

THIS DOCUMENT IS A FREE NON BINDING TRANSLATION, FOR INFORMATION PURPOSES ONLY, OF THE FRENCH LANGUAGE "*CONDITIONS DEFINITIVES*" DATED THE DATE OF THIS DOCUMENT PREPARED BY UNEDIC. IN THE EVENT OF ANY AMBIGUITY OR CONFLICT BETWEEN CORRESPONDING STATEMENTS OR OTHER ITEMS CONTAINED IN THESE DOCUMENTS, THE RELEVANT STATEMENTS OR ITEMS OF THE FRENCH LANGUAGE "*CONDITIONS DEFINITIVES*" SHALL PREVAIL.

Final Terms dated 28 May 2018

Unédic

**Issue of € 1,000,000,000 1.250 per cent. Notes due 25 May 2033
benefiting from the unconditional and irrevocable guarantee of the French State**

under the € 37,000,000,000 Euro Medium Term Note Programme
of UNEDIC to the service of employment

Series No.: 21

Tranche No.: 1

Issue Price: 99.229 per cent

BNP PARIBAS
CRÉDIT AGRICOLE CORPORATE AND INVESTMENT BANK
DEUTSCHE BANK
J.P. MORGAN SECURITIES PLC

Joint Lead Managers

PRIIPS REGULATION - PROHIBITION OF SALES TO EEA RETAIL INVESTORS – The Notes are not intended to be offered, sold or otherwise made available to and should not be offered, sold or otherwise made available to any retail investor in the European Economic Area ("EEA"). For these purposes, a retail investor means a person who is one (or more) of: (i) a retail client as defined in point (11) of Article 4(1) of Directive 2014/65/EU (as amended, "**MiFID II**"); or (ii) a customer within the meaning of Directive 2016/97/EU, where that customer would not qualify as a professional client as defined in point (10) of Article 4(1) of MiFID II. Consequently no key information document required by Regulation (EU) No 1286/2014 (as amended, the "**PRIIPS Regulation**") for offering or selling the Notes or otherwise making them available to retail investors in the EEA has been prepared and therefore offering or selling the Notes or otherwise making them available to any retail investor in the EEA may be unlawful under the PRIIPS Regulation.

MIFID II product governance / Professional investors and ECPs only target market – Solely for the purposes of each manufacturer's product approval process, taking into consideration the 5 categories referred to at point 18 of the guidelines published by the European Securities and Markets Authority on 5 February 2018, the target market assessment in respect of the Notes has led to the conclusion that: (i) the target market for the Notes is eligible counterparties and professional clients only, each as defined in MiFID II; and (ii) all channels for distribution of the Notes to eligible counterparties and professional clients are appropriate. Any person subsequently offering, selling or recommending the Notes (a "**distributor**") should take into consideration the manufacturers' target market assessment; however, a distributor subject to MiFID II is responsible for undertaking its own target market assessment in respect of the Notes (by either adopting or refining the manufacturers' target market assessment) and determining appropriate distribution channels.

PART A – CONTRACTUAL TERMS

Terms used herein shall be deemed to be defined as such for the purposes of the Terms and Conditions set forth in the base prospectus dated 16 May 2018 which received on that date the visa of the *Autorité des marchés financiers* ("AMF") number 18-179 (the "**Base Prospectus**") which constitutes a base prospectus for the purposes of the Directive 2003/71/EC of the European Parliament and of the Council of 4 November 2003, as amended (the "**Prospectus Directive**").

This document constitutes the Final Terms relating to the issue of the notes (the "**Notes**") described hereafter for the purposes of Article 5.4 of the Prospectus Directive and contains the definitive terms of the Notes. These Final Terms supplement the Base Prospectus relating to the Programme of issuance and must be read in conjunction therewith.

The Final Terms and the Base Prospectus are available for viewing on the websites of (a) the *Autorité des marchés financiers* (www.amf-france.org) and (b) the Issuer (www.unedic.org), and during normal business hours at the registered office of the Issuer and at the specified office of the Paying Agent(s) where copies may be obtained.

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| 1. Issuer: | Unédic |
| 2. Guarantee: | Applicable |
| | Unconditional and irrevocable guarantee from the French State granted pursuant to Article 82 of the law no. 2017-1775 dated 28 December 2017 (French <i>loi de finances rectificative pour 2017</i>) and the Order (<i>arrêté</i>) of the Minister for Economy and Finance dated 10 April 2018 published in the <i>Journal Officiel</i> of the Republic of France on 19 April 2018. |
| 3. (i) Series Number: | 21 |
| (ii) Tranche Number: | 1 |
| 4. Specified Currency | Euro ("€") |
| 5. Aggregate Nominal Amount: | |
| (i) Series: | € 1,000,000,000 |
| (ii) Tranche: | € 1,000,000,000 |
| 6. Issue proceeds: | |
| (i) Gross issue proceeds: | € 992,290,000 |
| (ii) Estimated net issue proceeds: | € 990,290,000 |
| 7. Issue Price: | 99.229 per cent. of the Aggregate Nominal Amount |
| 8. Denomination: | € 100,000 |
| 9. Number of Notes issued: | 10,000 |
| 10. (i) Issue Date: | 30 May 2018 |
| (ii) Interest Commencement Date: | Issue Date |

11. Maturity Date:	25 May 2033
12. Interest Basis:	1.250 per cent. <i>per annum</i> Fixed Rate (<i>further particulars specified below</i>)
13. Redemption/Payment Basis:	Redemption at par
14. Change of Interest Basis or Redemption/Payment Basis:	Not Applicable
15. Option:	Not Applicable
16. Date of authorisations for issuance of Notes:	Decision of the Board of directors dated 31 January 2018 setting the terms for determining the characteristics of the issue and authorising Vincent Destival, <i>directeur général</i> of the Issuer, to determine its final terms
17. Method of distribution:	Syndicated

PROVISIONS RELATING TO INTEREST PAYABLE

18. Fixed Rate Notes Provisions:	Applicable
(i) Rate of Interest:	1.250 per cent. <i>per annum</i> payable annually in arrear
(ii) Interest Payment Dates:	25 May in each year and commencing on 25 May 2019
	There will be a short first coupon in respect of the first Interest Period, from and including the Interest Commencement Date up to, but excluding, 25 May 2019 (the " First Short Coupon ").
(iii) Fixed Coupon Amounts:	€ 1,250 per € 100,000 in Denomination, excluding the First Short Coupon
(iv) Broken Amount(s):	€ 1,232.90 per € 100,000 in Denomination in respect of the First Short Coupon
(v) Day Count Fraction:	Actual/Actual - ICMA
(vi) Determination Dates:	25 May in each year commencing 25 May 2019
(vii) Other terms relating to the method of calculating interest for Fixed Rate Notes:	Not Applicable
19. Floating Rate Notes Provisions:	Not Applicable

PROVISIONS RELATING TO REDEMPTION

- 20. Call Option:** Not Applicable
- 21. Final Redemption Amount of each Note:** € 100,000 per Note of € 100,000 Denomination
- 22. Early Redemption Amount:**
- (i) Early Redemption Amount(s) of each Note payable on redemption for taxation reasons or on event of default or other early redemption and/or the method of calculating the same and/or any other terms (if required or if different from that set out in the Conditions): As specified in Condition 7 of the Terms and Conditions of the Base Prospectus
 - (ii) Redemption for taxation purpose at a date different from the Interest Payment Dates: No

GENERAL PROVISIONS APPLICABLE TO THE NOTES

- 23. Form of Notes:**
- (i) Form of Notes: Dematerialised Notes in bearer form (*au porteur*)
 - (ii) Registration Agent: Not Applicable
- 24. Financial Centre(s) or other special provisions relating to payment dates for the purposes of Condition 8(d):** Not Applicable
- 25. Redenomination, renominatisation:** Not Applicable
- 26. Consolidation provisions:** Not Applicable
- 27. Masse (Condition 12):** The name and address of the initial Representative of the *Masse* are:
- MASSQUOTE S.A.S.U.
RCS 529 065 880 Nanterre
7bis rue de Neuilly
92110 Clichy
France
- Mailing address :
33, rue Anna Jacquin
92100 Boulogne-Billancourt
France
Represented by its Chairman
- The name and address of the alternate Representative of the *Masse* are:

Gilbert Labachotte
8 Boulevard Jourdan
75014 Paris
France

The Representative of the *Masse* will perceive a remuneration of € 450 *per annum* (excluding VAT) with respect to its appointment as Representative.

DISTRIBUTION

28. (i) If syndicated, names of Managers: **Joint Lead Managers**
BNP Paribas
Crédit Agricole Corporate and Investment Bank
Deutsche Bank AG
J.P. Morgan Securities plc
- (ii) Date of the subscription agreement: 28 May 2018
- (iii) Stabilising Manager (if any): Crédit Agricole Corporate and Investment Bank
29. If non-syndicated, name of Dealer: Not Applicable

PURPOSE OF FINAL TERMS

These Final Terms comprise the final terms required for issue and admission to trading on Euronext Paris of the Notes described herein pursuant to the Euro 37,000,000,000 Euro Medium Term Note Programme of UNEDIC to the service of employment.

RESPONSIBILITY

The Issuer accepts responsibility for the information contained in these Final Terms.

Signed on behalf of UNEDIC:

Unedic
4, rue Traversière
75012 PARIS

By:

Duly authorised

PART B – OTHER INFORMATION

1. ADMISSION TO TRADING

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| (i) | (a) Admission to trading: | Application has been made by the Issuer (or on its behalf) for the Notes to be admitted to trading on Euronext Paris with effect from 30 May 2018. |
| | (b) Regulated Markets or equivalent markets on which, to the knowledge of the Issuer, securities of the same class of the Notes to be admitted to trading are already admitted to trading: | Not Applicable |
| (ii) | Estimate of total expenses related to admission to trading (including AMF fees): | € 15,700 (€10,700 to Euronext and € 5,000 to the AMF) |
| (iii) | Additional publication of Base Prospectus and Final Terms: | Not Applicable |

2. RATINGS

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| Ratings: | <p>The Notes to be issued are expected to be rated by Moody's Investors Service Limited and Fitch's France S.A.S :</p> <p>Moody's: Aa2</p> <p>Fitch: AA</p> <p>In accordance with Regulation (EC) No 1060/2009 dated 16 September 2009 of the European Parliament and of the Council, each of Moody's Investors Service Limited and Fitch France S.A.S. is included in the list of registered credit rating agencies published on the European Securities and Markets Authority's website.</p> |
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3. INTERESTS OF NATURAL AND LEGAL PERSONS INVOLVED IN THE ISSUE

Save as discussed in "Subscription and Sale" of the Base Prospectus, so far as the Issuer is aware, no person involved in the offer of the Notes has an interest material to the offer.

4. REASONS FOR THE OFFER

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| Reasons for the offer: | See " <i>Use of Proceeds</i> " wording in Base Prospectus. |
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5. YIELD

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| Yield: | <p>1.307 per cent. <i>per annum</i></p> <p>The yield is calculated at the Issue Date on the basis of the Issue Price. It is not an indication of future yield.</p> |
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5. OPERATIONAL INFORMATION

ISIN Code	FR0013336492
Common Code	182926612
Depositories:	Euroclear France to act as Central Depository
Any clearing system(s) other than Euroclear Bank S.A./N.V. and Clearstream Banking, société anonyme and the relevant identification number(s):	Not Applicable
Delivery:	Delivery against payment
Names and addresses of initial Paying Agent(s):	BNP Paribas Securities Services (affiliated with Euroclear France under number 29106) 3-5-7 Rue du Général Compans 93500 Pantin France
Names and addresses of additional Paying Agent(s) (if any):	Not Applicable