



**KPMG Audit**  
Tour EQHO  
2 Avenue Gambetta  
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France



**ERNST & YOUNG Audit**  
Membre du réseau Ernst & Young Global Limited  
Tour First  
TSA 14444  
92037 Paris-La Défense Cedex  
S.A.S. à capital variable  
344 366 315 R.C.S. Nanterre  
France

# Total Capital

## ***Statutory auditors' report on the financial statements***

Year ended December 31, 2017

Total Capital

2, place Jean Millier - La Défense 6 - 92400 Courbevoie - France

*This report contains 26 pages*



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*This is a translation into English of the statutory auditors' report on the financial statements of the Company issued in French and it is provided solely for the convenience of English-speaking users.  
This statutory auditors' report includes information required by European regulation and French law, such as information about the appointment of the statutory auditors or verification of the management report and other documents provided to the shareholders.  
This report should be read in conjunction with, and construed in accordance with, French law and professional auditing standards applicable in France.*

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## **Total Capital**

Registered office: 2, place Jean Millier - La Défense 6 - 92400 Courbevoie - France  
Share capital: €300,000

## **Statutory auditors' report on the financial statements**

Year ended December 31, 2017

To the annual general meeting of Total Capital,

### **Opinion**

In compliance with the engagement entrusted to us by your annual general meetings we have audited the accompanying financial statements of Total Capital for the year ended December 31, 2017.

In our opinion, the financial statements give a true and fair view of the assets and liabilities and of the financial position of the Company as at December 31, 2017 and of the results of its operations for the year then ended in accordance with French accounting principles.

The audit opinion expressed above is consistent with our report to the Board of Directors acting as Audit Committee.

### **Basis for Opinion**

#### ***Audit Framework***

We conducted our audit in accordance with professional standards applicable in France. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Our responsibilities under those standards are further described in the *Statutory Auditors' Responsibilities for the Audit of the Financial Statements* section of our report.

### **Independence**

We conducted our audit engagement in compliance with independence rules applicable to us, for the period from January 1, 2017 to the date of our report and specifically we did not provide any prohibited non-audit services referred to in Article 5(1) of Regulation (EU) No. 537/2014 or in the French Code of Ethics for statutory auditors.

### **Justification of Assessments - Key Audit Matters**

In accordance with the requirements of Articles L.823-9 and R.823-7 of the French Commercial Code (*Code de commerce*) relating to the justification of our assessments, we inform you of the key audit matters relating to risks of material misstatement that, in our professional judgment, were of most significance in our audit of the financial statements of the current period, as well as how we addressed those risks.

We have no key audit matters to communicate in our report.

### **Verification of the Management Report and of the Other Documents Provided to the Shareholders**

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

#### *Information in the management report and other documents sent to the shareholders on the financial position and the financial statements*

We have no matters to report as to the fair presentation and the consistency with the financial statements of the information given in the Board of Directors' management report and in the other documents provided to the Shareholders with respect to the financial position and the financial statements.

#### *Corporate Governance information*

We have verified that the requirements of Article L. 225-37-4 of the French Commercial Code (*Code de commerce*) have been properly disclosed in the Corporate Governance section of the Board of Directors' management report.

In accordance with French law, we inform you that, contrary to the requirements of Article L. 225-37-3 of the French Commercial Code (*Code de commerce*), your Company has not included in the Corporate Governance section of the Board of Directors' management report the information relating to remunerations and benefits received by the directors and any other commitments made in their favor. Consequently, we cannot attest the accuracy and fair presentation of this information.

## **Report on Other Legal and Regulatory Requirements**

### ***Appointment of the Statutory Auditors***

We were appointed as statutory auditors of Total Capital by the annual general meeting held on September 29, 1999 for KPMG S.A. and on March 29, 2006 for ERNST & YOUNG Audit.

As at 31 December, 2017, KPMG S.A. was in the 19<sup>th</sup> year of total uninterrupted engagement and ERNST & YOUNG Audit was in the 11<sup>th</sup> year.

### **Responsibilities of Management and Those Charged with Governance for the Financial Statements**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with French accounting and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless it is expected to liquidate the Company or to cease operations.

The Board of Directors acting as Audit Committee is responsible for monitoring the financial reporting process and the effectiveness of internal control and risks management systems and where applicable, its internal audit, regarding the accounting and financial reporting procedures.

The financial statements were approved by the Board of Directors.

### **Statutory Auditors' Responsibilities for the Audit of the Financial Statements**

#### *Objectives and audit approach*

Our role is to issue a report on the financial statements. Our objective is to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with professional standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As specified in Article L.823-10-1 of the French Commercial Code (*Code de commerce*), our statutory audit does not include assurance on the viability of the Company or the quality of management of the affairs of the Company.

As part of an audit conducted in accordance with professional standards applicable in France, the statutory auditor exercises professional judgment throughout the audit and furthermore:

- Identifies and assesses the risks of material misstatement of the financial statements, whether due to fraud or error, designs and performs audit procedures responsive to those risks, and obtains audit evidence considered to be sufficient and appropriate to provide a basis for his opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtains an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.
- Evaluates the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management in the financial statements.
- Assesses the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. This assessment is based on the audit evidence obtained up to the date of his audit report. However, future events or conditions may cause the Company to cease to continue as a going concern. If the statutory auditor concludes that a material uncertainty exists, there is a requirement to draw attention in the audit report to the related disclosures in the financial statements or, if such disclosures are not provided or inadequate, to modify the opinion expressed therein.
- Evaluates the overall presentation of the financial statements and assesses whether these statements represent the underlying transactions and events in a manner that achieves fair presentation.

*Report to the Board of Directors acting as Audit Committee.*

We submit a report to the Board of Directors acting as Audit Committee which includes in particular a description of the scope of the audit and the audit program implemented, as well as the results of our audit. We also report, if any, significant deficiencies in internal control regarding the accounting and financial reporting procedures that we have identified.

Our report to the Board of Directors acting as Audit Committee includes the risks of material misstatement that, in our professional judgment, were of most significance in the audit of the financial statements of the current period and which are therefore the key audit matters. We describe these matters in this audit report.



We also provide the Board of Directors acting as Audit Committee with the declaration provided for in Article 6 of Regulation (EU) No. 537-2014, confirming our independence within the meaning of the rules applicable in France such as they are set in particular by Articles L.822-10 to L.822-14 of the French Commercial Code (*Code de commerce*) and in the French Code of Ethics (*Code de déontologie*) for statutory auditors. Where appropriate, we discuss with the Board of Directors acting as Audit Committee the risks that may reasonably be thought to bear on our independence, and the related safeguards.

Paris La Défense, February 7, 2018

The statutory auditors

French original signed by

KPMG Audit  
Département de KPMG S.A.

ERNST & YOUNG Audit

Jacques-François Lethu  
*Partner*

Yvon Salaün  
*Partner*

**TOTAL CAPITAL  
2 PLACE JEAN MILLIER  
92400 COURBEVOIE  
R.C.S. 428 292 023**

**FINANCIAL STATEMENTS  
AS OF 31 DECEMBER 2017**

TOTAL CAPITAL

- BALANCE SHEET AS OF 31 DECEMBER 2017
- INCOME STATEMENT AS OF 31 DECEMBER 2017
- CASH FLOW STATEMENT AS OF 31 DECEMBER 2017
- APPENDIX



TOTAL CAPITAL

**BALANCE SHEET  
AS OF 31 DECEMBER 2017**

## TOTAL CAPITAL

(in euros)

## BALANCE SHEET AS OF DECEMBER 31, 2017

ASSETS	31-Dec-17			31-Dec-16	LIABILITIES	31-Dec-17	31-Dec-16
	Gross	Amortizations depreciations and provisions	Net				
<b>FIXED ASSETS</b>					<b>SHAREHOLDERS' EQUITY (note 4)</b>		
<b>FINANCIAL ASSETS (note 2)</b>	<b>6,762,414,128</b>		<b>6,762,414,128</b>	<b>8,207,561,404</b>	<b>Capital</b>	<b>300,000</b>	<b>300,000</b>
Long-term loans after swaps	5,872,932,381		5,872,932,381	6,672,145,212	<b>Reserves</b>	<b>1,158,946</b>	<b>1,016,817</b>
Drawdowns on credit facilities	845,684,825		845,684,825	1,485,958,266	Legal Reserves	30,000	30,000
Accrued interests on long-term loans after swaps	42,345,099		42,345,099	47,694,415	Retained Earnings	1,128,946	986,817
Accrued interests on credit facilities	1,451,823		1,451,823	1,763,511			
					<b>Income for fiscal year</b>	<b>1,244,431</b>	<b>142,129</b>
<b>SUB TOTAL I</b>	<b>6,762,414,128</b>		<b>6,762,414,128</b>	<b>8,207,561,404</b>	<b>SUB TOTAL I</b>	<b>2,703,377</b>	<b>1,458,946</b>
<b>CURRENT ASSETS</b>					<b>PROVISIONS</b>		
<b>ACCOUNTS RECEIVABLE (note 3)</b>	<b>838,367,714</b>		<b>838,367,714</b>	<b>2,618,844,468</b>	<b>SUB TOTAL II</b>		
Current accounts and inter-company loans	110,999		110,999	202,068	<b>LIABILITIES</b>		
Deposits and guarantees	522,750,000		522,750,000	2,406,550,000	<b>Debenture loans and similar debt debentures (note 5)</b>	<b>6,762,312,933</b>	<b>8,207,191,032</b>
Other receivables	31,059		31,059	924,515	Debenture loans after hedge swaps	6,718,617,207	8,158,103,478
Accrued income / dedicated swaps	315,317,775		315,317,775	211,159,655	Accrued interests on debenture loans after swaps	43,695,726	49,087,554
Cash available	157,881		157,881	8,230	<b>Miscellaneous borrowings and financial debts (Note 6)</b>	<b>834,853,018</b>	<b>2,617,651,991</b>
					Commercial paper		
					Bank and security Deposits	248,490,000	221,100,000
					Creditor current accounts	271,049,144	2,184,951,011
					Related accounts payables / miscellaneous financial liabilities	28,130	441,325
					Accrued liabilities / dedicated swaps	315,285,744	211,159,655
					<b>Operating liabilities (note 7)</b>	<b>912,514</b>	<b>103,903</b>
					Trade notes and accounts payable	504,513	103,903
					Tax and social liabilities	408,001	
<b>SUB TOTAL II</b>	<b>838,367,714</b>		<b>838,367,714</b>	<b>2,618,844,468</b>	<b>SUB TOTAL III</b>	<b>7,598,078,465</b>	<b>10,824,946,926</b>
<b>PREPAID EXPENSES III</b>					<b>PREPAID INCOME IV</b>		
<b>TOTAL (I+II+III)</b>	<b>EUR 7,600,781,842</b>		<b>7,600,781,842</b>	<b>10,826,405,872</b>	<b>TOTAL (I+II+III+IV)</b>	<b>EUR 7,600,781,842</b>	<b>10,826,405,872</b>

TOTAL CAPITAL

**INCOME STATEMENT  
AS OF 31 DECEMBER 2017**

**TOTAL CAPITAL**

(in euros)

**INCOME STATEMENT AS OF DECEMBER 31, 2017**

<b>EXPENSES</b>	<b>31-Dec-17</b>	<b>31-Dec-16</b>	<b>INCOME</b>	<b>31-Dec-17</b>	<b>31-Dec-16</b>
<b>OPERATING EXPENSES (note 8)</b>			<b>OPERATING INCOME</b>		
External expenses	1,312,428	1,377,420	Miscellaneous income		
Taxes	125	125			
<b>SUB TOTAL I</b>	<b>1,312,553</b>	<b>1,377,545</b>	<b>SUB TOTAL I</b>	<b>0</b>	<b>0</b>
<b>FINANCIAL EXPENSES (note 9)</b>			<b>FINANCIAL INCOME (note 10)</b>		
Interests on debenture loans after swaps	223,818,246	229,635,890	Interests on loans after swaps	90,397,368	96,014,257
Interests on commercial papers		699,169	Interests on long-term loans	130,379,322	129,432,184
Interests on Billets de Trésorerie			Interests on credit facilities	5,317,081	7,625,208
Interests on loans			Interests on inter-company loans		
Interests on current accounts	67,234	4,136	Interests on current accounts	6,085	735,041
Interests on deposits and security deposits	4,190,610	2,464,212	Interests on deposits and security deposits	559,936	419,363
Interests on dedicated swaps	1,140,275,614	789,140,212	Income from dedicated swaps	1,140,513,944	789,254,187
Other financial expenses and swap points	234,580	273,994	Others interests, similar income and swap points	234,580	273,993
Foreign exchange loss			Foreign exchange income	617,218	45,848
Diverse financial expenses			Diverse financial interests	3,739,949	8,271
<b>SUB TOTAL II</b>	<b>1,368,586,284</b>	<b>1,022,217,613</b>	<b>SUB TOTAL II</b>	<b>1,371,765,483</b>	<b>1,023,808,352</b>
<b>EXTRAORDINARY EXPENSES</b>			<b>EXTRAORDINARY INCOME</b>		
<b>SUB TOTAL III</b>	<b>0</b>	<b>0</b>	<b>SUB TOTAL III</b>	<b>0</b>	<b>0</b>
<b>INCOME TAX IV</b>	<b>622,215</b>	<b>71,065</b>			
<b>NET INCOME FOR THE PERIOD</b>	<b>1,244,431</b>	<b>142,129</b>	<b>NET LOSS FOR THE FISCAL YEAR</b>		
<b>TOTAL</b>	<b>1,371,765,483</b>	<b>1,023,808,352</b>	<b>TOTAL</b>	<b>1,371,765,483</b>	<b>1,023,808,352</b>

TOTAL CAPITAL

**CASH FLOW STATEMENT  
AS OF 31 DECEMBER 2017**

## TOTAL CAPITAL

### CASH FLOW STATEMENT

in thousand euros

	31-Dec-17	31-Dec-16
<b>OPERATING CASH FLOW</b>		
Fiscal period income as of 31.12.2016		142
Fiscal period income as of 31.12.2017	1,244	
Decrease (increase) of working capital requirement	926	(735)
<b>Net Operating Cash Flow</b>	<b>2,170</b>	<b>(593)</b>
<b>INVESTMENT CASH FLOW</b>		
Increase in long-term loans	210,483	(115,760)
Repayment of long-term loans	688,765	1,508,526
<b>Net Investment Cash Flow</b>	<b>899,248</b>	<b>1,392,766</b>
<b>FINANCING CASH FLOW</b>		
Dividends paid		(1,500)
Net loans issued	(639,979)	(1,477,991)
Changes in short-term financial liabilities	(1,782,887)	1,034,910
Changes in short-term receivables	1,780,638	(1,033,003)
<b>Net Financing Cash Flow</b>	<b>(642,228)</b>	<b>(1,477,584)</b>
Cash increase (decrease)	259,190	(85,411)
Impact of foreign exchange fluctuations	(259,190)	85,411
Cash at the beginning of the period	0	0
<b>Cash at the end of the period</b>	<b>0</b>	<b>0</b>

TOTAL CAPITAL

**APPENDIX**

TOTAL CAPITAL

## APPENDIX

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## TOTAL CAPITAL

### **SIGNIFICANT EVENTS**

In 2017, Total Capital continued its activity on debt capital markets through various commercial paper issuances, together with a management of interest rate risk.

For short-term borrowings, Total Capital can issue under Commercial Papers programmes (US CP, EURO CP) and under a Billets de Trésorerie programme.

For long-term borrowings, Total Capital can issue along with TOTAL S.A., Total Capital Canada and Total Capital International as issuer under the EMTN programme in Europe (guaranteed by TOTAL S.A.), under a US SEC Registered Shelf programme in the United States (guaranteed by TOTAL S.A.) and under an AMTN programme in Australia (guaranteed by TOTAL S.A.). Total Capital can also issue on a stand-alone basis (guaranteed by TOTAL S.A.).

In 2017, Total Capital did not issue any debenture loan.

Total Capital's issue programmes have a long term and a short term ratings by Standard and Poor's: A+/A-1 with a stable outlook, and by Moody's: Aa3/P-1 with a stable outlook. These ratings were made possible thanks to TOTAL S.A.'s guarantee granted to these programmes.

On November 27<sup>th</sup>, 2017 Standard and Poor's improved the outlook of Total SA from negative to Stable.

In addition to its financial activities, Total Capital concluded currency and interest rate transactions, with TOTAL S.A. affiliates as well as with external counterparties.

## **Note 1: ACCOUNTING RULES**

### **GENERAL PRINCIPLES**

The balance sheet and income statement are established in accordance with the provisions of French law and in compliance with generally accepted accounting principles used by corporations.

### **ACCOUNTING RULES AND METHODS**

The long- and medium-term financing transactions within the Total group are recorded as financial assets according to their face value.

#### **✓ Currency transactions**

Given Total Capital's financial activities and the significant amount of its foreign currency inflows and outflows, Total Capital uses multi-currency accounting, as financial institutions do.

Therefore, at closing, Total Capital does not use translation adjustment accounts but revaluates balance sheet and off-balance sheet entries whose impact is recorded in the income statement.

The revaluation of long-term off-balance sheet items in foreign currencies is recorded in the balance sheet as the financial derivative instruments with which they match (debenture loans).

The revaluation of short-term off-balance sheet items in foreign currencies is recorded under "revenue receivables from the revaluation of off-balance sheet foreign exchange positions" or "expenses payables for the revaluation of off-balance sheet foreign exchange positions."

The foreign exchange positions are converted into euros based on the exchange rate at the end of the fiscal year.

#### **✓ Interest Rate and Currency Financial Instruments**

Outstanding transactions involving forward financial instruments are recognized as off-balance sheet liabilities. They consist primarily of interest rate and currency swap agreements negotiated for hedging purposes in order to manage Total Capital's exposure to fluctuations in interest rates and foreign exchange rates.

The interest differentials along with the premiums or discounts associated with these swaps or forward contracts are recorded, prorated over the period, in the income statement as financial expenses or income over the life of the items that they match.

## TOTAL CAPITAL

A provision will be booked for possible losses relating to transactions where the accounting standards for hedging are not respected.

### ✓ **Debenture loans**

Debenture loans converted into US dollars or euros through individually paired swaps are shown after swaps in the balance sheet and in the income statement. They are converted at the closing rate on the date of the account statement. The profits and losses resulting from the conversion at the closing rate of the currency borrowings and currency swaps are recorded as revenue under the heading: Foreign Exchange Profits and Losses.

### ✓ **Presentation of interests on swaps hedging debenture loans**

Interests on debenture loans are presented net of swaps. This presentation establishes consistency between the profit and loss statement and the balance sheet (Debenture loans were presented after their reevaluation for foreign exchange variations on associated swaps) and enables a direct assessment of the final cost of debt. On the balance sheet, accrued interests on debenture loans are also disclosed net of accrued interests on swaps.

**Note 2: FINANCIAL ASSETS**

Long-term investments are comprised of:

- drawdowns on credit facilities in euros with Total S.A. for a nominal amount of 0.846 Billion euros,
- long-term loans in US dollars with Total S.A. for a nominal amount of 1.042 Billion euros,
- variable-rate long-term loans in US dollars with Total Treasury for a nominal amount of 0.530 Billion euros,
- fixed-rate long-term loans in CNY with Total Treasury for a nominal amount of 0.136 Billion euros,
- long-term loans in euros and US dollars with Total Finance for a nominal amount of 4.012 Billion euros.

Loans in euros are presented after swaps.

They are fully backed to the debenture loans after taking into account the issue swaps.

**a) Changes in financial assets**

in thousand euros

FINANCIAL ASSETS	POSITION AT THE OPENING OF FISCAL YEAR	INCREASES ACQUISITIONS CONTRIBUTIONS	DECREASES DISPOSALS	GROSS VALUE AT CLOSING
Long-term loans after swaps	6,672,145		799,213	5,872,932
Drawdowns on credit facilities	1,485,958		640,273	845,685
Accrued interests on long-term loans <sup>(1)</sup>	47,695	43,131	48,481	42,345
Accrued interests on credit facilities	1,763	1,452	1,763	1,452
<b>TOTAL</b>	<b>8,207,561</b>	<b>44,583</b>	<b>1,489,730</b>	<b>6,762,414</b>

**b) Financial assets repayment schedule**

in thousand euros

	GROSS AMOUNT	LESS THAN A YEAR	BETWEEN 1 AND 5 YEARS	MORE THAN 5 YEARS
Long-term loans after swaps	5,872,932	1,766,529	3,156,403	950,000
Drawdowns on credit facilities	845,685	326,396	519,289	
Accrued interests on long-term loans <sup>(1)</sup>	42,345	42,345		
Accrued interests on credit facilities	1,452	1,452		
<b>TOTAL</b>	<b>6,762,414</b>	<b>2,136,722</b>	<b>3,675,692</b>	<b>950,000</b>

(1) including accrued interests net of swaps associated with loans

**Note 3: ACCOUNTS RECEIVABLE****Detail of Accounts Receivable**

The amount of Account Receivables with Total Treasury is not significative, it represents 111 thousand euros.

in thousand euros

	GROSS AMOUNT	LESS THAN A YEAR	BETWEEN 1 AND 5 YEARS	MORE THAN 5 YEARS
Current accounts and inter-company loans	111	111		
Accrued interest (inter-company loans, current accounts)				
Deposits and security deposits <sup>(2)</sup>	522,750	522,750		
Other receivables	31	31		
Accrued income on swaps and forward transactions <sup>(3)</sup>	315,318	315,318		
Cash available	158	158		
<b>TOTAL</b>	<b>838,368</b>	<b>838,368</b>		

(2) Deposits made by banks in relation to margin call agreements to limit counterparty risk. It mainly concerns swaps associated with debenture loans.

(3) Swaps made for the account of Total Capital Canada and Total Capital International.

Accrued income on swaps associated with debenture loans or long-term loans is related to the interests from these debentures and loans.

**Note 4: SHAREHOLDERS' EQUITY****a) Changes in Shareholders' Equity**

in thousand euros

2016	POSITION AT THE OPENING OF FISCAL YEAR	NET INCOME APPROPRIATION 2015	POSITION AS OF 31/12/2016
Share capital	300		300
Legal reserve	30		30
Retained earnings	916	71	987
Income for fiscal year 2015	1,571	(1,571)	
Dividend distribution		1,500	
Income as of 31/12/2016			142
<b>TOTAL SHAREHOLDERS' EQUITY</b>	<b>2,817</b>	<b>0</b>	<b>1,459</b>

in thousand euros

2017	POSITION AT THE OPENING OF FISCAL YEAR	NET INCOME APPROPRIATION 2016	POSITION AS OF 31/12/2017
Share capital	300		300
Legal reserve	30		30
Retained earnings	987	142	1,129
Income for fiscal year 2016	142	(142)	
Dividend distribution		0	
Income as of 31/12/2017			1,244
<b>TOTAL SHAREHOLDERS' EQUITY</b>	<b>1,459</b>	<b>0</b>	<b>2,703</b>

**b) Structure of the Share Capital**

Total Capital comprises 30,000 shares with a face value of 10 euros each, held as follows:

TOTAL SA	29,994	shares representing	99.98%
DIRECTORS	6	shares representing	0.02%

**NOTE 5: DEBENTURE LOANS AND SIMILAR DEBT DEBENTURES**

The debenture loans are shown below first before conversion into Euros mainly with floating rate. They are redeemed at maturity.

Nominal in specific currency	Currency	As of 31-dec-2017				As of 31-dec-2016	
		In thousand euros	LESS THAN A YEAR in thousand euros	BETWEEN 1 AND 5 YEARS in thousand euros	MORE THAN 5 YEARS in thousand euros	In specific currency	In thousand euros
525,000,000	CHF	448,641	448,641			525,000,000	488,872
1,065,000,000	CNY	136,461	136,461			1,065,000,000	145,488
2,650,000,000	EUR	2,650,000		1,700,000	950,000	2,950,000,000	2,950,000
500,000,000	GBP	563,552	563,552			800,000,000	934,383
750,000,000	HKD	80,026		80,026		750,000,000	91,742
3,250,000,000	USD	2,709,914	833,820	1,876,094		3,250,000,000	3,083,199
<b>TOTAL</b>		<b>6,588,594</b>	<b>1,982,474</b>	<b>3,656,120</b>	<b>950,000</b>		<b>7,693,684</b>

Most of the debenture loans have been swapped from fixed to floating rate into USD or EUR in order to match financing needs resulting from long term loans and drawdowns on credit facilities. The impacts of revaluation of swaps are presented below.

	As of 31-dec-2017				As of 31-dec-2016	
	In thousand euros	LESS THAN A YEAR in thousand euros	BETWEEN 1 AND 5 YEARS in thousand euros	MORE THAN 5 YEARS in thousand euros	In specific currency	In thousand euros
Total debenture loans before hedge swaps	6,588,594	1,982,474	3,656,120	950,000		7,693,684
Impact of Revaluation of hedge swaps	130,023	(41,243)	77,907	93,359		464,420
Total debenture loans after hedge swaps	6,718,617	1,941,231	3,734,027	1,043,359		8,158,104
Interest accrued / debenture loans after swaps <sup>(1)</sup>	43,696	43,696				49,087
<b>TOTAL</b>	<b>6,762,313</b>	<b>1,984,927</b>	<b>3,734,027</b>	<b>1,043,359</b>		<b>8,207,191</b>

(1) including interest accrued on swaps associated with debenture loans

**Note 6: MISCELLANEOUS BORROWINGS AND FINANCIAL DEBTS**

Financial debt is over 32 % with Total Treasury for an amount of 0.271 Million euros

**Repayment schedule for miscellaneous borrowings and financial debts**

in thousand euros

	31-Dec-17	LESS THAN A YEAR	BETWEEN 1 AND 5 YEARS	INCLUDING MORE THAN 5 YEARS	31-Dec-16
Commercial Papers					
Banks and security deposits <sup>(1)</sup>	248,490	248,490			221,100
Current account receivable	271,049	271,049			2,184,951
Related accounts payables / miscellaneous financial debts	28	28			441
Accrued liabilities / dedicated swaps <sup>(2)</sup>	315,286	315,286			211,160
<b>TOTAL OF DEBTS</b>	<b>834,853</b>	<b>834,853</b>	<b>0</b>	<b>0</b>	<b>2,617,652</b>

(1) Deposits made by banks in relation to margin call agreements to limit counterparty risk. It mainly concerns swaps associated with debenture loans.

(2) Accrued liabilities on dedicated swaps made for the account of Total Capital Canada and Total Capital International.

**Note 7: OPERATING LIABILITIES****Repayment schedule for operating liabilities**

in thousand euros

	31-Dec-17	LESS THAN A YEAR	BETWEEN 1 AND 5 YEARS	INCLUDING MORE THAN 5 YEARS	31-Dec-16
Trade notes and accounts payable	505	505			104
Taxes and social obligations	408	408			
<b>TOTAL OF DEBTS</b>	<b>913</b>	<b>913</b>	<b>0</b>	<b>0</b>	<b>104</b>

**Note 8: OPERATING EXPENSES**

in thousand euros

	31-Dec-17			31-Dec-16		
	Affiliated Corporations	Others	Total	Affiliated Corporations	Others	Total
External expenses	996	316	1,312	999	378	1,377
Taxes						
<b>TOTAL</b>	<b>996</b>	<b>316</b>	<b>1,312</b>	<b>999</b>	<b>378</b>	<b>1,377</b>

**Note 9: FINANCIAL EXPENSES**

in thousand euros

	31-Dec-17			31-Dec-16		
	Affiliated Corporations	Others	Total	Affiliated Corporations	Others	Total
Interests on debenture loans after swaps <sup>(1)</sup>		223,818	223,818		229,636	229,636
Interests on Commercial Papers					699	699
Interests on Billets de Trésorerie						
Interests on current accounts	67		67	4		4
Interests on deposits and security deposits		4,191	4,191		2,464	2,464
Interests on dedicated swaps <sup>(1)</sup>	522,351	617,925	1,140,276	436,174	352,967	789,141
Other expenses and similar charges	235		235			
Various financial expenses				274		274
Net foreign exchange losses <sup>(2)</sup>						
<b>TOTAL</b>	<b>522,653</b>	<b>845,934</b>	<b>1,368,586</b>	<b>436,452</b>	<b>585,766</b>	<b>1,022,218</b>

**Note 10: FINANCIAL INCOME**

in thousand euros

	31-Dec-17			31-Dec-16		
	Affiliated Corporations	Others	Total	Affiliated Corporations	Others	Total
Interests on loans after swaps <sup>(1)</sup>	90,397		90,397	96,014		96,014
Interests on long-term loans	130,379		130,379	129,432		129,432
Interests on credit facilities	5,317		5,317	7,625		7,625
Interests on inter-company loans						
Interests on current accounts	6		6	735		735
Interests on bank deposits and security deposits		560	560		420	420
Income from dedicated swaps <sup>(1)</sup>	621,315	519,199	1,140,514	343,967	445,287	789,254
Other Interests and similar income		235	235		274	274
Various financial Income		3,740	3,740		8	8
Net foreign exchange profits <sup>(2)</sup>		617	617		46	46
<b>TOTAL</b>	<b>847,414</b>	<b>524,351</b>	<b>1,371,765</b>	<b>577,773</b>	<b>446,035</b>	<b>1,023,808</b>

(1) Expenses and incomes from swaps associated with debenture loans or long-term loans are related to interests from these debentures and loans. They are presented after netting.

Expenses and incomes on swaps are interests attached to swaps made for the account of Total Capital Canada and Total Capital International.

(2) The foreign exchange profits and losses break up as follows:

in thousand euros

	31-Dec-17	31-Dec-16
Foreign exchange losses	(319,827)	(438,888)
Foreign exchange profits	320,444	438,934
<b>TOTAL</b>	<b>617</b>	<b>46</b>



**Note 11: OFF-BALANCE SHEET COMMITMENTS****a) Portfolio of derivative financial instruments**

The off-balance sheet commitments for derivative financial instruments are shown below.  
These amounts establish the notional commitment without reflecting an underlying loss or gain.

in thousand euros

MANAGEMENT OF INTEREST RATE RISK	31-Dec-17						31-Dec-16
	TOTAL	2018	2019	2020	2021	2022 and after	TOTAL
<b>Swaps / hedging fixed interest bond issues *</b> Notional amount	4,576,039	1,846,013	1,280,026			1,450,000	5,413,674
<b>Swaps / hedging floating interest bond issues *</b> Notional amount	1,096,232	596,232				500,000	1,096,232
<b>Long-term cross-currency swaps</b> Fixed interest rate lending swaps Notional amount	17,650,265	293,214	1,146,989	1,424,789	1,205,065	13,580,208	15,983,542
Variable interest rate lending swaps Notional amount	19,309,587	293,314	1,119,277	4,155,081	1,205,065	12,536,850	20,296,926
<b>Interest rate swaps</b> Fixed interest rate lending swaps Notional amount	15,534,434	833,820	1,459,185		1,250,730	11,990,699	14,851,819
Swaps prêteurs à taux variable montant notionnel	15,534,434	833,820	1,459,185		1,250,730	11,990,699	14,853,819

\* Cross-currency swaps and interest-rate swaps matched to bonds

in thousand euros

MANAGEMENT OF FOREIGN EXCHANGE RISK	31-Dec-17						31-Dec-16
	TOTAL	2018	2019	2020	2021	2022 and after	TOTAL
<b>Foreign exchange swaps</b> Notional amount	144,000	32,000	32,000	32,000	32,000	16,000	176,000
<b>Forward currency contracts</b> Notional amount							

**b) Market valuation of derivative financial instruments**

As of December 31, 2017 the details of the market valuation of derivative financial instruments are as follows:

in thousand euros

	31-Dec-17	31-Dec-16
Swaps hedging bond issues	111,585 *	110,492 *
Short-term interest rate swaps	*	*
Forward currency financial instruments		

\* The market value of the swaps is "ex coupon".

**c) Other off-balance sheet commitments**

in thousand euros

COMMITMENT CATEGORY	31-Dec-17		31-Dec-16	
	Affiliated Corporations	Others	Affiliated Corporations	Others
Commitments given				
- Credit facilities granted	15,100,000		15,100,000	
- Drawdowns on credit facilities	(845,685)		(1,485,958)	
- Non-utilised credit facilities	14,254,315		13,614,042	
Commitments received				
- Credit facilities allocated				
- Drawdowns on credit facilities				
- Non-utilised credit facilities				

**NOTE 12: CONSOLIDATION**

Total Capital's accounts are fully consolidated into the financial statements of the TOTAL S.A. Group.

**NOTE 13: FISCAL INTEGRATION**

A fiscal integration agreement was signed between Total Capital and TOTAL S.A. Thus since January, 1 2000, Total Capital, a subsidiary of TOTAL S.A., is included in the fiscal integration of TOTAL S.A.

**NOTE 14: STAFF AND MANAGEMENT BODIES**

Total Capital benefits from the technical and administrative assistance of staff from TOTAL S.A. and does not pay any remuneration to the members of the Board of Directors.