeds	*1,125*	-
Disposal costs	*(46)*	-
Carrying amount of net assets sold	*(401)*	-
Other comprehensive income (loss) reclassified to profit or loss, net of tax	*(453)*	-
Profit before tax from discontinued operations	**183**	**39**
Income tax benefit (expense)	**(268)**	8
Share of profit of equity-accounted investees	**2**	3
Net profit (loss) from discontinued operations	**(83)**	**50**
Attributable to owners of the parent	***(85)***	*4*
Attributable to non-controlling interests	***2***	*46*

3.3 Investments in equity-accounted investees

3.3.1 Share of contingent liabilities of equity-accounted investees

At 30 June 2023 and 31 December 2022, none of the Group's associates or joint ventures had any material contingent liabilities.

3.3.2 Related-party transactions (equity-accounted investees)

The related-party transactions shown below mainly concern transactions carried out in the normal course of business 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. These transactions are carried out on arm's length terms.

(€ millions)	2023		2022 (restated)	
	Associates	Joint ventures	Associates	Joint ventures
Closing balance at 30 June 2023 and 31 December 2022				
Loans	**62**	**6**	**56**	**5**
of which impairment	*(3)*	-	*(2)*	-
Receivables	**40**	**28**	**41**	**25**
Payables	**38**	**190**	**43**	**229**(i)
First-half transactions				
Expenses	**119**	**533**(i)	3	574(i)
Income	**90**(ii)	**10**	120(ii)	12

(i) Including €516 million in fuel purchases from Distridyn in first-half 2023 (first-half 2022: €559 million). At 31 December 2022, the Group had a current account with Distridyn for €30 million.

(ii) Income of €90 million in first-half 2023 includes sales of goods by Franprix to master franchisees accounted for by the equity method amounting to €72 million (first-half 2022: €120 million, including sales of goods by Franprix to master franchisees accounted for by the equity method amounting to €55 million). The income figure for first-half 2022 also includes proceeds from property development transactions with Mercialys reported under "Other revenue" for €44 million, including an EBITDA impact of €27 million (Note 5.1).

Note 4 Additional cash flow disclosures

4.1 Reconciliation of provision expense

(€ millions)	Notes	First-half 2023	First-half 2022 (restated)
Goodwill impairment	8	**(1,037)**	-
Impairment of intangible assets	8	**(297)**	(4)
Impairment of property, plant and equipment	8	**(52)**	(11)
Impairment of investment property		**-**	-
Impairment of right-of-use assets	8	**(31)**	(8)
Impairment of other assets	8	**(55)**	(42)
Net (additions to) reversals of provisions for risks and charges	11.1	**(26)**	(30)
Total provision expense		**(1,497)**	**(95)**
Provision expense reported within discontinued operations		**19**	19
Provision expense adjustment in the statement of cash flows		**(1,478)**	**(76)**

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

(€ millions)	1 January 2023	Cash flows from operating activities	Changes in scope of consolidation(i)	Effect of movements in exchange rates	Reclassifications and other(ii)	30 June 2023
Goods inventories	**(3,597)**	**74**	**1,146**	**(97)**	**22**	**(2,452)**
Property development work in progress	**(43)**	**8**	**-**	**(2)**	**(1)**	**(36)**
Trade payables	**6,522**	**(1,136)**	**(1,436)**	**128**	**(219)**	**3,860**
Trade receivables	**(854)**	**(93)**	**101**	**(10)**	**30**	**(826)**
Other (receivables) payables	**441**	**18**	**(182)**	**(17)**	**(103)**	**158**
TOTAL	**2,469**	**(1,129)**	**(371)**	**3**	**(269)**	**703**

(€ millions)	1 January 2022	Cash flows from operating activities	Changes in scope of consolidation	Effect of movements in exchange rates	Reclassifications and other(ii)	30 June 2022 (restated)
Goods inventories	(3,122)	(117)	1	(215)	(197)	(3,650)
Property development work in progress	(91)	2	5	(1)	38	(48)
Trade payables	6,099	(291)	(37)	318	(16)	6,071
Trade receivables	(772)	(20)	(16)	(23)	118	(713)
Other (receivables) payables	206	(493)	(101)	(62)	398	(52)
TOTAL	**2,319**	**(919)**	**(149)**	**17**	**341**	**1,610**

(i) In first-half 2023, changes in scope of consolidation primarily reflect the loss of control of Sendas and Sudeco (Note 3.1).
(ii) In first-half 2023, this column mainly reflects cash flows from discontinued operations, representing a net outflow of €281 million.
In first-half 2022, this column mainly reflected (a) the classification of GreenYellow as "Held for sale" in accordance with IFRS 5, (b) cash flows from investing activities, including the use of segregated accounts for €373 million (Note 4.9), and (c) cash flows from discontinued operations representing a net outflow of €89 million.

4.3 Reconciliation of acquisitions of non-current assets

(€ millions)	First-half 2023	First-half 2022 (restated)
Additions to and acquisitions of intangible assets	**(122)**	(129)
Additions to and acquisitions of property, plant and equipment(i)	**(359)**	(671)
Additions to and acquisitions of investment property	**(10)**	(7)
Additions to and acquisitions of lease premiums included in right-of-use assets	**(3)**	(1)
Changes in amounts due to suppliers of non-current assets	**(24)**	(52)
Neutralisation of capitalised borrowing costs (IAS 23)(ii)	**12**	25
Effect of discontinued operations	**107**	395
Cash used in acquisitions of intangible assets, property, plant and equipment and investment property	**(399)**	**(439)**

(i) The exceptionally high level of acquisitions of property, plant and equipment in first-half 2022 was due to the expansion of Assaí, which has been reclassified as "Held for sale" and is included in the above table under "Effect of discontinued operations".
(ii) Non-cash movements.

4.4 Reconciliation of disposals of non-current assets

(€ millions)	First-half 2023	First-half 2022 (restated)
Disposals of intangible assets	**1**	2
Disposals of property, plant and equipment	**53**	81
Disposals of investment property	**-**	-
Disposals of lease premiums included in right-of-use assets	**1**	-
Gains on disposals of non-current assets(i)	**37**	94
Changes in receivables related to non-current assets	**(20)**	(36)
Disposals of non-current assets classified as "Assets held for sale" as per IFRS 5(ii)	**11**	105
Effect of discontinued operations	**(4)**	(4)
Cash from disposals of intangible assets, property, plant and equipment and investment property	**78**	**242**

(i) Prior to the restatement of sale-and-leaseback transactions in accordance with IFRS 16.
(ii) In first-half 2022: relating to the sale-and-leaseback transaction in Brazil described in Note 2 to the 2021 consolidated financial statements.

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

(€ millions)	First-half 2023	First-half 2022
Amount paid for acquisitions of control	**-**	(14)
Cash acquired (bank overdrafts assumed) in acquisitions of control	**-**	-
Proceeds from losses of control	**56**	(5)
(Cash sold) bank overdrafts transferred in losses of control	**(103)**	(3)
Effect of changes in scope of consolidation resulting in acquisition or loss of control	**(47)**	**(21)**

The €47 million negative effect in first-half 2023, primarily relates to the disposal of Sudeco (Note 3.1).

4.6 Effect of changes in scope of consolidation related to equity-accounted investees

(€ millions)	First-half 2023	First-half 2022
Amount paid for the acquisition of shares in equity-accounted investees	**-**	(7)
Amount received from the sale of shares in equity-accounted investees	**14**	-
Net inflow relating to the Mercialys TRS	**-**	139
Disposal of Floa, net of transaction costs(i)	**-**	167
Effect of changes in scope of consolidation related to equity-accounted investees	**14**	**300**

(i) Excluding operating cash flows relating to commercial agreements.

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

(€ millions)	Notes	First-half 2023	First-half 2022 (restated)
Change in cash and cash equivalents		**(320)**	(750)
Additions to loans and borrowings(i)		**(2,617)**	(509)
Repayments of loans and borrowings(i)		**692**	853
Allocation to (use of) segregated account	4.9	**(17)**	(373)
Outflows (inflows) of financial assets		**(14)**	(61)
Non-cash changes in debt(i)		***2,720***	243
Change in other financial assets		***(17)***	*195*
Effect of changes in scope of consolidation		***2,790***	*(86)*
Change in fair value hedges		***18***	*5*
Change in accrued interest		***(68)***	*(18)*
Other		***(3)***	*147*
Effect of movements in exchange rates(i)		**(111)**	(215)
Change in loans and borrowings of discontinued operations		**(22)**	(795)
Change in net debt		**310**	**(1,607)**
Net debt at beginning of period		**6,370**	5,858
Net debt at end of period	9.2	**6,059**	7,465

(i) These impacts relate exclusively to continuing operations.

4.8 Reconciliation of net interest paid

(€ millions)	Notes	First-half 2023	First-half 2022 (restated)
Net finance costs reported in the income statement	**9.3.1**	**(204)**	**(184)**
Neutralisation of unrealised exchange gains and losses		**-**	1
Neutralisation of amortisation of debt issuance/redemption costs and premiums		**12**	14
Capitalised borrowing costs		**(1)**	(3)
Change in accrued interest and in fair value hedges of borrowings		**8**	(27)
Interest paid on lease liabilities		**(137)**	(140)
No-drawdown credit line costs, non-recourse factoring and associated transaction costs	9.3.2	**(40)**	(46)
Interest paid, net as presented in the statement of cash flows		**(363)**	**(386)**

4.9 Cash flows in investing activities related to financial assets

In first-half 2023, cash outflows and inflows related to financial assets amounted to €76 million and €93 million, respectively, representing a net cash inflow of €17 million. These cash flows primarily arose from the use of the segregated account (Note 4.7).

In first-half 2022, cash outflows and inflows related to financial assets amounted to €35 million and €397 million, respectively, representing a net cash inflow of €363 million. They mainly reflected the use of segregated accounts in connection with the repayment of debt, including the partial redemption of secured high-yield bonds for €34 million (Note 9.2.2).

Note 5 Segment information

5.1 Key indicators by reportable segment

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

(€ millions)	France Retail	E-commerce	Latam Retail	*of which GPA*	*of which Grupo Éxito*	First-half 2023
External net sales (Notes 5.2 and 6.2)	**6,590**	**603**	**3,771**	*1,692*	*2,079*	**10,964**
EBITDA[(i)]	**102**	**32**	**235**	*90*	*145*	**369**
Recurring depreciation and amortisation (Notes 6.3 and 6.4)	**(385)**	**(47)**	**(169)**	*(100)*	*(69)*	**(602)**
Trading profit	**(284)**	**(16)**	**66**	*(10)*	*76*	**(233)**

(i) EBITDA (earnings before interest, taxes, depreciation and amortisation) is defined as trading profit (EBIT) plus recurring depreciation and amortisation expense.

(€ millions)	France Retail	E-commerce	Latam Retail	*of which GPA*	*of which Grupo Éxito*	First-half 2022 (restated)
External net sales (Notes 5.2 and 6.2)	6,935	795	3,720[(iii)]	*1,613[(iii)]*	*2,108*	11,450
EBITDA[(i)]	539[(ii)]	15	226[(iii)]	*61[(iii)]*	*165*	781
Recurring depreciation and amortisation (Notes 6.3 and 6.4)	(398)	(47)	(170)	*(103)*	*(67)*	(615)
Trading profit	141[(ii)]	(32)	57[(iii)]	*(42)[(iii)]*	*98*	166

(i) EBITDA (earnings before interest, taxes, depreciation and amortisation) is defined as trading profit (EBIT) plus recurring depreciation and amortisation expense.
(ii) Of which €28 million in respect of property deals carried out in France, corresponding to the recognition of previously eliminated margins on property development transactions involving Casino and Mercialys following the disposal of assets by Mercialys and decrease in Casino's stake in Mercialys (Note 3.3.2).
(iii) In June 2022, Brazil's Superior Court of Justice (STJ) confirmed that sales of certain technological products provided for by law – which had been the subject of an initial unfavourable court ruling – were to be excluded when calculating PIS/COFINS tax. In light of this ruling, GPA recognised a BRL 160 million (€29 million) tax credit in first-half 2022, of which BRL 96 million (€14 million) was included in net sales and BRL 64 million (€12 million) in other financial income.

5.2 Key indicators by geographic area

(€ millions)	France	Latin America	Other regions	Total
External net sales for the six months ended 30 June 2023	**7,172**	**3,773**	**20**	**10,964**
External net sales for the six months ended 30 June 2022 (restated)	7,712	3,721	17	11,450

(€ millions)	France	Latin America	Other regions	Total
Non-current assets at 30 June 2023[(i)]	**9,583**	**4,244**	**58**	**13,885**
Non-current assets at 31 December 2022[(i)]	10,158	9,800	51	20,009

(i) Non-current assets include goodwill, intangible assets and property, plant, and equipment, investment property, right-of-use assets, investments in equity-accounted investees, contract assets and prepaid expenses beyond one year.

Note 6 Activity data

6.1 Seasonality of operations

Across all businesses, seasonal fluctuations on the income statement are minor in terms of net sales (first-half 2022 represented 49% of full-year 2022, or 48% based on the average 2022 exchange rate), but are more significant in terms of trading profit (EBIT) (27% based on the average exchange rate for first-half 2022 and the average exchange rate for full-year 2022).

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 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 Breakdown of total revenue

The following tables present a breakdown of revenue:

(€ millions)	France Retail	E-commerce	Latam Retail	*of which GPA*	*of which Grupo Éxito*	First-half 2023
Net sales	6,590	603	3,771	*1,692*	*2,079*	**10,964**
Other revenue	44	-	78	*7*	*72*	**123**
Total revenue	**6,635**	**603**	**3,849**	*1,698*	*2,151*	**11,087**

(€ millions)	France Retail	E-commerce	Latam Retail	*of which GPA*	*of which Grupo Éxito*	First-half 2022 (restated)
Net sales	6,935	795	3,720	*1,613*	*2,108*	11,450
Other revenue	136	-	87	*13*	*75*	223
Total revenue	**7,071**	**795**	**3,808**	*1,626*	*2,182*	**11,673**

6.3 Expenses by nature and function

(€ millions)	Logistics costs(i)	Selling expenses	General and administrative expenses	First-half 2023
Employee benefits expense	**(223)**	**(936)**	**(301)**	**(1,460)**
Other expenses	**(336)**	**(989)**	**(183)**	**(1,508)**
Depreciation and amortisation (Notes 5.1/6.4)	**(65)**	**(425)**	**(112)**	**(602)**
Total	**(624)**	**(2,350)**	**(595)**	**(3,570)**

(€ millions)	Logistics costs(i)	Selling expenses	General and administrative expenses	First-half 2022 (restated)
Employee benefits expense	(234)	(915)	(325)	**(1,474)**
Other expenses	(351)	(878)	(222)	**(1,451)**
Depreciation and amortisation (Notes 5.1/6.4)	(67)	(434)	(114)	**(615)**
Total	**(652)**	**(2,227)**	**(661)**	**(3,540)**

(i) Logistics costs are reported under “Cost of goods sold”.

6.4 Depreciation and amortisation

(€ millions)	Notes	First-half 2023	First-half 2022 (restated)
Amortisation of intangible assets		**(128)**	(115)
Depreciation of property, plant and equipment		**(208)**	(227)
Depreciation of investment property		**(9)**	(4)
Depreciation of right-of-use assets		**(310)**	(343)
Total depreciation and amortisation expense		**(654)**	**(689)**
Depreciation and amortisation reported under “Profit from discontinued operations”		**52**	74
Depreciation and amortisation of continuing operations	**5.1/6.3**	**(602)**	**(615)**

6.5 Other operating income and expenses

(€ millions)	First-half 2023	First-half 2022 (restated)
Total other operating income	**145**	252
Total other operating expenses	**(1,811)**	(488)
	(1,665)	**(235)**
Breakdown by type		
Gains and losses on disposal of non-current assets(i) (vi)	**18**	20
Net asset impairment losses(ii) (vi)	**(1,459)**	(63)
Net income (expense) related to changes in scope of consolidation(iii) (vi)	**(47)**	(84)
Gains and losses on disposal of non-current assets, net impairment losses on assets and net income (expense) related to changes in scope of consolidation	**(1,488)**	**(127)**
Restructuring provisions and expenses(iv) (vi)	**(131)**	(82)
Provisions and expenses for litigation and risks(v)	**(27)**	(21)
Other	**(20)**	(6)
Sub-total	**(178)**	**(109)**
Total net other operating income (expenses)	**(1,665)**	**(235)**

(i) Net gains on disposal of non-current assets in first-half 2023 mainly concerned the Latam Retail segment (GPA for the most part) for €18 million. Net gains on disposal of non-current assets in first-half 2022 primarily reflected the France Retail segment, with the recognition of contingent consideration deemed highly probable relating to the sale-and-leaseback transactions carried out in 2019 with the funds managed by Fortress and Apollo Global Management, for €12 million.

(ii) The net impairment loss recognised in first-half 2023 mainly concerned the Latam Retail segment for €1,172 million and the France Retail segment for €286 million, and resulted from impairment tests performed on the goodwill allocated to these CGUs (Note 8). Net impairment losses in first-half 2022 mainly concerned the France Retail segment and related to the asset disposal plan and to impairment tests performed on individual assets.

(iii) The net expense of €47 million recognised in first-half 2023 is mainly due to the disposal of Sudeco (Note 3.1) offset by additional costs incurred in connection with the conversion of Extra hypermarkets to Assaí stores, as was the case in first-half 2022.

(iv) Restructuring expenses in first-half 2023 chiefly concerned (i) the France Retail segment for €98 million and (ii) the Latam retail segment for €30 million. Restructuring expenses for the first half of 2022 mainly concerned (i) France Retail for €55 million, including €38 million in store closure and organisational streamlining costs and €14 million in expenses relating to Distribution Casino France in connection with its strategic transformation, change in store concepts, development of the E-commerce omnichannel model and digitalisation of customer relations, a Group project since 2016; and (ii) Latam Retail for €24 million.

(v) Provisions and expenses for litigation and risks represented a net expense of €27 million in first-half 2023, corresponding for the most part to tax, employee-related and civil liability risks at GPA. Provisions and expenses for litigation and risks represented a net expense of €21 million in first-half 2022 and mainly concerned the Latam Retail Segment.

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

(€ millions)	Notes	First-half 2023	First-half 2022 (restated)
Goodwill impairment losses	4.1	**(1,037)**	-
Impairment (losses) reversals on intangible assets, net	4.1	**(297)**	(4)
Impairment (losses) reversals on property, plant and equipment, net	4.1	**(52)**	(11)
Impairment (losses) reversals on investment property, net	4.1	**-**	-
Impairment (losses) reversals on right-of-use assets, net	4.1	**(31)**	(8)
Impairment (losses) reversals on other assets, net (IFRS 5 and other)		**(58)**	(50)
Total net impairment losses		**(1,474)**	**(73)**
Net impairment losses of discontinued operations		**-**	4
Net impairment losses of continuing operations		**(1,474)**	**(68)**
of which presented under "Restructuring provisions and expenses"		***(13)***	*(7)*
of which presented under "Net impairment (losses) reversals" on assets		***(1,459)***	*(63)*
of which presented under "Net income (expense) related to changes in scope of consolidation"		***-***	*1*
of which presented under "Gains and losses on disposal of non-current assets"		***(1)***	-

Note 7 Income taxes

The effective tax rate for the six months ended 30 June 2023 was 20.4% versus -25.0% for first-half 2022. The tax proof is presented below:

(€ millions)	First-half 2023		First-half 2022 (restated)	
Profit (loss) before tax	**(2,355)**		**(439)**	
Theoretical income tax benefit (expense)[(i)]	**608**	**-25.83%**	**113**	**-25.83%**
Reconciliation of the theoretical income tax benefit (expense) to the actual income tax benefit (expense)				
Impact of differences in foreign tax rates	**115**	**-4.9%**	(8)	1.7%
Recognition of previously unrecognised tax benefits on tax losses and other deductible temporary differences[(ii)]	**6**	**-0.3%**	6	-1.3%
Unrecognised deferred tax assets/valuation allowances on recognised deferred tax assets on tax loss carryforwards or other deductible temporary differences[(iii)]	**(893)**	**37.9%**	(38)	8.8%
CVAE net of income tax	**(5)**	**0.2%**	(11)	2.4%
Non-deductible interest expense[(iv)]	**(17)**	**0.7%**	(10)	2.4%
Non-deductible asset impairment losses[(v)]	**(355)**	**15.1%**	3	-0.8%
Other taxes on distributed earnings	**-**	**0.0%**	(2)	0.4%
Deductible interest on deeply-subordinated perpetual bonds	**10**	**-0.4%**	8	-1.8%
Reduced-rate asset disposals and changes in scope of consolidation	**9**	**-0.4%**	34	-7.7%
Change in Brazilian taxation[(vi)]	**-**	**0.0%**	18	-4.2%
Other	**41**	**-1.8%**	(3)	0.8%
Actual income tax benefit (expense)/Effective tax rate	**(481)**	**20.4%**	**110**	**-25.0%**

(i) The reconciliation of the effective tax rate paid by the Group is based on the current French rate of 25.83%.

(ii) The amount for first-half 2023 mainly concerns the France Retail segment for €1 million and the Latam Retail segment for €5 million. The first-half 2022 amount concerned the France Retail segment for €2 million and the Latam Retail segment for €4 million.

(iii) The amount for first-half 2023 concerns the France Retail segment for €824 million (of which €597 million in valuation allowances on deferred tax assets and prior period tax credits and €208 million for unrecognised tax loss carryforwards), the Latam Retail segment for €37 million and the E-commerce segment for €32 million. Following communication of the 2023-2028 business plan for the France Retail segment, as part of an Independent Business Review presented to the Group's two investors and its creditors (Note 1.2.1), a new schedule was drawn up for the recovery of the deferred tax assets of the Casino, Guichard-Perrachon tax group through future taxable profits over the period to 2028. Based on this schedule and in accordance with IAS 12, the Group recognised an impairment loss on deferred tax assets of €597 million related to prior tax loss carryforwards and tax credits of the Casino Guichard-Perrachon tax group, and capped other deferred tax assets at the amount of deferred tax liabilities. In first-half 2022, it concerned the France Retail segment for €15 million, the Latam Retail segment for €4 million and the E-commerce segment for €19 million.

(iv) Tax laws in some countries cap the deductibility of interest paid by companies. The impact on the two periods presented essentially concerns the France scope.

(v) In first-half 2023, this mainly concerns impairment losses recognised on the goodwill allocated to the France Retail segment for €56 million, the GPA segment for €223 million and the Éxito segment for €77 million (Note 8).

(vi) Following a change in Brazilian legislation in the second half of 2021 stipulating the non-taxation of investment grants, a tax reduction was recognised in respect of grants received in the first half of 2022, in line with the reduction already recognised in the second half of 2021.

Note 8 Intangible assets, property, plant and equipment, and investment property

Acquisitions of intangible assets, property, plant and equipment and investment property totalled €491 million in first-half 2023 (including €84 million for Sendas) and €807 million in first-half 2022 (including €518 million for Sendas). Right-of-use assets recognised in first-half 2022 in respect of new leases amounted to €79 million (including €3 million for Sendas) versus €315 million in the prior-year period (including €238 million for Sendas). Currency fluctuations have a €336 million impact on property, plant and equipment, intangible assets, investment property and right-of-use assets.

The Group carried out a review of goodwill and other non-current assets at 30 June 2023 to determine whether there were any indications of impairment, as defined in the notes to the 2022 consolidated financial statements. Following this review, impairment tests were performed on the goodwill allocated to the Casino France, Monoprix, Franprix and GPA CGUs.
As a result of these tests, impairment losses totalling €1,459 million were recognised in first-half 2023 on intangible assets, property, plant and equipment, investment property and right-of-use assets (Note 6.5), including €951 million on GPA assets, €221 million on Grupo Éxito assets and €286 million on assets of the France Retail segment.

In connection with the conciliation procedure involving Casino, Guichard-Perrachon and its main French subsidiaries, in June 2023 Casino Group drew up and communicated its 2023-2028 business plan for the France Retail segment. The plan was the subject of a critical review by various external consulting firms as part of an Independent Business Review presented to the Group's two investors and its creditors, that took into account the planned disposal of Casino's Latam assets.

Impairment tests performed on three French CGUs (Casino France, Monoprix, Franprix) were based on values in use calculated using the cash flow projections in the 2023-2028 business plan and a terminal value calculated from the capitalisation to perpetuity of notional annual cash flow based on a discount rate of 6.6% (31 December 2022: 6.1%) and a long-term growth rate of 2.0% (31 December 2022: 2.0%). This method was applied to the Casino France CGU, except that sensitised cash flow projections were used along with a discount rate of 7.5% (vs. 6.6%) to reflect the inclusion of an additional risk premium reflecting the possibility of the projections not being fulfilled.

On this basis, the impairment test on the goodwill allocated to the Casino France CGU resulted in the recognition of an impairment loss on goodwill of €221 million at 30 June 2023. A cumulative change in the main assumptions (for example, a 100-basis-point increase in the discount rate, a 25-basis-point decrease in the perpetual growth rate used to calculate terminal value and a 50-basis-point decrease in the EBITDA margin included in the calculation of the notional annual cash flow used to determine the terminal value) would have led to the recognition of an additional impairment loss of €554 million.

Concerning the goodwill allocated to the Franprix and Monoprix CGUs, which also showed indications of impairment, the tests did not result in the recognition of any impairment loss. The changes in assumptions described above would have led to the recognition of a €115 million impairment loss on the Franprix CGU. For Monoprix goodwill, the recoverable amount would be close to its carrying amount.

Concerning the CGUs in Brazil (GPA) and Colombia (Grupo Éxito), Casino Group assessed the realisable values of GPA and Éxito in view of the Group's intention to sell these assets. The assessments were based on an average of EBITDA and/or sales multiples. They resulted in the recognition of impairment losses of €951 million for GPA (including a €655 million write-down of goodwill and a €296 million write-down of the trademarks) and €219 million for Grupo Éxito (write-down of goodwill). Based on sensitivity tests on the multiples or EBITDA assumptions, the equivalent of a 50-basis-point fall in the EBITDA margin would lead to the recognition of additional impairment losses of €126 million on GPA and €141 million on Éxito.

The breakdown of goodwill by business line and geographic area is as follows:

(€ millions)	**30 June 2023 Net**	**31 December 2022 Net**
France Retail	**4,049**	**4,375**
Casino France (hypermarkets, supermarkets and convenience stores)	*1,276*	*1,594*
Franprix	*1,452*	*1,456*
Monoprix	*1,315*	*1,319*
Other	*6*	*6*
E-commerce (France)	**58**	**58**
Latam Retail	**535**	**2,500**
Argentina	*93*	*88*
Brazil – GPA	*-*	*636*
Brazil – Assaí	*-*	*1,154*
Colombia	*172*	*363*
Uruguay	*270*	*259*
Casino Group	**4,642**	**6,933**

The breakdown by trademark is as follows:

(€ millions)	30 June 2023	31 December 2022
Latam Retail	**292**	**644**
of which Brazil – GPA	***136***	*415*
of which Brazil – Sendas	***-***	*90*
of which Colombia	***130***	*113*
of which Uruguay	***26***	*25*
France Retail	**567**	**567**
of which Casino France	***1***	*1*
of which Monoprix	***566***	*566*
E-commerce	**9**	**9**

Sale-and-leaseback transactions

The impact on the consolidated financial statements of the Group's sale-and-leaseback transactions carried out in first-half 2023 is as follows:

- recognition of a right-of-use asset for €14 million and a lease liability for €32 million;
- €28 million reduction in property, plant and equipment;
- recognition of disposal gains of €34 million within other operating income.

The main transaction was carried out by GPA, in June 2023. It covered the sale and leaseback of 11 GPA supermarkets for a total price of BRL 330 million (€60 million), of which BRL 140 million (€26 million) had been received as of 30 June 2023.

Note 9 Financial structure and finance costs

9.1 Net cash and cash equivalents

(€ millions)	30 June 2023	31 December 2022
Cash equivalents	588	1,648
Cash	1,537	856
Cash and cash equivalents	**2,125**	**2,504**
Bank overdrafts	(179)	(239)
Net cash and cash equivalents	**1,945**	**2,265**

As of 30 June 2023, cash and cash equivalents are not subject to any material restrictions.

9.2 Loans and borrowings

9.2.1 Breakdown

Gross borrowings and debt amounted to €8,431 million at 30 June 2023 (31 December 2022: €9,204 million), breaking down as follows:

(€ millions)	Notes	30 June 2023			31 December 2022		
		Non-current portion(i)	Current portion(i)	Total	Non-current portion	Current portion	Total
Bonds(ii)		583	2,720	3,303	4,971	79	5,050
Other loans and borrowings		389	4,647	5,036	2,240	1,733	3,972
Economic and fair value hedges – liabilities(iii)		7	85	92	167	15	182
Gross borrowings and debt(iv)		**978**	**7,453**	**8,431**	**7,377**	**1,827**	**9,204**
Economic and fair value hedges – assets(v)		-	(54)	(54)	(85)	(5)	(91)
Other financial assets(iv)(vi)		(21)	(171)	(192)	(24)	(216)	(239)
Loans and borrowings(vii)	**9.2.2**	**956**	**7,228**	**8,184**	**7,268**	**1,606**	**8,874**
of which France Retail		*(5)*	*6,120*	*6,115*	*4,281*	*344*	*4,625*
of which Latam Retail		*941*	*589*	*1,530*	*2,945*	*989*	*3,934*
of which E-commerce		*20*	*519*	*539*	*43*	*273*	*316*
Cash and cash equivalents	9.1	-	(2,125)	(2,125)	-	(2,504)	(2,504)
of which France Retail				*(1,125)*			*(421)*
of which Latam Retail				*(990)*			*(2,070)*
of which E-commerce				*(10)*			*(14)*
NET DEBT		**956**	**5,103**	**6,059**	**7,268**	**(898)**	**6,370**
of which France Retail				*4,989*			*4,204*
of which Latam Retail				*541*			*1,864*
of which E-commerce				*529*			*302*

(i) Most of the Group's non-current debt was reclassified to current at 30 June 2023, for €3.2 billion (Note 1.2.1).
(ii) Including €2,743 million in France and €560 million in Brazil at 30 June 2023 (31 December 2022: €2,812 million in France and €2,238 million in Brazil).
(iii) Including €75 million in France and €17 million in Brazil at 30 June 2023 (31 December 2022: €166 million in France and €17 million in Brazil).
(iv) Including secured gross debt of €4,042 million. This indicator is used to calculate the covenants following the amendment to the revolving credit facility since 30 June 2021 (RCF) (Note 9.6) (31 December 2022: €2,145 million).
(v) Including €54 million in France at 30 June 2023 (31 December 2022: €58 million in France and €32 million in Brazil).
(vi) Mainly including €105 million placed in segregated accounts and posted as collateral (of which €19 million in Quatrim segregated accounts) and €74 million of financial assets following the disposal of non-current assets as of 30 June 2023 (31 December 2022: €124 million placed in segregated accounts and posted as collateral, of which €36 million in respect of the revolving credit facility (RCF) and €104 million of financial assets following the disposal of significant non-current assets).
(vii) The Group defines "Loans and borrowings" as gross borrowings and debt adjusted for fair value hedges (assets) and other financial assets.

9.2.2 Change in financial liabilities

(€ millions)	First-half 2023	Full-year 2022
Gross borrowings and debt at 1 January	*9,204*	*8,829*
Economic and fair value hedges – assets	*(91)*	*(35)*
Other financial assets	*(239)*	*(654)*
Loans and borrowings at beginning of period	**8,874**	**8,141**
New borrowings(i)(iii)(viii)	**2,545**	1,973
Repayments of borrowings(ii)(iii)(viii)	**(782)**	(1,984)
Change in fair value of hedged debt	**(22)**	(82)
Change in accrued interest	**193**	184
Foreign currency translation adjustments(iv)	**172**	255
Changes in scope of consolidation(v)	**(2,790)**	(260)
Reclassification of financial liabilities associated with non-current assets held for sale	**-**	5
Change in other financial assets(vi)	**49**	417
Other and reclassifications(vii)	**(56)**	226
Loans and borrowings at end of period	**8,184**	**8,874**
Gross borrowings and debt at end of period (Note 9.2.1)	*8,431*	*9,204*
Economic and fair value hedges – assets (Note 9.2.1)	*(54)*	*(91)*
Other financial assets (Note 9.2.1)	*(192)*	*(239)*

(i) New borrowings in first-half 2023 primarily include the following: (a) drawdowns by Casino, Guichard-Perrachon on the RCF for €2,051 million, and (b) drawdowns by Éxito on confirmed bank lines and new bank loans for a total of COP 1,000 billion (€202 million).
New borrowings in 2022 mainly included: (a) drawdowns by Casino, Guichard-Perrachon on the revolving credit facility for €50 million, (b) the issue by Sendas of debentures for BRL 2,850 million (€524 million), of commercial paper for BRL 1,150 million (€211 million) and new bank loans for BRL 3,201 million (€589 million), (c) the issue by GreenYellow of bonds convertible into shares with warrants for €109 million (Note 2), and (d) drawdowns on confirmed bank lines by Éxito and new bank loans for COP 764 billion (€171 million).

(ii) Repayments of borrowings in first-half 2023 relate mainly to (i) Casino, Guichard-Perrachon (of which €54 million in repayments of NEU CP negotiable short-term debt, €50 million in repayments of 2022 drawdowns on the RCF, €36 million for the redemption at maturity of the 2023 bond issue and €83 million in partial early redemptions of the 2026 and 2027 bond issues), (ii) Quatrim with the partial early redemption of secured high-yield bonds for €100 million, and (iii) various repayments of asset financing at DCF and Monoprix for €192 million.
Repayments of borrowings in 2022 related mainly to (i) Casino, Guichard-Perrachon (of which €249 million in repayments of NEU CP negotiable short-term debt, €314 million in redemptions at maturity of the 2022 bond issue and €232 million in partial early redemptions of the January 2023 and March 2024 bond issues), (ii) Quatrim with the partial early redemption of secured high-yield bonds for €147 million, and (iii) GPA with BRL 2,000 million (€368 million) in bond redemptions.

(iii) Cash flows relating to financing activities in first-half 2023 represented a net inflow of €1,699 million, with new borrowings of €2,617 million offset by repayments of borrowings for €692 million and net interest payments of €226 million (excluding interest on lease liabilities).
Cash flows relating to financing activities in 2022 represented a net outflow of €1,790 million, with new borrowings of €681 million offset by repayments of borrowings for €1,980 million and net interest payments of €490 million (excluding interest on lease liabilities).

(iv) In first-half 2023, foreign currency translation adjustments primarily concern Brazil for €134 million.

(v) Changes in scope of consolidation in first-half 2023 corresponded to the loss of control of Sendas (Note 3.1).
In 2022, they reflected the loss of control of GreenYellow for a negative €263 million.

(vi) In 2022, changes in other financial assets essentially related to the use of the segregated account for the refinancing of the "RCF".

(vii) Including changes in current bank overdrafts for a negative €60 million in first-half 2023 and a positive €175 million in 2022.

(viii) Changes in negotiable European commercial paper ("NEU CP") are presented net in this table.

9.3 Net financial income (expense)

9.3.1 Net finance costs

(€ millions)	First-half 2023	First-half 2022 (restated)
Gains (losses) on disposals of cash equivalents	-	-
Income from cash and cash equivalents	31	12
Income from cash and cash equivalents	**31**	**12**
Interest expense on borrowings after hedging[(i)(ii)]	(235)	(196)
Finance costs	**(235)**	**(196)**
Net finance costs	**(204)**	**(184)**
of which France Retail	***(127)***	*(104)*
of which Latam Retail	***(73)***	*(77)*
of which E-commerce	***(4)***	*(3)*

(i) Changes in the fair value of the portfolio of interest rate swaps on Casino, Guichard-Perrachon bonds are due, for the most part, to changes in the credit risk represented by the Group. For this reason the effectiveness of the hedge has no longer been demonstrated since 31 March 2023, leading to hedge accounting being discontinued in accordance with IFRS 9 and the recognition of a €14 million negative impact in first-half 2023. The fair value remeasurement component of hedged debt remaining to be amortized at 30 June 2023 is €120 million.

(ii) In accordance with IFRS 13, the valuation of derivatives takes into account the Credit Valuation Adjustment (CVA) and the Debit Valuation Adjustment (DVA). During first-half 2023, the Group changed the estimates used to calculate the Debit Value Adjustment (DVA) on interest rate swaps and elected to apply the exemption provided for in IFRS 13.48, which allows credit risk to be recognised on the basis of the net exposure by counterparty. The Group considers that using this option provides a better estimate of credit risk on derivatives. This change in estimate had the effect of reducing financial income arising from the change in DVA/CVA by €46 million to reach €71 million in first-half 2023 (first-half 2022: €27 million). At 30 June 2023, the net credit exposure on the balance sheet amounts to €121 million. Estimating the exposure in this way by counterparty, at 31 December 2022, the net CVA/DVA adjustment to the fair value of the portfolio would have been a positive €37 million (net DVA), compared with a positive €50 million (net DVA) recognised in the balance sheet.

9.3.2 Other financial income and expenses

(€ millions)	First-half 2023	First-half 2022 (restated)
Total other financial income	**82**	**109**
Total other financial expenses	**(334)**	**(295)**
	(252)	**(185)**
Net foreign currency exchange gains (losses) (other than on borrowings)[(i)]	(39)	(2)
Gains (losses) on remeasurement at fair value of non-hedging derivative instruments	(10)	-
Gains (losses) on remeasurement at fair value of financial assets	(2)	(1)
Interest expense on lease liabilities	(143)	(142)
No-drawdown credit line costs, non-recourse factoring and associated transaction costs	(40)	(46)
Impact of applying IAS 29 to operations in Argentina	(5)	(17)
Other	(13)	22
Total net other financial expense	**(252)**	**(185)**

(i) Including €48 million in foreign currency exchange gains and €87 million in foreign currency exchange losses in first-half 2023 (first-half 2022: €31 million in foreign exchange gains and €32 million in foreign exchange losses).

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, contract assets and liabilities, and cash and cash equivalents.

At 30 June 2023 (€ millions)	**Carrying amount**	**Fair value**	**Fair value hierarchy**		
			Market price = Level 1	**Models with observable inputs = Level 2**	**Models with unobservable inputs = Level 3**
Assets	**127**	**127**	**4**	**112**	**11**
Financial assets at fair value through profit or loss	11	11	-	-	11
Financial assets at fair value through other comprehensive income	60	60	4	57	-
Economic and fair value hedges – assets(i)	54	54	-	54	-
Cash flow hedges and net investment hedges – assets(i)	1	1	-	1	-
Other derivative instruments – assets	-	-	-	-	-
Liabilities	**12,268**	**10,036**	**414**	**9,468**	**154**
Bonds	3,303	966	384	581	-
Other borrowings(ii)	5,036	1,109	-	1,109	-
Lease liabilities	3,673	3,673	-	3,673	-
Economic and fair value hedges – liabilities(i)	92	92	-	92	-
Cash flow hedges and net investment hedges – liabilities(i)	6	6	-	6	-
Other derivative instruments – liabilities	4	4	-	4	-
Put options granted to owners of non-controlling interests(iii)	154	154	-	-	154

At 31 December 2022 (€ millions)	**Carrying amount**	**Fair value**	**Fair value hierarchy**		
			Market price = Level 1	**Models with observable inputs = Level 2**	**Models with unobservable inputs = Level 3**
Assets	**255**	**255**	**4**	**231**	**20**
Financial assets at fair value through profit or loss	20	20	-	-	20
Financial assets at fair value through other comprehensive income	136	136	4	133	-
Economic and fair value hedges – assets(i)	91	91	-	91	-
Cash flow hedges and net investment hedges – assets(i)	3	3	-	3	-
Other derivative instruments – assets	5	5	-	5	-
Liabilities	**14,558**	**13,659**	**1,926**	**11,572**	**161**
Bonds	5,050	4,190	1,926	2,265	-
Other borrowings(ii)	3,972	3,933	-	3,933	-
Lease liabilities	5,190	5,190	-	5,190	-
Economic and fair value hedges – liabilities(i)	182	182	-	182	-
Cash flow hedges and net investment hedges – liabilities(i)	2	2	-	2	-
Other derivative instruments – liabilities	1	1	-	1	-
Put options granted to owners of non-controlling interests(iii)	161	161	-	-	161

(i) Derivatives held as fair value hedges are almost fully backed by borrowings.
(ii) The fair value of other borrowings was measured using the discounted cash flow method, taking into account the Group's own credit risk and interest rate conditions at the reporting date. In the absence of other information, the fair value of the unsecured debt in France is presented as zero, reflecting the very high credit risk associated with the Company as of 30 June 2023.
(iii) The fair value of put options granted to owners of non-controlling interests is measured by applying the contract's calculation formulas and is discounted, if necessary. These formulas are considered to be representative of fair value and notably use net profit multiples.

9.5 Customer credit risk

The table below shows the credit risk exposure and the estimated risk of a loss in value of trade receivables:

(€ millions)	Not yet due	Past-due trade receivables at the reporting date				Total
		Up to one month past due	Between one and six months past due	More than six months past due	Total past-due trade receivables	
At 30 June 2023						
Trade receivables	**584**	**105**	**104**	**146**	**355**	**939**
Allowance for lifetime expected losses	**(3)**	**(1)**	**(9)**	**(101)**	**(111)**	**(113)**
Total, net	**581**	**105**	**94**	**45**	**244**	**826**
At 31 December 2022						
Trade receivables	641	75	84	164	**324**	**965**
Allowance for lifetime expected losses	(6)	(4)	(26)	(76)	**(105)**	**(111)**
Total, net	**636**	**71**	**58**	**88**	**218**	**854**

9.6 Liquidity risk

A conciliation procedure has been in progress since 25 May 2023 and negotiations are underway with the Consortium and the various creditors involved to determine the future terms of the Company's financial restructuring. The negociations led to the signing of an agreement in principle on 27 July 2023 (under the aegis of the Interministerial Committee for Industrial Restructuring) between the Consortium, the main creditors of the RCF and Term Loan B and the Group (Note 1.2.1).

Implementation of the financial restructuring (Note 1.2.1) remains subject to the following main conditions precedent:

- The definitive agreement of a sufficiently large number of Casino Group's creditors to the proposed financial restructuring to enable a plan to be approved under an accelerated safeguard proceedings;
- Approval of the future accelerated safeguard plan by the Paris Commercial Court;
- Exemption granted by France's securities regulator, *Autorité des marchés financiers*, from the obligation for the Consortium to file a mandatory public offer for Casino, Guichard-Perrachon shares as a result of the financial restructuring;
- Approval of France's merger and foreign investment control authorities.

The main risk associated with the financial restructuring concerns the non-fulfilment of one or more of the other conditions precedent mentioned above, which would prevent implementation of the restructuring plan as provided for in the agreement in principle.

If any of the conditions precedent failed to be met, or more generally if the transactions provided for under the restructuring plan could not be carried out for any other reason, the Company considers that it would not have sufficient financing to meet its obligations and, consequently, to cover its estimated liquidity requirements for the next 12 months. In this case, the Group could be placed in receivership and/or be subject to compulsory liquidation, possibly through the implementation of an asset disposal plan.

At 30 June 2023, the Group's liquidity position comprised:

- gross cash of €2,125 million (of which €1,135 million in France), reflecting the drawdown of €2,462 million on confirmed credit lines (of which €2,241 million in France);
- €19 million held in the Quatrim segregated account that can be used at any time to repay the related debt.

More specifically, Casino Guichard-Perrachon's debt structure, excluding operational financing, was as follows at 30 June 2023 (excluding the Latam segments, which are financially independent):

- Secured debt of €4,029 million (nominal amount):
  - RCF: €1,799 million due in July 2026 (May 2025 if Term Loan B due in August 2025 is not repaid or refinanced at that date).
  - RCF: €252 million due in October 2023.
  - Term Loan B: €1,425 million due in August 2025.
  - Quatrim High Yield Bonds: €553 million due in January 2024.
- Unsecured debt of €3,591 million (nominal amount):
  - Casino Unsecured High Yield Bonds: €925 million, including €400 million due in January 2026 and €525 million in April 2027.
  - EMTNs: €1,281 million, of which €509 million due in March 2024, €357 million due in February 2025 and €415 million due in August 2026.
  - Deeply-subordinated perpetual bonds: €1,350 million with no fixed maturity.

France Retail's operational financing amounted to €333 million at 30 June 2023 and included the Monoprix RCF, the Bred bilateral facility at Monoprix, the Fidera bonds at Monoprix, the LCL line, the debts of Franprix affiliates, the NEU CP commercial paper programme and other bank debt.

In addition, the Group continues to manage its liquidity in accordance with historical management principles as described in the 2022 consolidated financial statements, but as part of the conciliation process and taking into account the Group's deteriorating financial situation.

In particular, the Group carries out non-recourse receivables discounting without continuing involvement, within the meaning of IFRS 7, as well as reverse factoring.

At 30 June 2023, trade payables totalling €609 million (including €302 million in France Retail payables and €307 million in Latam Retail payables) had been reverse factored, versus €1,217 million at 31 December 2022 (€520 million in France Retail payables, €664 million in Latam Retail payables and €33 million in E-commerce payables).

Casino, Guichard-Perrachon debt covenants

Casino, Guichard-Perrachon is required to comply with the following covenants in its France Retail (excluding GreenYellow) and E-commerce segments, calculated each quarter (on a rolling 12-month basis):

Type of covenant (France and E-commerce)	Main types of debt subject to covenant	Frequency of tests	Ratio at 30 June 2023
Secured gross debt(1)/EBITDA(2) not more than 3.5x	▪ RCF for €2,051 million	Quarterly	**13.49**
EBITDA(2)/net finance costs(3) not less than 2.5x.			**1.13**

(1) Gross debt as defined in the loan documentation only concerns loans and borrowings for which collateral has been posted for the France Retail and E-commerce segments as presented in Note 9.2.1, and certain GPA holding companies reported in the Latam Retail segment (notably Segisor). At 30 June 2023, the debt concerned was mainly (i) the Term Loan B for €1,425 million, (ii) high-yield Quatrim bonds for €553 million, and (iii) the drawn portion of the RCF facility (€2,051 million drawn at 30 June 2023).
(2) EBITDA as defined in the loan agreements reflects trading profit/loss (EBIT) for the France Retail and E-commerce segments, adjusted for (i) net depreciation, amortisation and provision expense, (ii) repayments of lease liabilities, and (iii) interest expense on lease liabilities for the France Retail and E-commerce scope.
(3) Net finance costs as defined in the loan agreement represent net finance costs for the France Retail and E-commerce scope.

On 27 July 2023, the Group obtained a waiver from the RCF lenders of their right to require accelerated repayment under the RCF's covenants and change of control clauses due (i) to the Group's non-compliance with the covenants' financial ratios at 30 June 2023 and (ii) at the time of the change of control of Casino, Guichard-Perrachon on the completion date of the financial restructuring (Note 1.2.1). The effectiveness of this waiver is subject to the satisfaction of certain conditions, in particular the confirmation, regularisation and/or provision of certain information by the Group to the lenders under the RCF. Finally, a request made by the conciliators to the lenders is also aimed to obtain a waiver on a possible event of default under the financial covenants at 30 September 2023.

Note 10 Equity

10.1 Share capital and treasury shares

At 30 June 2023, the Company's share capital amounts to €165,892,132 and is composed of 108,426,230 ordinary shares issued and fully paid (unchanged from 31 December 2022). The shares have a par value of €1.53.

At 30 June 2023, a total of 5,092 shares were held in treasury, (68,420 shares representing €2 million at 31 December 2022). The shares were purchased primarily for allocation upon exercise of the rights under free share plans.

In addition, 175,000 treasury shares were held under the liquidity agreement at that date, representing €1 million (31 December 2022: 0 shares).

In total, 180,092 million treasury shares were held by the Group at 30 June 2023, representing €1 million (68,420 treasury shares representing €2 million at 31 December 2022).

10.2 Breakdown of other reserves

(€ millions)	Cash flow hedges	Net investment hedges	Foreign currency translation adjustments	Actuarial gains and losses	Equity instruments(i)	Debt instruments(i)	Total other reserves
At 1 January 2022	**(14)**	**(1)**	**(2,963)**	**(103)**	**(4)**	**(1)**	**(3,086)**
Movements for the period	7	-	121	34	(30)	-	132
At 31 December 2022	**(7)**	**(1)**	**(2,842)**	**(70)**	**(33)**	**(1)**	**(2,955)**
Movements for the period	(1)	-	551	5	(11)	-	544
At 30 June 2023	**(8)**	**(1)**	**(2,292)**	**(64)**	**(45)**	**(1)**	**(2,411)**

(i) Financial instruments at fair value through other comprehensive income.

10.3 Foreign currency translation adjustments

Foreign currency translation adjustments correspond to exchange gains and losses on translating the equity of foreign subsidiaries and receivables and payables included in the Group's net investment in these subsidiaries, at the closing rate.

FOREIGN CURRENCY TRANSLATION ADJUSTMENTS BY COUNTRY AT 30 JUNE 2023

(€ millions)	Attributable to owners of the parent			Attributable to non-controlling interests			Total
	1 January 2023	Movements for the period	30 June 2023	1 January 2023	Movements for the period	30 June 2023	30 June 2023
Brazil	**(2,118)**	537	**(1,581)**	**(3,320)**	65	**(3,255)**	**(4,836)**
Argentina	**(273)**	(29)	**(302)**	**(127)**	(40)	**(166)**	**(468)**
Colombia	**(385)**	22	**(362)**	**(689)**	111	**(578)**	**(940)**
Uruguay	**(93)**	15	**(78)**	**(48)**	3	**(44)**	**(122)**
United States	**20**	-	**20**	**2**	-	**2**	**22**
Poland	**4**	5	**10**	-	-	**-**	**10**
Hong Kong	**1**	-	**1**	**-**	-	**-**	**1**
Other	**-**	-	**-**	**(1)**	-	**(1)**	**(1)**
Total foreign currency	**(2,842)**	**551**	**(2,292)**	**(4,183)**	**140**	**(4,043)**	**(6,334)**

FOREIGN CURRENCY TRANSLATION ADJUSTMENTS BY COUNTRY AT 31 DECEMBER 2022

(€ millions)	Attributable to owners of the parent			Attributable to non-controlling interests			Total
	1 January 2022	Movements for the period	31 December 2022	1 January 2022	Movements for the period	31 December 2022	31 December 2022
Brazil	(2,265)	147	**(2,118)**	(3,498)	178	**(3,320)**	**(5,438)**
Argentina	(239)	(35)	**(273)**	(82)	(45)	**(127)**	**(400)**
Colombia	(371)	(13)	**(385)**	(582)	(107)	**(689)**	**(1,074)**
Uruguay	(113)	20	**(93)**	(93)	46	**(48)**	**(140)**
United States	20	-	**20**	1	1	**2**	**22**
Poland	6	(2)	**4**	-	-	**-**	**5**
Hong Kong	1	-	**1**	-	-	**-**	**1**
Other	(2)	3	**-**	(1)	-	**(1)**	**(1)**
Total foreign currency	**(2,963)**	**121**	**(2,842)**	**(4,256)**	**73**	**(4,183)**	**(7,025)**

10.4 Main non-controlling interests

SUMMARISED FINANCIAL INFORMATION ON THE MAIN SUBSIDIARIES WITH MATERIAL 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.

(€ millions)	2023		2022	
	GPA[i]	**Grupo Éxito[ii]**	**GPA[i]**	**Grupo Éxito[ii]**
Country	***Brazil***	***Colombia***	***Brazil***	***Colombia***
For the first half-year				
Net sales	**1,692**	**2,079**	1,613	2,108
Net profit (loss) from continuing operations	**(978)**	**(198)**	(143)	43
Net profit (loss) from discontinued operations	**(18)**	**-**	12	-
Consolidated net profit (loss)	**(996)**	**(198)**	**(130)**	**43**
Attributable to non-controlling interests in continuing operations	***(566)***	***(113)***	*(84)*	*32*
Attributable to non-controlling interests in discontinued operations	***(11)***		*7*	*-*
Other comprehensive income	**78**	**82**	218	152
Total comprehensive income (loss) for the period	**(919)**	**(116)**	**87**	**195**
Attributable to non-controlling interests	***(532)***	***(38)***	*49*	*139*
Net cash used in operating activities	**(5)**	**(91)**	(775)	(183)
Net cash from (used in) investing activities	**(25)**	**(50)**	650	(115)
Net cash from (used in) financing activities	**(67)**	**84**	(308)	(32)
Effect of changes in exchange rates on cash and cash equivalents	**42**	**28**	108	46
Change in cash and cash equivalents	**(56)**	**(28)**	**(325)**	**(283)**
Dividends paid to the Group[iii]	***-***	***-***	*7*	*-*
Dividends paid to owners of non-controlling interests during the period[iii]	***-***	***15***	*11*	*13*
At 30 June 2023 and 31 December 2022				
% of ownership interests held by non-controlling interests[iv]	***59.1%***	***60.5%***	*59.1%*	*60.5%*
% of voting rights held by non-controlling interests[iv]	***59.1%***	***60.5%***	*59.1%*	*60.5%*
Non-current assets	**2,801**	**2,468**	3,563	2,477
Current assets	**1,464**	**1,310**	1,493	1,165
Non-current liabilities	**(2,221)**	**(467)**	(2,214)	(489)
Current liabilities	**(1,265)**	**(1,685)**	(1,187)	(1,439)
Net assets	**780**	**1,626**	**1,655**	**1,713**
Attributable to non-controlling interests	***354***	***1,260***	*860*	*1,284*
Average % of ownership interests held by the Group in the first half-year	***40.9%***	***39.5%***	*41.0%*	*39.6%*
% of ownership interests held by the Group at 30 June	***40.9%***	***39.5%***	*41.0%*	*39.6%*

(i) GPA excluding Éxito, Uruguay and Argentina.
(ii) Éxito including Uruguay and Argentina.
(iii) GPA and Éxito have an obligation to pay out 25%, 25% and 50% respectively of annual net profit in dividends.
(iv) The percentages of non-controlling interests set out in this table cover the scope of Casino Group and do not include the Group's own non-controlling interests in sub-groups.

10.5 Dividends

The Annual General Meeting of 10 May 2023 approved the decision not to pay any dividend in 2023 in respect of 2022. Decisions on future payouts will be taken in light of the Group's financial position, and will take account of the interests of the Company and compliance with its loan and bond agreements.

The coupon payable on deeply-subordinated perpetual bonds is as follows:

(€ millions)	First-half 2023	First-half 2022
Coupons payable on deeply-subordinated perpetual bonds (impact on equity)	**54**	**43**
of which amount paid during the period	35	32
of which amount payable in subsequent periods	19	11
Impact on the statement of cash flows for the period	**42**	**34**
of which coupons awarded and paid during the period	35	32
of which interest allocated in the prior year and paid during the period	7	2

Note 11 Other provisions

11.1 Breakdown of provisions and movements

(€ millions)	1 January 2023	Additions 2023	Reversals (used) 2023	Reversals (not used) 2023	Changes in scope of consolidation	Effect of movements in exchange rates	Other	30 June 2023
Claims and litigation	537	106	(23)	(43)	(38)	33	-	**571**
Other risks and expenses	103	23	(13)	(14)	(3)	-	18	**115**
Restructuring	104	7	(13)	(3)	-	-	-	**95**
Total provisions	**744**	**135**	**(49)**	**(61)**	**(41)**	**34**	**18**	**782**
of which non-current	*515*	*100*	*(18)*	*(42)*	*(38)*	*33*	*(8)*	***543***
of which current	*229*	*36*	*(31)*	*(19)*	*(3)*	*-*	*26*	***238***

Provisions for claims and litigation, and for other risks and expenses are composed of a wide variety of provisions for employee-related disputes (before a labour court), property disputes (concerning construction or refurbishment work, rents, tenant evictions, etc.), tax disputes and business claims (trademark infringement, etc.) or indirect taxation disputes.

Provisions for claims and litigation amount to €571 million and include €521 million for Brazil (Note 11.2). Of this amount, additions to provisions, reversals of utilised provisions and reversals of surplus provisions, respectively amounted to €98 million, €16 million, and €41 million.

11.2 Breakdown of provisions for claims and litigation in Brazil

(€ millions)	PIS/COFINS/CPMF disputes(i)	Other tax disputes(ii)	Employee disputes	Civil litigation	Total
30 June 2023(iii)	**62**	**278**	**140**	**41**	**521**
31 December 2022	**58**	**253**	**134**	**40**	**485**
of which GPA	*53*	*248*	*118*	*36*	***456***
of which Sendas	*5*	*5*	*15*	*4*	***29***

(i) VAT and similar taxes.
(ii) Indirect taxes (mainly ICMS tax on sales and services in Brazil).
(iii) GPA only.

In the context of the litigation disclosed above and below in Note 11.3, GPA (and, up until the loss of control by the Group in March 2023, Sendas) contested the payment of certain taxes, contributions and payroll obligations. The bonds posted 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 bonds, reported as off-balance sheet commitments.

(€ millions)	30 June 2023(i)		
	Bonds posted	Assets pledged as collateral	Bank guarantees
Tax disputes	**77**	**96**	**1,999**
Employee disputes	**40**	**-**	**208**
Civil and other litigation	**13**	**2**	**89**
Total	**130**	**98**	**2,296**

(i) GPA only.

(€ millions)	31 December 2022					
	Bonds posted		Assets pledged as collateral		Bank guarantees	
	GPA	Sendas	GPA	Sendas	GPA	Sendas
Tax disputes	86	2	101	-	1,718	124
Employee disputes	37	6	-	-	177	16
Civil and other litigation	12	2	2	-	73	90
Total	**135**	**10**	**103**	**-**	**1,968**	**230**

11.3 Contingent assets and liabilities

In the normal course of its business, the Group is involved in a number of legal or arbitration proceedings with third parties, social security bodies or tax authorities in certain countries (mainly Brazil – see below – and France Retail concerning disputes with the customs authorities and URSSAF, representing a risk of €41 million).

As stated in Note 3.3.1, no associates or joint ventures have any significant contingent liabilities.

- **Proceedings brought by the DGCCRF (French competition authority) against AMC and INCAA and investigations by the French and European competition authorities**

In February 2017, the Minister of the Economy, represented by the Department for Competition Policy, Consumer Affairs and Fraud Control (DGCCRF), brought an action against Casino Group companies before the Paris Commercial Court. The DGCCRF is seeking repayment to 41 suppliers of a total of €22 million relating to a series of credit notes issued in 2013 and 2014, together with a fine of €2 million.
On 27 April 2020, the Paris Commercial Court handed down its decision, dismissing most of the DGCCRF's claims. The Court considered that there was no evidence to support the DGCCRF's claims of unlawful behaviour concerning 34 suppliers. It partly accepted the DGCCRF's claims concerning the other seven suppliers. AMC was ultimately ordered to refund credit notes issued in 2013 and 2014 by the seven suppliers for a total of €2 million, and to pay a fine of €1 million. However, the DGCCRF appealed this decision in January 2021. As no application was made for provisional enforcement, the appeal has suspensive effect.
The legal proceedings are still in progress. The parties have until 5 September 2023 to present their arguments and the case will be heard on 13 September 2023. Casino Group maintains that it acted in accordance with applicable regulations in its negotiations with the suppliers concerned. Based on this and on the advice of its legal counsel, the Group considers that the associated risk on its financial statements is limited.

On 11 April 2017, the common purchasing entity INCA Achats, and its parent companies Intermarché and Casino, were prosecuted for economic imbalance and abusive commercial practices that allegedly took place in 2015 against 13 multinational companies in the hygiene and fragrance industry, with a fine of €2 million.
On 31 May 2021, the Paris Commercial Court handed down its decision, ordering Casino to pay a fine of €2 million. On 12 July 2021, the Group appealed the decision before the Paris Court of Appeal, maintaining that it acted in accordance with applicable regulations in its negotiations with the suppliers concerned. However, as a provisional enforcement request was granted, the fine had to be paid in December 2021. In a ruling dated 15 March 2023, the Court of Appeal upheld the civil fine of €2 million. The Group has appealed to the highest Court of Appeal and the matter is currently pending.

Lastly, in February 2017, representatives of the European Commission raided the premises of Casino, Guichard-Perrachon, Achats Marchandises Casino – AMC (formerly E.M.C. Distribution) and Intermarché-Casino Achats (INCA-A), in connection with an investigation into fast-moving consumer goods supply contracts, contracts for the sale of services to manufacturers of branded products and contracts for the sale of fast-moving consumer goods to consumers.
In addition, in May 2019, representatives of the European Commission conducted additional raids of the premises of the same companies (except for INCA-A, which has since ceased operations and is in the process of being liquidated).
The European Commission has not issued any complaint at this stage.
On 5 October 2020, the General Court of the European Union ruled that the raids conducted by the Commission in February 2017 were partially unlawful. On 9 March 2023, the European Union Court of Justice handed down a judgement annulling in its entirety the decision ordering the raids and seizures carried out in February 2017 at the premises of the above-mentioned companies and ordering the European Commission to pay the costs. The European Commission duly acted on this rare decision and officially closed the procedure on 18 April 2023.
With regard to the decisions authorising the second series of raids and seizures in May 2019, which were also the subject of a pending appeal, the Commission informed the applicants in July 2023 that it had decided to withdraw the contested decisions. However, the Casino Group companies have decided to maintain their application to the European Court of First Instance for a ruling ordering the Commission to pay all the costs, until such time as the Commission undertakes to bear all said costs.

- **Dispute between Cnova and Via Varejo**

On 31 October 2016, ahead of the GPA's announcement of its decision to start negotiations for the sale of its stake in Via Varejo, Via Varejo completed its combination with Cnova Brazil, responsible for the Group's e-commerce business in the country. The combination involved the acquisition by Via Varejo of 100% of Cnova Brazil's shares from Cnova NV ("Cnova"). The combination agreement included the customary vendor warranty compensation clauses.
In September 2019, Via Varejo notified Cnova of a guarantee call for an undocumented amount of around BRL 65 million (€11 million), concerning litigation with employees and customers. Following this notification, Cnova and Via Varejo exchanged information in order to determine the substance and, where appropriate, the scope of the compensation claim. In light of the extensive analyses currently in progress and the discussions that are likely to result from the analyses, Cnova is unable to determine the extent of its exposure to this risk. On 20 July 2020, Cnova received notification that Via Varejo had commenced arbitration proceedings. On 22 January 2021, Via Varejo submitted its declaration in connection with these proceedings but no additional evidence has been provided. At the beginning of March 2022, Cnova received a report from the court-appointed expert indicating that (i) a significant number of claims did not meet the eligibility criteria as described in the agreement, and (ii) the amount of BRL 65 million should be reduced by Via Varejo's 22% contribution and

by approximately BRL 25 million of deductible. In an order handed down in July 2022, the court instructed the expert to carry out further examinations on 19,700 third-party claims. The court's final decision is expected by the end of 2023. Cnova management and its counsel have analysed the expert's report and do not consider the residual risk to be material.

- **Brazil tax, social and civil contingent liabilities**

(€ millions)	30 June 2023[(i)]	31 December 2022	*of which GPA*	*of which Sendas*
INSS (employer's social security contributions)	129	113	*109*	*4*
IRPJ – IRRF and CSLL (corporate income taxes)	227	253	*145*	*109*
PIS, COFINS and CPMF (VAT and similar taxes)	1,225	936	*820*	*115*
ISS, IPTU and ITBI (service tax, urban property tax and tax on property transactions)	27	26	*23*	*3*
ICMS (state VAT)	1,161	1,143	*951*	*192*
Civil litigation	74	71	*63*	*8*
Total	**2,843**	**2,542**	**2,111**	**431**

(i) GPA only.

GPA employs consulting firms to advise them in tax disputes, whose fees are contingent on the disputes being settled in the company's favour. At 30 June 2023, the estimated amount was €29 million for GPA (31 December 2022: €25 million for GPA and €2 million for Sendas, for a total €27 million).

Moreover, Casino has given a specific guarantee to GPA concerning notifications of tax adjustments received from the tax administration, for a total amount of BRL 2,102 million (€398 million) at 30 June 2023 (31 December 2022: BRL 1,922 million), including penalties and interest. Under the terms of the guarantee, Casino has undertaken to indemnify its subsidiary for 50% of any damages incurred, provided those damages are definitive. Based on the commitment given by Casino to its subsidiary, the risk exposure amounts to BRL 1,051 million (€199 million) (31 December 2022: BRL 961 million, representing €170 million). As the risks of liability are only considered possible, Casino has not recognised a provision in its financial statements for this amount.

Note 12 Related-party transactions

Casino, Guichard-Perrachon is controlled by Rallye, which in turn is owned by Foncière Euris. At 30 June 2023, the Rallye group held 51.9% of the Company's capital and 64.3% of the voting rights (based on the actual number of voting rights held excluding treasury shares), comprising 11.4% of the capital held in fiduciary trust by Fiducie Rallye/Equities Gestion (7.9% of voting rights).

The Company maintains normal 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 €2.4 million, of which €2 million for strategic advisory services and €0.3 million for the provision of staff and premises.

Relations with other related parties, including remuneration of managers, remained comparable to those of the 2022 financial year, and there have been no unusual transactions, in terms of either nature or amount, during the period.

Transactions with associates and joint ventures are discussed in Note 3.3.2.

Note 13 Subsequent events

Post-balance sheet classification of Grupo Éxito as held for sale in accordance with IFRS 5

Following SEC approval of the 20-F on 25 July 2023, an application to transfer the Grupo Éxito shares to the American Depository Receipts (ADR) and Brazilian Depository Receipts (BDR) programmes was filed with the Colombian securities regulator, *Superintendencia Financiera de Colombia* (SFC), on 26 July 2023. The SFC is expected to approve this application in August 2023, allowing the initial listing to take place during the same month. This final step completes the demerger of GPA and Grupo Éxito (including in Uruguay and Argentina). The Group has also decided to begin the process of selling Grupo Éxito.
As the sale of Grupo Éxito is considered highly probable, in accordance with IFRS 5 – Non-current Assets Held for Sale and Discontinued Operations:

- the assets and liabilities held for sale will be presented on a separate line of the consolidated statement of financial position as from July 2023;
- in the 2023 consolidated financial statements, Grupo Éxito's net profit or loss for 2022 and 2023 will be presented on a separate line in the income statement – "Net profit (loss) from discontinued operations" – and its cash flows will be presented under "discontinued operations" in the statement of cash flows.

The interim financial statements for first-half 2023 and first-half 2022, as restated to reflect the classification of Grupo Éxito as a discontinued operation, would be as follows:

Restated consolidated income statement for first-half 2023 and first-half 2022

(€ millions)	First-half 2023 (restated)	First-half 2022 (restated)
Net sales	8,885	9,343
Trading profit	**(309)**	**67**
Operating profit (loss)	**(1,747)**	**(170)**
Net finance costs	(189)	(175)
Other financial income and expenses	(225)	(154)
Profit (loss) before tax	**(2,160)**	**(499)**
Net profit (loss) from continuing operations	**(2,630)**	**(363)**
Attributable to owners of the parent	*(2,052)*	*(268)*
Attributable to non-controlling interests	*(577)*	*(95)*
Net profit (loss) from discontinued operations	**(290)**	**87**
Attributable to owners of the parent	*(179)*	*9*
Attributable to non-controlling interests	*(112)*	*78*
Consolidated net profit (loss)	**(2,920)**	**(277)**
Attributable to owners of the parent	*(2,231)*	*(259)*
Attributable to non-controlling interests	*(689)*	*(17)*

Restated consolidated statement of cash flows for first-half 2023 and first-half 2022

(€ millions)	First-half 2023 (restated)	First-half 2022 (restated)
Net cash used in operating activities (continuing operations)	**(1,056)**	**(326)**
Net cash from (used in) investing activities (continuing operations)	**(285)**	**481**
Net cash from (used in) financing activities (continuing operations)	**1,039**	**(1,136)**
Effect of changes in exchange rates on cash and cash equivalents of continuing operations	*76*	*122*
Effect of changes in exchange rates on cash and cash equivalents of discontinued operations	*49*	*115*
Change in cash and cash equivalents	**(320)**	**(750)**
Net cash and cash equivalents at beginning of period	*2,265*	*2,223*
Net cash and cash equivalents at end of period	*1,945*	*1,472*

The net assets of Grupo Éxito in the consolidated financial statements at 30 June 2023 amount to €1,626 million, including €366 million attributable to the Group (Note 10.4).

On the loss of control of Grupo Éxito, the reclassifiable components of other comprehensive income will be reclassified to profit or loss. They include the translation reserve (attributable to the Group) in a negative amount of €742 million at 30 June 2023 (Note 10.3).

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Casino, Guichard-Perrachon S.A.

Statutory Auditors’ Review Report on the Half-yearly Financial Information 2023

For the period from January 1st, 2023, to June 30, 2023
Casino, Guichard-Perrachon S.A.
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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.

Casino, Guichard-Perrachon S.A.

Statutory Auditors' Review Report on the Half-yearly Financial Information 2023

For the period from January 1st, 2023, to June 30, 2023

To the Shareholders of the company Casino, Guichard-Perrachon S.A.

In compliance with the assignment entrusted to us by the Shareholders' meeting and in accordance with the requirements of article L. 451-1-2 III 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 S.A., for the period from January 1st, 2023, to June 30, 2023
- 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.

I. 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 conclusion, we draw your attention to the uncertainty relating to going concern set out in note 1.2.1 “Going concern” of the condensed half-yearly consolidated financial statements.

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 Lyon, August 2, 2023

Statement by the persons responsible

I certify, to the best of my knowledge, that the condensed 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 management report (included on pages 3 to 14 hereof) presents a true and fair review of the main events which occurred during the first six months of the financial 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 financial year.

2 August 2023
Jean-Charles Naouri
Chairman and Chief Executive Officer