



# **Group annual integrated report**

## **UMG Groupe VYV**

---

**2023 FINANCIAL YEAR**



# Contents

Introduction .....	4
<b>1. Management report .....</b>	<b>5</b>
1.1 Principles of the UMG Groupe VYV.....	5
1.2 Financial market environment .....	7
1.3 Highlights .....	9
1.4 Profit and loss account.....	13
1.5 Balance sheet .....	21
1.6 Post balance sheet events.....	24
1.7 Future developments.....	24
1.8 Corporate Social Responsibility (CSR) .....	24
<b>2. Combined financial statements .....</b>	<b>25</b>
2.1 Balance sheet - Assets.....	25
2.2 Balance sheet - Liabilities .....	26
2.3 Profit and loss account.....	27
2.4 Off-balance sheet.....	28
<b>3. Notes to the annual financial statements .....</b>	<b>29</b>
3.1 Highlights .....	29
3.2 Combination perimeter.....	33
3.3 Accounting principles and valuation methods .....	41
3.4 Changes in accounting rules and methods or presentation .....	50
3.5 Notes to the balance sheet.....	51
3.6 Notes to the profit and loss account.....	68
3.7 Additional information.....	74



<b>Appendix 1. Financial statements of the UMG Groupe VYV .....</b>	<b>75</b>
Balance sheet (in €) .....	75
Profit and loss account (in €).....	77
<b>Appendix 2. Extract from the Groupe VYV Solvency and Financial Condition Report (SFCR) .....</b>	<b>79</b>
Perimeter .....	79
Summary .....	80



## Introduction

This report is a compilation of the following French reports:

- Body of the report: **annual report on the combined financial statements of the UMG Groupe VYV – 2023 financial year**
- Appendix 1: financial statements of the UMG Groupe VYV - extract from the **financial report of the UMG Groupe VYV – 2023 financial year**
- Appendix 2: extract from the **Groupe VYV Solvency and Financial Condition Report – 2023 financial year**



# 1. Management report

## 1.1 Principles of the UMG Groupe VYV

The UMG Groupe VYV is governed by Book I of the French mutual insurance code (*Code de la Mutualité*). It has a strategic and prudential purpose. Its core activity involves:

- Acquiring and managing holdings as defined in Article L. 310-3 10 of the French Insurance Code (*Code des Assurances*), in the companies mentioned in Articles L. 310-1 or L. 310-1-1 of the French Insurance Code, or in insurance or reinsurance companies whose head office is located outside France;
- Developing and managing strong and sustainable financial relations with insurance companies without share capital, regardless of their institutional nature.

The following mutual insurance companies are affiliated to the UMG Groupe VYV:

- Harmonie Mutuelle
- Mutuelle Mare Gaillard
- MGEN
- MNT
- SMACL Assurances

### 1.1.1 Object of the UMG Groupe VYV

It currently groups together 4 mutual benefit insurance companies and a mutual insurance company, via an affiliation agreement, the purpose of which is to:

- Establish strong and sustainable financial relations between the affiliated members and the UMG in the framework of the financial solidarity mechanism provided for in the agreement;
- Specify statutory provisions, in particular concerning exercising a dominant influence;
- Define the reciprocal obligations and commitments of the Parties;
- Define the principles and methods of functioning and sharing costs between the UMG and the affiliated members.

The affiliated members have agreed in particular to grant the UMG responsibility for seeking, implementing and coordinating common projects for development and cooperation.

### 1.1.2 Commitment by the UMG towards the affiliates

The UMG promises the affiliated members that it will:

- Investigate and organise the implementation of strategic coordination, cooperation and the sharing of resources decided on by the Board of Directors of the UMG in the interest of the UMG and the affiliated members;
- Put in place the key functions (risk management, internal audit, compliance, actuarial function) within the UMG and, in consultation with the affiliated members, an appropriate system for running and coordinating these functions with the similar functions within each affiliated member;
- Work out group policies and ensure that these policies are in accord with the policies of each affiliated member;
- Investigate, propose and implement the financial solidarity mechanism in the interest of the UMG and the affiliated members;
- Take the steps required to ensure that the affiliated members comply with the commitments for implementing financial solidarity made under the affiliation agreement;
- Analyse any requests by an affiliated member that are in line with the purpose of the affiliation agreement, or of the UMG, and within this framework, give it the assistance, advice and support it requires.



### 1.1.3 Commitments by the affiliated members

The affiliated members undertake to:

- Bring their articles of association into compliance with those of the UMG and with the affiliation agreement;
- Make payments to the initial capital and the solidarity fund, if necessary subscribe for financial securities, pay a statutory contribution to finance the operating costs of the UMG, and finance the UMG's investments;
- Sign the combination agreement.

### 1.1.4 Accounts' combination

The UMG Groupe VYV is the combining entity of the group and therefore produces the combined financial statements presented below.



## 1.2 Financial market environment

### 1.2.1 Macroeconomic environment

The financial markets bounced back in 2023 after a poor year in 2022, with the most dynamic assets classes ultimately achieving results in double figures. It was a bumpy road, however, against a backdrop of economic slowdown and heightened geopolitical risks. Caught between a rock and a hard place in October, with the outbreak of hostilities between Israel and Hamas and the fear of spillover into the wider region, a stagnating European economy, China at a standstill despite fiscal stimuli by the government, and the rigid position adopted by the central banks with regard to their willingness to fight inflation, certain key indexes even slipped into negative territory two months from the end of the calendar year. Sound economic and financial fundamentals won out in the end, however: recession was avoided, margins resisted and disinflation took hold.

Economic growth in the United States not only defied the prognosis of a recession in 2023 but even accelerated compared to the previous year (2.5% compared to 1.9%). Without being alarming, the economic situation in the Euro Zone is less uplifting. Although the European economy narrowly escaped a recession at the end of the year, it grew only slightly, by 0.5%, over 2023 as a whole. The main factors holding it back were the return to stricter fiscal rules to reduce public deficits, the credit crunch restricting investment and consumption by businesses and households alike, and the negative effect on exports of slower global demand. While the central banks continued to tighten their monetary policies at the start of the year faced with levels of inflation not seen for 20 years (Euro Zone inflation at 9.2% in December 2022), the alleviation of disruptions to the supply chain and lower energy prices brought them down to more acceptable levels (2.9% in 2023 in the Euro Zone) and raised hopes of greater leniency by the main central banks, with the result that the financial markets rallied at the end of the year (seven consecutive weeks of growth between the start of November and mid-December, a period of sustained progression not seen in the past six years).

Almost all global share markets were up by 20% or thereabouts, apart from China, which suffered a third consecutive year of decline. In the United States, the S&P 500 rose significantly (26.3%), driven mainly by the extraordinarily strong recovery of tech stocks. The Nasdaq 100 likewise had its best year since 1999, up by almost 54%. 2023 will be remembered as the year of the artificial intelligence boom and the birth of the term “The Magnificent Seven” (Apple, Microsoft, Amazon, Nvidia, Alphabet, Meta and Tesla), which benefited from investor enthusiasm and grew by an average of more than 70% over the course of the year. In Europe, although tech stocks play a less significant role, share prices bounced back despite a less conducive macroeconomic situation. At country level, Italy and Spain gained 34.35% and 28.06% respectively, ahead of France and Germany, which both grew by more than 20% thanks to the recovery of banking stocks.

Despite the rise in money market rates, bonds on average improved over the course of the year and recorded very good results across all segments. The FTSE Euro MTS Global (sovereign bond index for the Euro Zone) was up 7% this year; satisfactory but not enough to compensate for the 18% loss in 2022. With regard to corporate bonds, whether investment grade (rated between AAA and BBB-) or high yield (and higher risk), both segments posted good results. The iBoxx IG EU rose by almost 9% this year, while the high yield iBoxx HY EU brushed 12%.



### 1.2.2 Impact on the portfolios

The encouraging performance of listed assets benefited the group's consolidated portfolio, which posted positive results of 1.3% in 2023. Certain adverse winds were, however, detrimental to certain assets classes. Higher interest rates and energy prices for end-consumers, as well as the costs of retrofitting energy-inefficient buildings (regulations linked to the ecological transition and the decree setting out the energy efficiency objectives for tertiary buildings) exerted a downward pressure on property prices. The value of our real estate assets (either directly or via investment funds) therefore fell by almost 8% and their stock of unrealised capital gains by 20%. Unlisted shares also were also impacted by the higher interest rates, albeit to a lesser extent than real estate. Although the realisable value improved substantially (\$2.7%) given our investments in the private equity funds segment in 2023, the stock of unrealised capital gains fell by 4.1%. Infrastructure funds and private debt, on the other hand, which offer yields based on variable interest rates – interesting in the current economic context – were only slightly affected. Despite the significant reinforcement of these two types of fund (with net book values up 32% and 68% respectively), the total stock of unrealised capital gains rose by almost 9%.

The entities that make up Groupe VYV represented a net book value of €24.5 billion of financial investments as of 31 December 2023. These investments were mainly made via bonds, representing around 54% of the portfolio, yielding assets / UCITS, representing 29%, and real estate, representing 7%.

Their values increased in 2023, resulting in an improvement in unrealised capital gains, which stood at €2.8 billion as at 31 December 2023.





## 1.3 Highlights

### 1.3.1 Concerning the group's business

#### 1.3.1.1 Fitch Ratings

On 14 December 2023 Fitch Ratings confirmed the A+ rating of Groupe VYV's financial strength. Its rating outlook is Stable. The A+ rating concerns the following entities:

- Harmonie Mutuelle
- MGEN
- Mutex
- MNT

Fitch emphasised some of the strengths of Groupe VYV in its assessment:

- The group's financial soundness;
- Its leading position in health insurance in France;
- Its low level of debt;
- The prudent management of its assets.

The integration of the UMR is perceived as an element of diversification and did not harm the group's rating.

The senior debt issued in July 2019 was still assigned an "A-" rating.

#### 1.3.1.2 Sale of SMACL S.A.

The UMG Groupe VYV and SMACL Assurances sold a portion of their shares in SMACL S.A. to the MAIF, for a value of €1. The capital losses realised for the year for both entities amounted to €30.3 million.

#### 1.3.1.3 Rise in discount rates

The rise in rates in 2022 and the first 10 months of 2023 had the following principal effects:

- On technical provisions — non-life: increase in the discount rate from 0.15% to 0.50% (impact of +€99.4 million on the technical margin);
- On provisions for retirement benefits: increase in the discount rate from 3.16% to 3.65% (estimated impact of +€8 million);

The fall in rates at the end of the year, however, made it possible to restore €10 million of the impairment of marketable securities within the VYV 3 and UMG perimeter.

#### 1.3.1.4 Surplus on liquidation of Union Mutualiste Retraite

Following the liquidation of Union Mutualiste Retraite (Book 2 of the French Mutual Insurance Code), the group benefited from a liquidation surplus of €208.6 million, recognised under financial income.



### 1.3.1.5 Provision for paid leave / sick leave

Three decisions of the Court of Cassation of 13 September 2023 set aside French legislation on paid leave and sick leave and confirmed the principle of the primacy of EU law over national law. These decisions improve the rights of employees with regard to the accrual of paid leave when on sick leave. Amendments to the French Labour Code are expected to bring it into compliance with EU law.

In order to manage this risk, Groupe VYV has recorded a provision of €8 million both for employees present as at 31 December 2023 and for employees having left the company, calculated on a one-year basis on average, depending on the entity.

## 1.3.2 Concerning the perimeter

The main changes in the perimeter in the financial year were as follows (presented in greater detail in the “Notes to the annual financial statements”):

### 1.3.2.1 Integration of UMR S.A. into Groupe VYV

The effective integration of UMR S.A. as a subsidiary of Groupe VYV was validated by Groupe VYV's authorities on 19 January 2023 for MGEN, 11 January 2023 for VYV Invest and 2 February 2023 for Harmonie Mutuelle. On 31 January 2023, the Boards of Directors validated in principle the sale of shares by Union Mutualiste Retraite to entities belonging to Groupe VYV (MGEN, Harmonie Mutuelle and VYV Invest).

The notification and authorisation file for this equity operation was submitted to the ACPR on 30 January 2023. In a decision dated 13 April 2023, the ACPR supervisory college authorised the direct acquisition by MGEN and VYV Invest of shares in the capital of UMR S.A.

Union Mutualiste Retraite and the Groupe VYV entities (MGEN, VYV Invest and Harmonie Mutuelle) signed the share transfer agreement on 30 April 2023, thereby recording the transfer of ownership of the shares to the Groupe VYV entities on the same day, in the following proportions: MGEN 51%; Harmonie Mutuelle 3% and VYV Invest 46%. Subsequently, in December 2023, VYV Invest sold 11% to Esprit Retraite (a transaction approved by the ACPR on 1 December 2023).

The acquisition price of UMR S.A. was established based on the book value, adjusted for unrealised expected future income and minus a capital cost connected to the risks (particularly financial risks) borne by UMR S.A. This valuation was established based on information to the end of September 2022, in a context in which rates had recently increased suddenly due to the rise in inflation, but with the risk of a decrease still very present. The value of UMR S.A. (acquisition cost) was thus determined and set at €197.7 million (i.e. €302.1 million in net book value, plus €88 million in future income and minus €192 million in capital cost), resulting in negative goodwill of €104.4 million. According to the applicable accounting regulations, negative goodwill may, depending on the case, be:

- Recognised under income as from the first year, where the negative goodwill is considered to reflect either the fact that the long-term profitability of the acquired company is insufficient, or a potential capital gain due to the acquisition having been carried out under favourable conditions;
- Amortised over a period corresponding to the estimated time required to restore profitability, where the price reflects a profitability deemed insufficient at the time of the acquisition.



The price established for the acquisition of UMR S.A. reflects neither a “good deal” nor insufficient long-term profitability, as UMR S.A. is, in the medium term, expected to:

- Develop a diversification strategy to limit the attrition rate of its historical portfolio and generate new sources of profits (necessarily over a relatively long term and potentially over 10 years in order to see the full effects)
- Adapt its level of risk exposure, particularly with regard to financial risks, by acting in particular on its strategic allocation and on its duration gap (implemented over a period of around three years).

As the amortisation period needs to coincide with the estimated timeline for stabilised profitability, i.e. when all the planned projects have reached maturity, Groupe VYV has chosen to amortise the negative goodwill generation by the acquisition of UMR over a period of ten years. The group will periodically review the proper implementation and effectiveness of the planned actions.

For the 2023 financial year, the amortisation of goodwill, prorated from 30/04/2023, stands at +€7.0 million, recognised under extraordinary profit or loss.

As no pro-forma account has been established, the proportion of UMR S.A. in relation to the consolidated total is presented below.

In €m	UMR S.A.	Combined financial statements 31/12/2023	% of the combined balance sheet
<b><u>Profit and loss account data</u></b>			
Premiums	81.8	7,780.1	1.1%
Benefits	-365.9	-6,812.1	5.4%
Financial result	311.1	785.1	39.6%
Net income	17.8	178.6	9.9%
<b><u>Balance sheet data</u></b>			
Investments by insurance companies	8,996.7	23,606.9	38.1%
Technical provisions	8,872.3	20,109.4	44.1%
Balance sheet Total	9,225.1	31,677.8	29.1%

### 1.3.2.2 Integration of Esprit Retraite

Esprit Retraite is an entity under Book 3 of the French Mutual Insurance Code. It provides prevention and retirement support services for members of UMR S.A.

Esprit Retraite also has Board members in common with UMR S.A. and holds 11% of the latter. It was therefore decided to combine Esprit Retraite from 2023 onwards. The integration of this entity means a contribution in own funds of €3.8 million.

### 1.3.2.3 SAFM subgroup

- Acquisition of a new business, Pompes Funèbres Gueugnon, generating €0.4 million in goodwill;
- Merger of six entities over the course of the financial year within SAFM.

The SAFM subgroup therefore consisted of ten entities at the end of 2023 (compared to 15 in 2022).



#### **1.3.2.4 HDS subgroup**

Acquisition by Harmonie Ambulance of three entities (Ambulances Argentin, Urgences 74 and Urgences 74 Rumilly) for a total price of €1.8 million. As these entities were acquired at the end of 2023 and are relatively small, they were not consolidated in 2023. All their assets and liabilities will be transferred in 2024.

#### **1.3.2.5 VYV Invest**

- VYV Invest sold its interest in Technosens (30%) for the sum of €500 k. As the net consolidated assets amount to -€267 k, the consolidated goodwill generated amount to +€767 k.
- Acquisition of an additional 16% of VYV IA, increasing the group's stake from 52% to 68%. The acquisition price amounted to €1,018 k, for a portion of the net assets amounting to €478 k, and additional goodwill of €540 k was recognised.
- VYV Invest sold its 66.5% stake in Europamut to MGEN. At the same time, MGEN acquired an additional 33.5% from a Luxembourg company for €450 k. No goodwill was recognised, as the amount was immaterial.



## 1.4 Profit and loss account

The consolidated net result for financial year 2023 was a profit of €178.6 million, compared with a profit of €112.8 million in 2022.

In €m	Insurance	Healthcare and Related Services	Other	31 December 2023	31 December 2022	Variation	%
Premiums earned	7,780.1			7,780.1	7,577.4	202.8	2.7%
Insurance benefit expenses	-6,812.1			-6,812.1	-6,388.7	-423.4	6.6%
Net charges for or income from reinsurance cessions	-48.6			-48.6	3.1	-51.7	-1643.8%
<b>Technical margin (excluding expenses)</b>	<b>919.5</b>			<b>919.5</b>	<b>1,191.8</b>	<b>-272.4</b>	<b>-22.9%</b>
<i>% technical margin</i>	<i>88.2%</i>			<i>88.2%</i>	<i>84.3%</i>		
Revenue or income from other businesses	48.3	2,529.1	64.2	2,641.7	2,509.9	131.7	5.2%
Other operating income	238.1	272.3	3.4	513.8	631.3	-117.4	-18.6%
Expenses for other businesses	-396.4	-2,794.5	-99.1	-3,290.0	-3,159.2	-130.8	4.1%
Management expenses	-1,233.5			-1,233.5	-1,176.6	-56.9	4.8%
Other non-technical net income	-50.9			-50.9	-109.0	58.1	-53.3%
Intersegment	-15.2	-13.3	28.6	0.1	0.0	0.1	
<b>Net operating costs</b>	<b>-1,409.6</b>	<b>-6.3</b>	<b>-2.9</b>	<b>-1,418.8</b>	<b>-1,303.7</b>	<b>-115.2</b>	<b>8.8%</b>
<i>% management costs</i>	<i>18.1%</i>			<i>18.2%</i>	<i>17.2%</i>		
<b>OPERATING RESULT</b>	<b>-490.2</b>	<b>-6.3</b>	<b>-2.9</b>	<b>-499.3</b>	<b>-111.8</b>	<b>-387.5</b>	<b>346.6%</b>
<i>Combined ratio</i>	<i>106.3%</i>			<i>106.4%</i>	<i>101.5%</i>		
Amort./prov. for goodwill	0.0	-1.3	-0.1	-1.4	-2.5	1.2	-46.3%
Financial result	772.2	8.4	4.6	785.1	281.2	503.9	179.2%
Extraordinary profit or loss	40.8	7.6	0.0	48.4	25.9	22.5	86.7%
<b>EARNINGS BEFORE TAX</b>	<b>322.8</b>	<b>8.4</b>	<b>1.5</b>	<b>332.7</b>	<b>192.8</b>	<b>140.0</b>	<b>72.6%</b>
Corporate income tax	-145.4	-4.2	-1.7	-151.3	-33.3	-118.0	354.0%
Share of profits of companies accounted for using the equity method	0.9	0.0	-0.8	0.2	-40.9	41.1	-100.4%
Minority interests	-2.2	-0.2	-0.7	-3.0	-5.7	2.7	-46.8%
<b>NET RESULT (Group's share)</b>	<b>176.1</b>	<b>4.1</b>	<b>-1.6</b>	<b>178.6</b>	<b>112.8</b>	<b>65.7</b>	<b>58.3%</b>



### 1.4.1 General comments on business

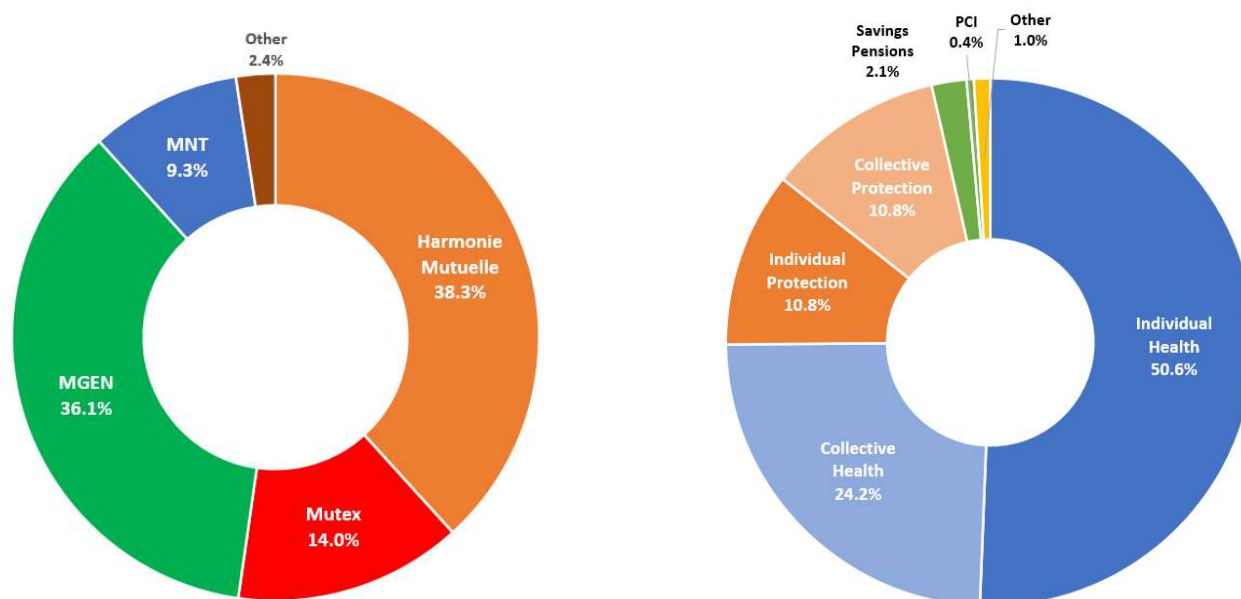
- Net income from the “**Insurance**” business amounted to €176.1 million at 31 December 2023. The main contributors were:

- MGEN (including SCI Philgen and SCI Marcel Rivière):	+€100.8m
- Esprit Retraite:	+€40.2m
- Mutex:	+€34.1m
- MNT:	+€23.3m
- UMR:	+€18.0m
- Harmonie Mutuelle (including HM Foncière et Lieux de Vie):	-€11.4m
- SMACL:	-€32.3m

The net income of Groupe VYV was mainly affected by a rise in technical rates from 0.15% to 0.50% (+€99.4 million in the technical margin), as well as by non-recurring effects, such as the liquidation surplus from UMR (€150.8 million net of corporate tax) and an exceptional -€30 million impairment of the SMACL SA securities.

- The “**Healthcare and Related Services**” business generated profits of €4.1 million, including the positive impact of support measures by the supervisory bodies.
- “**Other**” showed a loss of €1.6 million, mainly due to the negative earnings of KRG and EGAS.

### 1.4.2 Premiums earned: €7,780m



Gross earned premiums in 2023 totalled €7,780 million. The €203 million increase is largely attributable to:

- The removal of MGEFI from the perimeter (-€257 million);
- Integration of UMR (+€82 million, corresponding to 8 months of activity);
- A €378 million increase for the other entities (on a like-for-like basis), i.e. an increase of 5.2%, mainly linked to the effects of price indexing and renewal of the portfolio.

It is worth noting an increase in the “**Savings/Pensions**” business compared to 2022, due to the integration of UMR.



### 1.4.3 Gross insurance benefits expenses: €6,812m

Gross insurance benefits expenses in €m)	2023 amount	2022 amount	Variation 2023/2022	Variation (%)
Benefits and Management fees	6,645.5	6,509.1	136.4	2.1%
Mathematical provisions	-73.6	-182.5	108.9	-59.7%
Costs of provisions for claims	75.2	-74.6	149.8	-200.8%
Variation in the equalisation provision	70.8	-63.0	133.8	-212.3%
Expenses for other technical provisions	-9.5	104.3	-113.8	-109.1%
Profit-sharing	103.7	95.5	8.2	8.6%
<b>Total</b>	<b>6,812.1</b>	<b>6,388.7</b>	<b>423.4</b>	<b>6.6%</b>

Gross benefits expenses increased by €423 million. This change is due to the combined effects of:

- Removal of MGEFI from the perimeter (-€232 million),
- Integration of UMR (€366 million, corresponding to 8 months of activity),
- Increase in benefits across the other entities (on a like-for-like basis) of €289 million (+4.4%), linked to the increase in premiums.

Excluding UMR (Savings/Pensions business), the claims/premiums ratio was more or less stable, rising only slightly from 84.3% to 84.4%.

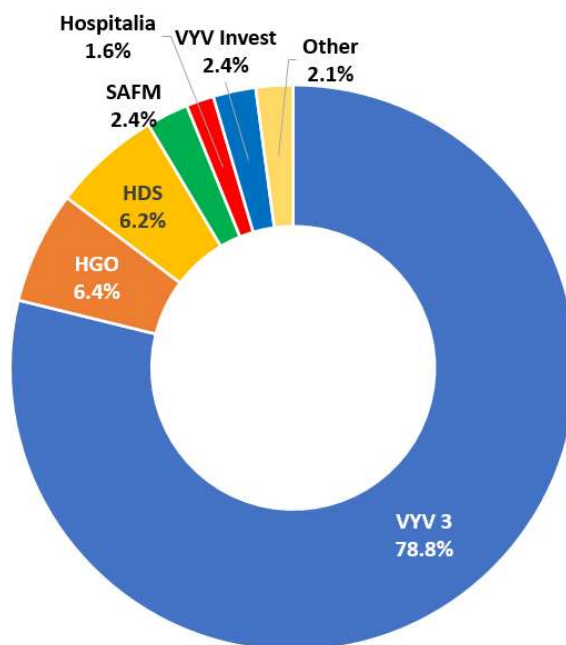
### 1.4.4 Ceded reinsurance result: -€49m

Reinsurance income (in €m)	2023 amount	2022 amount	Variation 2023/2022	Variation (%)
Reinsured premiums	-503.2	-461.7	-41.5	9.0%
Reinsured benefits	398.2	422.3	-24.1	-5.7%
Reinsurance commission	56.5	42.6	13.9	32.6%
<b>Total</b>	<b>-48.6</b>	<b>3.1</b>	<b>-51.7</b>	<b>-1,643.8%</b>

The main contributors to the reinsurance income are Mutex and MNT.



#### 1.4.5 Revenue - other businesses: €2,642m



Revenue from other businesses includes:

- Revenue from Healthcare and Related Services totalling €2,529 million, i.e. +€104 million (+4.3%) compared with 2022. This figure includes the mutual businesses (VYV 3: clinical sectors, convalescence centres, dental care, eyewear, hearing aids, pharmacy, child care and assisted living facilities) as well as the capital-intensive businesses (HGO, HDS, SAFM, Hospitalia). The increase in revenue is mainly due to:
  - Significant growth in the Healthcare business (+5.3%) and in particular MCO (Medicine, Surgery and Obstetrics) and SMR (Medical Treatments and Rehabilitation);
  - Growth in the Related Services business (+4.7%), particularly help for the elderly;
  - Growth in the Products and Services businesses (4.2%), particularly Optics.
- Revenue of the businesses of VYV Invest subsidiaries totalling €64 million.
- Revenue of the “Insurance property investment partnerships (SCI)” and of HM Foncière et Lieux de Vie totalling €48 million.

#### 1.4.6 Other operating income: €514m

This item comprises:

- For the Insurance sector: reinvoyed allowances linked to intermediation (distribution or management allowances etc.);
- For the other sectors, reinvoying of charges outside the group (rent, supply, provision of services etc.).





#### 1.4.7 Expenses for other businesses: €3,290m

Expenses for other businesses (in €m)	2023 amount	% of the total	2022 amount	% of the total	Variation 2023/2022	Variation (%)
External purchases and expenses	1,255.1	38.1%	1,200.1	38.0%	55.0	4.6%
Taxes and duties	159.0	4.8%	150.2	4.8%	8.8	5.9%
Payroll expense	1,595.5	48.5%	1,510.3	47.8%	85.2	5.6%
Other operating charges	77.5	2.4%	111.0	3.5%	-33.4	-30.1%
Depreciation and provisions	202.9	6.2%	187.7	5.9%	15.2	8.1%
<b>Total</b>	<b>3,290.0</b>	<b>100.0%</b>	<b>3,159.2</b>	<b>100.0%</b>	<b>130.8</b>	<b>4.1%</b>

This item mainly comprises purchases consumed, general expenses, expenses relating to employees (including external employees included under “External purchases and expenses”) as well as the related taxes and duties. The rise in expenses is linked to the increases posted in “Revenue or Income from Other Businesses” and “Other Operating Income”.

#### 1.4.8 Management expenses: €1,234m

management costs (in €m)	2023 amount	% of the total	2022 amount	% of the total	Variation 2023/2022	Variation (%)
Acquisition costs	331.4	26.9%	310.5	26.4%	20.9	6.7%
Administrative expenses	316.9	25.7%	313.2	26.6%	3.7	1.2%
Other technical expenses	585.3	47.4%	552.9	47.0%	32.4	5.9%
<b>Total</b>	<b>1,233.5</b>	<b>100.0%</b>	<b>1,176.6</b>	<b>100.0%</b>	<b>56.9</b>	<b>4.8%</b>

The rate of management costs (including the “intersegment” item) fell by 0.5%, from 15.6% to 16.1%. This item comprises:

- Acquisition expenses which include in particular the costs of the departments responsible for development and drawing up coverage and application forms;
- Administrative expenses which mainly include management and collection fees, the expenses of the departments responsible for portfolio management and monitoring, of reinsurance accepted and ceded, and the cost of disputes relating to premiums;
- Other technical expenses which cannot be allocated either directly, or by an allocation key, to one of the uses defined in the chart of accounts.

#### 1.4.9 Miscellaneous revenue net of non-technical charges: -€51m

This is the difference between miscellaneous revenue and other non-technical charges of the insurance companies. The main contributors to this item are Harmonie Mutuelle, MGEN, Mutex and MNT.



#### 1.4.10 Amortisation and impairment of goodwill: -€1.4m

Goodwill was valued based on the difference between the purchase value and the restated shareholders' equity of the acquired company on the acquisition date. The main allowances concern:

- Groupe HGO: -€0.6m
- Groupe HDS: -€0.6m
- Yvon Assurance: -€0.1m

#### 1.4.11 Financial result: +€785m

This item comprises:

- The share of the financial result allocated to the technical income, for the insurance entities: +€591m
- The share of the financial result allocated to the non-technical income, for the insurance entities: +€181m
- The financial result of non-insurance entities: +€13m

The main contributors were:

- UMR: +€311m
- Mutex: +€234m
- MGEN: +€162m (including the €151m UMR liquidation surplus)
- Harmonie Mutuelle: +€25m
- MNT: +€14m
- SMACL: -€27m (mainly impairment of the SMACL S.A. shares)
- Esprit Retraite: +€55m (mainly the UMR liquidation surplus)
- UMG Groupe VYV: -€3m
- Healthcare and Related Services sector: +€8m

The financial result increased by €504 million compared with 2022, given:

- The integration of UMR (+€311 million) and less use of financial products, in an unfavourable financial context.
- The UMR liquidation surplus (+€206 million), received by MGEN and Esprit Retraite.

#### 1.4.12 Extraordinary profit or loss: +€48m

The main significant items were:

- Reversal of negative goodwill for Mutex (amortised over 15 years): +€18m
- Reversal of negative goodwill for UMR (amortised over 10 years): +€7m
- Exceptional income linked to the Mediator affair: +€16m

The Paris Court of Appeal found the Servier laboratories guilty in the Mediator affair and ordered them to pay €16 million in compensation to the group's mutual insurance companies.

- Other (capital gains on asset sales, amortisation of a subsidy): +€7m



#### 1.4.13 Corporate income tax: -€151m

Corporate income tax comprises:

- Income tax expense due totalling -€138 million (entered in the individual financial statements of the companies subject to corporate tax).
- A deferred tax expense totalling -€13 million (mainly the decrease in loss carryforwards capitalised at MGEN).

#### 1.4.14 Share of profits of companies accounted for using the equity method: +€0.2m

The main companies that contributed to this item were:

- Parnasse Garanties: +€0.9m
- Yvon Assurance: -€0.8m
- Viamedis: +€0.2m
- Energie Perspective ("EP"): -€0.1m

#### 1.4.15 Minority interests: -€3m

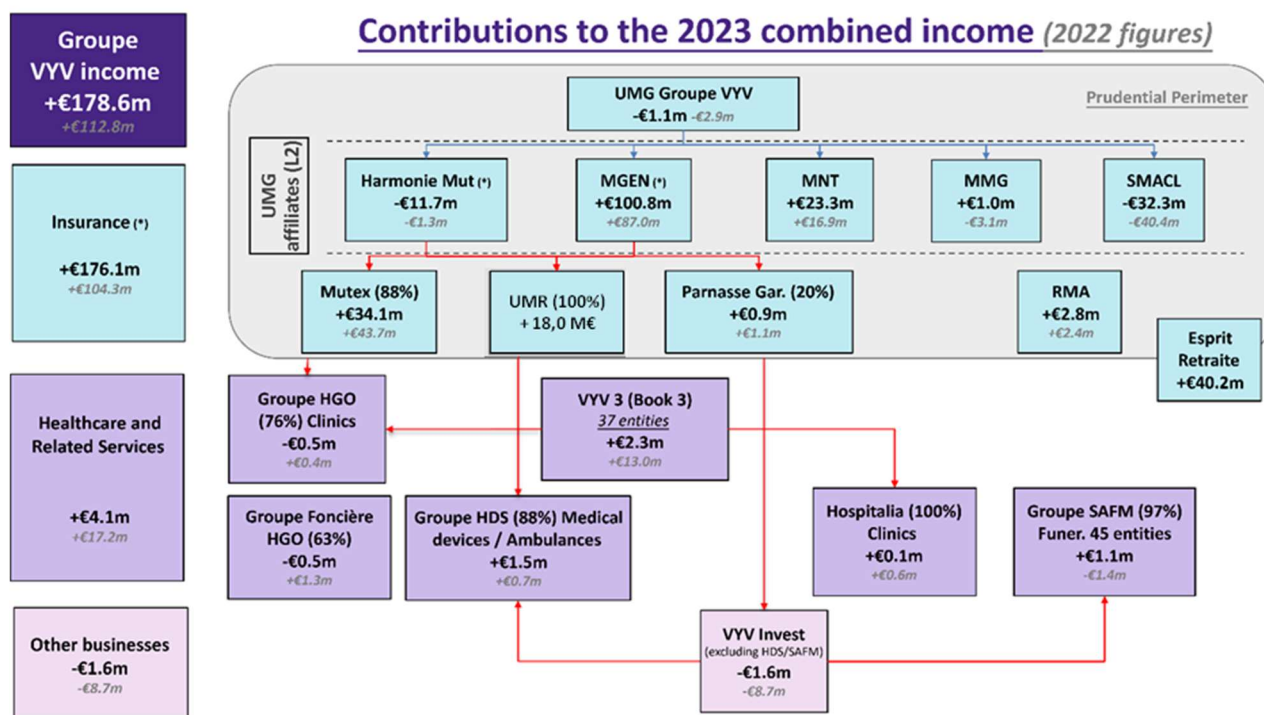
This amount corresponds to the share of profits due to minority interests:

- Mutex: -€2.1m
- Healthcare perimeter: -€0.2m
- VYV Invest perimeter: -€0.7m



### 1.4.16 Income per entity/sub-group

The net income of +€178.6 million is shown in the organisation chart below:





## 1.5 Balance sheet

### 1.5.1 Assets (in €m)

	31 December 2023	31 December 2022	Variation
Net goodwill	114.0	114.4	-0.4
Other intangible assets	102.8	102.6	0.3
Investments by insurance companies	23,670.7	14,551.2	9,119.5
Investments by other companies	797.2	688.9	108.3
Equity method investments	30.7	30.3	0.3
Share of assignees and retrocessionaires in technical provisions	1,745.7	1,766.3	-20.6
Receivables	2,924.9	2,612.0	312.9
Share of guarantors in the commitments in substitution	0.0	0.0	0.0
Other assets	1,406.5	1,349.7	56.8
Accruals	885.4	707.9	177.5
<b>Total assets</b>	<b>31,677.8</b>	<b>21,923.3</b>	<b>9,754.5</b>

### 1.5.2 Liabilities (in €m)

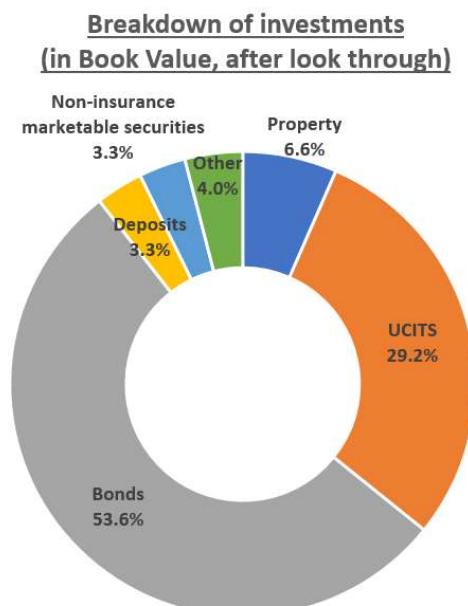
	31 December 2023	31 December 2022	Variation
Own funds	5,436.5	5,248.9	187.7
Minority interests	156.1	166.7	-10.6
Subordinated liabilities	111.9	37.4	74.4
Gross technical provisions	20,109.4	11,153.3	8,956.1
Provisions for liabilities and charges	363.6	299.8	63.8
Dedicated funds	76.4	75.4	1.0
Other debts	5,169.2	4,764.1	405.1
Accruals	254.7	177.6	77.1
<b>Total liabilities</b>	<b>31,677.8</b>	<b>21,923.3</b>	<b>9,754.5</b>

The balance sheet total amounted to €31,678 million compared with €21,923 million at 31/12/2022. The increase of €9,754 million was mainly due to the integration of UMR.



### 1.5.3 Financial investments €24,468m

Financial investments (in net book value), break down as follows:



### 1.5.4 Equity method investments: €31m

Shares in companies consolidated by the equity method concern:

- Parnasse Garanties for €27 million
- Holdings, subsidiaries of VYV Invest for €4 million

### 1.5.5 Own funds: €5,437m

The increase of €188 million was due to:

- |   |        |
|---|--------|
| • The profit for the 2023 financial year: | +€179m |
| • The integration of Esprit Retraite:     | +€4m   |
| • The increase in capital grants:         | +€7m   |
| • Other:                                  | -€2m   |

### 1.5.6 Minority interests: €156m

Minority interests break down as follows:

- |                         |       |
|-------------------------|-------|
| • Mutex:                | €102m |
| • Foncière HGO:         | €32m  |
| • VYV Invest perimeter: | €8m   |
| • Groupe HDS:           | €4m   |
| • Medi France:          | €3m   |
| • Groupe HGO:           | €4m   |
| • Groupe SAFM:          | €3m   |

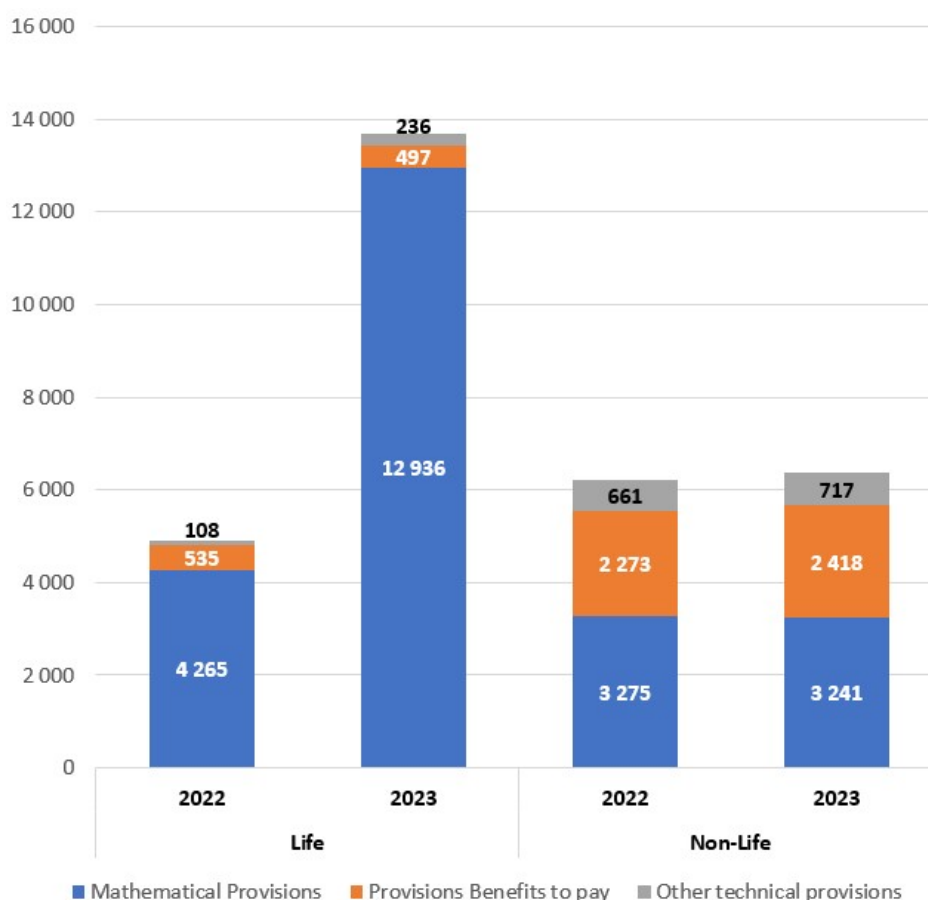


### 1.5.7 Technical provisions: €20,045m

Technical provisions gross of reinsurance break down between:

- For the life business: mathematical provisions, provisions for claims payable and provisions for participation in profits.
- For the non-life business: mainly mathematical provisions, provisions for claims payable, contractual/transferable equalisation provisions and other technical provisions;

The following graphs show the breakdown of the technical provisions (excluding unit-linked provisions), according to the business (life / non-life) and the nature of the commitments.



The increase in the mathematical provisions for Life are mainly due to the integration of UMR into the group.



## 1.6 Post balance sheet events

The UMG Groupe VYV, as well as the group's various entities, decided to outsource the asset management business through the sale of EGAMO, a subsidiary owned 64% by Groupe VYV via its investment vehicle VYV Invest, 20% by UMR and 16% by MGEN, to a single partner to which would be transferred the management of all listed assets, whether carried out by EGAMO or by external asset management companies.

The Boards of Directors of the UMG Groupe VYV, as well as the various entities of Groupe VYV, validated the transactions in their respective meetings and thus approved the sale of the securities in favour of the company OFI Invest Asset Management, as well as the resulting change in asset manager, which was subject to a declaration to the ACPR in respect of the outsourcing of important and critical activities.

## 1.7 Future developments

None

## 1.8 Corporate Social Responsibility (CSR)

In accordance with Article R. 225-105-1 of the French Commercial Code concerning the social and environmental transparency obligations of companies, the organisations concerned present an Extra-Financial Performance Declaration ("DPEF") for financial year 2023.

The UMG Groupe VYV is not subject to this obligation. However, Groupe VYV voluntarily publishes a DPEF. This covers the obligations of the organisations concerned.





## 2. Combined financial statements

### 2.1 Balance sheet - Assets

In € thousands	31 December 2023	31 December 2022
<b>Intangible assets</b>	<b>216,803</b>	<b>216,924</b>
- of which goodwill	113,967	114,355
<b>Investments by insurance companies</b>	<b>23,606,911</b>	<b>14,514,627</b>
- land and buildings	1,603,462	859,792
- investments in related undertakings	514,184	477,274
- other investments	21,311,465	13,010,671
- deposits to cedants	177,800	166,891
<b>Investments representing UL obligations</b>	<b>63,762</b>	<b>36,568</b>
<b>Investments by other companies</b>	<b>797,158</b>	<b>688,907</b>
<b>Equity method investments</b>	<b>30,664</b>	<b>30,327</b>
<b>Share of assignees and retrocessionaires in the technical provisions</b>	<b>1,745,749</b>	<b>1,766,348</b>
- share of assignees in provisions - (life)	281,620	283,130
- share of assignees - (non-life)	1,464,129	1,483,218
<b>Receivables</b>	<b>2,924,890</b>	<b>2,611,955</b>
- Receivables from insurance or reinsurance operations or cessions in substitution	1,014,755	939,091
- Receivables from customers of banking sector companies		
- Receivables from banking sector companies	968,844	758,428
- Non-trade receivables	941,291	914,435
<b>Share of guarantors in the commitments in substitution</b>		
<b>Other assets</b>	<b>1,406,506</b>	<b>1,349,740</b>
- other property, plant and equipment	1,345,776	1,288,635
- other	60,730	61,105
<b>Prepayments and accrued income</b>	<b>885,354</b>	<b>707,864</b>
<b>Translation loss</b>		
<b>Total assets</b>	<b>31,677,797</b>	<b>21,923,261</b>



## 2.2 Balance sheet - Liabilities

In € thousands	31 December 2023	31 December 2022
<b>Own funds - Group share</b>	<b>5,436,507</b>	<b>5,248,854</b>
- endowment fund without rights to recovery or capital	2,148,230	2,139,293
- capital reserves arising on consolidation and income	3,182,680	3,005,399
- Other mutual funds	105,596	104,161
<b>Minority interests</b>	<b>156,128</b>	<b>166,740</b>
<b>SHAREHOLDERS' EQUITY</b>	<b>5,592,635</b>	<b>5,415,594</b>
<b>Subordinated liabilities</b>	<b>111,860</b>	<b>37,426</b>
<b>Gross technical provisions</b>	<b>20,045,456</b>	<b>11,116,711</b>
- life insurance provisions	13,668,880	4,907,813
- non-life insurance provisions	6,376,576	6,208,899
<b>Technical provisions - unit-linked</b>	<b>63,933</b>	<b>36,583</b>
<b>Technical commitments on transactions ceded in substitution</b>		
<b>Provisions for liabilities and charges</b>	<b>363,551</b>	<b>299,777</b>
<b>Dedicated funds</b>	<b>76,394</b>	<b>75,444</b>
<b>Other debts</b>	<b>5,169,242</b>	<b>4,764,110</b>
- debts relating to insurance and reinsurance operations	1,610,649	1,569,729
- debts to banking sector companies	660,391	570,486
- debts to customers of banking sector companies		
- debts evidenced by securities	500,001	500,001
- Other debts	2,398,201	2,123,894
<b>Accruals and deferred income</b>	<b>254,725</b>	<b>177,615</b>
<b>Translation gain</b>		
<b>Total liabilities</b>	<b>31,677,797</b>	<b>21,923,261</b>



## 2.3 Profit and loss account

In € thousands	Non-life business	Life business	Other mutual businesses (Books 1 and 3)	Other businesses (property investment partnerships (SCI), limited companies (SA), simplified joint stock companies (SAS), Economic Interest Groupings (EIG), associations)	Intersegment	Total 31/12/2023	Total 31/12/2022
Written premiums	7,124,938	750,615			-88,306	7,787,247	7,586,339
Variation in unearned premiums	-7,102	0			0	-7,102	-8,974
<b>Premiums earned</b>	<b>7,117,836</b>	<b>750,615</b>	<b>0</b>	<b>0</b>	<b>-88,306</b>	<b>7,780,145</b>	<b>7,577,366</b>
Banking operating income						0	0
Revenue or income from other businesses	0	0	2,092,007	586,912	-37,244	2,641,675	2,509,943
Other operating income	252,328	21,420	565,303	106,158	-431,381	513,828	631,255
Financial income net of charges	146,678	446,127			-1,521	591,284	275,229
<b>Total current operating income</b>	<b>399,006</b>	<b>467,548</b>	<b>2,657,310</b>	<b>693,070</b>	<b>-470,146</b>	<b>3,746,787</b>	<b>3,416,426</b>
Insurance benefit expenses	-5,921,490	-951,656			61,049	-6,812,097	-6,388,668
Net charges for or income from reinsurance cessions	-68,669	-4,129			24,239	-48,559	3,145
Banking operating expenses						0	0
Expenses for other businesses			-2,672,571	-680,445	63,033	-3,289,983	-3,159,193
Management expenses	-1,473,167	-166,156	0	0	405,773	-1,233,549	-1,176,648
<b>Total current operating expenses</b>	<b>-7,463,327</b>	<b>-1,121,941</b>	<b>-2,672,571</b>	<b>-680,445</b>	<b>554,094</b>	<b>-11,384,189</b>	<b>-10,721,363</b>
Intersegment transfers	0	0	0	0	69	69	-5
<b>OPERATING INCOME before amortisation and impairment of goodwill</b>	<b>53,515</b>	<b>96,222</b>	<b>-15,261</b>	<b>12,625</b>	<b>-4,290</b>	<b>142,812</b>	<b>272,423</b>
Amortisation of goodwill						-1,351	-2,518
Other non-technical net income						142,914	-103,041
<b>OPERATING INCOME after amortisation and impairment of goodwill</b>						<b>284,375</b>	<b>166,865</b>
Extraordinary profit or loss						48,367	25,909
Income tax						-151,316	-33,331
<b>NET INCOME FROM CONSOLIDATED ENTITIES</b>						<b>181,427</b>	<b>159,442</b>
Unused resources carried forward from previous financial years							
Outstanding commitments for the resources allocated							
<b>NET INCOME OF THE CONSOLIDATED GROUP</b>						<b>181,427</b>	<b>159,442</b>
Share of profits of companies accounted for using the equity method						170	-40,913
<b>NET INCOME OF THE CONSOLIDATED GROUP</b>						<b>181,597</b>	<b>118,529</b>
Minority interests						-3,043	-5,723
<b>NET RESULT (Group's share)</b>						<b>178,554</b>	<b>112,806</b>



## 2.4 Off-balance sheet

### 2.4.1 Commitments of insurance companies

In € thousands	31 December 2023	31 December 2022
<b>COMMITMENTS RECEIVED</b>		
Contractual commitments	441,282	463,010
Other commitments received	47,904	13,456
<b>COMMITMENTS GIVEN</b>		
Endorsements, security, and credit guarantees	48,154	65,871
Other commitments given	269,694	311,720

### 2.4.2 Commitments of other companies

In € thousands	31 December 2023	31 December 2022
<b>COMMITMENTS RECEIVED</b>		
Contractual commitments	60,585	60,852
Other commitments received	6,758	8,620
<b>COMMITMENTS GIVEN</b>		
Security, collateral, mortgage etc.	152,008	195,047
Other commitments given	77,284	69,213



## 3. Notes to the annual financial statements

### 3.1 Highlights

#### 3.1.1 Concerning the group's business

##### 3.1.1.1 Fitch Ratings

On 14 December 2023 Fitch Ratings confirmed the A+ rating of Groupe VYV's financial strength. Its rating outlook is Stable. The A+ rating concerns the following entities:

- Harmonie Mutuelle
- MGEN
- Mutex
- MNT

Fitch emphasised some of the strengths of Groupe VYV in its assessment:

- The group's financial soundness;
- Its leading position in health insurance in France;
- Its low level of debt;
- The prudent management of its assets.

The integration of the UMR is perceived as an element of diversification and did not harm the group's rating.

The senior debt issued in July 2019 was still assigned an "A-" rating.

##### 3.1.1.2 Sale of SMACL S.A.

The UMG Groupe VYV and SMACL Assurances sold a portion of their shares in SMACL S.A. to the MAIF, for a value of €1. The capital losses realised for the year for both entities amounted to €30.3 million.

##### 3.1.1.3 Rise in discount rates

The rise in rates in 2022 and the first 10 months of 2023 had the following principal effects:

- On technical provisions — non-life: increase in the discount rate from 0.15% to 0.50% (impact of +€99.4 million on the technical margin);
- On provisions for retirement benefits: increase in the discount rate from 3.16% to 3.65% (estimated impact of +€8 million);

The fall in rates at the end of the year, however, made it possible to restore €10 million of the impairment of marketable securities within the VYV 3 and UMG perimeter.

##### 3.1.1.4 Surplus on liquidation of Union Mutualiste Retraite

Following the liquidation of Union Mutualiste Retraite (Book 2 of the French Mutual Insurance Code), the group benefited from a liquidation surplus of €208.6 million, recognised under financial income.



### 3.1.1.5 Provision for paid leave / sick leave

Three decisions of the Court of Cassation of 13 September 2023 set aside French legislation on paid leave and sick leave and confirmed the principle of the primacy of EU law over national law. These decisions improve the rights of employees with regard to the accrual of paid leave when on sick leave. Amendments to the French Labour Code are expected to bring it into compliance with EU law.

In order to manage this risk, Groupe VYV has recorded a provision of €8 million both for employees present as at 31 December 2023 and for employees having left the company, calculated on a one-year basis on average, depending on the entity.

### 3.1.2 Concerning the perimeter

The main changes in the perimeter in the financial year were as follows (presented in greater detail in the “Notes to the annual financial statements”):

#### 3.1.2.1 Integration of UMR S.A. into Groupe VYV

The effective integration of UMR S.A. as a subsidiary of Groupe VYV was validated by Groupe VYV's authorities on 19 January 2023 for MGEN, 11 January 2023 for VYV Invest and 2 February 2023 for Harmonie Mutuelle. On 31 January 2023, the Boards of Directors validated in principle the sale of shares by Union Mutualiste Retraite to entities belonging to Groupe VYV (MGEN, Harmonie Mutuelle and VYV Invest).

The notification and authorisation file for this equity operation was submitted to the ACPR on 30 January 2023. In a decision dated 13 April 2023, the ACPR supervisory college authorised the direct acquisition by MGEN and VYV Invest of shares in the capital of UMR S.A.

Union Mutualiste Retraite and the Groupe VYV entities (MGEN, VYV Invest and Harmonie Mutuelle) signed the share transfer agreement on 30 April 2023, thereby recording the transfer of ownership of the shares to the Groupe VYV entities on the same day, in the following proportions: MGEN 51%; Harmonie Mutuelle 3% and VYV Invest 46%. Subsequently, in December 2023, VYV Invest sold 11% to Esprit Retraite (a transaction approved by the ACPR on 1 December 2023).

The acquisition price of UMR S.A. was established based on the book value, adjusted for unrealised expected future income and minus a capital cost connected to the risks (particularly financial risks) borne by UMR S.A. This valuation was established based on information to the end of September 2022, in a context in which rates had recently increased suddenly due to the rise in inflation, but with the risk of a decrease still very present. The value of UMR S.A. (acquisition cost) was thus determined and set at €197.7 million (i.e. €302.1 million in net book value, plus €88 million in future income and minus €192 million in capital cost), resulting in negative goodwill of €104.4 million. According to the applicable accounting regulations, negative goodwill may, depending on the case, be:

- Recognised under income as from the first year, where the negative goodwill is considered to reflect either the fact that the long-term profitability of the acquired company is insufficient, or a potential capital gain due to the acquisition having been carried out under favourable conditions;
- Amortised over a period corresponding to the estimated time required to restore profitability, where the price reflects a profitability deemed insufficient at the time of the acquisition.



The price established for the acquisition of UMR S.A. reflects neither a “good deal” nor insufficient long-term profitability, as UMR S.A. is, in the medium term, expected to:

- Develop a diversification strategy to limit the attrition rate of its historical portfolio and generate new sources of profits (necessarily over a relatively long term and potentially over 10 years in order to see the full effects)
- Adapt its level of risk exposure, particularly with regard to financial risks, by acting in particular on its strategic allocation and on its duration gap (implemented over a period of around three years).

As the amortisation period needs to coincide with the estimated timeline for stabilised profitability, i.e. when all the planned projects have reached maturity, Groupe VYV has chosen to amortise the negative goodwill generation by the acquisition of UMR over a period of ten years. The group will periodically review the proper implementation and effectiveness of the planned actions.

For the 2023 financial year, the amortisation of goodwill, prorated from 30/04/2023, stands at +€7.0 million, recognised under extraordinary profit or loss.

As no pro-forma account has been established, the proportion of UMR S.A. in relation to the consolidated total is presented below.

In €m	UMR S.A.	Combined financial statements 31/12/2023	% of the combined balance sheet
<b><u>Profit and loss account data</u></b>			
Premiums	81.8	7,780.1	1.1%
Benefits	-365.9	-6,812.1	5.4%
Financial result	311.1	785.1	39.6%
Net income	17.8	178.6	9.9%
<b><u>Balance sheet data</u></b>			
Investments by insurance companies	8,996.7	23,606.9	38.1%
Technical provisions	8,872.3	20,109.4	44.1%
Balance sheet Total	9,225.1	31,677.8	29.1%

### 3.1.2.2 Integration of Esprit Retraite

Esprit Retraite is an entity under Book 3 of the French Mutual Insurance Code. It provides prevention and retirement support services for members of UMR S.A.

Esprit Retraite also has Board members in common with UMR S.A. and holds 11% of the latter. It was therefore decided to combine Esprit Retraite from 2023 onwards. The integration of this entity means a contribution in own funds of €3.8 million.

### 3.1.2.3 SAFM subgroup

- Acquisition of a new business, Pompes Funèbres Gueugnon, generating €0.4 million in goodwill;
- Merger of six entities over the course of the financial year within SAFM.

The SAFM subgroup therefore consisted of ten entities at the end of 2023 (compared to 15 in 2022).



#### **3.1.2.4 HDS subgroup**

Acquisition by Harmonie Ambulance of three entities (Ambulances Argentin, Urgences 74 and Urgences 74 Rumilly) for a total price of €1.8 million. As these entities were acquired at the end of 2023 and are relatively small, they were not consolidated in 2023. All their assets and liabilities will be transferred in 2024.

#### **3.1.2.5 VYV Invest**

- VYV Invest sold its stake in Technosens (30%) for the sum of €500 k. As net consolidated assets totalled -€267 k, the consolidated capital gains thus generated totalled €767 k.
- Acquisition of an additional 16% of VYV IA, increasing the group's stake from 52% to 68%. The acquisition price amounted to €1.018 million, for a portion of the net assets amounting to €478 k, and additional goodwill of €540 k was recognised.
- VYV Invest sold its 66.5% stake in Europamut to MGEN. At the same time, MGEN acquired an additional 33.5% from a Luxembourg company for €450 k. No goodwill was recognised, as the amount was immaterial.





## 3.2 Combination perimeter

### 3.2.1 Principles for determining the combination perimeter

The combination perimeter was defined by listing all of the organisations that gravitate directly or indirectly around the UMG and its members.

Type of organisation	Control/holding	% interest	Impact on the perimeter
Mutual (Combined)	Analysis of Governance	Actual governance by the group	included if thresholds exceeded
		No governance	excluded
Capital-intensive (Consolidated)	Capital held by the group	> 20%	included if thresholds exceeded
		< 20%	excluded

This census made it possible to identify almost 300 organisations (mutual insurance companies, unions, limited companies, simplified joint stock companies, EIGs, property investment partnerships, associations) including 231 controlled by the group (either capital-intensive organisations in which the group has more than a 20% interest, or other organisations that meet the combination criteria).

To make the combined financial statements of the group more meaningful, it was deemed appropriate to define financial thresholds for the following items: own funds, net tangible assets and external financial debts, in order to only include in the combined financial statements, organisations that are significant from an economic point of view.

The following thresholds are applied:

- Own funds > €30m or Own funds < -€3m
- Net tangible assets > €30m
- Financial debts > €30m

These thresholds apply to entities or groups of entities. They are included as soon as one of the thresholds is crossed. Exceptions were made to keep a coherent view of the intermediate levels (HDS, HGO, VYV 3, VYV INVEST and SAFM).

It should be noted that in 2023, the thresholds were increased from €20 million to €30 million in line with the increased size of the group following the integration of UMR.

Furthermore, certain exclusions apply, for the following reasons:

- Public housing companies: specific regulations (Opinion 2001-E of 4 July 2001 of the French National Accounting Council - CNC).
- EIG (Economic Interest Grouping): own funds and income valued at zero. However, the assets and liabilities may be subject to consolidation adjustments.

It should be noted that there is a tax consolidation perimeter made up of the entities within the MGEN Family, comprising:

- |                         |                                    |                   |
|-------------------------|------------------------------------|-------------------|
| • MGEN,                 | • MGEN Action Sanitaire et Sociale | • MGEN Partenaire |
| • MGEN Union,           | • SAS MGEN Solutions               | • ClinicSport     |
| • MGEN Centres de Santé | • SAS Vivoptim Solutions           | • SCI MGET        |

This intermediate level is maintained, and therefore combined financial statements were prepared.



The combination/consolidation perimeter was defined in accordance with the following statutory criteria:

- **For the combination:** the organisations are linked to the UMG Groupe VYV or its affiliated members by common interests and decision-making centres. They reflect a group approach and are part of the overall strategy of the UMG Groupe VYV. The combination therefore includes the mutual insurance companies and unions that have an insurance business (Book II of the French Mutual Insurance Code), mutual insurance companies and unions that provide healthcare and related services (Book III of the French mutual insurance code), unions governed by Book I of the French Mutual Insurance Code, and associations.

A combination agreement exists between the UMG Groupe VYV and all of the mutual organisations.

- **For the consolidation:** the organisations are linked to the UMG Groupe VYV or its affiliated members through capital links. They include all of the simplified joint stock companies, limited companies and property investment partnerships in which the UMG Groupe VYV or its founder members have acquired an interest. Percentages of control and interest are determined according to the group's equity investments and methods of holding (direct or indirect). Different consolidation methods are applied for all of these organisations, depending on the level of control, i.e. full consolidation, proportional consolidation or equity method.

The 2023 UMG Groupe VYV consolidation perimeter comprises 103 entities.

### 3.2.2 List of entities within the perimeter at 31 December 2023

The following table lists the 103 entities combined at 31 December 2023. Entities that have merged are listed under the acquiring company.

- The percentage of control (% of voting rights) shows the control chain, and therefore determines the combination perimeter. The combination perimeter is determined solely according to the level of policy control, not financial control. The percentage of control also makes it possible to determine the consolidation method.
- The equity percentage is the share of entitlement to profits (or losses), which generally takes the form of a dividend distribution, and where appropriate, the surplus (loss) on liquidation of the company. It reflects the group's "financial" or "pecuniary" entitlements in its subsidiaries and holdings.

Legal form	Organisation	Consolidation method	% Control	% Interest	Change/Comments
<b>Combined unions governed by Book 1 of the French mutual insurance code (<i>Code de la Mutualité</i>)</b>					
Book 1	UMG Groupe VYV	Full consolidation	100.00%	100.00%	Combining entity
Book 1	MGEN Union	Full consolidation	100.00%	100.00%	
<b>Unions/mutual insurance companies/combined capital-intensive insurance organisations</b>					
Book 2	Harmonie Mutuelle	Full consolidation	100.00%	100.00%	Member of the UMG
Book 2	MGEN	Full consolidation	100.00%	100.00%	Member of the UMG
Book 2	MNT	Full consolidation	100.00%	100.00%	Member of the UMG
Book 2	Mutuelle Mare-Gaillard	Full consolidation	100.00%	100.00%	Member of the UMG
Mutual insurance company	SMACL Assurances	Full consolidation	100.00%	100.00%	Member of the UMG
Book 2	Ressources Mutuelles Assistance	Full consolidation	100.00%	100.00%	
Limited company (SA)	Sphéria Vie	Full consolidation	100.00%	100.00%	Liquidation at 31/12/2023
Limited company (SA)	MUTEX SA	Full consolidation	87.70%	87.70%	
Limited company (SA)	UMR	Full consolidation	100.00%	100.00%	Inclusion in the perimeter
Limited company (SA)	Parnasse Garanties	Equity method	20.00%	20.00%	



Unions/mutual insurance companies/other organisations within the VYV 3 sub-group					
Book 3	VYV 3	Full consolidation	100.00%	100.00%	
Association	APSA	Full consolidation	100.00%	100.00%	
Simplified joint stock company (SAS)	Medi France Europe	Full consolidation	86.60%	86.60%	
Book 3	Mutualité Française Limousine	Full consolidation	100.00%	100.00%	
Book 3	Mutualité Française de la Vienne	Full consolidation	100.00%	100.00%	
Book 3	MGEN Action Sanitaire et Sociale	Full consolidation	100.00%	100.00%	
Book 3	MGEN Centres de Soins	Full consolidation	100.00%	100.00%	
Book 3	VYV3 Bretagne (Faïtière)	Full consolidation	100.00%	100.00%	
Book 3	VYV3 Bretagne Biens Médicaux	Full consolidation	100.00%	100.00%	
Book 3	VYV3 Bretagne Sanitaire et Social	Full consolidation	100.00%	100.00%	
Book 3	VYV3 Bretagne Retraite	Full consolidation	100.00%	100.00%	
Book 3	VYV3 Bretagne Seniors	Full consolidation	100.00%	100.00%	
Book 3	VYV3 Bretagne Domicile	Full consolidation	100.00%	100.00%	
Book 3	VYV3 Bretagne Santé Services	Full consolidation	100.00%	100.00%	
Book 3	VYV3 Bretagne Santé Social	Full consolidation	100.00%	100.00%	
Book 3	VYV3 Bretagne Travail Adapté	Full consolidation	100.00%	100.00%	
Book 3	Pavillon de la Mutualité	Full consolidation	100.00%	100.00%	
Association	SCAPA	Full consolidation	100.00%	100.00%	
Property investment partnership (SCI)	SCI Clinique Mutualiste du Medoc	Full consolidation	99.98%	86.58%	
Property investment partnership (SCI)	SCI Pessac	Full consolidation	100.00%	86.60%	
Book 3	Union de Gestion Clinique Mutualiste de l'Estuaire	Full consolidation	100.00%	100.00%	
Book 3	Union de Gestion Clinique Mutualiste Jules Verne	Full consolidation	100.00%	100.00%	
Book 3	Union de Gestion Clinique Mutualiste de la Porte de l'Orient	Full consolidation	100.00%	100.00%	
Book 3	Union de gestion Clinique de la Sagesse	Full consolidation	100.00%	100.00%	
Book 3	Union de Gestion Clinique Villa Notre Dame	Full consolidation	100.00%	100.00%	
Book 3	Union Thiernoise des Mutuelles	Full consolidation	100.00%	100.00%	
Book 3	Union Territoriale Mutualiste Lorraine	Full consolidation	100.00%	100.00%	
Book 3	VYV3 Centre Val de Loire	Full consolidation	100.00%	100.00%	
Book 3	VYV 3 Ile-de-France	Full consolidation	100.00%	100.00%	
Book 3	VYV3 Pays de Loire	Full consolidation	100.00%	100.00%	
Book 3	VYV3 Pays de Loire Pole Accompagnement et Soins	Full consolidation	100.00%	100.00%	
Book 3	VYV3 Pays de la Loire Pole Personnes Agées	Full consolidation	100.00%	100.00%	
Book 3	VYV3 Pays de Loire Pole Services et Biens Médicaux	Full consolidation	100.00%	100.00%	



Book 3	VYV3 Normandie	Full consolidation	100.00%	100.00%	Change in company name
Book 3	VYV 3 Sud Est	Full consolidation	100.00%	100.00%	
Book 3	VYV3 TERRES D'OC	Full consolidation	100.00%	100.00%	
Book 3	VYV3 BOURGOGNE	Full consolidation	100.00%	100.00%	
<b>Organisations within the HDS sub-group</b>					
Simplified joint stock company (SAS)	Harmonie Développement Services	Full consolidation	88.40%	88.40%	
Simplified joint stock company (SAS)	Harmonie Médical Service	Full consolidation	100.00%	88.40%	
Simplified joint stock company (SAS)	Harmonie Ambulance	Full consolidation	100.00%	88.40%	
Simplified joint stock company (SAS)	Taxis Saint Christophe	Full consolidation	100.00%	88.40%	
<b>Organisations within the HGO sub-group</b>					
Simplified joint stock company (SAS)	Hospi Grand Ouest	Full consolidation	76.01%	76.01%	
Simplified joint stock company (SAS)	Hopital privé des Côtes d'Armor	Full consolidation	100.00%	76.01%	
Simplified joint stock company (SAS)	Clinique Jules Verne	Full consolidation	87.27%	66.33%	
Simplified joint stock company (SAS)	Polyclinique du Trégor	Full consolidation	100.00%	76.01%	
Simplified joint stock company (SAS)	Clinique Mutualiste Bretagne Occidentale	Full consolidation	100.00%	76.01%	
Simplified joint stock company (SAS)	Clinique Sud Vendée	Full consolidation	94.47%	71.81%	
Property investment partnership (SCI)	SCI François Rabelais	Full consolidation	99.98%	71.79%	
Property investment partnership (SCI)	SCI Moulin du Duc	Full consolidation	100.00%	76.01%	
<b>Organisations within the SAFM sub-group</b>					
Simplified joint stock company (SAS)	La Maison des Obsèques - SAFM	Full consolidation	96.67%	96.67%	Absorption of five subsidiaries
Simplified joint stock company (SAS)	Arnaud Dominique Pompes Funèbres Marbrerie	Full consolidation	100.00%	96.67%	
Simplified joint stock company (SAS)	Arnaud d'Anjou	Full consolidation	100.00%	96.67%	
Simplified joint stock company (SAS)	Arras Funéraire	Full consolidation	100.00%	96.67%	
Simplified joint stock company (SAS)	Crématorium Sud Loire	Full consolidation	100.00%	96.67%	
Simplified joint stock company (SAS)	Pompes Funèbres Le Marchand	Full consolidation	100.00%	96.67%	
Simplified joint stock company (SAS)	Pompes Funèbres Dager	Full consolidation	100.00%	96.67%	
Property investment partnership (SCI)	SCI Boussin	Full consolidation	100.00%	96.67%	
Simplified joint stock company (SAS)	Société Funéraire des REMPARTS	Full consolidation	100.00%	96.67%	
Simplified joint stock company (SAS)	Vallis Clausa SAS	Full consolidation	100.00%	96.67%	
Simplified joint stock company (SAS)	Gueugnon	Full consolidation	100.00%	96.67%	Inclusion in the perimeter



Organisations within the HOSPITALIA sub-group					
Simplified joint stock company (SAS)	Hospitalia	Full consolidation	99.90%	99.90%	
Simplified joint stock company (SAS)	Clinique Benigne Joly	Full consolidation	100.00%	99.90%	
Property investment partnership (SCI)	Talent Roger Renard	Full consolidation	100.00%	99.91%	
Organisations within the Foncière HGO sub-group					
Simplified joint stock company (SAS)	Foncière HGO	Full consolidation	63.60%	63.12%	
Property investment partnership (SCI)	SCI Kerlic	Full consolidation	100.00%	63.12%	
Property investment partnership (SCI)	SCI Nantes Est	Full consolidation	100.00%	63.12%	
Property investment partnership (SCI)	SCI Plérin Santé	Full consolidation	100.00%	63.12%	
Property investment partnership (SCI)	SCI Sud Loire	Full consolidation	100.00%	63.12%	
Other entities attached to the insurance companies					
Property investment partnership (SCI)	SCI Marcel Rivière	Full consolidation	100.00%	100.00%	
Property investment partnership (SCI)	SCI Philgen	Full consolidation	100.00%	100.00%	
Simplified joint stock company (SAS)	Harmonie Mutuelle Foncière et Lieux de Vie	Full consolidation	100.00%	100.00%	
Simplified joint stock company (SAS)	Chorum Conseil	Full consolidation	100.00%	100.00%	Liquidation at 31/12/2023
Simplified joint stock company (SAS)	EGAS	Full consolidation	100.00%	100.00%	
Simplified joint stock company (SAS)	VYV IB	Full consolidation	85.00%	85.00%	
Limited company (SA)	Europamut	Full consolidation	100.00%	100.00%	
Book 3	Esprit Retraite	Full consolidation	100.00%	100.00%	Inclusion in the perimeter
Property investment partnership (SCI)	COREM IMMO	Full consolidation	100.00%	100.00%	Inclusion in the perimeter



Organisations within the VYV INVEST sub-group					
Simplified joint stock company (SAS)	VYV Invest	Full consolidation	100.00%	100.00%	
Limited company (SA)	EGAMO SA	Full consolidation	100.00%	100.00%	
Simplified joint stock company (SAS)	Energie Perspective	Equity method	24.98%	24.98%	
Simplified joint stock company (SAS)	Oxantis	Full consolidation	100.00%	100.00%	
Simplified joint stock company (SAS)	HM VYV Innovation	Full consolidation	100.00%	100.00%	
Simplified joint stock company (SAS)	Kalixia	Full consolidation	50.00%	50.00%	
Simplified joint stock company (SAS)	KRG	Full consolidation	100.00%	100.00%	
Simplified joint stock company (SAS)	Novaxes	Full consolidation	100.00%	100.00%	
Simplified joint stock company (SAS)	Viamedis	Equity method	20.00%	20.00%	
Simplified joint stock company (SAS)	VYV Conseil	Full consolidation	100.00%	100.00%	
Simplified joint stock company (SAS)	VYV IA	Full consolidation	68.00%	68.00%	
Simplified joint stock company (SAS)	VYV Protection Avenir	Full consolidation	68.42%	68.42%	
Simplified joint stock company (SAS)	VYV Services	Full consolidation	100.00%	100.00%	
Simplified joint stock company (SAS)	YVON Assurances	Equity method	30.00%	30.00%	



### 3.2.3 Organisation of the businesses

#### 3.2.3.1 Insurance business

This business comprises the mutual insurance and capital-intensive companies conducting insurance activities, i.e. the four mutual insurance companies and a mutual insurance company affiliated to the UMG Groupe VYV, as well as the following entities:

- Capital-intensive companies: Mutex, UMR and Parnasse Garanties;
- A union governed by Book II of the French Mutual Insurance Code: Ressources Mutuelles Assistance;
- The most significant operating property investment partnerships held by the mutual insurance companies: Philgen, Marcel Rivière, Harmonie Mutuelle Foncière Lieux de Vie.
- UMG Groupe VYV
- MGEN Union
- Esprit Retraite, governed by Book III of the French Mutual Insurance Code.

#### 3.2.3.2 Healthcare and Related Services business

This business comprises the following groups (intermediate levels):

- VYV 3: all Book III unions and associations linked directly or indirectly to VYV 3,
- Groupe HDS: health transport and distribution of medical devices businesses,
- Groupe SAFM: funeral businesses,
- Groupe Hospi Grand Ouest: clinic businesses in capital-intensive form,
- Groupe Hospitalia: clinic businesses in capital-intensive form.
- Groupe Foncière HGO: Foncière HGO holding company owns four property investment partnerships (which own the clinic property)

#### 3.2.3.3 Other businesses

The subgroup VYV Invest (holding company that makes equity investments in strategic fields for the group), excluding holdings related to the Insurance sector (Mutex) and Healthcare and Related Services sector (SAFM, HDS).

### 3.2.4 Exclusions from the perimeter

#### 3.2.4.1 Groupe Arcade

Certain organisations that exceed the financial thresholds are excluded from the combination perimeter for statutory reasons: as is the case for Groupe Arcade (via the holding company Groupe Arcade VYV).

VYV Invest has a 52.04% interest in Groupe Arcade VYV, and controls the two divisions of the Arcade group:

- Coopérer Pour Habiter social housing;
- SCCI Arcade property development.

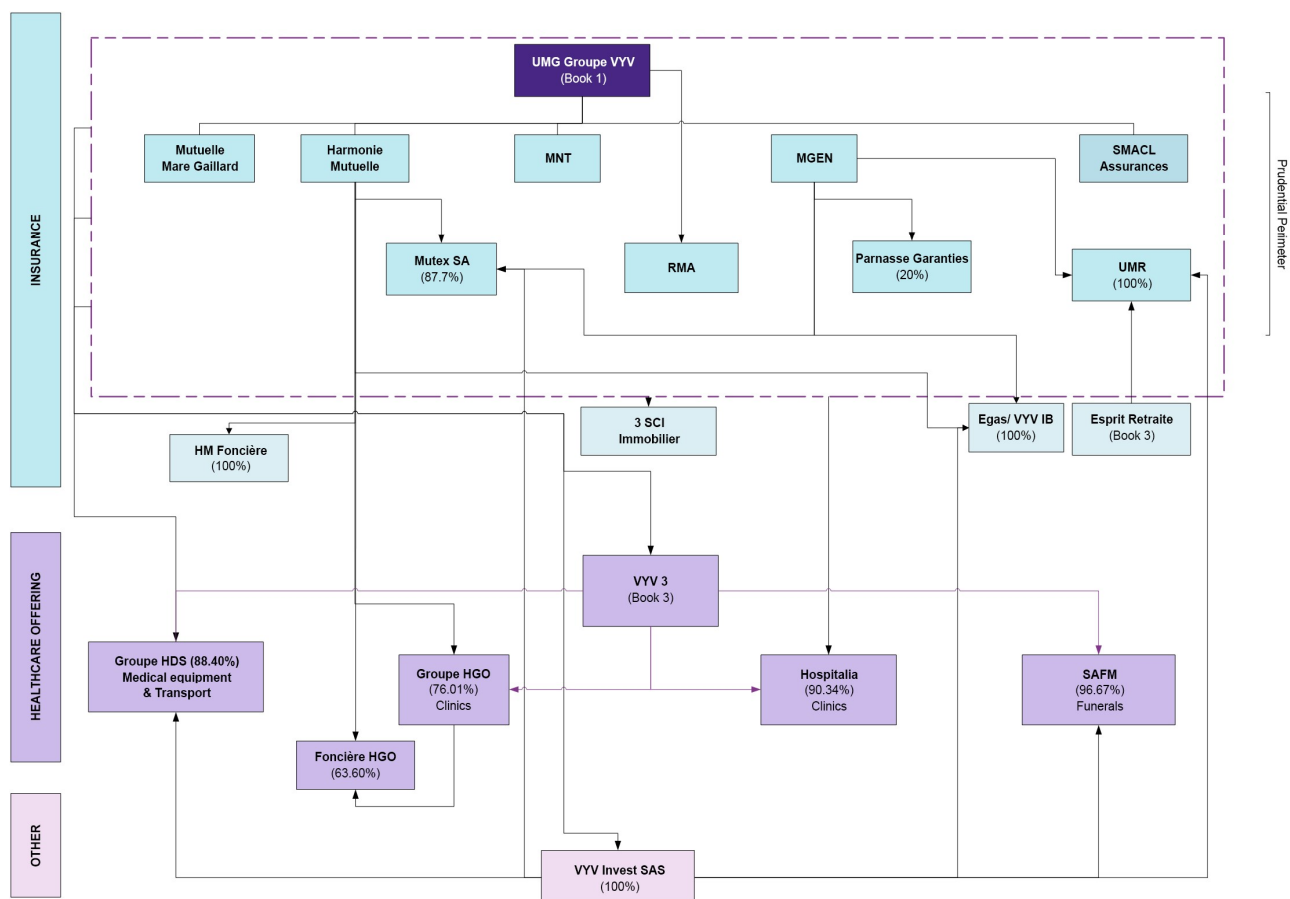
These entities are governed by specific regulations for public housing companies (Coopérer Pour Habiter) and by cooperative articles of association (SCCI Arcade). Since the assets and dividends cannot be transferred to non-public housing groups, these entities cannot be consolidated in non-public housing groups (Emergency Committee Opinion No. 2001-E of 4 July 2001 of the French Accounting Regulatory Committee - CNC). Groupe Arcade is therefore excluded from the consolidation perimeter.





### 3.2.5 General perimeter

The organisation of the group by business divisions is summarised below:







## 3.3 Accounting principles and valuation methods

### 3.3.1 Accounting and statutory standards

The combined financial statements were prepared in accordance with generally accepted accounting principles applicable in France to insurance companies and in particular regulation No. 2020-01 of the French Accounting Standards Authority ("ANC").

These requirements are sufficient to provide a true and fair view of the assets, financial situation and combined income of Groupe VYV.

The individual financial statements used to draw up the combined balance sheet and profit and loss account were prepared in accordance with the going concern, accruals and prudence principles.

The balance-sheet assets and liabilities and the charges and revenue on the profit and loss account are entered without offsetting.

Any risks and losses incurred during the financial year or a previous financial year are taken into account, even if they were known between the end of the financial year and the date on which the financial statements were prepared.

### 3.3.2 Duration of financial years - reporting date

The financial year of entities within the consolidation perimeter lasts for 12 months.

The reporting date of all companies within the combination and consolidation perimeter is the same as that of the combining entity, i.e. 31 December 2023. The consolidated financial statements of the UMG Groupe VYV were prepared on 31/12/2023.

### 3.3.3 Valuation methods

#### 3.3.3.1 Consolidation methods

The UMG Groupe VYV applies the combination and consolidation principles. The consolidation methods applied to prepare the UMG Groupe VYV's consolidated financial statements involve:

- For the combination:
  - Including in the financial statements of the combining entity, data from the individual financial statements of the combined organisations, possibly restated;
  - Eliminating intra-group transactions between the combined organisation and the other consolidated or combined organisations of the group.
- For full consolidation:
  - Including in the financial statements of the consolidating entity, data from the individual financial statements of the consolidated companies, possibly restated;
  - Dividing the shareholders' equity and income between the interests of the consolidating company and those of the other shareholders or partners, i.e. the so-called "minority interests";
  - Eliminating intra-group transactions between the fully-consolidated company and the other consolidated or combined companies of the group.



- For proportional consolidation:
  - Including in the financial statements of the consolidating organisation, the percentage of its interests in the financial statements of the consolidated company, possibly restated. Under this method, no minority interests are therefore generally recognised;
  - Eliminating intra-group transactions between the proportionally-consolidated company and the other consolidated or combined organisations of the group.
- For the equity method: replacing the book value of the securities held by the share of the restated shareholders' equity, in accordance with the consolidation rules.

### 3.3.3.2 Goodwill

Goodwill is valued based on the difference between the acquisition cost of the securities (price agreed and incidental expenses) and the share of restated shareholders' equity of the company acquired (fair value of the assets and liabilities identified) on the acquisition date.

In accordance with regulation ANC 2015-07 applicable from 01/01/2016, goodwill is no longer systematically amortised, but is subject to impairment tests. On the other hand, for companies acquired before 2016 the amortisation schedules are maintained. The following amortisation periods apply:

Medical device sector	10 years
Health transport sector	10 years
Hospital sector	10 years

If the recoverable amount of goodwill falls below its net book value, an impairment is recognised.

Once goodwill has been calculated and recognised, it can be adjusted during the so-called “allocation period”, i.e. until 31 December of the following year.

Negative goodwill is recognised under “Provisions for liabilities and charges” and reversed under “Exceptional income”.

- For Mutex, given the successive acquisitions in 2012, 2017 and 2022, the goodwill has been reversed over 15 years, 10 years and 5.5 years respectively, until 31 December 2027.
- For UMR, the goodwill is reversed over a period of 10 years (see 3.1.2.1)

### 3.3.3.3 Real estate investments

Real estate investments comprise land, business premises and investment property, and units and shares in unlisted real estate companies that are not within the consolidation perimeter, if they do not meet the materiality thresholds.

Buildings are capitalised at their acquisition or construction cost, increased by the cost of improvement work, and are broken down into the following components: building shell (structures and frames), roofing and siding (façade and roof), technical work packages (lifts, air treatment) and finishings (interior fittings etc.).

Buildings and building work are depreciated on a straight-line basis according to their useful life determined according to the nature of the components, the expected replacement rate and the technical service life. The depreciation period may vary for the same component depending on the category of the building (freestone building, more lightweight construction, investment property or business premises etc.) and common practice in the region (Paris, provincial town etc.).



The depreciation periods applied in the individual financial statements were retained in the consolidated financial statements (no restatement for the purpose of consistency). No significant differences were identified for the same type of building in the same region.

Category	Depreciation period
Building shell	10 to 50 years straight line
Roofing and siding	12 to 40 years straight line
Technical work packages	10 to 25 years straight line
Finishing work	3 to 25 years straight line

The gross value of the capital assets corresponds to the entry value of the assets in the property. These items are not revalued.

It should be emphasised that the real estate assets of the property investment partnerships are mostly recognised as long-term investments under “Land and buildings”.

If there is an indicator of loss in value, a provision for impairment is recognised if the asset is not intended to be held by the group on a long-term basis (sale planned in the short or medium term).

Significant leasing agreements have been identified and restated, in VYV 3 Ile-de-France for the temporary transfer of ownership of the Centre de Réadaptation Sainte Marie based in Paris.

These contracts were restated as fixed assets and loans.

### 3.3.3.4 Investments in securities

Investments in securities comprise listed and unlisted securities (in particular, equity securities held in companies that are not within the consolidation perimeter, if they do not meet the materiality thresholds), unit trusts and units in mutual funds, listed and unlisted bonds, loans granted and advances and deposits.

The capitalisation value corresponds to their acquisition cost or par value. Disposals of marketable securities are recognised using the first-in, first-out (FIFO) method.

Their realisable value is determined as follows:

- Listed securities: last price quoted on the inventory date,
- Unlisted securities: market value if known or estimate according to the last known net assets,
- Unit trusts and units in mutual funds: last redemption price published on the inventory date,
- Other investments: book value, possibly written down.

Regarding loans, advances and deposits, impairment is assessed if it is considered that the debtor will be unable to meet its commitments: payment of interest or repayment of principal.

It should be noted that for the non-insurance entities subject to the French General Chart of Accounts, impairment is recognised as soon as there is an unrealised capital losses.



### 3.3.3.5 Provision for permanent decline in value

This is intended to cover unrealised capital losses on investments in securities and real estate, if they are of a permanent nature. This provision only concerns entities subject to the French General Chart of Accounts.

The rule applied at group level to assess the permanent nature of the loss in value complies with the recommendations of the French National Accounting Council (CNC) in its opinion of 18/12/2002, and opinion No. 2006-07 of 30/06/2006: a provision is made in the accounts if a fund or share has lost at least 20% of its value over a period of six consecutive months, compared with its book value.

The methods of reserving are consistent and comply with the group's rules.

**NB:** if no provision is made, this does not mean it is not necessary to determine whether or not the capital is guaranteed, for securities held that show an unrealised loss.

### 3.3.3.6 Tangible and intangible assets

These assets are entered at their acquisition cost, which provides the basis for calculating depreciation and amortisation. If there is an indicator of loss in value, a provision for impairment is recognised. The main depreciation and amortisation periods are shown below:

Intangible assets	Amortisation period
Right to lease	The term of the lease (generally 9 years)
Computer software packages	3 to 7 years straight line
Business assets	Unamortised/eliminated if recognised following a merger

Tangible assets	Depreciation period
Fixtures & fittings	3 to 25 years straight line
Machinery and equipment	2 to 25 years straight line
Medical devices	5 to 20 years straight line
Furniture	3 to 20 years straight line
Transport equipment	3 to 5 years straight line
Other property, plant and equipment	3 to 15 years straight line

### 3.3.3.7 Stocks

Stocks are valued at their purchase price on the reporting date using the "FIFO" method. Provisions for impairment are made if the recoverable amount falls below the book value.

### 3.3.3.8 Receivables and liabilities

Receivables and liabilities were valued at their nominal value and do not require specific comment. Provisions were recorded to reflect any difficulties in recovering debts.



### 3.3.3.9 Valuation of the main technical provisions

- Valuation of provisions for benefits to be paid

This provision represents an estimate of the cost of all of the losses that have occurred and not been settled at the end of the financial year, regardless of whether they have been declared. It includes an additional charge for management fees determined according to the rate of the actual expense observed.

- Valuation of equalisation provisions

This provision is intended to cover fluctuations in the number of claims for collective transactions covering risks of personal injury (risk of death, disablement and disability), risk of attack and climate risk. They are cancelled in the consolidated financial statements if they are not contractual or not transferable.

- Valuation of mathematical provisions (excluding “branch 26”)

These represent the difference between the current value of the commitments made by the insurance company on the one hand, and by the policyholders on the other hand, taking into account the likelihood that the commitments will be implemented. They are posted as balance sheet liabilities and are represented by regulatory assets.

In the individual financial statements, the rate used must be at most equal to that applied when determining prices.

In the consolidated accounts, the rate used is a conservative estimate of the projected rate of return of the assets (benchmark treatment).

The group has decided to apply the benchmark treatment whereby “life insurance provisions must be made based on a discount rate at most equal to a conservative estimate of the projected rates of return of the assets that represent them”.

In the consolidated financial statements, it is necessary to record an entry for the difference between the two methods of calculation. However, the provision in the consolidated financial statements must not be less than the redemption price, i.e. in general the mathematical provision in the individual financial statements. Consequently, if the conservative estimate of the rate of return of the asset is higher than the technical rate, a restatement is not required.

At 31 December 2023, technical provisions — non-life were valued in the consolidated balance sheet at a technical rate equivalent to 0.50% (compared to 0.15% in 2022).

- Valuation of mathematical provisions (“branch 26” regimes - UMR)

The special technical provisions (“PTS”) of “branch 26” products were calculated in accordance with the rules governing these products. The theoretical mathematical provision (“PMT”) is, at any given time, equal to the current value of points acquired to be taken into consideration, based on the disbursement value of the point. The parameters taken into account for the calculation at 31 December 2023 were approved by the Board of Directors on 1 June 2023.

It is recalled that UMR also has the possibility, under its articles of association, to reduce the disbursement value of the point for “branch 26” regimes. The decision-making process for any such reduction is described in article 25 of the rules governing the Corem regime.

The PMT of the Corem and the economic coverage ratio (PTS/PMT) were calculated according to the provisions in force. In accordance with the rules provided for in the regulations, calculation of the coverage ratio is based on an economic approach:

- The PTS plus unrealised capital gains or losses on the assets;
- And the theoretical mathematical provision calculated based on the course of EIOPA rates (corrected for volatility) and regulatory mortality tables (TG05) (Article A441-4 of the French Insurance Code).



- Valuation of overall management provisions

This provision is intended to cover future management expenses for contracts not covered elsewhere.

The group's rule for calculating the overall management provision applies to homogeneous groups of contracts ("types of contracts") using conservative estimates of the projected rate of return of the investments (unlike the regulatory rate used in the individual financial statements).

- Valuation of provisions for profit participation

Profit participation is calculated for all life insurance coverage apart from collective death insurance policies. The regulatory calculation of the profit participation is shown below:

Minimum amount of profit participation =

+ 90% of the life technical account,

+ 85% of the life financial account,

+100% of the reinsurance balance ceded.

The mutual insurance or insurance company can decide to distribute more than the minimum amount.

Where appropriate, certain consolidation adjustments also result in adjustments to profit participation. The profit participation rate is the three-year average rate calculated as follows:

*(Profit Participation Expense paid as technical interest in the Mathematical Provisions + Profit Participation Expense recognised in participations in profits) / Net financial income for the financial year*

- Valuation of (non-life) acquisition expenses

The aim is to make sure that the calculation of acquisition expenses carried forward under non-life business is carried out on a consistent basis with that used to carry forward unearned premiums. These expenses are amortised over the residual term of the policies concerned. If this is the case, the acquisition expenses carried forward are not restated.

- Valuation of acquisition expenses (life)

The following restatements are made:

- Cancellation of acquisition expenses carried forward and provisions for acquisition expenses carried forward,
- Posting in the consolidated financial statements of acquisition charges to be spread.

In fact, the acquisition costs of new production are not always covered by the revenue for the year (mainly deductions from premiums). If the commission is discounted, the revenue for the year concerned is insufficient to cover these costs, which are covered by the future margins on the contracts concerned.

The accounting principle applied in the consolidated accounts involves estimating the projected earnings from the contract excluding acquisition expenses, and then apportioning the acquisition expenses in proportion to the ratio between annual earnings and total earnings. If future earnings do not cover the acquisition expenses, the loss calculated in this way must be immediately funded.

Acquisition expenses carried forward or provisions for acquisition expenses carried forward are not recognised in the individual financial statements of the combined entities.



### 3.3.3.10 Valuation of provisions for liabilities and charges

In addition to the usual measures in this regard, provisions are made for contingencies linked to the group's business.

- Social security obligations

Social security obligations are included under "Provisions for liabilities and charges".

For some of the entities included in the combination perimeter, an off-balance sheet liability is recognised for them in the individual financial statements. These obligations are therefore recognised in the consolidated financial statements, in accordance with the regulations.

It should be noted that some entities have wholly or partly outsourced their obligations to a fund. The obligations provisioned in the combined financial statements do not include the valuation of these outsourced funds.

The provision was calculated taking into account the following parameters:

- Prospective method;
- Discount rate of 3.65 % (IBOXX Corporate AA10+ index at 30 November 2023);
- Retirement age applied according to the legal table (aged between 60 and 62);
- Mortality table, the main ones used being: French national institute of statistics and economic studies (INSEE) TD-TV 18- 20. Use of other tables does not have a material impact on the calculation of provisions. Differences in the choice of parameters are due to local characteristics;
- Turnover rate, based on specific parameters for each organisation;
- Annual salary adjustment rate specific to each organisation;
- Rate of social security charges specific to each organisation.

Pension obligations linked to defined benefit plans (Article 39 of the French General Tax Code) are also recognised. The provision was assessed according to the following parameters: retirement age 62 to 65, mortality table TGH05 – TGF05, discount rate 3.65%, salary adjustment rate 1%.

Groupe VYV has decided not to exercise the option offered by the November 2021 revision of recommendation 2013-02. The ANC authorises an alternative depreciation and amortisation method, which results in a decrease in obligations with regard to retirement benefits.

- Provisions for major work

Only the provisions for maintenance and adaptation programmes planned for the next five years were included in the consolidated balance sheet.

### 3.3.3.11 Costs by purpose

Management costs and fees linked to the insurance business are classified according to purpose, by applying allocation keys, according to the structure and organisation of each of the insurance entities.

Charges are classified under the following six purposes:

- Acquisition costs;
- Administrative costs;
- Claims settlement costs;
- Investment charges;
- Other technical charges;
- Non-technical charges.





### 3.3.3.12 Deferred taxes

Corporate income tax comprises all taxes on earnings, whether payable or deferred.

When a tax is due or receivable and payment is not subject to the completion of future transactions, it is defined as payable, even if the payment is spread over several financial years. It is posted either as a balance sheet asset or liability, depending on the case.

The transactions carried out by the group can have positive or negative tax consequences other than those taken into account when calculating the tax liability. This results in tax assets or liabilities which are defined as deferred.

All deferred tax liabilities must be taken into account; on the other hand, prudence requires that deferred tax assets are only capitalised if they are very likely to be recovered in the medium term, due to the expected taxable income.

The deferred tax rates applied are 25% or 25.83% (for entities subject to the additional contribution).

### 3.3.3.13 Net investment income

Net investment income must cover the technical provisions and the capitalised shareholders' equity. It is allocated according to the allocation of balance sheet liabilities (Own funds, Technical provisions — Life, Technical provisions — Non-Life).

### 3.3.3.14 Health benefits paid for by supplementary insurance companies

In the framework of the “SESAM-Vitale direct settlement system” and the electronic transfers introduced, the payment and recognition of entitlements relating to certain benefits in kind linked to illness are made on a declaratory basis, in accordance with the laws and regulations (in particular Articles L.161-33 and R.161-43 of the French Social Security Code - *Code de la sécurité sociale*) without the insured person/subscriber expressly recognising the reality of the benefit received.

### 3.3.3.15 Debt issuing charges

Groupe VYV does not apply the benchmark treatment for spreading the issuing charges linked to the debenture loan (they are therefore recognised immediately in the profit and loss account).

## 3.3.4 Main consolidation adjustments

### 3.3.4.1 Restatement for the purpose of consistency of the financial statements

The consolidated financial statements of the UMG Groupe VYV are intended to provide a consistent view of the group formed by the companies included in the consolidation perimeter and combination. They take into account the specific characteristics of consolidation and the financial reporting objectives specific to consolidated financial statements (matching revenue against expenditure, elimination of the impact of entries booked solely to apply the tax legislation etc.).

Restatements for the purpose of consistency are only made if they are material. Restatements have therefore been applied with respect to:

- Provisions for pensions and similar liabilities:

Provisions are made for all pensions and similar liabilities and these liabilities are recognised in income for the period of service of employees.





- Revaluation adjustments:

Within the group, certain organisations were revalued in the past (Harmonie Mutuelle Foncière and Lieux de Vie, VYV 3 Sud-Est). The most significant amounts of these revaluations are restated and cancelled in the combined consolidated financial statements.

Some property investment partnerships (SCI Philgen) carried out accounting revaluations of their real assets in 2011. These were cancelled in the consolidated financial statements.

Any impairment write-downs specifically recognised in connection with the revaluation were also cancelled in the consolidated financial statements.

- Right to lease:

The rights to lease not amortised in the individual financial statements are amortised in the consolidated accounts.

### 3.3.4.2 Main consolidation adjustments

- Cancellation of non-contractual life and non-life equalisation provisions,

These provisions are posted in the individual financial statements, and are intended to cover fluctuations in the number of claims for collective transactions covering risks of personal injury (risk of death, disablement and disability), and the risks of attacks and climatic risk.

- Cancelling the capitalisation reserve (mostly Life business)

This is posted in the individual financial statements of the following organisations: Mutex and UMR. This reserve is intended to cover any loss on the disposal of bond investments classified as “redeemable securities”. Reversals from or allocations to this reserve in the individual financial statements are cancelled in the consolidated results for the financial year. It should be noted that the capitalisation reserve mechanism no longer exists in structures whose business is mainly non-life.

The restatement of the capitalisation reserve in the consolidated financial statements explains a difference between the individual and consolidated financial statements, which can generate the taking into account of deferred profit participation.

The group's current asset and liability management assumptions, whether for Mutex or for UMR, do not take into account any likely and lasting reversal of the capitalisation reserve in the individual financial statements. It is not therefore deemed “changeable” and, consequently, the group does not recognise in the balance sheet deferred profit participation in the restatement of the capitalisation reserve.

- Cancellation of the additional depreciation to benefit from fiscal incentives, recognised in the individual financial statements:

This depreciation is recognised solely to apply the tax legislation. Allocations or reversals for the year are therefore cancelled in the consolidated results for the financial year.

- Restatement of the finance leases or leasing agreements:

In accordance with the benchmark treatment, the assets are capitalised as property, plant and equipment and a corresponding loan. The depreciation expense and finance charges are entered in the profit and loss account.



### **3.4 Changes in accounting rules and methods or presentation**

#### 3.4.1 Changes in accounting principles

None

#### 3.4.2 Changes in valuation rules

None

#### 3.4.3 Changes in presentation rules

None



## 3.5 Notes to the balance sheet

### 3.5.1 Intangible assets

In € thousands	2022 gross value	Changes in perimeter	Increase	Decrease	Other changes	2023 gross value	Amortisation/Provisions	2023 net value
Preliminary expenses	1,837	2				1,839	-1,752	87
Research and development costs	2,979		40			3,019	-2,855	165
Concessions, Trademarks and Software packages	369,552	6,698	33,603	-6,172	2,692	406,373	-334,246	72,127
Right to lease	27,620		359	-1,383		26,596	-23,710	2,885
Business assets	40,169		475	-1,046	-271	39,327	-31,058	8,269
Other intangible assets	60,009	191	7,333	-9,844	-105	57,584	-38,281	19,303
Goodwill	187,342	-754	962	-2,453		185,097	-71,130	113,967
<b>Intangible assets</b>	<b>689,508</b>	<b>6,136</b>	<b>42,772</b>	<b>-20,898</b>	<b>2,316</b>	<b>719,834</b>	<b>-503,031</b>	<b>216,803</b>

The gross change in software and concessions of €37 million recognised in financial year 2023 mainly concerns software acquisitions for the SIHM EIG (+€15 million) and MNT (+€7 million). The impact of the entry of UMR into the perimeter should also be noted (+€7 million).

Net intangible assets mainly comprise goodwill and software packages and concessions with a large proportion linked to the impact of the EIGs MGEN Technologies and SIHM.

#### 3.5.1.1 Changes in goodwill

In € thousands	Balance 31/12/2022	Acquisitions/Allocations	Disposals/reversals	Exit from the perimeter	Balance 31/12/2023
Gross value	187,342	962	-2,453	-754	185,097
Amortisation and impairment	-72,986	-1,351	2,453	754	-71,130
<b>Net value</b>	<b>114,355</b>	<b>-389</b>	<b>0</b>	<b>0</b>	<b>113,967</b>

In 2023, the main changes in the gross value of goodwill concerned:

- New goodwill in the SAFM subgroup following the acquisition of Gueugnon (+€417 k);
- A second in the VYV Invest subgroup following the purchase of a 16% minority interest in VYV IA (+545 k);
- Two amounts of goodwill disappeared following the merger of companies in Harmonie Mutuelle: Sphéria Vie (-€1,765 k) and Chorum Conseil (-€688 k);
- Two others also disappeared following the liquidation of two property investment partnerships (SCI) in the HGO subgroup (-€754 k).

At 31 December 2023, amortisation and impairment of goodwill had fallen by €1,856 k, including:

- amortisation expense of +€957 k (goodwill generated before 31/12/2016);
- goodwill impairment of +€394 k in the HGO and VYV Invest subgroups;
- reversal of -€3,207 k due to the mergers and liquidations indicated above.

NB: Two amounts of negative goodwill are recognised in provisions for liabilities and charges, concerning:

- Mutex, reversed over a 15-year period, under exceptional income,
- UMR, reversed over a 10-year period, under exceptional income.



### 3.5.1.2 Goodwill per company

Net goodwill amounted to €113,967 k, with the following breakdown:

Company (in € thousands)	Gross value 31/12/2023	Accumulated amortisation and impairment	Net value 31/12/2023	Net value 31/12/2022
Groupe SAFM	74,883	-8,368	66,515	66,097
Groupe HDS	36,475	-22,164	14,311	14,954
Groupe VYV Invest	25,914	-19,494	6,421	6,903
Groupe HGO	23,361	-21,104	2,257	2,885
Egas/VYV-IB	21,154		21,154	21,154
Egamo	2,361		2,361	2,361
Europamut	947		947	
<b>Total</b>	<b>185,096</b>	<b>-71,130</b>	<b>113,967</b>	<b>114,355</b>

\* Europamut was presented in the VYV Invest group in 2022.

## 3.5.2 Investments by insurance companies

### 3.5.2.1 Land and buildings

In € thousands	2022 gross value	Increase	Decrease	Other changes	2023 gross value	Amortisation/ Provisions	2023 net value
Undeveloped land	31				31		31
Shares in real estate companies	129,093	8,740			137,833	-823	137,009
Real assets excluding use of buildings	1,903	1,026	-1,090	94,699	96,538	-23,964	72,573
Shares in unlisted property investment partnerships, Non-operating	28,282	9,161	-7,812	549,644	579,275	-24,487	554,788
Business premises	932,491	6,481	-47,935	27,969	919,006	-495,186	423,821
Equity securities, property investment partnerships, Operating	1,816	1			1,817		1,817
Land to be developed	250,705	1	-1,302	112,976	362,380		362,380
Buildings under construction - non-operating		7,979	-833	5,147	12,293		12,293
Business premises under development	13,637	34,249	-6,971	-2,165	38,750		38,750
<b>LAND AND BUILDINGS</b>	<b>1,357,957</b>	<b>67,639</b>	<b>-65,943</b>	<b>788,269</b>	<b>2,147,923</b>	<b>-544,460</b>	<b>1,603,462</b>

Real estate investments comprise land, business premises and investment property, and units and shares in unlisted real estate companies that are not within the consolidation perimeter, if they do not meet the materiality thresholds. These investments are held by the following consolidated entities:

- Insurance organisations;
- Operating property investment partnerships (Insurance),
- Entities for which more than 50% of their business is equivalent to insurance.



The €743,671 k increase in net value can be chiefly explained by the entry of UMR into the consolidation perimeter, notably with a contribution of €558 million in shares in unlisted property investment partnerships (SCI) and €110 million in land to be developed.

### 3.5.2.2 Other investments by insurance companies (excluding land and buildings)

The other investments shown below exclude real estate investments:

In € thousands	2023 gross amount	Provisions/impairment	2023 net amount	Prov./ Impair. Alloc. for the year	Prov./ Impair. Rev. for the year
Investments by related undertakings and undertakings linked by virtue of participating interests	559,602	-45,418	<b>514,184</b>	-13,519	16,902
Other investments	21,937,577	-448,312	<b>21,489,265</b>	-61,433	45,279
<b>Total</b>	<b>22,497,179</b>	<b>-493,730</b>	<b>22,003,449</b>	<b>-74,952</b>	<b>62,181</b>

The remaining provisions concern:

• Impairment of unlisted securities – undertakings linked by virtue of participating interests.....	€45,418 k
• Impairment of listed bonds.....	€224,423 k
• Impairment of unlisted bonds and securities.....	€88,839 k
• Impairment of loans .....	€64,759 k
• Impairment of unlisted bonds .....	€44,000 k
• Other .....	€26,291 k
<b>TOTAL .....</b>	<b>€493,730 k</b>

### 3.5.2.3 Summary statement of Insurance investments in the OECD (including real estate)

In € thousands	Gross value 31/12/2023	Net value 31/12/2023	Realisable value 31/12/2023	Unrealised capital gain 31/12/2023	Gross value 31/12/2022	Net value 31/12/2022	Realisable value 31/12/2022	Unrealised capital gain 31/12/2022
Real estate investments	2,147,923	<b>1,603,462</b>	2,482,345	878,883	1,357,957	<b>859,792</b>	1,700,965	841,173
Investments in related undertakings	559,602	<b>514,184</b>	514,134	-50	487,319	<b>477,274</b>	220,399	-256,875
Shares and other variable income securities	244,014	<b>155,176</b>	231,523	76,347	56,361	<b>55,946</b>	72,936	16,990
Fixed income UCITS	1,687,964	<b>1,687,964</b>	1,833,134	145,170	1,716,376	<b>1,715,538</b>	1,656,949	-58,589
Variable income UCITS	5,488,328	<b>5,467,501</b>	7,078,402	1,610,901	2,705,657	<b>2,697,223</b>	3,149,339	452,117
Bonds and other fixed interest securities	13,394,463	<b>13,126,040</b>	13,161,849	35,809	8,179,642	<b>8,126,892</b>	8,062,216	-64,677
Other loans and similar instruments	152,987	<b>88,228</b>	86,372	-1,856	53,061	<b>45,158</b>	43,406	-1,752
Deposits to cedants	177,800	<b>177,800</b>	177,800		166,891	<b>166,891</b>	166,891	
Other deposits, sureties and investments	792,021	<b>786,556</b>	796,031	9,474	375,460	<b>369,914</b>	371,540	1,626
<b>Investments by insurance companies</b>	<b>24,645,101</b>	<b>23,606,911</b>	<b>26,361,591</b>	<b>2,754,680</b>	<b>15,098,725</b>	<b>14,514,627</b>	<b>15,444,640</b>	<b>930,013</b>
Total listed investments	12,915,495	<b>12,691,071</b>	14,171,987	1,480,915	8,014,031	<b>8,003,281</b>	8,516,084	512,804
Total unlisted investments	11,729,606	<b>10,915,840</b>	12,189,604	1,273,764	7,084,694	<b>6,511,347</b>	6,928,556	417,209
Share of Non-Life insurance investments	9,414,027	<b>8,860,042</b>	9,955,224	1,095,182	6,206,827	<b>5,985,535</b>	6,240,922	255,386
Share of Life insurance investments	15,231,074	<b>14,746,869</b>	16,406,367	1,659,498	8,891,898	<b>8,529,092</b>	9,203,718	674,626

Investments amounted to a total of €23,606,911 k at 31/12/2023 in net book value.

Insurance investments represent 96% of the total amount of investments and mainly comprise marketable securities, of which 64% are bonds (€13,126,039 k) and 35% are UCITS (€7,155,465 k).



### 3.5.2.4 Non-consolidated property investment partnerships (included under “Real estate investments”)

These property investment partnerships are not consolidated because they are immaterial.

Real estate company securities held by insurance companies - In € thousands	Bearer organisation	2023 gross value	Provision	2023 net value	% interest	Capital	Shareholders' equity	Income
SCI LA BRIANDERIE	HARMONIE MUTUELLE	1,264		1,264	65.89%	1,708	2,873	2
SCI SVF LA CIGOGNE		7,102	-1,815	5,287	100.00%	7,102	6,871	38
SCI LA FORET		2,156		2,156	99.97%	935	2,060	-213
SCI MUTYON		1,523		1,523	26.85%	1,716	8,391	254
SCI ROMOMUT		290		290	38.00%	762	762	9
SCI BEL AIR	MGEN	4,380		4,380	35.03%	NC	11,193	-924
SCI MGET		1,000		1,000	99.99%	1,000	2,126	-1,153
FRANCE AUTO PATRIMOINE 2	UMR	11,053		11,053	22.53%	75,791	76,121	330
FRANC AUTO PATRIMOINE VALORISATION		8,729		8,729	22.41%	53,690	58,004	4,314
SCI AGATHE RETAIL FRANCE		6,160	-1,420	4,740	33.33%	1,921	14,795	2,751
SCI LES CHEVRONS		5,795		5,795	50.00%	10,226	16,039	4,447
AEW IMMOCOMMERCIAL		57,447	-19,398	38,049	16.35%	208,407	232,701	15,686
SCI UMR SELECT RETAIL		63,308		63,308	100.00%	53,160	62,749	1,441
LOGISTIS OPCI (SPPICAV)		8,920		8,920	N/A	N/A	N/A	N/A
OFI IMMOBILIER		4,999	-1,178	3,822	N/A	N/A	N/A	N/A
SCPI FRUCTUPIERRE		5,773		5,773	N/A	N/A	N/A	N/A
ZENCAP REAL ESTATE DEBT III		4,018		4,018	N/A	N/A	N/A	N/A
FLE SICAV FIS		2,000		2,000	N/A	N/A	N/A	N/A
FLE SICAV FIS		13,000		13,000	N/A	N/A	N/A	N/A
ZENCAP REAL ESTATE DEBT III		4,018		4,018	N/A	N/A	N/A	N/A
CLUB EUROPE HÔTELS INVEST		25,000		25,000	N/A	N/A	N/A	N/A
CLUB FRANCE RETAIL INVEST		5,000	-676	4,325	N/A	N/A	N/A	N/A
FLE SICAV FIS		192,688		192,688	N/A	N/A	N/A	N/A
FONCIÈRE QUAERO I		10,000		10,000	N/A	N/A	N/A	N/A
LFP IMMO SR		10,000		10,000	N/A	N/A	N/A	N/A
LFP IMMO SR II		10,000		10,000	N/A	N/A	N/A	N/A
LFPI US REAL ESTATE FUND		49,999		49,999	N/A	N/A	N/A	N/A
LF RÉSIDENCES SENIORS		10,000		10,000	N/A	N/A	N/A	N/A
LOGISTIS OPCI (SPPICAV)		4,003		4,003	N/A	N/A	N/A	N/A
PAPF1		10,000		10,000	N/A	N/A	N/A	N/A
PRIMAVERA		5,000		5,000	N/A	N/A	N/A	N/A
SCPI IMMO EVOLUTIF		19,394		19,394	N/A	N/A	N/A	N/A
ZENCAP REAL ESTATE DEBT III		12,054		12,054	N/A	N/A	N/A	N/A
SCI PALAIS DE LA MUTUALITE	HARMONIE MUTUELLE + M. GAILLARD + MGEN + MNT	3,138		3,138	11.05%	26,909	48,344	2,722
<b>Total</b>		<b>579,211</b>	<b>-24,487</b>	<b>554,723</b>				



### 3.5.2.5 Other non-consolidated securities (included under “Investments in related undertakings”)

Investments by related undertakings or undertakings linked by virtue of participating interests In € thousands	Bearer organisation	2023 gross value	Provision	2023 net value	% interest	Capital	Shareholders' equity	Income
GIE SYNERGIE MUTUELLES	HARMONIE MUTUELLE	500		500	81.04%	617	617	
SAS FINANCE CONSEIL SYF		5,317	-326	4,990	20.65%	53	7,614	-1,662
SOLIFAP		1,000		1,000	1.34%	66,416	67,102	53
CAMIF	MGEN	7,501		7,501	20.27%	1,981	2,173	-3,121
CLINICPROSPORT		6,162	-6,162		100.00%	206	-3,109	-299
GAPI		263		263	10.00%		506	392
HEALTH INSURANCE SERVICES		9,150		9,150	75.00%	NC	NC	NC
MGEN PORTUGAL		7,500		7,500	100.00%	NC	NC	NC
MGEN SOLUTIONS		1,000		1,000	100.00%	1,000	511	264
MUNIER GERARD		4,576		4,576	10.00%	1,000	3,161	1,755
VIVOPTIM SOLUTIONS		2,000		2,000	100.00%	2,000	6,627	837
GAIA	MGEN + UMR	19		19	40.35%	50	2,897	140
SOFAxis	MGEN + MNT	20,403		20,403	15.00%	613	62,490	-2,640
SMACL SA	SMACL	50,439	-45,344	5,095	3.95%	138,801	129,077	-195,910
AEW IMMOCOMMERCIAL	UMR	57,447	-19,398	38,049	16.35%	208,407	232,701	15,686
EFIR DANTE		23,250	-8,603	14,646	33.33%	22,279	43,958	-111
FRANC AUTO PATRIMOINE VALORISATION		8,729		8,729	22.41%	53,690	58,004	4,314
FRANCE AUTO PATRIMOINE 2		11,053		11,053	22.53%	75,791	76,121	330
GAIA		10		10	20.22%	50	2,897	140
LFPE SICAR		3,806	-3,791	15	20.62%	21,823	16,887	-4,179
VELIZY		24,290	-21,849	2,441	33.33%	5,802	2,140	-22,853

### 3.5.3 Investments by other companies

In € thousands	Gross value 31/12/2022	Changes in perimeter	Increase	Decrease	Other changes	Gross value 31/12/2023	Impairment	Net value 31/12/2023
Investments by other companies	615,928	2,768	128,267	-93,153	60,021	713,831	-19,489	694,342
Equity securities of other companies	103,346	4,089	4,110	-5,912	4	105,637	-2,821	102,816
<b>Total</b>	<b>719,274</b>	<b>6,857</b>	<b>132,377</b>	<b>-99,065</b>	<b>60,025</b>	<b>819,468</b>	<b>-22,310</b>	<b>797,158</b>

Investments by other companies comprise:

- Marketable securities (bond-based and money-market UCITS, bonds) held by Book III organisations (other mutual organisations);
- Investments in capital-intensive organisations (property investment partnerships (SCI), limited companies (SA), simplified joint stock companies (SAS) and limited liability companies (SARL)). These are non-consolidated securities, of which the main ones are listed below:



Investments by other companies (in € thousands)	Bearer organisation	2023 gross value	Provision	2023 net value	% interest	Capital	Shareholders' equity	Income
SCI PETITE VALLEE	APSA	4,304		4,304	98.99%	4,348	4,252	-68
AMBULANCE ARGENTIN	HARMONIE	821		821	100.00%	15	223	-151
URGENCES 74	AMBULANCE	1,018		1,018	100.00%	13	389	374
SC LOGEMENTS CIVRAC	MEDIFRANCE	1		1	99.00%	1	-21	-22
SCI CESTAS		150		150	75.00%	200	255	17
SCI INSTITUT FORMATION DU MEDOC		90		90	50.00%	180	46	-134
SCI LOGEMENTS DE LESPARRE		1		1	99.00%	1	-14	-15
SCI MERIGNAC		300		300	75.00%	400	127	13
SCI SCP		105		105	75.00%	140	118	14
SCI SLD		37	-16	21	100.00%		-5	-8
SCI SMF		11		11	95.00%	10	-3	2
SAS LIMOUSIN HOSPITALIER	MUTUALITE FRANCAISE	2,800	-1,680	1,120	65.12%	4,300	2,022	-7
SCI PAS A PAS	LIMOUSINE	1,528		1,528	100.00%	700	1,629	67
GIE des établissements de santé GES	PAVILLON DE LA MUTUALITE	5		5	33.33%	15	15	
GIE PAVILLON OPHTALMOLOGIQUE GOP		49		49	98.20%	50	-261	-311
GIE PAVILLON RADIOLOGIE		145		145	99.91%	141	794	655
GIE PAVILLON RADIOLOGIE GALENI GRG		119		119	99.17%	120	99	-21
IRM MEDOC		1		1	50.00%	1	162	131
SCI CESTAS CHEMIN D'ARNAUTON		50		50	25.00%	200	255	17
SCI Institut Formation du Médoc		90		90	50.00%	180	46	-134
SCI MERIGNAC		100		100	25.00%	400	127	13
H2I	VYV3	563	-563		92.27%	610	503	-26
SCI MUTUALITE 2000	VYV3 BRETAGNE	88		88	85.29%	104	511	61
SCI LES TILLEULS	VYV3 CENTRE VAL DE LOIRE	1		1	55.00%	2	-1,084	222
SCI ROMOMUT		473		473	62.00%	762	762	9
SCI PLAINE MONTJOY	VYV3 ILE DE France	7,046		7,046	100.00%	7,046	7,664	8
SCI 16 AV DU SIX JUIN	VYV3	65		65	99.95%	32	1,132	157
SCI ROCQUANCOURT	NORMANDIE	2		2	90.00%	2	225	115
SCI MUT'YON	VYV3 PAYS DE LA LOIRE	3,681		3,681	73.15%	1,716	8,306	27
SCI LEOPOLD CARTOUX	VYV3 SUD EST	2,241		2,241	51.00%	2	776	182
SCI QUARTIER DES OLIVIERIS		684		684	100.00%	246	351	28
ARCADE VYV	VYVINVEST	33,807		33,807	52.04%	219	80,358	1,208
CEGEDIM HOLDING SANTE		30,000		30,000	8.31%	94,317	133,836	-12,244
PASS		77	-45	32	90.00%	84	302	99
GIE GICAL	VYV3 entities	1,905		1,905	98%	1,950	1,950	
VISAUDIO		2,194		2,194	NC	50	-261	-311
SCI EKIP'AGE		140		140	100%	140	6	4
SCI MEF29		9	-2	7	85%	10	300	7
SCI SOLIDARITE MUTUALISTE		438		438	84%	518	1,141	29
SCI QUATUOR		1,694		1,694	96%	1,765	1,765	44
SCI GROUPE VYV	VYV + VYVINVEST	1,000		1,000	100.00%	1,000	354	-561
		103,159	-2,305	100,854				

These investments mainly concern businesses linked to Book III organisations (property investment partnerships, cost-sharing groups, social housing etc.).





### 3.5.4 Equity method investments

Equity method investments correspond to the share of restated own funds of companies accounted for using the equity method. They were recognised at €30,664 k in 2023 (of which €26,766 k for Parnasse Garanties).

### 3.5.5 Share of assignees and retrocessionaires in the technical provisions

In € thousands	Balance 31/12/2022	Allocation	Reversal	Other changes	Balance 31/12/2023
Life insurance provision	74,893	85,909	-70,144	11,154	101,813
Provision for claims to be paid (Life)	182,298	182,642	-373,886	129,000	120,054
Provision for equalisation	14,315	15,479	23,288		53,082
Other technical provisions - Life	11,720	6,655	-11,129	-574	6,671
<b>TECHNICAL PROVISIONS - LIFE</b>	<b>283,226</b>	<b>290,685</b>	<b>-431,871</b>	<b>139,580</b>	<b>281,620</b>
Provision for unearned premiums & outstanding risks (Non-life)	5,509	0	-5,652	318	174
Provision for claims payable (Non-life)	630,052	174,387	-150,308	4,469	658,600
Provision for equalisation	51,034	33,182	-39,259	0	44,957
Other technical provisions - Non-life	796,623	575,071	-601,267	-10,030	760,398
<b>TECHNICAL PROVISIONS - NON-LIFE</b>	<b>1,483,218</b>	<b>782,640</b>	<b>-796,486</b>	<b>-5,243</b>	<b>1,464,129</b>
Provision for unit-linked contracts					0
<b>SHARE OF ASSIGNEES AND RETROCESSIONAIRES IN THE TECHNICAL PROVISIONS</b>	<b>1,766,348</b>	<b>1,073,325</b>	<b>-1,228,357</b>	<b>134,337</b>	<b>1,745,749</b>

The share of assignees and retrocessionaires in the technical provisions amounted to €1,745,749 k at 31/12/2023. It comprises technical provisions reinsured with external organisations. The largest contributors are Mutex (€995 million including €767 million in non-life) and MNT (€574 million, almost entirely in non-life).

### 3.5.6 Receivables

#### 3.5.6.1 Receivables from insurance or reinsurance operations

In € thousands	Gross 31/12/2023	Provisions	Net 31/12/2023	Net 31/12/2022
Earned but unwritten premiums	266,191		<b>266,191</b>	219,897
Receivables from Policyholders	513,707	-64,765	<b>448,942</b>	429,067
Insurance intermediaries	70,227		<b>70,227</b>	41,769
Current accounts of co-insurers	109,529	-1,481	<b>108,048</b>	110,759
Other third parties	4,391		<b>4,391</b>	16,116
<i>Receivables from direct insurance operations</i>	<i>964,044</i>	<i>-66,246</i>	<b><i>897,799</i></b>	<i>817,608</i>
Current accounts of assignees and retrocessionaires	29,111		<b>29,111</b>	18,977
Current accounts of cedants and retrocedants	87,845		<b>87,845</b>	102,506
<i>Reinsurance receivables</i>	<i>116,957</i>		<b><i>116,957</i></b>	<i>121,483</i>
<b>Receivables from insurance or reinsurance operations</b>	<b>1,081,001</b>	<b>-66,246</b>	<b>1,014,755</b>	<b>939,091</b>

The increase in net value of €75,644 k over the course of financial year 2023 is mainly linked to the rise in earned but unwritten premiums at Mutex (+€49,094 k).



### 3.5.6.2 Receivables from companies in the banking sector

In € thousands	Gross 31/12/2023	Provisions	Net 31/12/2023	Net 31/12/2022
Receivables from companies in the banking sector	968,844		968,844	758,428

This item comprises all bank overdrafts of the group's entities. The significant increase in this item is linked to the liquidity received by MGEN following the liquidation of Union Mutualiste Retraite.

### 3.5.6.3 Non-trade receivables

In € thousands	Gross 31/12/2023	Provisions	Net 31/12/2023	Net 31/12/2022
Uncalled subscribed capital	14,000		14,000	1,750
Amounts due to and from employees	16,035	-669	15,365	11,833
Social security and other benefits	15,617		15,617	15,601
State and other public authorities	68,513		68,513	68,832
State - corporate income tax	5,322		5,322	7,394
Current accounts of shareholders, members	78,196	-4,826	73,369	111,395
Sundry debtors	724,583	-38,292	686,291	616,092
Deferred tax assets	62,813		62,813	81,539
<b>Non-trade receivables</b>	<b>985,079</b>	<b>-43,788</b>	<b>941,291</b>	<b>914,435</b>

In 2023, the main changes affecting the other receivables were:

- The increase in sundry debtors totalling €70,199 k (a large part of which for MGEN)
- The increase in uncalled subscribed capital (entirely concerning SAFM, totalling €14 million)
- The decrease in current accounts totalling -€38,026 k (particularly VYV Invest)
- The decrease in deferred tax assets totalling -€18,726 k (essentially MGEN).



### 3.5.6.4 Schedule of gross repayments (excluding deferred taxes)

In € thousands	Less than 1 year	1 to 5 years	More than 5 years	Total 31/12/2023
Earned but unwritten premiums	266,191			266,191
Receivables from Policyholders	513,707			513,707
Insurance intermediaries	70,227			70,227
Current accounts of co-insurers	112,260	-2,731		109,529
Other third parties	4,391			4,391
Current accounts of assignees and retrocessionaires	29,111			29,111
Current accounts of cedants and retrocedants	89,283	-1,437		87,845
Receivables from companies in the banking sector	929,634	39,210		968,844
Uncalled subscribed capital		14,000		14,000
Amounts due to and from employees	16,035			16,035
Social security and other benefits	14,826	791		15,617
State and other public authorities	68,513			68,513
State - corporate income tax	5,045	277		5,322
Current accounts of shareholders, members	-4,372	27,774	54,793	78,196
Sundry debtors	710,407	3,665	10,511	724,583
<b>Total accounts receivable by due date</b>	<b>2,825,258</b>	<b>81,549</b>	<b>65,304</b>	<b>2,972,111</b>

The receivables are mainly current.

## 3.5.7 Other assets

### 3.5.7.1 Property, plant and equipment

Other assets comprise deposits and security as well as operating tangible assets of non-insurance entities

In € thousands	Gross value 31/12/2022	Change in perimeter	Increase	Decrease	Other changes	Gross value 31/12/2023	Amortisation	Net value 31/12/2023
Deposits	4,443	7	592	-215		4,827		4,827
Other property, plant and equipment	2,817,520	203	235,308	-70,087	3,057	2,986,001	-1,645,052	1,340,949
<b>Tangible assets</b>	<b>2,821,963</b>	<b>209</b>	<b>235,900</b>	<b>-70,301</b>	<b>3,057</b>	<b>2,990,828</b>	<b>-1,645,052</b>	<b>1,345,776</b>

The increase in tangible assets in 2023 is mainly linked to the entry of UMR and SCI Corem Immo into the consolidation perimeter (€75,716 k).

### 3.5.7.2 Other

In € thousands	Balance 31/12/2022	Change in perimeter	Variation	Other changes	Balance 31/12/2023
Net stocks	61,105	57	-325	-107	60,730
<b>Other assets</b>	<b>61,105</b>	<b>57</b>	<b>-325</b>	<b>-107</b>	<b>60,730</b>

Other assets comprise stocks of goods in the healthcare network (Book III) after deducting the associated provisions for impairment, i.e. a net total of €60,730 k (inventory write-down remains immaterial).



### 3.5.8 Prepayments and accrued income

These accounts reflect adjustments or accruals related to inventory entries, in particular to comply with the accruals principle.

In € thousands	Balance 31/12/2022	Variation	Balance 31/12/2023
Premiums on bonds	2,607	-401	2,206
Interest and rent earned and not due	75,952	126,837	202,788
Interest accrued but not due - loans to related undertakings	730	-123	607
Deferred acquisition costs	6,712	3,126	9,838
Prepaid expenses	16,935	662	17,597
Other prepayments and accrued income	16,286	12,727	29,012
Difference in redemption price	588,643	34,662	623,305
<b>Total prepayments and accrued income</b>	<b>707,864</b>	<b>177,490</b>	<b>885,354</b>

### 3.5.9 Own funds

#### 3.5.9.1 Statement of changes in group own funds

In € thousands	Initial capital	Consolidated reserves	Profit (loss) for the year	Other funds	Group's share	Minority interests	Total
<b>Consolidated own funds 31/12/2021</b>	<b>2,254,224</b>	<b>2,773,382</b>	<b>79,808</b>	<b>-6,749</b>	<b>5,100,666</b>	<b>170,194</b>	<b>5,270,860</b>
Appropriation of income		79,808	-79,808				
Income			112,806		<b>112,806</b>	5,723	<b>118,529</b>
Other changes	-114,931	39,403		110,910	<b>35,382</b>	-9,178	<b>26,205</b>
<b>Consolidated own funds 31/12/2022</b>	<b>2,139,293</b>	<b>2,892,594</b>	<b>112,806</b>	<b>104,161</b>	<b>5,248,854</b>	<b>166,740</b>	<b>5,415,594</b>
Appropriation of income		112,806	-112,806				
Income			178,554		<b>178,554</b>	3,043	<b>181,597</b>
Other changes	8,937	-1,273		1,435	<b>9,099</b>	-13,655	<b>-4,556</b>
<b>Consolidated own funds 31/12/2023</b>	<b>2,148,230</b>	<b>3,004,126</b>	<b>178,554</b>	<b>105,596</b>	<b>5,436,507</b>	<b>156,128</b>	<b>5,592,635</b>

The variation of €188 million in the group's own funds was mainly due to:

- The profit (loss) for the year (+€179 million);
- The integration of Esprit Retraite (+€4 million);
- The variation in capital grants(+€7 million).



### 3.5.9.2 Statement of changes in minority interests

In € thousands	Minority interests
<b>Consolidated own funds 31/12/2022</b>	<b>166,740</b>
Appropriation of income	
Income	3,043
Other changes	-13,655
<b>Consolidated own funds 31/12/2023</b>	<b>156,128</b>

The decrease of €10.6 million in the minority interests was mainly due to:

- The liquidation of SCIA-Kerlic (-€12.9 million)
- The share of 2023 income (+€3.0 million).



### 3.5.9.3 Contributions of the organisations to shareholders' equity (Group's share)

Legal form	Organisation	Contribution to group Own Funds in € thousands
<b>Combined unions governed by Book 1 of the French mutual insurance code (<i>Code de la Mutualité</i>)</b>		<b>110,334</b>
Book 1	UMG Groupe VYV	105,899
Book 1	MGEN Union	4,435
<b>Unions/mutual insurance companies/combined capital-intensive insurance organisations</b>		<b>4,523,675</b>
Book 2	MGEN	2,315,808
Book 2	Harmonie Mutuelle	1,609,302
Book 2	MNT	344,990
Limited company (SA)	MUTEX SA	192,201
Book 2	Ressources Mutuelles Assistance (RMA)	25,049
Limited company (SA)	UMR	18,056
Book 2	SMACL	7,166
Limited company (SA)	Parnasse Garantie	6,830
Book 2	Mare-Gaillard	4,273
<b>Other entities related to the insurance business</b>		<b>18,788</b>
<b>Unions/mutual insurance companies/other organisations within the VYV3 sub-group</b>		<b>902,758</b>
Book 3	MGEN Action Sanitaire et Sociale (MGENASS)	115,230
Book 3	VYV3 Normandie	89,579
Book 3	VYV3 Centre Val de Loire (VYV3CVL)	83,101
Book 3	VYV3 Bretagne Sanitaire et Social	71,943
Book 3	VYV3 Bretagne Paus de Loire Services Biens Médicaux (VYV3PDL-SBM)	66,558
	Other	476,347
<b>Organisations within the HDS sub-group</b>		<b>-10,917</b>
<b>Organisations within the HGO sub-group</b>		<b>-26,535</b>
<b>Organisations within the SAFM sub-group</b>		<b>-11,585</b>
<b>Organisations within the Hospitalia sub-group</b>		<b>-14,503</b>
<b>Organisations within the Foncière HGO sub-group</b>		<b>-11,706</b>
<b>Organisations within the VY Invest sub-group</b>		<b>-43,803</b>
<b>TOTAL Combined and consolidated organisations</b>		<b>5,436,507</b>



### 3.5.10 Subordinated liabilities

In € thousands	Balance 31/12/2022	Increase	Decrease	Other changes	Balance 31/12/2023
Participating shares issued	4,833		-56	-3,150	<b>1,627</b>
Fixed-term subordinated bond issues	7,594		6,506		<b>14,100</b>
Other fixed-term subordinated loans	25,000				<b>25,000</b>
Other perpetual subordinated loans		-19,323	25,628	64,828	<b>71,133</b>
<b>Subordinated liabilities</b>	<b>37,426</b>	<b>-19,323</b>	<b>32,078</b>	<b>61,678</b>	<b>111,860</b>

This item increased by €74 million. This increase is linked to the integration of UMR, which has subordinated securities subscribed mainly by La Mutuelle Générale, Matmut, MAIF and FMF.

### 3.5.11 Gross technical provisions

In € thousands	Balance 31/12/2023	Balance 31/12/2022
Life insurance provisions	12,936,205	4,264,769
Provisions for benefits to be paid - life	496,780	535,088
Provisions for participation in profits and rebates - life	147,450	40,824
Equalisation provision (life)	88,364	67,111
Other technical provisions (life)	82	21
<b>Technical provisions - life</b>	<b>13,668,880</b>	<b>4,907,813</b>
Provisions for unearned premiums (non-life)	33,025	31,720
Provisions for benefits to be paid - non-life	2,417,832	2,272,871
Provisions for participation in profits and rebates - non-life	23,928	15,868
Equalisation provisions (non-life)	223,602	173,943
Other technical provisions (non-life)	3,678,189	3,714,497
<b>Technical provisions - non-life</b>	<b>6,376,576</b>	<b>6,208,899</b>
Technical provisions - unit-linked	63,933	36,583
<b>GROSS TECHNICAL PROVISIONS</b>	<b>20,109,390</b>	<b>11,153,295</b>

Technical commitments (life) represent 68% and technical commitments (non-life) 32%.

All provisions for participation in profits and rebates (life and non-life) are transferable.

The total amount of liquidation variances is €135,318 k.



### 3.5.12 Provisions for liabilities and charges

In € thousands	Balance 31/12/2022	Provisions	Reversals	Other changes	Balance 31/12/2023
Disputes	21,132	8,675	-7,985	747	<b>22,569</b>
Retirement benefits	148,134	25,671	-35,530	1,091	<b>139,366</b>
Tax inspections and tax	179		-18	-161	
Other	55,105	15,323	-22,627	-31	<b>47,771</b>
Net goodwill	75,228		-25,766	104,383	<b>153,845</b>
<b>Provisions for liabilities &amp; charges</b>	<b>299,777</b>	<b>49,669</b>	<b>-91,926</b>	<b>106,031</b>	<b>363,551</b>

Provisions for liabilities and charges mainly comprise:

- Provisions for litigation amounting to €22,569 k. Miscellaneous risks are funded such as HR disputes, social security contribution collection agency (URSSAF) audits, disputes with suppliers etc.
- Provisions for retirement benefits amounting to €139,366 k.

For some of the companies included in the combination perimeter, social security obligations are the subject of an off-balance sheet commitment in the individual financial statements. These obligations are recognised in the consolidated financial statements, in accordance with the regulations. This provision covers obligations relating to retirement benefits, long-service awards and supplementary pension obligations linked to defined benefit plans (Article 39 of the French General Tax Code).

The decline in this item is mainly due to the increase in the discount rate from 3.16% in 2022 to 3.65% in 2023.

- Other provisions for liabilities and charges amounting to €47,771 k. The biggest balances concern:
  - VYV 3 Ile-de-France totalling €5,363 k
  - VYV 3 Bretagne Sanitaire et Social totalling €5,200 k
  - VYV 3 Pays de la Loire Pôle Personnes Agées totalling €4,775 k
  - Harmonie Mutuelle totalling €3,338 k
  - VYV 3 Pays de la Loire Pôle Accompagnements et Soins totalling €3,325 k.
- Provisions for negative goodwill for a total of €153,845 k.

Negative goodwill corresponds to the difference between the value of the securities of the company acquired and the share of its net assets. It is recognised under provisions for liabilities and charges and reversed on a straight-line basis over a fixed period, hence the decrease in this item from year to year.

It corresponds to:

- Negative goodwill for Mutex S.A., reversed over a 15-year period, amounting to €56,420 k
- A new amount of goodwill following the acquisition of UMR totalling €104,383 k, €6,958 k of which was reversed in 2023 and which therefore amounted to €97,424 k at 31/12/2023.





### 3.5.13 Other debts

#### 3.5.13.1 Debts from insurance and reinsurance operations

In € thousands	Balance 31/12/2022	Variation	Other changes	Balance 31/12/2023
Debts due to cash deposits	1,015,655	13,719	3,649	1,033,023
Debts to Policyholders	40,914	10,146	10,996	62,056
Insurance intermediaries	6,166	6,859	1,905	14,930
Current accounts of co-insurers	80,565	-664		79,901
Other third parties	75,693	21,522		97,215
<b>Debts from direct insurance operations</b>	<b>1,218,992</b>	<b>51,582</b>	<b>16,550</b>	<b>1,287,124</b>
CA assignees & retrocessionaires - Other	307,342	-63,624	35,395	279,113
CA cedants and retrocedants - Other	42,605	-4,001	5,578	44,182
Reinsurance brokers & other intermediaries	789	-815	255	229
Reinsurers' share in net earned premiums				
<b>Reinsurance payables</b>	<b>350,736</b>	<b>-68,440</b>	<b>41,228</b>	<b>323,524</b>
<b>Insurance and reinsurance payables</b>	<b>1,569,729</b>	<b>-16,858</b>	<b>57,778</b>	<b>1,610,649</b>

Insurance and reinsurance payables amounted to €1,611 million at 31/12/2023 and mainly comprised debts for cash deposits for which the biggest contributors were MNT (€551 million) and Mutex (€370 million).

#### 3.5.13.2 Debts from insurance and reinsurance operations

In € thousands	Less than 1 year	1 to 5 years	More than 5 years	Total 31/12/2023
Debts due to cash deposits	1,033,023			1,033,023
Debts to Policyholders	62,056			62,056
Insurance intermediaries	14,930			14,930
Current accounts of co-insurers	79,901			79,901
Other third parties	97,215			97,215
Debts from direct insurance operations	1,287,124			1,287,124
CA assignees & retrocessionaires - Other	279,113			279,113
CA cedants and retrocedants - Other	44,182			44,182
Reinsurance brokers & other intermediaries	229			229
Reinsurers' share in net earned premiums				
Reinsurance payables	323,524			323,524
<b>Total</b>	<b>1,610,649</b>			<b>1,610,649</b>



### 3.5.13.3 Debts to banking sector companies

In € thousands	Balance 31/12/2022	Variation	Other changes	Balance 31/12/2023
Loans from lending institutions	544,711	35,058	9,036	588,805
Bank loans	25,775	40,715	5,097	71,587
<b>Debts to banking sector companies</b>	<b>570,486</b>	<b>75,773</b>	<b>14,132</b>	<b>660,391</b>

This item mainly comprises debts to lending institutions (€589 million) and concerns fixed rate loans, variable rate loans and structured loans, mainly to finance real estate (held by property investment partnerships) or fixtures linked to the Book III activities.

The bank loans mainly concern Harmonie Mutuelle and entities in the VYV 3 perimeter.

### 3.5.13.4 Schedule of debts to banking sector companies

In € thousands	Less than 1 year	1 to 5 years	More than 5 years	Total 31/12/2023
Debts to lending institutions	73,604	243,953	271,248	588,805
Bank loans	71,585	1		71,587
<b>Total</b>	<b>145,189</b>	<b>243,955</b>	<b>271,248</b>	<b>660,391</b>

### 3.5.13.5 Other debts

The other debts amounting to €2,898,202 k had the following breakdown:

In € thousands	Balance 31/12/2022	Variation	Other changes	Balance 31/12/2023
Senior bond issues	500,001			500,001
Deposits and guarantees received - related entities	14,946	465		15,411
Deposits and guarantees received - other	78	108	1,213	1,399
Other loans and similar debts - related entities	568	-241		327
Other loans and similar debts - other	30,135	97,012	12,914	140,060
<b>Miscellaneous loans and borrowings</b>	<b>545,728</b>	<b>97,343</b>	<b>14,127</b>	<b>657,198</b>
Amounts due to employees	208,109	18,790	2,373	229,272
Debts to social welfare bodies	282,809	2,402	4,305	289,516
State and other public authorities	178,790	59,819	3,805	242,413
Current accounts of related entities	11,689	-31,844	38,377	18,222
Sundry accounts payable	1,216,603	48,708	28,055	1,293,366
Unbilled trade accounts payable	111,499	-6,822	909	105,587
Accrued amounts payable	68,668	-7,604	1,563	62,628
<b>Other debts</b>	<b>2,078,168</b>	<b>83,448</b>	<b>79,388</b>	<b>2,241,004</b>
<b>TOTAL OTHER DEBTS</b>	<b>2,623,895</b>	<b>180,792</b>	<b>93,515</b>	<b>2,898,202</b>

It should be noted that the senior bond issues totalling €500 million relate to a senior debt issued in 2019 by the UMG Groupe VYV.



“Sundry accounts payable” comprises large amounts linked to repurchase agreement (“REPO”) transactions, as well as debts linked to third-party management activities.

### 3.5.13.6 Schedule of repayments of other debts

In € thousands	Less than 1 year	1 to 5 years	More than 5 years	Total 31/12/2023
<b>Senior bond issues</b>	<b>1</b>		<b>500,000</b>	<b>500,001</b>
Deposits and guarantees received - related entities	8,076	1,818	5,517	15,411
Deposits and guarantees received - other	3	1,396		1,399
<b>Total deposits and guarantees received</b>	<b>8,079</b>	<b>3,214</b>	<b>5,517</b>	<b>16,810</b>
Other loans and similar debts - related entities	297	-484	514	327
Other loans and similar debts - other	108,799	13,690	17,572	140,060
<b>Total other loans, deposits and guarantees received</b>	<b>109,095</b>	<b>13,206</b>	<b>18,086</b>	<b>140,387</b>
Amounts due to and from employees	229,269	3		229,272
Social security and other benefits	289,516			289,516
State and other public authorities	240,065			240,065
Deferred tax liabilities	2,348			2,348
Current accounts of related entities & other current accounts	16,959	69	1,195	18,222
Sundry accounts payable	1,211,906	46,317	35,143	1,293,366
Unbilled trade accounts payable	105,587			105,587
Accrued amounts payable	62,628			62,628
<b>Total other</b>	<b>2,158,277</b>	<b>46,389</b>	<b>36,338</b>	<b>2,241,004</b>
<b>Total other debts</b>	<b>2,275,452</b>	<b>62,809</b>	<b>559,941</b>	<b>2,898,202</b>

Other debts are mainly short-term.

### 3.5.14 Accruals and deferred income

These accounts reflect adjustments or accruals related to inventory entries, in particular to comply with the accruals principle.

In € thousands	Balance 31/12/2022	Variation	Other changes	Balance 31/12/2023
Amortisation of differences in the redemption price to be received	87,691		64,084	151,775
Other accruals	72,217	12,998		85,215
Reciprocal accounts	-693	-2,409	4,441	1,339
Deferred revenue	18,401	-2,129	124	16,396
<b>Accruals</b>	<b>177,615</b>	<b>8,461</b>	<b>68,649</b>	<b>254,725</b>

Accruals and deferred income are comprised of:

- Capital grant standardising entries,
- Accruals for companies within the consolidation perimeter (deferred income and premiums).



## 3.6 Notes to the profit and loss account

### 3.6.1 Financial income net of charges

In € thousands	Non-life	Life	31 December 2023	31 December 2022
Investment income		293,129	<b>293,129</b>	<b>77,977</b>
Other investment income	146,678	120,998	<b>267,676</b>	<b>95,136</b>
Gains on the realisation of investments		149,721	<b>149,721</b>	<b>35,561</b>
Unit-linked life insurance (ULLI) adjustment (capital gains)		4,506	<b>4,506</b>	<b>1,458</b>
Internal and external management costs of investments and interest		-17,880	<b>-17,880</b>	<b>117,480</b>
Other investment costs		-79,152	<b>-79,152</b>	<b>-5,176</b>
Losses on the realisation of investments		-25,972	<b>-25,972</b>	<b>-38,515</b>
ULLI adjustment (capital losses)		-744	<b>-744</b>	<b>-8,693</b>
<b>FINANCIAL INCOME NET OF CHARGES</b>	<b>146,678</b>	<b>444,606</b>	<b>591,284</b>	<b>275,229</b>

This corresponds to the share of the financial result allocated to the technical income.

### 3.6.2 Breakdown of expenses according to the types of “Other Businesses” and “Other Mutual Businesses”

Expenses for other businesses in € thousands	Balance 31/12/2023	% of the total	Balance 31/12/2022	% of the total	Variation 2023/2022	Variation (%)
External purchases and expenses	<b>-1,255,104</b>	<b>38.1%</b>	<b>-1,200,091</b>	38.0%	-55,013	4.6%
Payroll expense	<b>-1,595,475</b>	<b>48.5%</b>	<b>-1,510,287</b>	47.8%	-85,188	5.6%
Taxes and duties	<b>-159,008</b>	<b>4.8%</b>	<b>-150,170</b>	4.8%	-8,838	5.9%
Other operating charges	<b>-75,550</b>	<b>2.3%</b>	<b>-109,048</b>	3.5%	33,498	-30.7%
Depreciation and provisions	<b>-202,851</b>	<b>6.2%</b>	<b>-187,670</b>	5.9%	-15,181	8.1%
Employee profit-sharing for other businesses	<b>-1,996</b>	<b>0.1%</b>	<b>-1,928</b>	0.1%	-68	3.5%
<b>Total</b>	<b>-3,289,983</b>	<b>100.0%</b>	<b>-3,159,193</b>	<b>100.0%</b>	<b>-130,789</b>	<b>4.1%</b>

This item mainly comprises expenses relating to employees (including external employees included under “External purchases and expenses”) as well as the related taxes and duties.



### 3.6.3 Extraordinary profit or loss

In € thousands	31 December 2023	31 December 2022
Reversal of provisions for exceptional expenses	8,500	67
Reversal of provisions for exceptional loss in value	6,886	7,239
Other exceptional income	75,298	72,839
<b>Total exceptional income</b>	<b>90,684</b>	<b>80,145</b>
Provisions for exceptional expenses	-1,206	391
Provisions for exceptional loss in value	-4,987	-10,112
Other exceptional expenses	-36,124	-44,515
<b>Total extraordinary charges</b>	<b>-42,317</b>	<b>-54,236</b>
<b>Extraordinary profit or loss</b>	<b>48,367</b>	<b>25,909</b>

The extraordinary profit or loss is due to unusual events or operations that are distinct from the business and that are not expected to recur frequently and regularly.

Extraordinary profit or loss for 2023 amounted to €48,367 k. The largest contributions correspond to:

- Reversal of negative goodwill for Mutex (amortised over 15 years): +€18m
- Exceptional income linked to the Mediator affair: +€16m
- Reversal of negative goodwill for UMR (amortised over 10 years): +€7m
- Other (capital gains on asset sales, amortisation of a subsidy): +€7m

### 3.6.4 Corporate income tax

In € thousands Income (+)/Expense (-)	Total 2023	Total 2022
Corporate income tax due (in the individual financial statements)	-137,923	-20,041
Deferred tax	-13,393	-13,290
- Temporary differences	14,174	-4,649
- Capitalisation and use of loss carryforwards	-26,567	-6,410
- Standardising entries	-1,003	-2,231
<b>Total</b>	<b>-151,316</b>	<b>-33,331</b>

Only the loss carryforwards that are likely to be deducted from future taxable income were capitalised. It should be noted that in 2023, there was greater use of loss carryforwards than capitalisation, notably €97.5 million by MGEN, generating a decrease in deferred tax assets of €25.2 million.

The tax losses of entities whose short/medium-term earnings outlook does not make it possible to recover these losses, were not capitalised.



The table below shows the capitalised and non-capitalised tax losses:

Total 31/12/2023 In € thousands	Capitalised losses	Uncapitalised losses
HDS subgroup	901	233
HGO subgroup	2,802	39,695
SAFM subgroup	6,512	0
VYV3 subgroup	1,113	31,186
MGEN tax group	0	362,887
Hospitalia tax group	0	14,596
Harmonie Mutuelle / Foncière HMFLV	57,882	167,486
UMR	0	23,984
UMG Groupe VYV	0	3,620
Mutuelle Mare Gaillard	0	7,296
SMACL	0	36,543
VYV Invest subgroup	1,452	32,443
EGAS	0	3,715
<b>Total</b>	<b>70,663</b>	<b>723,684</b>

Proof of tax is provided below:

PROOF OF CONSOLIDATED TAX	31 December 2023	31 December 2022
<b>Net result (Group's share)</b>	<b>178,554</b>	<b>112,806</b>
Income tax expense/benefit	-151,316	-33,331
Minority interests	-3,043	-5,723
Income from companies accounted for by the equity method	170	-40,913
<b>Consolidated earnings before tax</b>	<b>332,743</b>	<b>192,773</b>
Theoretical tax rate	25.00%	25.00%
<b>Theoretical tax expense</b>	<b>-83,186</b>	<b>-48,193</b>
<b>Reconciliation items</b>		
Unions/mutual insurance companies not liable for tax	-1,072	1,103
Amortisation / reversal of goodwill	6,104	4,072
Loss carryforwards not capitalised	-1,792	-46,490
Permanent differences (reversal (-)/deduction (+))	-14,665	65,382
Variation in UCITS unrealised capital gains, without deferred tax	-50,479	
Tax credits	8,093	4,705
Impact of the change in rate on the calculation of deferred taxes	-518	-355
Unrecognised deferred taxes on restatements/temporary differences	-9,012	-11,378
Income from property investment partnerships (tax transparency)	1,154	1,785
Other, corporate income tax adjustments, other rates	-5,941	-3,963
<b>Income tax expense/benefit recognised</b>	<b>-151,316</b>	<b>-33,331</b>

The variation in the tax expense between 2022 and 2023 is chiefly due to:

- The increase in earnings before tax and in particular the impact of the UMR liquidation surplus (€52 million)
- The increase in UCITS unrealised capital gains, for which no deferred tax was recognised (€50 million).



### 3.6.5 Workforce

The group's workforce (consolidated entities) amounted to 43,617 employees in 2023.

### 3.6.6 Segment reporting

#### 3.6.6.1 Profit and loss account by business

In € thousands	Insurance business	Healthcare and Related Services businesses	Other	Consolidated 31/12/2023
Premiums issued	7,787,247	0	0	7,787,247
Variation in unearned premiums	-7,102	0	0	-7,102
<b>Premiums earned</b>	<b>7,780,145</b>	<b>0</b>	<b>0</b>	<b>7,780,145</b>
Banking operating income	0	0	0	0
Revenue or income from other businesses	48,295	2,529,137	64,244	2,641,675
Other operating income	238,111	272,336	3,381	513,828
Financial income net of charges	591,284	0	0	591,284
<b>Total current operating income</b>	<b>877,690</b>	<b>2,801,473</b>	<b>67,625</b>	<b>3,746,787</b>
Insurance benefit expenses	-6,812,097	0	0	-6,812,097
Net charges for or income from reinsurance cessions	-48,559	0	0	-48,559
Banking operating expenses	0	0	0	0
Expenses for other businesses	-396,392	-2,794,478	-99,113	-3,289,983
Management expenses	-1,233,549	0	0	-1,233,549
<b>Total current operating expenses</b>	<b>-8,490,598</b>	<b>-2,794,478</b>	<b>-99,113</b>	<b>-11,384,189</b>
Intersegment transactions	-15,230	-13,275	28,575	69
<b>OPERATING INCOME before amortisation and impairment of goodwill</b>	<b>152,006</b>	<b>-6,280</b>	<b>-2,914</b>	<b>142,812</b>
Amortisation of goodwill	0	-1,271	-80	-1,351
Other non-technical net income	130,011	8,352	4,552	142,914
<b>OPERATING INCOME after amortisation and impairment of goodwill</b>	<b>282,017</b>	<b>801</b>	<b>1,558</b>	<b>284,375</b>
Extraordinary profit or loss	40,753	7,648	-34	48,367
Corporate income tax	-145,446	-4,203	-1,668	-151,316
<b>NET INCOME FROM CONSOLIDATED ENTITIES</b>	<b>177,324</b>	<b>4,247</b>	<b>-143</b>	<b>181,427</b>
Share of profits of companies accounted for using the equity method	927	0	-757	170
<b>NET INCOME OF THE CONSOLIDATED GROUP</b>	<b>178,251</b>	<b>4,247</b>	<b>-900</b>	<b>181,597</b>
Minority interests	-2,151	-196	-696	-3,043
<b>NET RESULT (Group's share)</b>	<b>176,100</b>	<b>4,050</b>	<b>-1,596</b>	<b>178,554</b>

The organisation of the businesses between Insurance, Healthcare and Related Services and Other is described in paragraph 3.2.3.



### 3.6.6.2 Balance sheet (Assets) by business

ASSETS in € thousands	Insurance	Healthcare and Related Services	Other businesses	Consolidated 31/12/2023
<b>Intangible assets</b>	<b>76,019</b>	<b>103,883</b>	<b>36,900</b>	<b>216,803</b>
- of which goodwill	0	83,083	30,883	113,967
<b>Investments in insurance companies</b>	<b>23,936,678</b>	<b>-205,909</b>	<b>-123,858</b>	<b>23,606,911</b>
- Land and buildings	1,603,462	0	0	1,603,462
- Investments in related undertakings and undertakings linked by virtue of participating interests	843,951	-205,909	-123,858	514,184
- Other investments	21,311,465	0	0	21,311,465
- Receivables/cash deposits to cedant companies	177,800	0	0	177,800
<b>Investments representing technical provisions pertaining to unit-linked contracts</b>	<b>63,762</b>	<b>0</b>	<b>0</b>	<b>63,762</b>
<b>Investments by other companies</b>	<b>166,155</b>	<b>448,805</b>	<b>182,198</b>	<b>797,158</b>
<b>Equity method investments</b>	<b>26,766</b>	<b>0</b>	<b>3,898</b>	<b>30,664</b>
<b>Share of cessions and retrocessions in the technical provisions</b>	<b>1,745,749</b>	<b>0</b>	<b>0</b>	<b>1,745,749</b>
- Technical provisions - Life	281,620	0	0	281,620
- Technical provisions — Non-Life	1,464,129	0	0	1,464,129
<b>Receivables</b>	<b>2,015,356</b>	<b>801,934</b>	<b>107,600</b>	<b>2,924,890</b>
- Receivables from insurance or reinsurance operations	1,014,755	0	0	1,014,755
- Receivables from customers of banking sector companies	0	0	0	0
- Receivables from banking sector companies	565,981	318,316	84,547	968,844
- Non-trade receivables	434,620	483,617	23,053	941,291
<b>Shares of guarantors in the commitments in substitution</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Other assets</b>	<b>248,330</b>	<b>1,156,305</b>	<b>1,871</b>	<b>1,406,506</b>
- Property, plant and equipment	248,288	1,095,617	1,871	1,345,776
- Other	42	60,688	0	60,730
<b>Prepayments and accrued income</b>	<b>877,179</b>	<b>7,306</b>	<b>868</b>	<b>885,354</b>
<b>Total assets</b>	<b>29,155,995</b>	<b>2,312,324</b>	<b>209,479</b>	<b>31,677,797</b>





### 3.6.6.3 Balance sheet (Liabilities) by business

LIABILITIES in € thousands	Insurance	Healthcare and Related Services	Other businesses	Consolidated 31/12/2023
<b>Group own funds</b>	<b>4,652,797</b>	<b>827,513</b>	<b>-43,803</b>	<b>5,436,507</b>
- Endowment fund without rights to recovery or capital	1,668,057	227,473	252,700	2,148,230
- Capital reserves arising on consolidation	2,807,369	491,663	-294,906	3,004,126
- income	176,100	4,050	-1,596	178,554
- Other mutual funds	1,270	104,326		105,596
<b>Minority interests</b>	<b>101,638</b>	<b>46,137</b>	<b>8,353</b>	<b>156,128</b>
- minority interests - share of reserves	99,487	45,941	7,657	153,085
- minority interests - share of earnings	2,151	196	696	3,043
<b>Subordinated liabilities</b>	<b>110,233</b>	<b>1,627</b>		<b>111,860</b>
<b>Gross technical provisions</b>	<b>20,045,456</b>			<b>20,045,456</b>
- Technical provisions - Life	13,668,880			13,668,880
- Technical provisions — Non-Life	6,376,576			6,376,576
<b>Technical provisions for unit-linked contracts</b>	<b>63,933</b>			<b>63,933</b>
<b>Technical commitments on transactions ceded in substitution</b>				
<b>Provisions for liabilities and charges</b>	<b>231,712</b>	<b>130,029</b>	<b>1,809</b>	<b>363,551</b>
<b>Dedicated funds</b>	<b>490</b>	<b>75,904</b>		<b>76,394</b>
<b>Other debts</b>	<b>4,014,374</b>	<b>1,074,967</b>	<b>79,901</b>	<b>5,169,242</b>
- debts relating to insurance and reinsurance operations	1,610,649			1,610,649
- debts to banking sector companies	183,926	465,385	11,080	660,391
- debts to customers of banking sector companies				
- debts evidenced by securities	500,000	1		500,001
- Other debts	1,719,800	609,581	68,821	2,398,201
<b>Accruals and deferred income</b>	<b>-64,639</b>	<b>156,147</b>	<b>163,218</b>	<b>254,725</b>
<b>Total liabilities</b>	<b>29,155,995</b>	<b>2,312,324</b>	<b>209,479</b>	<b>31,677,797</b>



## 3.7 Additional information

### 3.7.1 Post-balance sheet events

The UMG Groupe VYV, as well as the group's various entities, decided to outsource the asset management business through the sale of EGAMO, a subsidiary owned 64% by Groupe VYV via its investment vehicle VYV Invest, 20% by UMR and 16% by MGEN, to a single partner to which would be transferred the management of all listed assets, whether carried out by EGAMO or by external asset management companies.

The Boards of Directors of the UMG Groupe VYV, as well as the various entities of Groupe VYV, validated the transactions in their respective meetings and thus approved the sale of the securities in favour of the company OFI Invest Asset Management, as well as the resulting change in asset manager, which was subject to a declaration to the ACPR in respect of the outsourcing of important and critical activities.

### 3.7.2 Future developments

None

### 3.7.3 Statutory auditors' fees

The statutory auditors' fees in 2023 amounted to €4,776 k inclusive of tax for the legal contract to audit the individual financial statements of the consolidated companies and the consolidated financial statements of the UMG Groupe VYV, as well as €394 k inclusive of tax for services other than certification of the accounts.

These fees include a total of €260 k invoiced for the audit of the consolidated financial statements and were divided equally between Mazars and Grant Thornton.



## Appendix 1. Financial statements of the UMG Groupe VYV

### Balance sheet (in €)

#### Assets (in €)

Item	Gross amount	Amortisation Provisions	31/12/2023	31/12/2022
Uncalled subscribed capital				
<b>INTANGIBLE ASSETS</b>				
Preliminary expenses				
Development expenses				
Concessions, patents and other similar rights	23,332,126	19,518,100	3,814,026	4,068,868
Goodwill	0		0	0
Other intangible assets				
Intangible assets in progress	1,874,493		1,874,493	960,172
<b>PROPERTY, PLANT AND EQUIPMENT</b>				
Land				
Buildings	393,775	238,395	155,380	196,356
Industrial fixtures, fittings, machinery & equipment	0	0	0	0
Other property, plant and equipment	4,923,091	3,951,053	972,038	1,471,697
Construction work in progress	0		0	12,200
Advances and payments on account				
<b>FINANCIAL ASSETS</b>				
Equity securities				
Other forms of investment	261,171,912	0	261,171,912	263,525,912
Long-term investments other than portfolio holdings				
Other long-term investments	291,535,593	5,600,104	285,935,489	281,616,194
Loans				
Other financial assets	17,112,824		17,112,824	12,011,210
<b>FIXED ASSETS</b>	<b>600,343,814</b>	<b>29,307,652</b>	<b>571,036,162</b>	<b>563,862,609</b>
<b>STOCKS AND WORK IN PROGRESS</b>				
Raw materials & supplies				
Work in progress for production of goods				
Work in progress for services				
Advances and payments on account on orders			0	0
<b>ACCOUNTS RECEIVABLE</b>				
Trade accounts receivable	17,353,414		17,353,414	
Non-trade receivables	58,653,468	529,381	58,124,087	82,323,038
Subscribed capital - called up and unpaid				
<b>MISCELLANEOUS</b>				
Marketable securities (of which own shares: )				
Cash assets	6,767,541		6,767,541	18,413,025
<b>ACCRUALS</b>				
Prepaid expenses	158,043		158,043	440,266
<b>CURRENT ASSETS</b>	<b>82,932,466</b>	<b>529,381</b>	<b>82,403,085</b>	<b>101,176,330</b>
Debt issuance costs to be spread				
Differences in the redemption prices to be received	217,211		217,211	177,311
Loan redemption premiums	2,205,500		2,205,500	2,606,500
<b>GRAND TOTAL</b>	<b>685,698,991</b>	<b>29,837,033</b>	<b>655,861,958</b>	<b>667,822,750</b>



## Liabilities (in €)

Item	31/12/2023	31/12/2022
Initial capital	113,400,000	114,400,000
Premiums arising from share issues or mergers		
Revaluation adjustments (including equity method adjustment: )		
Legal reserve		
Statutory or contractual reserves		
Regulated reserves (including reserves Prov. Fluctuations in prices )	51,401	51,401
Other reserves (including purchase of original works by artists )	290,043	290,043
Retained earnings/losses brought forward	-12,906,209	-4,223,613
<b>PROFIT (LOSS) FOR THE YEAR</b>	<b>2,786,436</b>	<b>-8,682,596</b>
Investment grants		
Regulated provisions		
<b>OWN FUNDS</b>	<b>103,621,671</b>	<b>101,835,235</b>
Income from issue of participating shares		
Conditional advances		
<b>OTHER OWN FUNDS</b>		
Provision for contingencies	238,078	180,000
Provision for charges	7,493,410	9,300,609
<b>PROVISIONS</b>	<b>7,731,489</b>	<b>9,480,609</b>
<b>FINANCIAL DEBTS</b>		
Convertible debenture loans		
Other debenture loans	500,000,000	500,000,000
Borrowings from lending institutions		
Miscellaneous loans and borrowings	4,060,778	4,061,653
Advances and payments on account received on orders in progress		
<b>ACCOUNTS PAYABLE</b>		
Trade accounts payable	19,741,431	24,173,839
Tax and social security liabilities	20,067,421	19,005,303
<b>MISCELLANEOUS LIABILITIES</b>		
Liabilities in respect of fixed assets	27,467	310,877
Other debts	167,981	5,795,309
<b>ACCRUALS</b>		
Deferred revenue	443,722	3,159,924
<b>DEBTS</b>	<b>544,508,799</b>	<b>556,506,906</b>
Translation gains		
<b>GRAND TOTAL</b>	<b>655,861,958</b>	<b>667,822,750</b>



## Profit and loss account (in €)

Item	France	Exports	31/12/2023	31/12/2022
Sales of goods				
Sales of goods produced				
Sales of services	126,581,342	,	126,581,342	124,454,966
<b>NET REVENUE</b>	<b>126,581,342</b>	<b>0</b>	<b>126,581,342</b>	<b>124,454,966</b>
Stored production				
Self-constructed capital assets				
Operating grants				
Reversals of impairment write-downs, provisions (and depreciation), transfers of charges			14,898,326	13,750,198
Miscellaneous revenue			5,105	4,216,931
<b>OPERATING REVENUE</b>			<b>141,484,773</b>	<b>142,422,096</b>
Purchases of goods				
Change in inventory				
Purchases of raw materials and other supplies				
Change in inventory				
Other external purchases and expenses			55,029,752	53,619,853
Taxes and similar levies			6,764,321	7,332,975
Wages and salaries			44,194,765	40,277,623
Social security charges			23,334,727	20,466,806
<b>OPERATING ALLOWANCES</b>				
For fixed assets: depreciation expense			2,734,955	2,392,222
For fixed assets: provisions for impairment				
For current assets: provisions for impairment			0	0
Allocation to provisions			800,709	2,164,759
Other charges			7,666,872	12,633,121
<b>OPERATING EXPENSES</b>			<b>140,526,102</b>	<b>138,887,359</b>
<b>OPERATING RESULT</b>			<b>958,671</b>	<b>3,534,736</b>
<b>JOINT VENTURES</b>				
Profit assigned or loss transferred				
Loss incurred or profit transferred				
<b>FINANCIAL INCOME</b>				
Financial income from holdings				
Income from other real property and receivables from fixed assets			9,542,217	6,395,448
Other interest and similar income			350,525	124,322
Reversal of impairment write-downs and provisions, transfers of charges			8,410,743	0
Foreign exchange gains				
Net proceeds from sales of marketable securities			563,329	148,744
<b>FINANCIAL INCOME</b>			<b>18,866,814</b>	<b>6,668,513</b>
Impairment and provisions for financial assets			2,755,000	10,661,532
Interest and similar charges			8,148,716	8,155,105
Foreign exchange loss				
Net charges on sales of marketable securities			5,423,415	351,551
<b>FINANCIAL EXPENSES</b>			<b>16,327,131</b>	<b>19,168,188</b>
<b>FINANCIAL RESULT</b>			<b>2,539,683</b>	<b>-12,499,674</b>
<b>PROFIT BEFORE TAX AND EXTRAORDINARY ITEMS</b>			<b>3,498,355</b>	<b>-8,964,938</b>



Item	France	Exports	31/12/2023	31/12/2022
Exceptional & extraordinary operating profits			134,150	0
Exceptional & extraordinary income from capital transactions			1	0
Reversals of impairment write-downs and provisions, transfers of charges				
<b>EXCEPTIONAL INCOME</b>			<b>134,151</b>	<b>0</b>
Exceptional & extraordinary expenses			22,572	1,745
Exceptional & extraordinary charges on capital transactions				128,648
Exceptional depreciation, amortisation and provisions				
<b>EXCEPTIONAL EXPENSES</b>			<b>22,572</b>	<b>130,393</b>
<b>EXTRAORDINARY PROFIT (LOSS)</b>			<b>111,579</b>	<b>-130,393</b>
Employee profit-sharing				
Income tax expense			823,497	-412,735
<b>TOTAL INCOME</b>			<b>160,485,738</b>	<b>149,090,609</b>
<b>TOTAL CHARGES</b>			<b>157,699,301</b>	<b>157,773,205</b>
<b>PROFIT OR LOSS</b>			<b>2,786,436</b>	<b>-8,682,596</b>



## Appendix 2. Extract from the Groupe VYV Solvency and Financial Condition Report (SFCR)

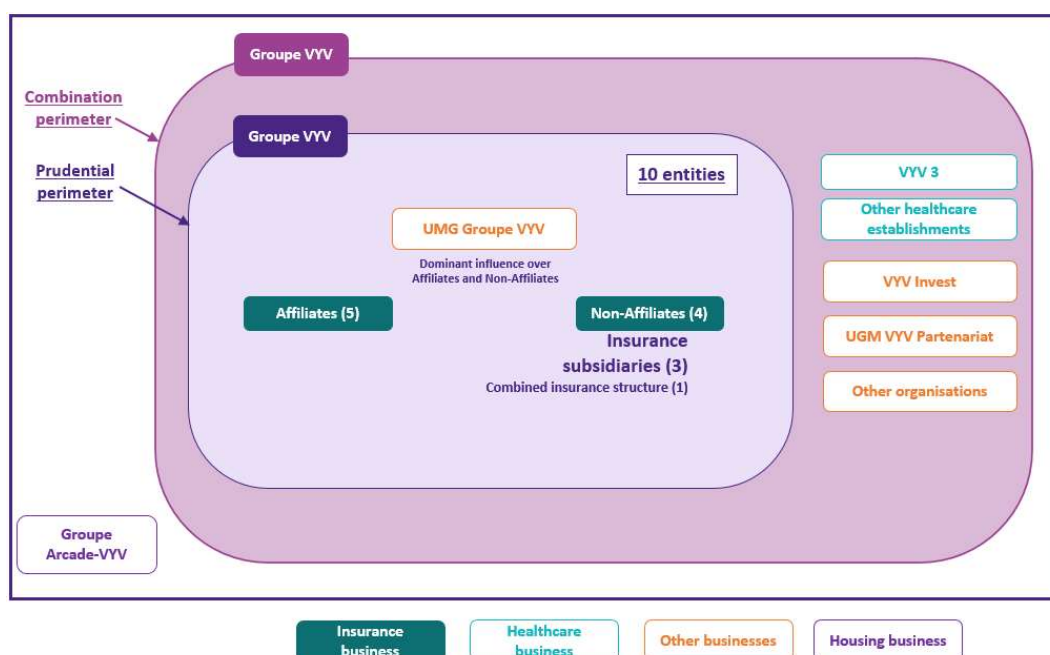
### Perimeter

Groupe VYV was created in September 2017 and is both the leading player in health insurance in France and the leading national private non-profit operator for healthcare and related services. It wants to ensure that everyone has the right to genuine social protection, thereby contributing to the general interest.

The strength of Groupe VYV lies in its approach to integration and increasing solidarity. Its policies revolve around several organisations that coordinate relations between the group and the mutual insurance companies:

- a strategic and prudential group mutualist union (UMG Groupe VYV): the umbrella entity that manages the overall strategy of Groupe VYV, coordinates its implementation and carries out audit missions;
- a healthcare and related services union (“VYV 3” union) which defines the group’s strategy for the health, social and medico-social businesses;
- a group mutualist union (UGM “VYV Partenariat”), the role of which is to facilitate the development of its member mutual insurance companies, while respecting their autonomy and freedom of administration;
- Groupe Arcade-VYV, the housing pillar of Groupe VYV, combining expertise in housing, health and improved living standards.

In the remainder of the report, unless otherwise indicated, “Groupe VYV” refers to the prudential perimeter of the group as shown in the figure below:



*Simplified structure of Groupe VYV and of its different perimeters at 31 December 2023*



## Summary

This report was drawn up based on financial and regulatory data at 31 December 2023.

Groupe VYV had the following key figures:

In €m	31/12/2023	31/12/2022	31/12/2021
<b>GROUPE VYV's BUSINESS (combination perimeter)</b>			
<b>Groupe VYV's revenue</b>	<b>10,422</b>	<b>10,087</b>	<b>9,924</b>
<i>including Insurance premiums</i>	<i>7,777</i>	<i>7,577</i>	<i>7,711</i>
<b>Groupe VYV's income</b>	<b>179</b>	<b>113</b>	<b>80</b>
<i>including Insurance income</i>	<i>176</i>	<i>104</i>	<i>90<sup>1</sup></i>
<b>GROUPE VYV's SOLVENCY (prudential perimeter [A])</b>			
Solvency Capital Requirement (SCR)	3,139	2,701	3,103
Solvency II own funds	5,645	5,008	5,391
<b>Solvency ratio <sup>[B]</sup></b>	<b>180%</b>	<b>185%</b>	<b>174%</b>
<b>FINANCIAL STRENGTH OF GROUPE VYV</b>			
<b>Rating</b>	<b>On 14 December 2023 Fitch Ratings renewed the rating "A+" assigned to Groupe VYV's main operating entities <sup>[C]</sup>.</b>		

### Additional information

<sup>[A]</sup> The prudential perimeter is organised via a group mutualist union (UMG). The UMG organises substantial and long-term financial solidarity links between its affiliates which are explicitly mentioned in the articles of association and formalised in an affiliation agreement. At 31 December 2023 the prudential perimeter comprised ten entities: the UMG Groupe VYV, five affiliated members and four non-affiliated entities that have combination or capital links with the UMG Groupe VYV.

<sup>[B]</sup> The current affiliation agreement between the UMG Groupe VYV and its affiliates introduces a limit to the own funds that are eligible to cover the Groupe VYV's SCR: the affiliates' own funds are not automatically made entirely available under the solidarity mechanism. The solvency ratio takes this limit into account and is calculated in accordance with prudential requirements. A second ratio, called the "aggregated" ratio takes into account all of the own funds held by Groupe VYV without taking into account the limit introduced by the affiliation agreement.

<sup>[C]</sup> The Fitch Ratings financial strength rating of "A+" concerns: Harmonie Mutuelle, MGEN, MNT and Mutex.

<sup>1</sup>Reclassification of MGEN Union and UMG "Groupe VYV" in the insurance perimeter compared to the previous financial year





## A - Business and Performance

Groupe VYV wants to prove the economic and social effectiveness of its non-profit model, and to represent mutualistic performance in tomorrow's world.

With revenue of €10,422 million including insurance premiums of €7,777 million, Groupe VYV is the leading health insurer in France and the leading national private non-profit operator for healthcare and related services.

At 31 December 2023, Groupe VYV recorded net income of €179 million (of which €176 million for insurance activities) significantly better than net income for 2022 of €113 million thanks to growth in all its activities:

- in the Insurance perimeter, the growth in net income was mainly affected by a rise in technical rates from 0.15% to 0.50% (+€99.4 million in the technical margin), as well as by non-recurring effects, such as the liquidation surplus from UMR (€172 million net of corporate tax) and an exceptional -€30 million impairment of the SMACL SA shares;
- in the Healthcare and Related Services perimeter, the economic result includes the positive impact of the support measures by the supervisory bodies.

## B - System of governance

The governance of the UMG Groupe VYV is based on:

- The Board of Directors which is responsible for defining the group's strategic guidelines and the methods of implementing them, as well as approving the written policies;
- The effective managers, the Chairman of the Board of Directors and the Operational Manager (Chief Executive Officer), who implement the strategy defined previously and can commit the UMG Groupe VYV towards third parties;
- The four holders of the key functions who take part in the management of the risk management system and supervision of the business, in their respective fields;
- A committee procedure that favours discussion, coordination and complementarity between the different players.

In accordance with the Solvency II Directive, it respects two basic principles:

- Four eyes principle: all important decisions are examined by two people at least (in this case, the Chairman of the Board of Directors and the Operational Manager);
- Prudent person principle: Groupe VYV ensures that the risks taken are measurable and implements an appropriate system for monitoring and controlling them.

The UMG Groupe VYV has a dominant influence over the components of the prudential group. In particular, it ensures compliance with the rights and obligations resulting from the articles of association and affiliation agreements for its affiliates.

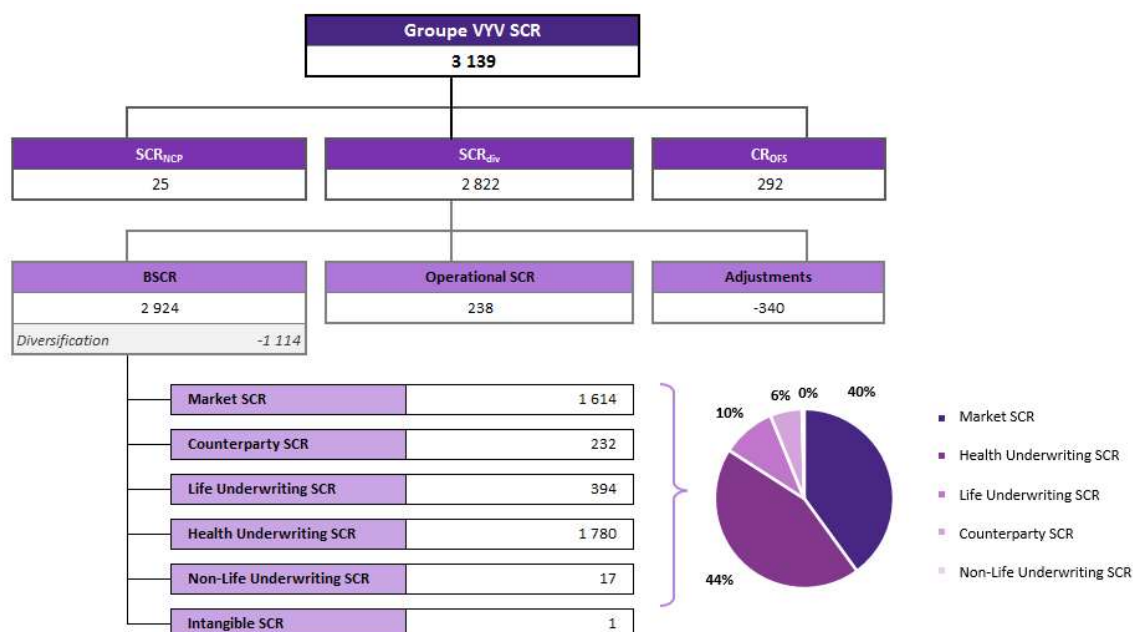


## C - Risk profile

The risks borne by Groupe VYV are inherent in its insurance business. Groupe VYV is thus particularly exposed to the risks linked to adverse variations in the financial markets as well as to the various technical risks linked to commitments towards its subscribers (increase in the number of claims, unsuitable pricing, regulatory changes etc.).

Groupe VYV has organised a centralised risk management system to identify the risks to which it may be exposed and ensure they are brought under control.

The solvency capital requirement (SCR) of Groupe VYV and the associated spread of risks at 31 December 2023 was as follows:



*Breakdown of Groupe VYV's SCR at 31 December 2023*

Groupe VYV's main risks are the health underwriting and market risks:

- the health underwriting risk is characteristic of the group's business, based on coverage of health risks (75% of the earned premiums) and protection (22% of the earned premiums);
- the market risk represents the risk relating to investments made representing obligations to insured persons or the own funds of the components of the group and the UMG Groupe VYV.

It should be noted that following the transfer in 2021 of the portfolio from SMACL SAM to SMACL SA (held jointly with the MAIF), the group continued to reduce its exposure to the PCI business in 2023 with a second recapitalisation of the MAIF to absorb the heavy losses recorded by SMACL SA for the 2022 and 2023 financial years. This recapitalisation led to a reduction in the share of capital held by Groupe VYV to less than 5% at the end of 2023.



## D – Valuation for solvency purposes

The valuations carried out under prudential standards to calculate the solvency ratio comply with the Solvency II Directive, i.e. the amounts applied are those for which the assets and liabilities could be exchanged, transferred or settled under an arm's length transaction between informed and consenting parties.

At 31 December 2023, Groupe VYV's Solvency II balance sheet can be summarised as follows:

In €m	Solvency II value
<b>ASSETS</b>	
Intangible assets	1
Deferred tax assets	331
Property, plant & equipment for own use	232
Investments	15,944
Reinsurance recoverables	1,286
Loans and receivables	2,365
Other assets	434
<b>TOTAL ASSETS</b>	<b>20,593</b>

In €m	Solvency II value
<b>LIABILITIES</b>	
Technical provisions (gross of reinsurance)	10,311
Deferred tax liabilities	578
Other liabilities	3,626
<b>TOTAL LIABILITIES</b>	<b>14,515</b>
<b>EXCESS OF ASSETS OVER LIABILITIES</b>	<b>6,078</b>

*Summary of Groupe VYV's Solvency II balance sheet at 31 December 2023*

## E - Capital management

Groupe VYV's capital is managed in a way that ensures that it always meets the solvency requirements of Groupe VYV and of each of its components. To calculate its solvency ratio, Groupe VYV uses the Standard Formula specified by the Solvency II Directive, applying the first method defined by the regulations, called the "consolidation method".

The following table shows the composition of Groupe VYV's own funds at 31 December 2023 and compares them with the same items at 31 December 2022:

In €m		31/12/2023	31/12/2022
<b>Own funds under French standards</b>		<b>4,677</b>	<b>4,786</b>
<i>Differences between French and prudential standards</i>	Revaluation of financial investments	1,058	-120
	Revaluation of technical provisions	490	833
	Cancellation of intangible assets and goodwill	-35	-25
	Impact of deferred tax	-246	-232
	Other impacts due to differences in the standards	135	465
	Inclusion of available subordinated liabilities under Solvency II	29	27
<b>Available own funds under Solvency II standards</b>		<b>6,107</b>	<b>5,734</b>
<b>Eligible own funds of Groupe VYV under Solvency II standards</b>		<b>5,645</b>	<b>5,008</b>

*Difference between own funds under French standards and prudential standards*



At 31 December 2023, own funds according to Solvency II standards were higher than according to French standards, notably due to the revaluation of technical provisions in terms of their economic value (this effect is due mainly to the fact that prudential standards take into account the discounting of liability flows according to the course of EIOPA<sup>2</sup> rates, which remained high in 2023 compared to the technical rate used for reserving according to French standards). This revaluation of technical provisions was partly offset by the related tax impacts.

At 31 December 2023, with eligible own funds therefore of €5,645 million (of which more than 99% are classified as Tier 1<sup>3</sup>), for a capital requirement of €3,139 million, the solvency ratio amounted to 180%. The own funds eligible to cover the minimum solvency capital (€1,046 million) amounted to €5,645 million, i.e. a MCR coverage ratio of 539%.

In accordance with the Solvency II Directive, only own funds that can be mobilised under the solidarity mechanism for affiliated members are deemed to be eligible to cover the capital requirement for the purpose of the solvency ratio. However, Groupe VYV has greater financial strength. For instance, taking into account all of the group's own funds, i.e. €6,271 million, Groupe VYV had a ratio, called the "aggregated" ratio, of 200% at 31 December 2023.

The following table shows Groupe VYV's coverage ratios at 31 December 2023:

In €m	31/12/2023	31/12/2022	Difference
<b>Groupe VYV SCR</b>	<b>3,139</b>	<b>2,701</b>	<b>438</b>
Solvency II own funds	5,645	5,008	637
<b>Solvency ratio</b>	<b>180%</b>	<b>185%</b>	<b>-6%</b>
Groupe VYV "aggregated own funds"	6,271	5,633	637
<b>"Aggregated ratio"</b>	<b>200%</b>	<b>209%</b>	<b>-9%</b>

Solvency and "aggregated" ratios of Groupe VYV at 31 December 2022 and at 31 December 2023

The solvency ratio of Groupe VYV fell by 6 points between 31 December 2022 and 31 December 2023, as the increase in capital requirement was only partially offset by the increase in Solvency II own funds.

In effect:

- Group SCR increased by €438 million compared to 2022, due to the growth of the portfolios and indexing, the increase in provisions linked to the fall in rates, and then the integration of UMR;
- Solvency II own funds increased by €637 million due to the effect of the fall in interest rates on short-term maturities and the strengthening of credit spreads, leading to a rise in the market value of investments greater than Best Estimate provisions, and the integration of eligible UMR own funds at group level.

There were disparities in the variation of different entities' own funds, which did not present the same sensitivity to the rise and fall in interest rates, for example.

<sup>2</sup> The European Insurance and Occupational Pensions Authority (EIOPA) is a European supervisory authority created to ensure the stability and efficiency of the financial system, particularly in the insurance sector

<sup>3</sup> Tier 1 own funds are the highest quality own funds as defined in the Solvency II Directive



On 14 December 2023 the rating agency Fitch Ratings confirmed its rating of “A+” assigned to Groupe VYV’s main operating entities (Harmonie Mutuelle, MGEN, MNT and Mutex), thereby confirming their financial strength. Fitch reaffirmed the “stable” outlook for this rating, underlining the negligible impact of the departure of MGEFI on the group’s credit quality and on the group’s highly competitive positioning on the French health and protection markets.



 Établissement VYV<sup>3</sup> - VYV Enfance - Crèche L'Étoile - Le Mans. © Y-Larayedh.



Groupe VYV, union mutualiste de Groupe soumise aux dispositions du Code de la mutualité, immatriculée au répertoire Sirene sous le numéro Siren 532 661 832, numéro LEI 969500E0I6R1LLI4UF62. Siège social : 62-68, rue Jeanne-d'Arc - 75013 Paris.  
DirCom Groupe VYV/Agence interne de communication. 08/24.

---

[www.groupe-vyv.fr](http://www.groupe-vyv.fr)