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Impacts of applying the IFRS 13 accounting standard on the consolidated results of the Dexia Group as at 30 June 2013

As announced in the interim statement for the first quarter of 2013, Dexia will include the impact of implementation of IFRS 13 in the consolidated financial statements of the Dexia Group as at 30 June 2013.

Applying this accounting standard, and in order to comply with the principles of derivative valuation most commonly used on the market, as from its H1 2013 closing Dexia Group will use a discount curve based on a daily rate (OIS)¹, allowing calculation of the net asset value of collateralized derivatives.

At the same time, Dexia will adapt its methodology in measuring Credit Value Adjustment (CVA)² and will recognize a Debit Value Adjustment (DVA)³.

These changes of the parameters used for the valuation of derivatives will lead, in the first half-year 2013, to a negative impact on Dexia Group's consolidated income in the order of EUR 450 million. This figure, emerging from the latest simulations, is still liable to rise or fall in particular in relation to market conditions observed on 30 June 2013. It will be reviewed by the auditors as part of the interim accounts as at 30 June 2013.

This impact does not correspond to any cash outlay. It will be gradually written back as and when derivatives, mainly used in the context of a hedging relationship, are amortised. It does not alter projections of Dexia Group's income over the time scale of its orderly resolution. It nonetheless constitutes a potentially significant element of volatility in Dexia Group's quarter-by-quarter income, depending on market conditions.

However, Dexia's high solvency level, with a Core Tier 1 ratio amounting to 20.8% at the end of March 2013, will enable Dexia Group to face potential volatility.

More information : www.dexia.com

Press contacts

Press Service – Brussels
+32 2 213 57 97
Press Service – Paris
+33 1 58 58 86 75

Investor contacts

Investor Relations
+33 1 58 58 82 48 / 87 16

¹ Dexia used up until now a curve with a "BOR" indexed reference rate

² CVA is the market value of counterparty credit risk

³ DVA mirrors CVA and represents the impact of credit risk carried out by the counterparty on the price of derivatives