



Patrice Ract Madoux
Chairman of the Board

Key figures at the end of 2015

Debt assumed since inception
€236.9 bn

Income collected since 1996
€157.5 bn
(of which €16.4 bn in 2015)

Interest paid since 1996
€47.2 bn
(of which €2.7 bn in 2015)

Amortised debt since 1996
€110.2 bn
(of which €13.5 bn in 2015)

Debt still to amortise
as at 31 December 2015
€126.7 bn

Amortisation objective for 2016
€14.2 bn

In 2015, CADES once again confirmed its ability to achieve the mission entrusted to it by the French Parliament to amortize French social [security] debt.

The financial accounts for 2015 were approved by the Board of Directors on 7 April and examined by the Supervisory Board on 1st June. This committee, under the presidency of Mrs. Valérie Rabault, Deputy of Tarn-et-Garonne, issued a positive review of the CADES annual report for 2015.

CADES amortised €13.5 billion of social security debt in 2015, bringing the total amount amortised since its inception in 1996 to €110.2 billion. This reduction in French public debt is equivalent in amount to approximately 5 percentage points of GDP. Including the interest saved on the amortised debt, the reduction equates to 6 per cent of GDP.

The programme of issuance for 2016 started with the same momentum as in previous years. As a result, we have already completed three quarters of our funding programme for 2016, raising €12.7 billion of mid- and long-term debt on capital markets in France and internationally.

Since the beginning of the year, financing conditions on sovereign debt markets have been excellent, allowing us to reduce the average refinancing rate on the €126.7 billion CADES debt portfolio to 1.71% as at 31 May 2016, a historically low rate.

The conditions remain favourable for us to complete the mission entrusted to us by French Parliament for 2016 and to once again reduce the French public debt.

For the future and to allow CADES to terminate its amortization mission, it is essential to balance the French Social Security accounts as soon as possible and stop the continued creation of debt.



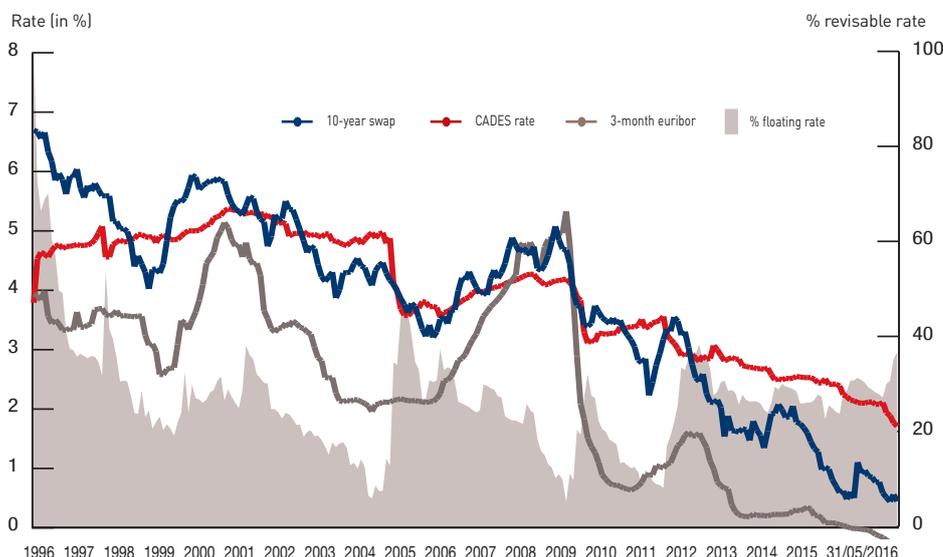
« For 20 years, CADES has used efficient mechanisms to control and amortize French social security debt. »

INDICATIVE PROGRAMME OF FUNDING FOR 2016

in € bn

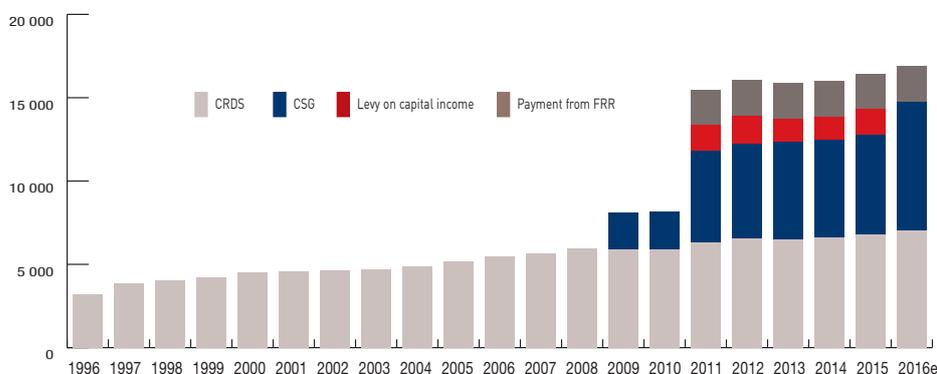
	Realised in 2015	Planned in 2016	Already carried out as of 10/06/2016
Euro-benchmark issues	3	5-6	5
Tap of existing issues	-	1,5-3	0,6
Inflation-linked issues	-	0,5-1	-
USD-Benchmark issues	10,3	6,5-7,5	6,2
Other currencies-benchmark issues and private placement	1,6	1,5-2,5	1,5
TOTAL MID-AND LONG-TERM ISSUES	14,9	15-20	13,3
Short-term funding outstanding	7,5	4-9	5,6
TOTAL	22,4	24	18,9

EVOLUTION OF REFINANCING RATE



Refinancing rate decreased to 1.71 % as at 31 May 2016. This historical low rate was achieved because of higher performance across all debt compartments. Revisable rate indicates the highest performance (-0.16 %) followed by indexed rate (2.57 %) and fixed rate (2.84 %).

EVOLUTION OF RESSOURCE



The Social Security Financing Act for 2016 voted for a simplification of CADES's sources of funding. This resulted in the replacement of the 1.3% levy on capital income by an additional 0.12 point of CSG and raising the CSG rate attributed to CADES to 0.6%, without modifying its total income.

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Caisse d'Amortissement de la Dette Sociale