ANNUAL FINANCIAL STATEMENTS

(ARTICLE L 225-115, 1° ET R 225-83,6° OF THE FRENCH COMMERCIAL CODE)

SCOR's unconsolidated corporate financial statements for the financial year ended 31 December 2012 are shown below:

1. Significant events of the year

“Significant events of the year” are an integral part of the notes to the unconsolidated corporate financial statements.

This year, SCOR SE carried out the following significant transactions:

Extention of contingent equity line

On 16 May 2012, SCOR SE signed a new natural catastrophe financial coverage facility in the form of a contingent capital equity line with UBS. This new facility is an extension of its existing 2010 contingent capital equity line. Under this new equity line, SCOR benefits from an additional EUR 75 million financial coverage from 1 January 2012 to 31 December 2013, thereby increasing its existing contingent capital equity line from EUR 75 million to EUR 150 million. See Section 3.6.7 – Financial debt and capital management.

Extention of CHF perpetual subordinated notes

On 10 September 2012, SCOR issued CHF 250 million perpetual subordinated notes, redeemable by SCOR each quarter as at payment of interest dates from 8 June 2018. The strong market demand observed prompted the Group to extend its placements from CHF 250 million to a total of CHF 315 on 24 September 2012. The settlement of the notes took place on 8 October 2012. The coupon has been set to 5.25% (until 2 June 2018) and 3-month CHF LIBOR plus a margin of 4.8167% thereafter.

SCOR has entered into a cross-currency swap which exchanges CHF 250 million of the principal into EUR and exchanges the CHF coupon on the notes to EUR 6.2855% and matures on 8 June 2018. SCOR has entered into a second cross-currency swap which exchanges CHF 65 million of the principal into EUR and exchanges the CHF coupon on the notes to EUR 6.2350% and matures on 8 June 2018.

Early redemption of EUR 50 million perpetual subordinated notes

During 2012, the Group re-purchased the entire tranche of its EUR 50 million perpetual subordinated Notes, at a price of 80%. The purchase price of this debt at a discount rate gave rise to a consolidated pre-tax profit of EUR 10 million.

Merger of PREVOYANCE RE into SCOR GLOBAL LIFE SE

The boards of PREVOYANCE RE and SCOR GLOBAL LIFE SE, both affiliates of SCOR SE, agreed that the two entities should be merged with effect from 1 January 2012. As a consequence, PREVOYANCE RE was dissolved and merged into SCOR GLOBAL LIFE SE and SCOR GLOBAL LIFE SE increased its share capital from EUR 274,540,000 to EUR 287,040,000, creating 1,250,000 new shares all subscribed to by SCOR SE.

2. Balance sheet

1.2.1 BALANCE SHEET – ASSETS

In EUR million		Gross balance	Impairment and depreciation	2012 Net	2011 Net
Intangible assets	**Note 3**	**4**	**1**	**3**	**4**
Investments	**Notes 2 & 4**	**5,207**	**269**	**4,938**	**5,003**
Real estate investments		151	1	150	155
Investments in associates		4,875	262	4,613	4,697
Other investments		181	6	175	151
Cash deposited with ceding companies		-	-	-	-
Investments representing unit-linked contracts	**Note 2**	**-**	**-**	**-**	**-**
Share of retrocessionaires in underwriting reserves	**Note 4**	**5**	**-**	**5**	**5**
Reinsurance reserves (Life)		-	-	-	-
Loss reserves (Life)		-	-	-	-
Unearned premium reserves (Non-Life)		1	-	1	2
Loss reserves (Non-Life)		4	-	4	3
Other underwriting reserves (Non-Life)		-	-	-	-
Accounts receivable	**Note 4**	**305**	**7**	**298**	**346**
Accounts receivable from reinsurance transactions		44	-	44	86
Other accounts receivable		261	7	254	260
Other assets	**Note 3**	**348**	**8**	**340**	**327**
Property, plant and equipment		118	8	110	74
Cash and cash equivalents		67	-	67	133
Treasury shares		163	-	163	120
Accrued income and deferred charges	**Note 4**	**1,949**	**-**	**1,949**	**1,841**
Due and accrued interest on rental income		-	-	-	-
Deferred acquisition costs – assumed (Non-Life)		78	-	78	62
Reinsurance estimates – assumed		1,855	-	1,855	1,743
Other accruals		16	-	16	36
Bond redemption premiums		**-**	**-**	**-**	**-**
TOTAL		**7 818**	**285**	**7 533**	**7,526**

1.2.2 BALANCE SHEET – LIABILITIES

In EUR million		2012	2011
Shareholders' equity and reserves[1]	**Note 5**	**2,632**	**2,614**
Share capital		1,515	1,513
Additional paid-in capital		811	806
Revaluation reserves		-	-
Unavailable reserve		-	-
Other reserves		53	41
Capitalization reserve		3	3
Retained earnings		27	4
Net income of the year		208	235
Regulated reserves		15	12
Other capital base		**1,067**	**854**
Gross underwriting reserves	**Note 4**	**3,273**	**3,114**
Reinsurance reserves (Life)		484	535
Loss reserves (Life)		202	178
Unearned premium reserves (Non-Life)		280	254
Loss reserves (Non-Life)		1,766	1,690
Other underwriting reserves (Non-Life)		541	457
Equalization reserves (Non-Life)		-	-
Underwriting reserves for unit-linked contracts		**-**	**-**
Contingency reserves	**Note 6**	**64**	**61**
Cash deposits received from retrocessionaires	**Note 4**	**-**	**-**
Other liabilities	**Note 4**	**497**	**882**
Liabilities arising from reinsurance operations		1	7
Convertible bond issue		-	-
Debts to credit institutions		-	8
Negotiable debt securities issued by the company		-	-
Other loans, deposits and guarantees received		352	769
Other liabilities		144	98
Deferred income and accrued expenses	**Note 4**	**-**	**1**
Deferred commissions received from reinsurers (Non-Life)		-	-
Reinsurance estimates – Retrocession		-	1
Other accruals		-	-
TOTAL		**7,533**	**7,526**

(1) Data for financial years 2012 and 2011 are before appropriation of results

3. Income statement

In EUR million	Gross transactions	Retroceded transactions	2012 net transactions	2011 net transactions
UNDERWRITING ACCOUNT, NON-LIFE				
Earned premiums	**859**	**(11)**	**848**	**704**
Written premiums	884	(10)	874	771
Change in unearned premiums	(25)	(1)	(26)	(67)
Allocated investment income	**82**	**-**	**82**	**123**
Other technical income	**107**	**-**	**107**	**101**
Claims expenses	**(496)**	**-**	**(496)**	**(577)**
Benefits and costs paid	(444)	-	(444)	(343)
Claims reserve expense	(52)	-	(52)	(234)
Expenses for increasing risk reserves	**(84)**	**-**	**(84)**	**(38)**
Acquisition and administration costs	**(281)**	**-**	**(281)**	**(200)**
Acquisition expenses	(253)	-	(253)	(183)
Administrative expenses	(28)	-	(28)	(19)
Commissions received from reinsurers		-	-	2
Other underwriting expenses	**(89)**	**-**	**(89)**	**(64)**
Change in equalization reserves	**-**	**-**	**-**	**-**
Change in liquidity reserves	**-**	**-**	**-**	**-**
NON-LIFE UNDERWRITING INCOME (LOSS)	**98**	**(11)**	**87**	**49**

In EUR million	Gross transactions	Retroceded transactions	2012 net transactions	2011 net transactions
UNDERWRITING ACCOUNT, LIFE				
Premiums	**361**	**-**	**361**	**352**
Investment revenues	**41**	**-**	**41**	**53**
Investment income	37	-	37	28
Other investment income	4	-	4	23
Realized gains	-	-	-	2
Unit-linked policy adjustments (capital gain)	**-**	**-**	**-**	**-**
Other technical income	**32**	**-**	**32**	**33**
Claims expenses	**(314)**	**-**	**(314)**	**(205)**
Benefits and costs paid	(276)	-	(276)	(186)
Claims reserve expense	(38)	-	(38)	(19)
Expenses for Life reinsurance and other underwriting reserves	**51**	**-**	**51**	**(60)**
Life reinsurance reserves	51	-	51	(60)
Unit-linked contract reserves	-	-	-	-
Other underwriting reserves	-	-	-	-
Acquisition and administration costs	**(122)**	**-**	**(122)**	**(92)**
Acquisition expenses	(114)	-	(114)	(86)
Administrative expenses	(8)	-	(8)	(6)
Commissions received from reinsurers	-	-	-	-
Investment expenses	**(19)**	**-**	**(19)**	**(17)**
Internal and external investment management expenses and interest expenses	(6)	-	(6)	(13)
Other investment expenses	(10)	-	(10)	(1)
Realized losses from investments	(3)	-	(3)	(3)
Unit-linked policy adjustments (capital loss)	**-**	**-**	**-**	**-**
Other underwriting expenses	**(27)**	**-**	**(27)**	**(29)**
Change in liquidity reserve	**-**	**-**	**-**	**-**
LIFE UNDERWRITING INCOME (LOSS)	**3**	**-**	**3**	**35**

In EUR million	2012 net transactions	2011 net transactions
NON-UNDERWRITING ACCOUNT		
Non-Life underwriting income	**87**	**49**
Life underwriting income	**3**	**35**
Investment revenues	**327**	**381**
Investment income	295	204
Other investment income	31	163
Realized gains	1	14
Investment expenses	**(154)**	**(121)**
Internal and external investment management expenses and interest expense	(50)	(97)
Other investment expenses	(84)	(5)
Realized losses from investments	(20)	(19)
Gains from transferred investments	**(82)**	**(123)**
Other non-underwriting gains	**-**	**-**
Other non-underwriting expenses	**-**	**-**
Non-recurring gains	**17**	**6**
Employee profit sharing	**-**	**(1)**
Income taxes	**10**	**9**
FINANCIAL YEAR RESULTS	**208**	**235**
NET EARNINGS PER SHARE (in EUR)	**1.08**	**1.22**

4. Off-balance sheet commitments

In EUR million		Related companies	Other	2012	2011
COMMITMENTS RECEIVED	**Note 15**	**209**	**1,937**	**2,046**	**1,686**
Rate swaps		-	-	-	60
Rate and currency swap (cross-currency swaps)		-	796	796	528
Foreign currency forward purchases		209	337	546	493
Letters of credit		-	796	796	597
Endorsements and sureties		-	8	8	8
COMMITMENTS GIVEN	**Note 15**	**208**	**1,153**	**1,361**	**1,101**
Endorsements, sureties and credit guarantees given		**-**	**21**	**21**	**14**
Endorsements, sureties		-	16	16	8
Letters of credit		-	5	5	6
Investment securities and assets acquired with commitment for resale		**-**	**-**	**-**	**-**
Other commitments on investment securities, assets or revenues		**-**	**771**	**771**	**580**
Rate swaps		-	-	-	60
Rate and currency swap (cross-currency swaps)		-	771	771	511
Underwriting commitments		-	-	-	9
Other commitments given		**208**	**361**	**569**	**507**
Securities pledged to ceding companies		-	21	21	16
Marketable securities pledged to financial institutions		-	-	-	3
Contract termination indemnities		-	7	7	8
Foreign currency forward sales		208	333	541	480
COLLATERAL RECEIVED FROM RETROCESSIONAIRES		**-**	**-**	**-**	**-**

5. NOTES TO THE CORPORATE FINANCIAL STATEMENTS

NOTE 1 - ACCOUNTING POLICIES

The financial statements for financial year 2012 are presented in accordance with the European Directive of 19 December 1991, the French Decree 94-481 of 8 June 1994, and the Order of 20 June 1994 as amended by the Order of 28 July 1995, for which the application has been extended to include reinsurance companies. The income statement was split between the Non-Life underwriting statement, the Life underwriting statement and the non-underwriting statement. In addition to reinsurance operations, the underwriting accounts include general expenses and income from investments relating to reinsurance activities. Income from invested shareholders' equity is recorded in the non-underwriting account.

1.1 INTANGIBLE ASSETS

Intangible assets consist of:

- software acquired or created by the Company which is capitalized and amortized over a period ranging from 1 to 5 years;
- non-depreciable goodwill.

1.2 INVESTMENTS

Investments are initially recorded at historical acquisition cost, excluding expenses. Then, investments are valued based on the asset category and the length of time over which they are expected to be held.

1.2.1 Investments in associates

The fair value of investments in associates is based on their value in use which is based on the utility of the investment to the Company, the actual share price, the revalued shareholders' equity, the actual results and the future outlook.

For active reinsurance companies, the fair value is estimated based on consolidated net assets, excluding goodwill and before elimination of shares, increased by unrealized capital gains or losses and by the Embedded Value for Life Reinsurance and forecasts of future profits for Non-Life Reinsurance, net of tax. It does not include the value of future business for Life Reinsurance.

At each balance sheet date, if the carrying value of an investment in associate is less than its historical cost, an analysis is conducted in order to determine if impairment is required. The assumptions and conclusions of this analysis, conducted as at 31 December 2012, are detailed in Section 2.1.

For real estate and financial (holding) companies, the fair value is calculated as the pro rata of the net assets increased for unrealized gains, net of tax. An impairment provision is recorded on a line-by-line basis when these values are less than historical cost.

1.2.2 Equity securities and other variable-income securities

Equity securities and other variable-income securities are recorded at cost, excluding expenses. The realizable value as at the balance sheet date is determined according to article R.332-20 of the French Insurance Code, and for listed securities, corresponds to the share price on the balance sheet date. For unlisted securities; the fair value is based on net assets.

When the realizable value is more than 20% below the initial cost for more than six consecutive months, a detailed line-by-line analysis is performed to determine whether the impairment is permanent. In accordance with the Notice of 18 December 2002 (amended on 15 December 2008) issued by the Emergency Committee of the French National Accounting Commission, an impairment provision is recorded on a line-by-line basis for securities which are considered permanently impaired.

1.2.3 Bonds and other fixed-income securities

Bonds and other fixed-income securities are recorded at cost, excluding accrued interest. In compliance with article R. 332-19 of the French Insurance Code, the difference between cost and redeemable par value is amortized to income over the remaining period until maturity using the effective interest rate method.

No impairment is recognized for differences between net book value, as decreased or increased by the amortization of any premium or discount, and the realizable value. An impairment provision is recorded only in the event of issuer default.

Upon disposal, any realized gain or loss is allocated to the capitalization reserve.

1.2.4 Other assets

An impairment provision is recorded for loans or other accounts receivable due in more than one year if the fair value is less than historical cost.

1.2.5 Provision for liquidity risk on underwriting commitments

A liquidity risk reserve is recorded for the possible need to liquidate assets in order to make immediate payment on major claims. This reserve is included in underwriting reserves and is recorded when the total net book value of assets, excluding bonds and other fixed income securities (investments valued according to article R. 332-19 of the French Insurance Code), exceeds their fair value. The fair value corresponds to the market price for listed shares, the net asset value for unlisted shares and the net realizable value for investments in subsidiaries as described in Section 2.1.

Based on the calculations performed, no such reserve was required or recorded in the financial statements for 2012 and 2011.

1.3 CURRENT PROPERTY, PLANT AND EQUIPMENT

Items included in this caption are recorded at their historical cost.

Equipment, furniture and fixtures are depreciated on a straight-line or sliding scale basis depending on their estimated useful lives:

Office equipment and furniture	5 to 10 years
General fixtures	10 years
Transport equipment	4 to 5 years

Deposits and security deposits relate primarily to rented facilities.

1.4 ACCOUNTS RECEIVABLE

An allowance for bad debts relating to accounts receivable from reinsurance transactions and other receivables is recorded when recoverability is uncertain.

1.5 RETIREMENT COMMITMENTS AND SIMILAR BENEFITS

The Company records all liabilities relating to employee benefits on its balance sheet.

- End retirement indemnities: employees benefit from additional retirement benefits paid in full upon retirement. The evaluation of these indemnities depends on several factors such as age, number of years' service and salary.
- Senior management pension obligations (Article 39): The valuation of the reserve for senior management pension obligations is based on the following actuarial assumptions:
    - Discount rate: 4.25%, defined with respect to high quality long term corporate bonds with duration in line with the duration of the obligations evaluated.
    - Updated mortality tables for the various plans, with turnover data for managers and salary increases
    - Long-term service awards: the CNC Notice 2004-05 dated 25 March 2004 requires the recognition of a provision for long-term service awards as from 2004

In Opinion n° 2008-17 dated 6 November 2008 relating to the accounting of stock option and share purchase and underwriting plans and free share allotment plans, the CNC redefined the accounting of such benefits granted to employees and the accounting for impairment of treasury shares held for such plans. In the event of the delivery of existing shares, the expense should be recognized over the vesting period if the attribution of shares is based on the employee remaining with the company over the vesting period. As such, at each period end, a provision for risk is recorded for the pro rata of the estimated cost (calculated as the difference between the cost to acquire the shares and nil value) to which the pro rata of the expired period, from date of attribution, to the entire vesting period is applied.

1.6 FINANCIAL BORROWINGS

This financial statement caption includes the various subordinated or unsubordinated bonds issued by the Company as described in Note 4.

Debt issuance costs are amortized over the life of the respective loan. Interest on financial debt is included in financing expenses.

1.7 RECORDING OF REINSURANCE TRANSACTIONS

Assumed reinsurance transactions

Assumed reinsurance is recorded upon receipt of accounts transmitted by ceding companies.

Pursuant to the provisions of article R.332-18 of the French Insurance Code, accounts not yet received from ceding companies at the end of the financial year are estimated, in order to better reflect SCOR's reinsurance commitments in the financial statements. This method applies to most contracts underwritten during the current financial year and to prior-year contracts where relevant.

Estimates of premiums and commissions not yet received from ceding companies at period end are recorded in the income statement and shown on the balance sheet in account "Reinsurance estimates - assumed".

Overall, the premiums recorded for the year (premiums reported in the accounts received from cedants and estimated premiums) correspond to the estimated premium expected at the time the policy was underwritten.

Estimated claims expenses are recorded in loss reserves.

Retrocession

The retroceded portion of assumed reinsurance, determined in accordance with the treaty terms, is recorded separately from the assumed reinsurance transaction.

The retrocessionaires' share in estimates of assumed premiums and commissions is shown in liabilities in account "Reinsurance estimates - retrocessions."

Cash deposits received from retrocessionaires are shown in liabilities on the balance sheet.

Securities pledged as collateral by reinsurers to guarantee their commitment are shown off balance sheet at their fair value.

Finite reinsurance

Finite reinsurance treaties, as defined under article L310-1-1 of the French Insurance Code, have to be accounted for under provisions of opinion 2009-12 dated 1 October 2009 issued by the CNC (French accounting standard setter).

In none of the presented years did SCOR SE underwrite any such treaty.

1.8 TECHNICAL / UNDERWRITING RESERVES

Non-Life Activity

An unearned premium reserve is calculated either pro rata temporis on a contract-by-contract basis, or using a statistical method when the results do not differ significantly from the contract-by-contract method.

SCOR determines the amount of loss reserves at the end of the year at a level which covers the estimated amount of its commitments as well as estimated claims management costs for both reported and unreported claims (net of estimated recovery and subrogation). These reserves, which pertain to all claims, reported or unreported, are evaluated on the basis of their undiscounted "ultimate" cost. Ultimate claims expense for a contract is estimated based on statistical experience for similar policies.

Loss reserves, including estimated claims paid, are calculated based on expected results and supplement the information communicated by ceding companies.

Life Activity

The mathematical reserves for Life reinsurance are submitted by ceding companies and completed by estimates calculated by Life actuaries using statistics based on historical date and information provided by underwriters.

Additionally, estimated claims are included in the provisions for claims payable.

The Company is required to have adequate reserves to cover its commitments after consideration of estimated investment returns, mortality, morbidity and lapse rates, and other assumptions.

A provision for increasing risk is recorded for long-term care and disability business. This risk increases with the age of the insured although the premiums are typically constant. It is equal to the difference between the discounted values of the respective commitments of the insured and insurer.

1.9 ACQUISITION COSTS OF REINSURANCE OPERATIONS

The costs associated with the acquisition of new contracts, essentially commissions, are recorded as assets within the limits of contract profitability. They are amortized over the acquisition period of the premiums. The acquisition costs of Life reinsurance operations are usually not deferred.

1.10 TRANSACTIONS CONDUCTED IN FOREIGN CURRENCIES

Pursuant to the provisions of article R. 341-7 of the French Insurance Code, foreign currency transactions of the Company are recorded in their original currency. For purposes of financial statement presentation, balance sheet amounts are converted into Euro using the end of period exchange rates or the rate of the closest date immediately prior to the end of the period.

As of 1 January 2008, SCOR applies the new rules relating to the accounting of transactions in foreign currencies by entities subject to the rules of the Insurance Code as required by the CNC in its opinion n° 2007-02 dated 4 May 2007.

Balance sheet positions in foreign currencies

At each balance sheet date, items in foreign currencies are converted into Euro by allocating the underlying transactions as follows:

- Transactions relating to assets and liabilities generating a “structural” foreign currency position, primarily investments in subsidiaries and related impairments;
- Other transactions generating an “operational” foreign currency position.

Differences relating to the conversion of structural positions are recorded on the balance sheet whereas conversion differences relating to operational positions are recorded in income.

Off-balance sheet positions in foreign currencies

The foreign currency differences on off-balance sheet positions (forward financial instrument contracts) and the related off-balance sheet account represent unrealized foreign currency gains or losses. These differences are recorded on the balance sheet in the accounts “net translation adjustments” and “regularization of forward financial instrument contracts”, based on the underlying strategy.

The objective of the “net translation adjustments” account on the balance sheet is to ensure symmetrical treatment with the accounting of the exchange difference generated by the underlying instrument:

- When the derivative is linked to a structural element, the “net translation adjustments” account remains on the balance sheet until the structural element is realized;
- When the derivative relates to a strategic investment, the “net translation adjustments” account remains until the investment is made;
- When the derivative is related to an operational item, in the context of a strategic divestiture or investment, or the derivative is linked to a non-structural financial debt, the “net translation adjustments” account is recorded in income.

The foreign currency hedging strategy is described in Note 9.

Interest differences relating to forward contracts are depreciated to interest expense or income over the effective life of the hedged operation.

1.11 PRINCIPLES RELATING TO FINANCIAL STATEMENT PRESENTATION

Allocation of expenses by function

In accordance with the Decree of 8 June 1994 and the Order of 20 August 1994 which set forth the rules and accounting principles for reinsurance companies, general expenses, previously recorded by type, are allocated to the following five functions: acquisition costs, claims settlement expenses, administrative expenses, investment portfolio management expenses, and other underwriting expenses.

Portfolio entries / transfers’

Premium portfolio entries based on the accounts of ceding companies offset the risk on accounts managed by accounting year. Premium portfolio entries represent the portion of unearned premiums paid at the start of the contract and the financial year while the risk relates to previous years. Likewise, premium portfolios ceded represent the portion of unearned premium at the end of the financial year and of the contract. Premium portfolio entries and withdrawals are included in the premium written and are an integral part of premium income. Portfolio movements are recorded as premium and claim portfolio entries or transfer.

Life / Non-Life

In the unconsolidated corporate profit and loss statement of SCOR SE under French GAAP, Non-Life segment encompasses personal accident reinsurance in accordance with article A343-1 of the Insurance Code. Personal accident reinsurance belongs to the Life segment in Group consolidated financial statements under IFRS.

1.12 FINANCIAL INSTRUMENTS RECEIVED AND GIVEN

The use of and accounting for financial instruments comply with European Directive 2005/68/CE (also known as the Reinsurance Directive) ; with the French General Statement of Accounting Principles (“Plan Comptable Général”) of 1982 ; and with French Decree No 2002-970 dated 4 July 2002, relating to the use of forward financial instruments by French insurance companies.

Such instruments may include foreign currency and interest rate swaps; caps and floors; forward currency contracts; puts and calls on equity securities and other rate options.

Income and losses in the form of interest or premiums are recorded on a pro rata basis over the life of the contract. Commitments given and received recorded at the balance sheet date reflect the nominal amount of open transactions. Any unrealized loss positions on swaps are recorded in the financial statements.

ANALYSIS OF KEY BALANCE SHEET ITEMS

NOTE 2 - INVESTMENTS

2.1 CHANGES IN INVESTMENTS

GROSS BALANCES In EUR million	Opening balances	Impact of foreign exchange on opening balances	Acquisitions creations	Disposals	Closing balances
Land	-	-	-	-	-
Buildings	-	-	-	-	-
Shares in and advances to land and real estate companies	160	-	-	9	151
Equity interests	4,093	-	10	-	4,103
Cash deposited with ceding companies (related & associated companies)	20	-	14	3	31
Loans (related and associated companies)	871	(3)	118	245	741
Other investments	153	-	464	436	181
Cash deposited with other ceding companies	-	-	-	-	-
TOTAL	**5,297**	**(3)**	**606**	**693**	**5,207**

DEPRECIATION AND IMPAIRMENT In EUR million	Opening balances	Impact of foreign exchange on opening balances	Increases in allowances for the financial year	Reversals during the financial year	Closing balances
Land	-	-	-	-	-
Buildings	-	-	-	-	-
Shares in and advances to land and real estate companies	5	-	-	4	1
Equity interests	287	-	-	25	262
Loans (related and associated companies)	-	-	-	-	-
Other investments	2	-	4	-	6
TOTAL	**294**	**-**	**4**	**29**	**269**

Loans

The loan granted by SCOR SE to SCOR Global Life for the financing of the TRANSAMERICA INTERNATIONAL REINSURANCE IRELAND acquisition is EUR 587 million at 31 December 2012 compared to EUR 708 million in 2011.

Associated companies

At 31 December 2012, provisions against equity investments can be analysed as follows:

- SCOR US CORPORATION: EUR 260 million compared to EUR 285 million in 2011.

  The shares held in SCOR US CORPORATION were valued using the following method and assumptions: enterprise value was assessed based on revalued net assets increased for the creation of future value determined using the Discounted Cash Flow (DCF) method. Projected income was used for the DCF method.
- Analysis performed for other equity investments did not result in impairment provisions.

2.2 SCHEDULE OF INVESTMENTS

In EUR million	Gross value	Net book value	Realizable value	Unrealised gains and losses
1 – Real estate investments and real estate investments in process	151	150	249	99
2 - Shares and other variable-income securities (other than mutual fund shares)	4,108	3,844	5,966	2,122
3 - Mutual fund shares (other than those in 4)	12	9	9	-
4 - Mutual fund shares exclusively invested in fixed-income securities	48	48	48	-
5 - Bonds and other fixed-income securities	115	114	115	1
6 - Mortgage loans	-	-	-	-
7 - Other loans and similar bills	742	742	742	-
8 - Deposits with ceding companies	31	31	31	-
9 - Cash deposits (other than those in 8) and security deposits	-	-	-	-
10 - Unit-linked investments	-	-	-	-
Sub-total	**5,207**	**4,938**	**7,160**	**2,222**
11 – Other forward instruments	-	-	-	-
- Investment or divestment strategy	-	-	-	-
- Anticipation of investment	-	-	-	-
- Yield strategy	-	-	-	-
- Other transactions	1,342	1,342	1,342	-
- Amortization premium/discount	-	-	-	-
12 – Total lines 1 to 11	**6,549**	**6,280**	**8,502**	**2,222**
a) including:				
- investments valued according to article R.332-19	115	114	115	1
- investments valued according to article R.332-20	5,092	4,824	7,045	2,221
- investments valued according to article R.332-5	-	-	-	-
- Forward instruments	1,342	1,342	1,342	-
b) including:				
- investments and forward instruments issued in OECD countries	6,461	6,195	8,381	2,186
- investments and forward instruments issued in non-OECD countries	88	85	121	36

2.3 SUBSIDIARIES AND AFFILIATES

Shares in affiliates

The boards of PREVOYANCE RE and SCOR GLOBAL LIFE SE, both affiliates of SCOR SE, decided upon a merger of the two entities on 28 June 2012, with retroactive effect as at 1 January 2012. As a consequence, PREVOYANCE RE was dissolved and merged into SCOR GLOBAL LIFE SE and SCOR GLOBAL LIFE SE increased its share capital from EUR 274.540.000 to EUR 287.040.000, creating 1.250.000 new shares all subscribed by SCOR SE.

Loans and advances

As at 31 December 2012, loans and advances granted by SCOR SE to its subsidiaries totaled EUR 741 million (including EUR 587 million to SCOR Global Life SE, EUR 40 million to SCOR AUBER SA, EUR 44 million to SCOR GLOBAL P&C SE and EUR 59 million to GIE Informatique) compared to EUR 871 million as at 31 December 2011 (including EUR 708 million to SCOR Global Life SE, EUR 94 million to SCOR AUBER SA and EUR 49 million to GIE Informatique).

Loans granted to SCOR SE by its subsidiaries totaled EUR 185 million (including EUR 47 million from SCOR Global Life SE and EUR 123 million from SCOR HOLDING SWITZERLAND) compared to EUR 613 million as at 31 December 2011 (including EUR 361 million for SCOR Global P&C SE and EUR 123 million from SCOR HOLDING SWITZERLAND).

For 2012, SCOR SE recognized EUR 41 million in financial income from loans with related companies and EUR (10) million in interest (expenses) on borrowings with related companies.

Name	Original currency	Share capital (1)	Reserves (1)	Share of capital	Gross book value	Net book value	Loans and advances	Receivables against issuers	Guarantees and pledges given (2)	Turn over (1)	Net income (1)	Dividends received
(Amounts in EUR million)	(OC) *	(OC) *	(OC) *		(EUR)	(EUR)	(EUR)	(EUR)	(EUR)	(OC) *	(OC) *	(EUR)
A- RELATED ENTITIES: DETAILED INFORMATION												
- SCOR GLOBAL LIFE SE	EUR	275	506	99.99%	471	471	587	79	-	2,354	82	100
5 avenue Kléber, 75116 PARIS, France												
- SCOR GLOBAL P&C SE	EUR	544	1,170	99.99%	1,465	1 465	44	-	-	2,719	168	87
5 avenue Kléber, 75116 PARIS, France												
- SCOR US CORPORATION	USD	329	780	100.00%	1,315	1,030	-	1	-	-	3	-
199 Water Street, NEW YORK, NY 10038-3526 USA												
- SCOR AUBER S.A. (France)	EUR	47	117	100.00%	149	149	40	1	-	38	52	14
5 avenue Kléber, 75116 PARIS, France												
- SCOR Holding Switzerland AG	EUR	382	1,703	40.68%	788	788	-	-	-	-	47	61
General Guisan-Quai 26, 8022 Zurich, Switzerland												
- ASEFA S.A.	EUR	18	73	39.97%	6	6	-	-	-	-	-2	-
Avda Manoteras 32 Edificio A 28050 Madrid, Spain												
-SCOR PERESTRAKHOVANIYE.O.O.O.	RUB	800	191	100.00%	21	21	-	2	-	1,088	72	-
10 Nikolskaya Street, 109012, Moscow, Russian Federation												
- SCOR AFRICA LTD	ZAR	0	197	100.00%	11	11	-	14	-	730	19	-
2nd Floor, West Tower, Maude Street, Nelson Mandela Square, Sandton 2196, South Africa												
- SCOR GLOBAL INVESTMENT SE	EUR	3	3	100.00%	3	3	-	-	-	25	6	4
5 avenue Kléber, 75116 PARIS, France												
Total A					**4,229**	**3,944**	**671**	**97**				**266**
B- ENTITIES WITH EQUITY INTEREST												
- In France					16	16	70	3				
- Other than in France					-	-	-	-				
Total B					**16**	**16**	**70**	**3**				
TOTAL					**4,245**	**3,960**	**741**	**100**				**266**

(1) Data based on IFRS accounts

(2) SCOR guarantees in full, without limits as to amounts, the underwriting liabilities of its subsidiaries pertaining in particular to their obligations relative to the payment of claims. In return, SCOR GLOBAL P&C SE and SCOR GLOBAL LIFE SE guarantee, on behalf and for the benefit of SCOR SE, the full and prompt performance of all of SCOR SE's payment obligations under all insurance, reinsurance and financial contracts entered into by SCOR SE

(*) OC: Original Currency

NOTE 3 - OTHER ASSETS

3.1 TANGIBLE AND INTANGIBLE ASSETS

In EUR million	Opening balances	Acquisitions / creations	Disposals	Closing balances
GROSS VALUES	**99**	**51**	**27**	**123**
Intangible assets	**5**	**4**	**4**	5
Goodwill	4	-	4	-
Set-up costs	-	-	-	-
Other intangible assets	1	4	-	5
Tangible assets	**94**	**47**	**23**	**118**
Deposits and security bonds	18	9	-	27
Equipment, furniture, fittings and fixtures	76	38	23	91
DEPRECIATION AND ALLOWANCES	**(21)**	**(9)**	**(20)**	**(10)**
Other intangible assets (excluding goodwill)	(1)	(1)	-	(2)
Equipment, furniture, fittings and fixtures	(20)	(8)	(20)	(8)

Increase of equipment and furniture by EUR 38 million mainly related to the head office building located in Paris.

3.2 TREASURY SHARES

As at 31 December 2012, the number of shares held as treasury shares amounted to 8,930,686 shares (i.e., 4.64% of capital) for a total value of EUR 162,644,155. These shares were acquired in the context of anticipated awards to Company employees and officers as part of share allotment plans.

In EUR million	Opening balance	Acquisitions/ creations	Disposals	Closing balance
Treasury shares				
Number	7,262,600	6,792,437	(5,124,351)	8,930,686
Amount	120,118,237	131,038,681	(88,512,763)	162,644,155

NOTE 4 - TRANSACTIONS WITH SUBSIDIARIES AND AFFILIATES

In EUR million	2012 Related com-panies	2012 Other affiliates	2012 Other	2012 Total	2011 Related com-panies	2011 Other affiliates	2011 Other	2011 Total
ASSETS (Gross)								
Investments	**5,029**	**-**	**178**	**5,207**	**5,141**	**1**	**155**	**5,297**
Investment properties	150	-	1	151	158	-	2	160
Shares other than variable-income securities and bonds	4,138	-	177	4,315	4,093	1	152	4,246
Loans	741	-	-	741	871	-	1	872
Cash deposits with ceding companies	-	-	-	-	19	-	-	19
Share of retrocessionaires in underwriting reserves	**5**	**-**	**-**	**5**	**5**	**-**	**-**	**5**
Accounts receivable	**194**	**-**	**111**	**305**	**308**	**-**	**46**	**354**
Accounts receivable from reinsurance transactions	5	-	39	44	71	-	15	86
Other accounts receivable	189	-	72	261	237	-	31	268
Others assets	**168**	**-**	**180**	**348**	**125**	**-**	**222**	**347**
Accrued income and deferred charges	**1,823**	**-**	**126**	**1,949**	**1,687**	**-**	**154**	**1,841**
Deferred acquisition costs – assumed (Non-Life)	31	-	47	78	31	-	31	62
Other assumed reinsurance transactions	1,792	-	63	1,855	1,656	-	87	1,743
Other accruals	-	-	16	16	-	-	36	36
LIABILITIES								
Other Capital base	**1,067**	**-**	**-**	**1,067**	**-**	**-**	**854**	**854**
Gross underwriting reserves	**2,994**	**-**	**278**	**3,272**	**2,883**	**-**	**231**	**3,114**
Contingency reserves	**64**	**-**	**-**	**64**	**-**	**-**	**61**	**61**
Liabilities for cash deposits received from retrocessionaires	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Other liabilities	**257**	**-**	**240**	**497**	**642**	**-**	**240**	**882**
Liabilities arising from reinsurance operations	-	-	1	1	6	-	1	7
Financial liabilities	189	-	163	352	613	-	164	777
Other creditors	68	-	76	144	23	-	75	98
Deferred income and accrued expenses	**-**	**-**	**-**	**-**	**1**	**-**	**-**	**1**
Deferred commissions received from reinsurers (Non-Life)	-	-	-	-	-	-	-	-
Reinsurance estimates – Retrocession	-	-	-	-	1	-	-	1
Other accruals	-	-	-	-	-	-	-	-

The list of material related-party transactions required by French accounting standard CRC 2010-06 issued on 7 October 2010 is not applicable to SCOR SE as all related-party transactions are with 100%-owned entities.

In EUR million	2012 Related com-panies	Other affiliates	Other	Total	2011 Related com-panies	Other affiliates	Other	Total
Other accounts receivable	**189**	**-**	**72**	**261**	**237**	**-**	**31**	**268**
Treasury advances granted	48	-	-	48	157	-	-	157
Transfer pricing receivables	38	-	-	38	37	-	-	37
Miscellaneous	103	-	72	175	43	-	31	74
Other creditors	**68**	**-**	**76**	**144**	**23**	**-**	**75**	**98**
Treasury advances granted	40	-	-	40	23	-	-	23
Miscellaneous	28	-	76	104	-	-	75	75

4.1 OTHER EQUITY AND FINANCIAL LIABILITIES

In EUR million	Maturity	2012 Net book value	Fair value	2011 Net book value	Fair value
Other capital base					
EUR 50 million	Perpetual	-	-	50	50
EUR 350 million	Perpetual	262	265	261	199
CHF 650 million	Perpetual	544	559	535	477
CHF 315 million	Perpetual	260	266	-	-
Total other capital base		**1,066**	**1,090**	**846**	**726**
Financial liabilities					
USD 100 million	06/06/2029	52	52	52	52
EUR 100 million	05/07/2020	94	94	94	94
Total Financial liabilities		**146**	**146**	**146**	**146**

The balance includes EUR 15 million accrued interests (as at 31 December 2011: EUR 13 million)

Long-term financial debt includes:

(a) Other capital base

- EUR 50 million in Perpetual Step-Up subordinated notes issued on 23 March 1999 and redeemed on 25 September 2012 at 80% of par. SCOR SE realized a EUR 10 million gain on the transaction.
- Initial EUR 350 million reduced to EUR 257 million after repurchase of EUR 93 million during 2009 undated deeply subordinated notes (Tier 1 type) issued on 28 July 2006 in connection with the financing of the acquisition of Revios Ruckversicherung AG. The bond issuance is represented by last-rank subordinated bearer notes with a par value of EUR 50,000 each bearing interest at an initial rate of 6.154% per annum, a floating rate indexed on the 3-month EURIBOR plus a margin of 2.90%, payable quarterly. No fixed redemption date is set but SCOR SE reserves the right to redeem the bonds in full or in part as from 28 July 2016.
- CHF 650 million fixed rate perpetual subordinated notes issued in two pari-passu ranking placements on 2 February and 3 June 2011. The notes are redeemable by SCOR each quarter as at payment of interests date as from 2 August 2016 with a first call date of 2 August 2016. The coupon has been set to 5.375% (until 2 August 2016) and 3-month CHF LIBOR plus a margin of 3.7359% thereafter. The notes are hedged with a cross-currency swap detailed in section 15.1.1. - Financial instruments received and given, in the analysis of commitments given and received.
- CHF 315 million fixed rate perpetual subordinated notes issued in two pari-passu ranking placements on 10 September and 24 September 2012. The notes are redeemable by SCOR each quarter as at payment of interests date as from 8 June 2018 with a first call date of 8 June 2018. The coupon has been set to 5.25% (until 8 June 2018) and 3-month CHF LIBOR plus a margin of 4.8167% thereafter. The notes are hedged with a cross-currency swap detailed in section 15.1.1. - Financial instruments received and given, in the analysis of commitments given and received.

(b) Financial liabilities

- Initial USD 100 million reduced to USD 67 million after repurchase of USD 33 million in 2011 30-year subordinated bonds issued on 7 June 1999, callable by SCOR quarterly as from the tenth year. These floating-rate bonds bear interest based on the 3-month Libor rate plus (i) 0.80% for the first ten years of the issue, and (ii) 1.80% thereafter.
- Initial EUR 100 million (EUR 93 million after repurchase of EUR 7 million during 2009) 20-year subordinated bonds, issued on 6 July 2000 callable by SCOR quarterly as from the tenth year following their issuance. These floating-rate bonds bear interest based on the 3-month Euribor plus (i) 1.15% for the first ten years, and (ii) 2.15% thereafter.
- SCOR Holdings Switzerland (SHS) repurchased part of the subordinated perpetual debt (350 million) for EUR 93 million. This repurchase resulted in the cancellation of the debt (EUR 93 million) on 27 July 2009. In SCOR SE's accounts, this decrease in debt resulted in a new internal loan from SHS for EUR 93 million with the same characteristics as the subordinated perpetual debt.
- Loans granted to SCOR by its subsidiaries, mainly SCOR Global P&C SE (see Section 2.3).

4.2 GROSS UNDERWRITING RESERVES

In EUR million	2012	2011	2010
Reinsurance reserves (Life)	484	535	474
Loss reserves (Life)	202	178	157
Unearned premiums reserves (Non-Life)	280	254	183
Loss reserves (Non-Life)	1,766	1,690	1,443
Other underwriting reserves (Non-Life)	541	457	419
Gross underwriting reserves	**3,273**	**3,114**	**2,676**

The reinsurance activity of SCOR SE comprises three treaties, a quota share with SCOR Global P&C SE, another with SCOR Global Life SE, and a third with SCOR SOUTH AFRICA; a facultative contract with Allianz which is 100 % retroceded to SCOR Global P&C SE; and the business underwritten by the Beijing branch.

4.3 MATURITY OF ASSETS AND LIABILITIES

The maturity of debt at 31 December 2012 is as follows:

In EUR million	Less than 1 year	1-5 years	+5 years	Total
Perpetual debt (other equity)	22	-	1,045	1,067
Other loans and deposits received (1)	4	94	254	352
TOTAL	26	94	1,299	1,419

(1) Mainly related to loan of subsidiaries described in Note 2.3

The maturity of investments, debt, other than financial debt, and receivables is less than one year.

4.4 ACCRUED INCOME AND DEFERRED CHARGES

The analysis of accrued income and deferred charges at 31 December is as follows:

	ASSETS		LIABILITIES	
En EUR million	2012	2011	2012	2011
Reinsurance estimates — assumed	**1,855**	**1,743**	**-**	**-**
Reinsurance estimates — assumed — Life	692	726	-	-
Reinsurance estimates — assumed — Non-Life	1,163	1,017	-	-
Deferred acquisition costs — Non-Life	**78**	**62**	**-**	**-**
Others accruals	**16**	**35**	**-**	**-**
TOTAL	1,949	1,840	-	-

- The reinsurance estimates — assumed — Life (EUR 692 million) includes premiums for EUR 365 million, commissions payable of EUR (84) million and claims payable amounting to EUR 411 million.

- The reinsurance estimates — assumed — Non-Life (EUR 1,163 million) includes premiums for EUR 679 million, commissions payable of EUR (154) million and claims to repay for EUR 637 million.

NOTE 5 - SHAREHOLDERS' EQUITY

The share capital, comprising 192,384,219 shares with a par value per share of EUR 7,8769723 totaled EUR 1,515,405,164 as at 31 December 2012.

In EUR million	2011 shareholders' equity before allocation	Income allocation	Other movements during the period	2012 shareholders' equity before allocation
Capital	1,513	-	2	1,515
Additional paid-in capital	806	-	5	811
Capitalisation reserves	3	-	-	3
Other reserves	41	12	-	53
Retained earnings	4	12	11	27
Net income	235	(235)	208	208
Regulated reserves	12	-	3	15
TOTAL	**2,614**	**(211)**	**229**	**2,632**

- The gain for 2011, i.e., EUR 235 million, combined with a portion of retained earnings (EUR 4 million), was allocated to other reserves for EUR 12 million, retained earnings for 16 million and to dividends for EUR 211 million.
- The issuance of shares relating to the exercise of options through 31 December 2012 for a total of EUR 10 million were allocated to the share capital of the Company for EUR 5 million and to additional paid-in capital for EUR 5 million. The exercise of options resulted in the creation of 582 166 shares.
- In the context of a contingent capital arrangement program, SCOR issued 9,521,424 warrants on 17 December 2010 to UBS, each warrant committing UBS to subscribe for two new SCOR shares (maximum amount of EUR 150 million - including issuance premium available per tranche of EUR 75 million each - including issuance premium) when the aggregated amount of the estimated ultimate net losses resulting from eligible natural catastrophes incurred by the Group (in its capacity as an insurer/reinsurer) reaches certain contractual thresholds in any given calendar year between 1 January 2011 and 31 December 2013 or if no drawdown already took place in the context of the agreement and SCOR's share price drops below EUR 10.

  The issuance of 4,250,962 new shares related to the first tranche of contingent capital for EUR 75 million in July 2011 was allocated to the share capital of the Company for EUR 33.5 million and to additional paid-in capital for EUR 41.5 million.

  On 16 May 2002, SCOR SE issued 2,248,448 additional warrants to UBS, each warrant committing UBS to subscribe for two new shares (maximum amount of EUR 75 million). As a result of the extension of the existing EUR 75 million facility, the aggregate amount available under the combined facility upon the occurrence of natural catastrophe related trigger event will be EUR 150 million.
- During 2012, the Board decided upon a share capital reduction by cancellation of a total of 216,250 treasury shares for a total amount of EUR 2 million.
- All new shares were issued with voting rights.

NOTE 6 - CONTINGENCY RESERVES

GROSS BALANCES In EUR million	Opening balance	Increase	Use over the period	Reversal without use	Closing balance
Tax litigation	2	-	-	-	2
Restructuring	-	-	-	-	-
Retirement provisions	32	10	-	-	42
Free share allotment plans	16	13	(12)	-	17
Long-term awards	2	-	-	-	2
Other provisions	9	-	(8)	-	1
TOTAL	**61**	**23**	**(20)**	**-**	**64**

Contingency reserves amount to EUR 64 million, of which:

- EUR 18 million for free share allotment plans with the following expiry: EUR 13 million at 2013, EUR 4 million at 2014, EUR 1 million at 2017.
- EUR 44 million in reserves for post-employment benefits: retirement provisions (EUR 41 million), supplementary retirement (EUR 1 million), long-term service awards (EUR 2 million).
- EUR 2 million in provisions for tax litigation.

NOTE 7 - ASSETS – LIABILITIES BY CURRENCY

Currency In EUR million	Assets 2012	Liabilities 2012	Surplus 2012	Surplus 2011
Euro	6,892	5,760	1,132	938
US Dollar	435	629	(195)	(209)
Pounds sterling	8	3	6	(22)
Swiss francs	9	808	(799)	(499)
Japanese yen	(16)	7	(23)	(82)
Other currencies	205	326	(121)	(126)
TOTAL	7,533	7,533	-	-

ANALYSIS OF KEY INCOME STATEMENT ITEMS

NOTE 8 - BREAKDOWN OF PREMIUMS AND COMMISSIONS

8.1 BREAKDOWN OF PREMIUMS BY GEOGRAPHIC REGION (COUNTRY WHERE CEDANT IS LOCATED)

In EUR million	2012	2011
France	397	352
North America	82	73
South America	47	36
Asia	241	205
Europe	369	352
Africa	68	58
Rest of world	63	59
TOTAL	1,267	1,136

SCOR SE premiums are the result of the implementation of three internal retrocession treaties entered into jointly with SCOR Global P&C SE, SCOR Global Life SE and SCOR SOUTH AFRICA as well as the Chinese branch's activity.

8.2 PORTFOLIO EVOLUTION

In EUR million	2012 Prior years	2012 2011	2012 Total	2011 Prior years	2011 2012	2011 Total
Premiums	**90**	**1,175**	**1,265**	**60**	**1,059**	**1,119**
Portfolio entries	1	30	31	-	27	27
Portfolio transfers	(13)	(16)	(29)	(11)	1	(10)
Movements	**(12)**	**14**	**2**	**(11)**	**28**	**17**
TOTAL	78	1,189	1,267	49	1,087	1,136

8.3 CHANGE IN COMMISSIONS

In EUR million	2012	2011
Commissions - assumed	318	222
Commissions - retroceded	-	(2)
TOTAL	318	220

NOTE 9 - ANALYSIS OF INVESTMENT INCOME AND EXPENSES BY KIND

	2012			2011		
In EUR million	Related companies	Other	Total	Related companies	Other	Total
Revenues from securities	266	-	266	191	1	192
Revenues from other investments	40	27	67	25	15	40
Other revenues	25	10	35	180	30	210
Realised gains	-	1	1	-	1	1
TOTAL INVESTMENT INCOME	331	38	369	396	47	443
Management and financial costs	10	85	95	27	68	95
Other investment expenses	1	12	13	4	14	18
Realised losses	-	23	23	22	-	22
TOTAL INVESTMENT EXPENSES	11	120	131	53	82	135

Dividends received from subsidiaries total EUR 266 million and include: SCOR Global Life SE EUR 100 million, SCOR Global P&C EUR 87 million, SCOR Auber EUR 14 million, SCOR Global Investments EUR 4 million and SCOR Holding Switzerland EUR 61 million.

Results from transactions involving financial instruments (rate swaps, interest-rate options, real estate swap) were posted to financial income in the net amount of EUR 0.2 million in 2012 compared to EUR (0.5) million in 2011.

Foreign currency transactions

Currency losses were EUR (6) million in 2012 compared to a gain of EUR 15.1 million in 2011.

Foreign currency hedging strategy

The corporate financial statements are prepared in original currencies converted to Euros. Fluctuations in the exchange rates used to convert the accounts might generate a significant foreign exchange impact. To limit the exchange rate fluctuation risk, forward foreign currency transactions are entered into at the beginning of the year to hedge the main currency surpluses in the balance sheet at the beginning of the year and adjusted during the year for material arbitrage transactions involving currencies. Hedges include spot trades of foreign currencies, forward trades of foreign currencies and option strategies.

NOTE 10 - ANALYSIS OF GENERAL EXPENSES BY KIND AND NON RECURRING RESULT

General expenses by kind

In EUR million	2012	2011
Salaries	79	54
Retirement	5	5
Benefits	14	10
Other	3	3
Total personnel expenses	**96**	**72**
Other general expenses	143	121
TOTAL GENERAL EXPENSES BY KIND	**244**	**193**
Workforce		
Executives - Paris	207	191
Employees / Supervisors -Paris	20	20
Employees / branches	339	343
TOTAL CURRENT WORKFORCE	**566**	**554**

Non-recurring result

The non-recurring gain amounts EUR 16.7 and is mainly due to the following items:

- Gain of EUR 10 million on the repurchase of the perpetual debt of EUR 50 million
- Loss of EUR 1.4 million on the write off of leasehold improvements on the former head office of La Défense
- Gain of EUR 8 million on the reversal of provision on onerous contract

It breaks down into extraordinary income by EUR 20.6 million and extraordinary expenses by EUR 3.9 million.

NOTE 11 - ANALYSIS OF INCOME TAX

The SCOR SE Group in France is consolidated for tax purposes and is composed of SCOR SE as the parent company of the Group, SCOR Global P&C SE, SCOR Global Life SE, SCOR Global Investments, SCOR Gestion Financière SA, SCOR Auber SA, DB Caravelle, ReMark France, SAS Mobility and Rehalto SA as subsidiaries. Under the tax agreement, SCOR SE benefits from the tax loss carry-forwards of its subsidiaries, and tax benefits are transferred back to the individual subsidiary concerned, if the entity becomes profitable in the future.

Total tax losses of the consolidated French tax Group were EUR 1,190 million as at 31 December 2012.

SCOR SE, as a stand-alone company, has a tax loss carry-forward. The corporate tax gain of EUR 10 million relates to:

- the contribution of subsidiaries that are consolidated for tax purposes by EUR 32 million;
- tax credits by EUR 1 million;
- taxes from branches of EUR (13) million;
- Tax expense of the tax group by EUR (10) million.

NOTE 12 - STOCK-OPTIONS

The table below summarizes the status of the various stock option plans for 2012:

Plan	Date of General Meeting	Date of Board of Directors Meeting	Date of availability of options	Plan expiration date	Number of beneficiaries	Number of options initially granted
2003	04/18/2002	02/28/2003	02/28/2007	02/28/2013	65	986,000
2003	04/18/2002	06/03/2003	06/03/2007	06/03/2013	1,161	1,556,877
2004	05/18/2004	08/25/2004	08/26/2008	08/26/2014	171	5,990,000
2005	05/31/2005	08/31/2005	09/16/2009	09/16/2015	219	7,260,000
2006	05/16/2006	08/28/2006	09/14/2010	09/15/2016	237	8,030,000
2006	05/16/2006	11/07/2006	12/14/2010	12/15/2016	55	2,525,000
2007	05/24/2007	08/28/2007	09/13/2011	09/13/2017	391	1,417,000
2008	05/07/2008	05/07/2008	05/22/2012	05/22/2018	8	279,000
2008	05/07/2008	08/26/2008	09/10/2012	09/10/2018	376	1,199,000
2009	05/07/2008	03/16/2009	03/23/2013	03/23/2019	360	1,403,500
2009	04/15/2009	04/15/2009	11/25/2013	11/25/2019	17	88,500
2010	04/15/2009	03/02/2010	03/19/2014	03/19/2020	316	1,378,000
2010	04/28/2010	04/28/2010	10/13/2014	10/13/2020	20	37,710
2011	04/28/2010	03/07/2011	03/23/2015	03/23/2021	55	701,500
2011	05/04/2011	07/27/2011	09/02/2015	09/02/2021	18	308,500
2012	04/05/2011	19/03/2012	24/03/2016	24/03/2022	71	938,000
Totals at 31 December 2012						
Valuation						

Number of which to Group directors	Of which top ten attributions	Subscription or purchase price	Number of options remaining at 31/12/2011	Number of options cancelled during 2012	Number of options exercised during 2012	Number of options remaining at 31/12/2012
450,000	170,000	27.30	102,799	-	-	
288,750	122,100	37.60	129,316		-	
1,335,000	920,000	10.90	163,120		35,948	
1,650,000	1,290,000	15.90	416,569		90,400	
1,900,000	1,550,000	18.30	675,000		73,768	
1,000,000	1,470,000	21.73	147,500			
311,500	276,500	17.58	1,197,000		188,500	
279,000	279,000	15.63	279,000		-	
-	132 ,000	15.63	1,081,000		193,550	
439,000	439,000	14.92	1,347,500		-	
-	81,500	17.117	81,000		-	
501,000	485,000	18.40	1,330,500		-	
-	29,500	17.79	36,500		-	
493,000	489,000	19.71	701,500	-	-	
108,000	239,000	15.71	308,500	-	-	
518,000	494,000	20.17	-		-	938 000
			7,996,804	**258,608**	**582,166**	**8,094,030**
			139,214,228.90	**4,748,044.20**	**9,518,164.10**	**143,867,480.60**

By application of Articles L.225-181 and R 225-137 of the French Commercial Code, the Company adjusted the price of the shares corresponding to options granted and the number of shares linked to options following the capital increases of 31 December 2002, of 7 January 2004 and of 12 December 2006. Thus, according to the provisions of Article R 228-91 of the French Commercial Code, the adjustment applied equalizes, to the nearest hundredth of a share, the value of shares that will be received if the rights attached to share subscription and purchase options are exercised after the capital increase, while retaining the preferential subscription right, of the Company decided on 13 November 2006 and the value of the shares that would have been obtained in case those rights were exercised prior to said capital increase.

These calculations were performed individually and plan by plan, and rounded up to the nearest unit. The new basis for exercising the rights attached to the share subscription and purchase options have been calculated by entering the value of the preferential subscription right on the one hand, and the value of the share after detachment of this right on the other, as determined from the average of the opening prices during all the trading days included in the subscription period.

In addition, on 3 January 2007, the company carried out a reverse stock split of shares comprising the capital of SCOR SE with the exchange of one new share with a par value of EUR 7.8769723 for 10 old shares with a nominal value of EUR 0.78769723 per share.

The stock option plans for the years 2003 to 2011 are share subscription plans that may give rise to a share capital increase. The other plans are share purchase options.

There are no stock option plans providing for the purchase of or subscription to shares in Group subsidiaries.

In 2011, 121,603 rights of options were exercised: 22,671 rights of options exercised under the stock option plan of 25 August 2004, vested on 26 August 2008, 48,587 options exercised under the stock option plan of 16 September 2005, vested on 16 September 2009, 42,345 options exercised under the stock option plan of 14 September 2006, vested on 14 September 2010 and 8,000 options exercised under the stock option plan of 13 September 2007, vested on 13 September 2011.

In 2012, 582,166 rights of options were exercised: 35,948 rights of options exercised under the stock option plan of 25 August 2004 vested on 26 August 2008, 90,400 options exercised under the stock option plan of 16 September 2005 vested on 16 September 2009, 73,768 options exercised under the stock option plan of 14 September 2006 vested on 14 September 2010, 188,500 options exercised under the stock option plan of 13 September 2007 vested on 13 September 2011 and 193,550 options exercised under the stock option plan of 10 September 2008, vested on 10 September 2012.

NOTE 13 - EMPLOYEE SHARE-OWNERSHIP PLANS

13.1 EMPLOYEE PROFIT-SHARING AND INCENTIVE PLAN AGREEMENTS

Under these agreements, employees of SCOR SE and certain subsidiaries are entitled to invest the amounts due to them under the profit-sharing and incentive plans in a closed-end investment fund entirely invested in SCOR SE stock.

In EUR thousands	2011	2010	2009	2008	2007
Amount distributed under the profit-sharing plan	815	1,115	1,609	1,138	1,708
Amount distributed under the collective incentive plan	-	-	-	-	979

The amount of 2012 profit-sharing payouts have been estimated in the accounts and set aside for EUR 0.771 million.

13.2 AMOUNT PAID INTO COMPANY EMPLOYEE SAVING PLAN

In EUR thousands	2012	2011	2010	2009	2008
Collective incentive plan *	-	-	-	-	641
Profit sharing *	373	501	777	472	710
Net voluntary payments	303	263	208	169	40
Total payments	**676**	**764**	**985**	**641**	**1,391**
NET MATCHING PAYMENTS	346	300	235	193	326

(*) Paid out in the financial year for the previous financial year

13.3 INDIVIDUAL RIGHT TO TRAINING

The number of hours accrued by the employees of SCOR SE was 15,073 on 31 December 2012.

NOTE 14 - COMPENSATION OF THE CORPORATE OFFICER

The following table presents the gross cash compensation paid in 2011 and 2012 to the Group Chairman & CEO:

Chairman and CEO

In EUR	2012	2011
Fixed compensation	1,200,000	1,200,000
Variable compensation	865,500	1,000,000
Directors' fees	48,000	42,800
TOTAL CASH COMPENSATION	2,113,500	2,242,800

The CEO benefits from a company car (and a shared driver).

Total pension benefits commitments relating to the corporate officer ("mandataire social") amount to EUR 17.6 million.

NOTE 15 - ANALYSIS OF COMMITMENTS GIVEN AND RECEIVED

In EUR million	Commitments received		Commitments given	
	2012	2011	2012	2011
Ordinary business operations (Note 15.1)	**2,046**	**1,686**	**1,361**	**1,101**
Financial instruments (Note 15.1.1)	1,342	1,081	1,312	1,051
Confirmed credits, letters of credit and guarantees given (Note 15.1.2)	796	597	26	25
Other commitments given and received (Note 15.1.3)	8	8	23	25
Hybrid transactions (Note 15.2)	-	-	-	-
TOTAL	**1,941**	**1,686**	**1,361**	**1,101**

15.1 COMMITMENTS RECEIVED AND GIVEN IN THE ORDINARY COURSE OF BUSINESS

15.1.1 Financial instruments received and given

In EUR million	Commitments received		Commitments given	
	2012	2011	2012	2011
Rate swaps	-	60	-	60
Cross-currency swaps	796	528	771	511
Currency forward purchases/sales	546	493	541	480
TOTAL	**1,342**	**1,081**	**1,312**	**1,051**

Commitments given and received on rate swaps for an amount of EUR 60 million were related to real estate and exchanged the performance of the French property market with the performance of the German market.

Cross-currency swaps are used to hedge foreign exchange and rate risks of perpetual notes in CHF issued in 2011 and 2012: the instruments exchange the principal of 2011 placements for a total of CHF 650 million into EUR and exchange the coupon on the CHF 400 million placement to 6.98% and on the CHF 250 million placement to 6.925%. Both instruments mature on 2 August 2016. Additional instruments exchange the principal of 2012 placements for a total of CHF 315 million into EUR and exchange the coupon on the CHF 250 million tranche to 6.2855% and on the CHF 60 million tranche to 6.235%. These latest instruments mature on 8 June 2018.

Currency forward purchases and sales generated an unrealized gain of EUR 3 million.

15.1.2 Confirmed credits, letters of credit, and guarantees received and given

In EUR million	Commitments received		Commitments given	
	2012	2011	2012	2011
Confirmed credit	-	-	-	-
Letters of credit	796	597	5	6
Securities pledged to financial institutions	-	-	-	-
Investments in subsidiaries and affiliates pledged to financial institutions	-	-	-	3
Other guarantees given to financial institutions	-	-	21	16
TOTAL	**796**	**597**	**26**	**25**

SCOR SE has signed agreements with different financial institutions concerning the granting of letters of credit for EUR 591 million.

15.1.2.1 Letters of credit received

The commitments received in terms of capacity to issue letters of credit amounted to EUR 796 million, corresponding mainly to contracts signed with the banks:

- BNP Paribas: USD 237 million (EUR 182 million),
- Deutsche Bank: USD 190 million (EUR 146 million),
- Natixis: USD 22 million (EUR 17 million),
- JP Morgan: USD 72 million (EUR 56 million),
- Helaba: USD 130 million (EUR 100 million),
- Commerzbank: USD 85 million (EUR 65 million),
- Citibank: USD 300 million (EUR 231 million).

15.1.2.2 Letters of credit given

In consideration of its commitments relating to technical reserves, SCOR SE has granted letters of credit in the amount of USD 7 million (EUR 5 million) to cedants compared to EUR 796 million in letter of credit capacity received from banks.

15.1.2.3 Other guarantees given

The guarantee given in consideration for underwriting commitments with the cedant ACE was USD 18 million (EUR 14 million). This guarantee was in the form of securities pledged to ceding companies.

15.1.3 Other commitments given and received

In EUR million	Commitments received 2012	2011	Commitments given 2012	2011
Guarantees and securities [1]	8	8	16	8
Underwriting commitments	-	-	-	9
Assets pledged to ceding companies	-	-	-	-
Contract termination indemnities	-	-	7	8
TOTAL	8	8	23	25

(1) Rent guarantee given by HSBC, collateralized by pledged securities

15.2 COMMITMENTS GIVEN AND RECEIVED IN RESPECT OF HYBRID TRANSACTIONS

Apart from mentioned commitments in the note above and the parental guarantee (section 2.3), the Company no longer has any commitment with respect to hybrid transactions such as asset swaps or index default swaps. No facts in connection with the aforementioned commitments given and received have come to our knowledge, which may have an adverse impact on cash flows, cash positions or on our liquidity requirements.

NOTE 16 - POST BALANCE SHEET EVENTS

None.

NOTE 17 - LITIGATION MATTERS

Converium Class Action Settlement

Following the approval of the settlement agreements by the competent jurisdictions in the United States and Europe (see Reference Document 2011 for more information) and at the expiration of the deadlines for opposition by the parties, these agreements have become final and will allow for stipulated distributions by the parties, withdrawn from a sequestered bank account in place at the time of the signing of the settlement agreements. The matter is therefore concluded for SCOR and has no further supplementary financial impact for SCOR.

In Europe

On 12 November 2009, and following an administrative sanctioning procedure, the Spanish competition authority (Comisión Nacional de la Competencia, or the “CNC”) sanctioned SCOR Global P&C SE Ibérica Sucursal, a branch of SCOR Global P&C, and a number of other insurance and reinsurance companies for an alleged infringement of Article 1 of Law 15/2007, of 3 July 2007, on Competition (the “Competition Act” which prohibits agreements and concerted practices that may have as an object or effect the restriction of competition in the market). The infraction would have consisted in an agreement to set the minimum price and other commercial conditions applied to customers in the market for decennial insurance for construction in Spain. Pursuant to such decision, SCOR was required to pay a fine of EUR 18.6 million. Other insurers and reinsurers were also fined in relation to the same matter.

On 21 December 2009 SCOR filed an appeal to the sanctioning decision before the Administrative Chamber of the National Audience (Audiencia Nacional, or the "NA").

On 28 December 2012, the NA issued its judgment on the appeal, annulling the decision of the NCC. The NA accepted SCOR's grounds and declared that the company did not infringe the Competition Act. Consequently, the economic sanction impose on SCOR by the CNC has been annulled.

The State Attorney (Abogado del Estado) representing the NCC has appealed the NA judgment to the Supreme Court (Tribunal Supremo). SCOR’s lawyers are studying the arguments set forth in the appeal.

On 18 June 2009, SCOR commenced an action before the Commercial Court of Nanterre against an insurance company with respect to the recovery of the attorney’s fees and costs arising from the Highfields Capital LTD, Highfields Capital I LP and Highfields Capital II LP litigation covered by the directors and officers insurance policy. The proceedings were dismissed on 24 October 2012. On 23 November 2012, SCOR filed an appeal before the Court of Appeal of

Versailles. On the basis of the two directors and officers insurance policies in excess coverage, SCOR also commenced two distinct procedures on 10 January 2012 and 22 June 2012 before the Commercial Court of Nanterre and the Commercial Court of Paris against two insurance companies with respect to the recovery of the attorneys' fees and costs and a portion of the settlement amount relating to the litigation with Highfields Capital LTD, Highfields Capital I LP and Highfields Capital II LP covered by its excess policies. All of the proceedings are ongoing.

SCOR and its subsidiaries are involved in legal and arbitration proceedings from time to time in the ordinary course of their business. Nevertheless, other than the proceedings mentioned above, to the knowledge of SCOR, as at the date of the financial statements herein, there are no other litigation matters likely to have a material impact on the financial position, business or operating income of SCOR.