



CADES

***Statutory auditor's report on the financial
statements***

Year ended December 31, 2016

CADES

15, rue Marsollier - 75002 Paris

This report contains 43 pages

Reference : HV-171-001

management report and in the documents addressed to shareholders.

This report should be read in conjunction with, and construed in accordance with, French law and professional auditing standards applicable in France.

KPMG S.A.,
a French limited liability entity and a member firm
of the KPMG Network of independent member firms
affiliated with KPMG International Cooperative, a Swiss entity.

Société anonyme d'expertise
comptable et de commissariat
aux comptes à direction et
conseil de surveillance
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In compliance with the assignment entrusted to us by the Board of Directors, we hereby report to you, for the year ended December 31, 2016 on :

- The audit of the accompanying financial statements of CADES
- The justification of our assessments,
- The specific verifications and information required by law.

These financial statements have been approved by the Board of Directors. Our role is to express an opinion on these financial statements based on our audit.

1 Opinion on the financial statements

We conducted our audit in accordance with professional standards applicable in France; those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit involves performing procedures, using sampling techniques or other methods of selection, to obtain audit evidence about the amounts and disclosures in the financial statements. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made, as well as the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

In our opinion, the financial statements give a true and fair view of the assets and liabilities and of the financial position of CADES as at December 31, 2016 and of the results of its operations for the year then ended in accordance with French accounting principles pursuant to the notice 99-04 of CNC(Conseil National de la Comptabilité).

Without qualifying our opinion, we draw your attention to the matter set out in paragraph 3 and 5 of the accounting principles and methods and in the Note 12 which specify the applicable accounting treatment of the social security debt repayment contribution (CRDS), the social security contribution (CSG), and the social levies on income from property and investments.

The revenues of CRDS, CSG and social levies on income from property and investments recorded are provided by ACOSS and DGFIP which are the collectors. The role of CADES in

determine rules and accounting methods concerning foreign currency transactions, delivered pensions on securities, securities investment operations and financial instruments.

Within our appreciation of accounting principles applied by your company, we have verified the appropriate character of the accounting methods specified above and the information supplied in notes 1, 4, 5, 6, 6bis, and 8 of the appendix, and we ensure there correct application.

These assessments were made as part of our audit of the financial statements, taken as a whole, and therefore contributed to the opinion we formed which is expressed in the first part of this report.

3 Specific verifications and information

We have also performed, in accordance with professional standards applicable in France, the specific verifications required by French law.

We have no matters to report as to the fair presentation and the consistency with the financial statements of the information given in the management report of the Board of Directors, and in the documents addressed to shareholders with respect to the financial position and the financial statements.

Paris La Défense, April 3rd, 2017

KPMG SA

Hubert de Vaumas
Partner

