INTERIM
FINANCIAL REPORT
JUNE 30, 2010

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The interim Financial Report includes:

- Management Discussion and Analysis
- Management's Report
- Complete audited financial statements, including the notes and the Auditors' Report
- Schedule of cost of investments impacting the Québec economy
- Statement of other investments
- Index of the Company's share in investments made by specialized funds and partner funds, at cost

Desjardins
Capital régional
et coopératif

Capital régional et coopératif Desjardins

Management Discussion and Analysis

This interim Management Discussion and Analysis ("MD&A") supplements the financial statements and contains financial highlights but does not reproduce the Company's interim financial statements. It presents management's assessment of the Company's results for the period reported in the financial statements, as well as its financial position and any material changes to it.

This disclosure document contains management's analysis of forward-looking statements. Caution should be exercised in the interpretation of this analysis and these statements since management often makes reference to objectives and strategies that contain risks and uncertainties. Due to the nature of the Company's operations, the associated risks and uncertainties could cause actual results to differ from those anticipated in forward-looking statements. The Company disclaims any intention or obligation to update or revise such statements based on any new information or new event that may occur.

Copies of the interim financial statements may be obtained free of charge, on request, by calling 514 281-2322 or (toll free) 1 866 866-7000, extension 2322, by writing to 2 Complexe Desjardins, P.O. Box 760, Desjardins Station, Montréal, Québec H5B 1B8, or from our website at www.capitalregional.com or the SEDAR website at www.sedar.com.

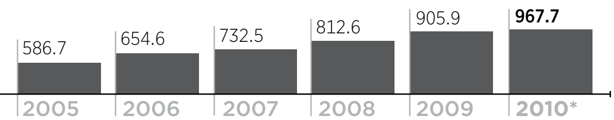
Annual financial information may be obtained in the same way.

Financial highlights

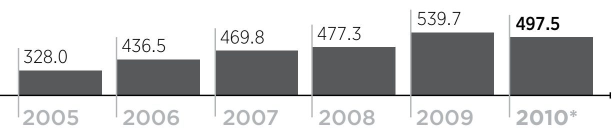
The following charts present key financial data and are intended to assist in understanding the Company's financial results for the preceding five fiscal years and for the six-month period ended June 30, 2010. This information is derived from the Company's audited annual and interim financial statements.

Ratios and supplemental data

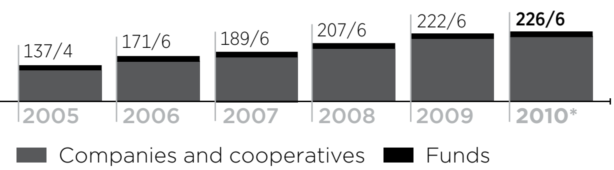
NET ASSETS (IN $M)



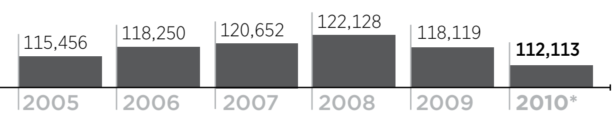
INVESTMENTS AT COST (IN $M)
(including funds committed but not disbursed)



NUMBER OF PARTNER COMPANIES AND COOPERATIVES/FUNDS
(including funds committed but not disbursed)



NUMBER OF SHAREHOLDERS



* As at June 30, 2010 and as at December 31 for other years.

	June 30, 2010	Dec. 31, 2009	Dec. 31, 2008	Dec. 31, 2007	Dec. 31, 2006	Dec. 31, 2005
Revenue (in thousands of $)	**20,709**	39,900	39,520	32,015	27,386	21,717
Net income (net loss) (in thousands of $)	**7,036**	17,145	(29,347)	(22,243)	(10,238)	6,751
Share outstanding (in thousands)	**98,775**	93,142	85,159	74,097	64,139	56,600
Total operating expense ratio (%)	**2.8**	2.8	3.1	3.4	3.5	3.6
Portfolio turnover rate:						
> Investments impacting the Québec economy (%)	**6**	9	9	11	7	17
> Other investments (%)	**77**	84	83	33	38	47
Trading expense ratio[1] (%)	**0.0**	0.0	0.0	0.0	0.0	0.0
Issues of shares (in thousands of $)	**109,719**	129,443	126,440	101,763	79,544	100,605
Redemption of shares (in thousands of $)	**55,009**	53,273	17,016	1,611	1,401	1,234
Fair value of investments impacting the Québec economy committed and disbursed (in thousands of $)	**462,972**	465,228	412,854	434,406	419,571	313,466

[1] Trading expenses include brokerage fees and other portfolio transaction costs. These expenses are not material to the company.

Changes in net assets per share

	June 30, 2010 ($)	Dec. 31, 2009 ($)	Dec. 31, 2008 ($)	Dec. 31, 2007 ($)	Dec. 31, 2006 ($)	Dec. 31, 2005 ($)
Net assets per share, beginning of period/year	**9.73**	**9.54**	**9.89**	**10.21**	**10.37**	**10.25**
Increase (decrease) attributable to operations	**0.07**	**0.19**	**(0.35)**	**(0.33)**	**(0.17)**	**0.12**
Interest, dividends and negotiation fees	**0.21**	0.43	0.47	0.47	0.40	0.35
Operating expenses	**(0.14)**	(0.27)	(0.30)	(0.35)	(0.34)	(0.33)
Income taxes and capital tax	**(0.03)**	(0.06)	0.04	0.10	0.00	(0.04)
Realized gains (losses)	**(0.40)**	0.13	(0.20)	(0.24)	(0.19)	0.16
Unrealized gains (losses)	**0.43**	(0.04)	(0.36)	(0.31)	(0.04)	(0.02)
Difference attributable to share issues and redemptions	**0.00**	**0.00**	**0.00**	**0.01**	**0.01**	**0.00**
Net assets per share, end of period/year	**9.80**	**9.73**	**9.54**	**9.89**	**10.21**	**10.37**

Overview

The Company closed the first half of fiscal 2010 with net income of $7.0 million ($6.9 million for the same period in 2009), representing a non-annualized return of 0.8%, (0.8% as at June 30, 2009). Based on the number of shares outstanding, this brings net assets per share to $9.80 as at June 30, 2010 compared with $9.73 at the end of fiscal 2009. For information purposes, at the price of $9.80, shareholders who invested seven years earlier obtain an annual after-tax return of between 8.8% and 9.4% taking into account their income tax credit of 50%.

The Company's return is mainly attributable to the contribution of Investments impacting the Québec economy and Other investments. Assets allocated to Investments impacting the Québec economy are focused on the Company's mission of promoting the economic development of Québec cooperatives and regions. Assets are allocated across four lines of business and consist mainly of equities and debentures. Investments impacting the Québec economy posted a non-annualized return of 2.6% for the six-month period ended June 30, 2010 compared with a non-annualized return of 1.6% for the same period a year earlier. Most business lines contributed to the results, in particular the Company Buyouts and Major Investments asset classes, spurred by the more favourable economic conditions in the first six months of 2010. The cost of Investments impacting the Québec economy made or committed totalled $497.5 million, of which $439.6 million were disbursed.

Other investments represents the balance of funds not invested in partner companies. This portfolio was established to provide security for the Company's returns and ensure the necessary liquidity to fund share redemptions and investments. It consists primarily of bonds and preferred shares. Other investments generated a non-annualized return of 2.3% for the first six months of 2010 compared with a return of 3.1% for the same period of 2009. These returns are due mainly to scaled back market expectations for interest rates increases.

Capital subscriptions during the first half of the year reached $109.7 million, and share redemptions totalled $55.0 million. Since the time a portion of shares first became eligible for redemption at the end of the minimum seven-year holding period, approximately 39% of eligible shares have been redeemed. Net assets as at June 30, 2010 stood at $967.7 million, up 6.8% from December 31, 2009. The number of shareholders was 112,113 as at June 30, 2010, a slight drop of 5% from December 31, 2009.

Economic background

Looking back on the first six months of 2010

Robust economic growth, particularly in the emerging countries and North America, started 2010 off on an encouraging note. Investors appeared to have fully regained their confidence and North American stock markets showed good performances. As spring progressed, the problem of public finances in certain countries, primarily in southern Europe, rapidly rekindled the spectre of another international financial crisis, and doubts about the strength of the world recovery clouded skies once again.

Despite the disruptions caused by the crisis in some European countries, in the United States the economy continued to grow. Consumer spending strengthened on income tax cutbacks and increased government transfers. The real estate market regained some turf, spurred by the home-buyer tax credit program. Events in Europe did not unduly affect U.S. economic activity given that trade between the two regions is less substantial. That being said, falling oil prices, bond rates that followed suit and a Federal Reserve rate held at 0.25% all favoured economic activity. Private sector job creation, however, remained anemic, which put the reins on consumer confidence.

In Canada, domestic demand drove real GDP growth to 6.1% in the first three months of 2010. Consumer and government spending along with real estate investment were buoyed by low interest rates, strong job creation and ongoing stimulus packages. The loonie moved in a range between US$0.93 to slightly over par during the first six months of 2010, subject to changes in the price of raw materials such as oil, Canadian economic growth and the greenback, which was bolstered by its safe haven status during the crisis in Europe.

Since summer 2009, Canada has enjoyed the strongest economic growth of the G7 countries. Against that backdrop, it was no surprise that the Bank of Canada on June 1, 2010 became the group's first central bank to announce a 0.25% increase in its key rates. Canadian federal bonds strengthened on the turbulence of the first six months of 2010. Bonds with a slightly higher degree of risk were less favoured, leading credit spreads to dip somewhat for provincial and corporate issues.

Compared with many other provinces, Québec – which suffered less through the recession – saw a less spectacular recovery but, contrary to Canada and the United States, has already won back all the production and job losses it suffered during the recession. Québec has now entered an expansion phase that will continue over the coming quarters.

2010 outlook

There is little doubt as to the solid footing of the current economic recovery in the United States, but hopes that it will continue at the same pace are relatively slender. Weakness in job creation, the removal of major stimulus programs and a strong greenback that will hurt exports will slow economic growth and postpone interest rate hikes until 2011.

Canadian economic performance will also be slowed in the second half of the year by the disappearance of a number of temporary factors that have driven the housing market, by Bank of Canada hikes in key interest rates, by reduced government growth stimuli and by an exchange rate that will once again rise above par with the greenback. The gradual rise in oil prices to around US$88 a barrel by the end of the year and growing interest rate spreads between Canada and the United States will benefit the loonie. International exports will be hard pressed to get back on their feet in the short run, especially since demand from our main trading partner is slow to firm up.

Québec will face the same dampers as Canada, but the expansion phase will continue. Improvement in the job market is on solid ground and will continue to support consumer spending. Businesses should gradually begin to take the lead in non residential investment as governments start to slow the pace of public infrastructure upgrades.

Continued monetary tightening over the next few quarters could lead to short-term rate hikes for Canadian federal bonds. Increases in long-term rates would be more limited, given the influence of U.S. rates and international demand for Canadian assets. Credit spreads with provincial and corporate bonds should shrink gradually as risk aversion fades.

The venture capital market in the first six months of 2010

On North American markets, the United States showed increased intensity over the last two quarters while in Canada investments grew 34% compared with the same period of 2009. Québec investments totalled some $201 million, compared with $218 million in 2009, representing 33% of all Canadian investments.

In most cases, financing in Québec has a tendency to be for smaller amounts, with the average standing at approximately $1.8 million at the end of June, compared with $2.4 million in March 2010.

Investments in the traditional sectors were trimmed back in favour of life sciences and other technologies, primarily due to three clean technology transactions in the first quarter. While information technologies witnessed a 50% pullback in amounts invested compared with the first six months of 2009, life sciences increased by 57%.

Over the first six months of 2010, tax-advantaged funds and foreign investors were the most active, representing 31% and 29% respectively of all investments, followed by independent private funds with 22%.

Expansion and later development stage transactions regained top place with investments of $136 million, for 68% of the total. Startup and preliminary development stage deals nonetheless accounted for $45 million, but are sharply down from the first six months of 2009 when investments reached $90 million.

At the end of June, committed funds totalled some $576 million, up slightly compared with June 2009. Since January 2010, Québec funds have made up 40% of total new commitments.

Management's discussion of financial performance

On the initiative of Desjardins Group, Capital régional et coopératif Desjardins was founded on July 1, 2001 following adoption of the *Act constituting Capital régional et coopératif Desjardins* (the "Act") by Québec's National Assembly on June 21, 2001. Desjardins Venture Capital Inc. manages the Company's activities.

The Company aims to participate in a more prosperous Québec by providing ongoing support to companies and cooperatives and reflecting regional economic realities. It gives meaning to the cooperative spirit by supporting the continuity of companies and growing the collective wealth of the regions.

Mission, objectives and strategies

The mission, objectives and strategies of the Company remain substantially the same as those described in its most recent annual MD&A.

Note that, effective January 1, 2010, the Company's manager consolidated its administrative teams, adopting a structure that optimizes its efficiency and control of management fees. As a result, it now allocates its Investments impacting the Québec economy activities across four lines of business, mainly by company size and asset class:

> *Development capital* to consolidate regional activities such as the resource regions and cooperatives
> *Company Buyouts and Technological Innovations* to cover major investments such as company buyouts and related employee-shareholder cooperatives, and investments in information technologies
> *Venture Capital – Health* to consolidate investments in life sciences managed in house and those managed by an external firm
> *Funds* for all investment activities carried out through funds

Risk management

Risk governance

In keeping with the portfolio asset management approach, risks are managed globally, taking into account all of the Company's contractual commitments. In accordance with its Governance Policy, the Board of Directors is supported in its control and monitoring duties and responsibilities by the four following committees: the Executive Committee, the Audit Committee, the Financial Asset Management Committee and the Ethics and Professional Conduct Committee. Monitoring and control of the different risks faced by the Company is allocated across these committees, which regularly report on their activities to the Board of Directors and make the appropriate recommendations. The manager also carries out some of the Company's risk governance activities through its investment committees and Portfolio Valuation Committee, which report to the Board of Directors on a regular basis.

The roles and responsibilities of these committees remain substantially the same as those described in the most recent annual MD&A.

Note to the reader

The following sections regarding market risks, credit and counterparty risks and liquidity risks have been reviewed by the Company's auditor within the audit of the financial statements concerning which an auditors' report was issued on August 19, 2010.

Market risks

Market risks pertain to the Company's role in the capital markets and, indirectly, to general changes in economic conditions. They also pertain to the impact of capital market movements on the value of the Company's assets. The various market risks directly impacting the Company are listed below:

Interest rate risk

Interest rate fluctuations have a significant impact on the market value of fixed-income securities held in the portfolio for which fair value is determined based on market conditions. Fixed-income securities held in the Other investments portfolio include money market instruments, bonds and preferred shares with a total fair value of $566.7 million ($466.4 million as at December 31, 2009).

Money market instruments with a fair value of $70.6 million ($85.6 million as at December 31, 2009) are not valued based on fluctuations in interest rates due to their very short term maturity and the Company's intention to hold them to maturity.

Bonds net of obligations related to securities sold short with a fair value of $473.5 million ($361.1 million as at December 31, 2009) are directly affected by fluctuations in interest rates. A 1% increase in interest rates would have resulted in a decrease of $13.9 million in net income, or a 1.4% decrease in the Company's share price as at June 30, 2010 ($9.6 million or 1.1% as at December 31, 2009). Similarly, a 1% decrease in interest rates would have had the opposite effect, resulting in a $14.6 million increase in net income, or a 1.5% increase in share price ($10.0 million or 1.1% as at December 31, 2009). Given that the Company matches the maturities of bonds held in its portfolio with the average maturity of expected cash outflows, the long-term effect of interest rates on results should be limited.

Preferred shares with a fair value of $22.6 million ($19.7 million as at December 31, 2009) may also be affected by interest rate fluctuations. However, unlike bonds, there is no perfect correlation between interest rate fluctuations and changes in the fair value of preferred shares. Also, the interest rate risk related to preferred shares is low given the amounts in question.

No interest rate risk is associated with securities purchased under resale agreements or with securities sold under repurchase agreements as their assignment or call prices are determined at the time of the initial transaction.

Cash bears interest at the average weighted rate of 0.46% (average weighted rate of 0.21% as at December 31, 2009). Accounts receivable and accounts payable and accrued liabilities do not bear interest.

Stock market risk

Stock market trends have a twofold impact on the Company. In addition to the direct impact on the market values of publicly traded stocks, the valuations of some private portfolio companies may also be affected by changes in stock prices.

As at June 30, 2010, the Investments impacting the Québec economy portfolio included four traded companies valued at $4.7 million, representing 0.5% of net assets (five companies valued at $3.6 million as at December 31, 2009, representing 0.4% of net assets). A 10% increase or decrease in the stock markets would have resulted in an increase or decrease in the Company's net income of $0.4 million respectively ($0.3 million as at December 31, 2009).

In accordance with the Company's global asset management approach, the overall impact of these interrelated risks is taken into account when determining overall asset allocation.

Currency risk

Changes in currency values have an impact on the activities of a number of the Company's partner businesses. The net effect of an appreciation in the Canadian dollar is not necessarily always negative for these companies, nor is a depreciation necessarily positive. However, rapid fluctuations in the Canadian dollar heighten the difficulties faced by these companies.

Currency fluctuations impact the fair value of investments valued initially in a foreign currency and subsequently translated into Canadian dollars at the prevailing rate of exchange. These investments, whose value varies in step with fluctuations in the value of a foreign currency, represent a fair value of $60.9 million, or 6.3% of net assets as at June 30, 2010, compared with $53.4 million, or 5.9% of net assets as at December 31, 2009.

In 2008, the Company adopted a policy for the systematic hedging of currency risk for investments valued in a foreign currency. A $5 million line of credit was granted to the Company for its foreign exchange contract transactions. As at June 30, 2010, the Company held foreign exchange contracts under which it must deliver US$56.6 million on September 30, 2010 at the rate of CAD/USD 1.06005.

This limits the Company's net exposure to foreign currencies to $0.7 million ($7.6 million as at December 31, 2009). Any fluctuation in the Canadian dollar against its U.S. counterpart will therefore not have a significant impact on the Company's results.

Credit and counterparty risks

In pursuing its mission of Investments impacting the Québec economy, the Company is exposed to credit risks related to the potential financial losses of partner companies. By diversifying its investments by sector, company development stage and financial instrument type and by limiting the potential risk of each partner company, the Company has limited portfolio volatility due to negative events.

The Company does not generally require guarantees to limit credit risk on its loans. Requiring guarantees would contravene the eligibility rules for Investments impacting the Québec economy.

In the first six months of 2010, the Company replaced its computerized rating system with Moody's RiskAnalyst. This new system enables a more objective assessment of credit risk, closer monitoring of high risk files and improved operational efficiency.

Investments are first ranked from 1 to 9 based on the criteria defined by the system. Companies with a ranking of 7 and above are reviewed on a monthly basis to spread them across ranks 7 to 12.

Ranked by risk, the breakdown of Investments impacting the Québec economy is as follows (fair value amounts):

Rank 2010	Rank 2009		**As at June 30, 2010** (in thousands of $)	As at December 31, 2009 (in thousands of $)
1 to 6.5	1 to 4	Low to higher than average risk	**326,035**	332,224
7 to 9	5	At risk	**58,305**	58,798
10 to 12	6 and 7	High risk and insolvent	**20,742**	10,299

Other investments portfolio risks are managed by diversification across numerous issuers with a credit rating of BBB from Standard & Poor's or DBRS or better. Counterparty risks arising from cash and repurchase/resale transactions are limited to the immediate short term.

The concentration of the five largest Investments impacting the Québec economy and the five largest Other investments is as follows (percentages are based on fair asset value):

	As at June 30, 2010 % of asset class	**As at June 30, 2010** % of net assets	As at December 31, 2009 % of asset class	As at December 31, 2009 % of net assets
Investments impacting the Québec economy	**28.4**	**11.9**	28.5	12.6
Other investments*	**72.9**	**41.0**	64.1	33.1

* Government issuers accounted for 87.1% (86.4% as at December 31, 2009) of the five largest issuers or counterparties in the Other investments portfolio.

The portfolio summary presented at the end of this MD&A also provides relevant information for assessing credit concentration risk.

Counterparty risk is low for foreign exchange contracts given the amounts in question and that the contract counterparty is Caisse centrale Desjardins.

Liquidity risks

The Company must maintain sufficient liquid assets to fund share redemptions and committed Investments impacting the Québec economy. If it failed to do so, the Company would be dependent on the markets and could be forced to carry out transactions under unfavourable conditions. With liquid investments that must, once the Company's capitalization reaches maximum limits, represent 35% to 40% of assets under management and using a management approach that ensures that the average maturity of bonds matches the average maturity of expected outflows, the Company can confirm that liquidity risks are adequately covered.

Operating results

Net results and fund returns

The Company ended the first half of the year on June 30, 2010 with net income of $7.0 million, or a non-annualized return of 0.8% compared with net income of $6.9 million, or a non-annualized return of 0.8%, for the same period in 2009.

The Company's asset allocation strategy allows it to enjoy a more balanced overall portfolio profile that limits volatility while actively carrying out its mission to contribute to the economic development of cooperatives and Québec's regions. This should limit the volatility of the Company's returns in periods of substantial market turbulence.

The Company's performance results primarily from Investments impacting the Québec economy and Other investments, which generated non-annualized contributions of 1.2% and 1.3% respectively in the first six months of 2010. Expenses, net of administrative charges, income taxes and capital tax made up the remainder of the Company's return with a negative contribution of 1.6%.

Return by activity	June 30, 2010				June 30, 2009			
	Average assets under management	Weighting	Non-annualized return 6 months	Non-annualized contribution 6 months	Average assets under management	Weighting	Non-annualized return 6 months	Non-annualized contribution 6 months
	$M	%	%	%	$M	%	%	%
Investments impacting the Québec economy	403	43.8	2.6	1.2	355	43.0	1.6	0.7
Other investments and cash	517	56.2	2.3	1.3	471	57.0	3.1	1.7
	920	100.0	2.5	2.4	826	100.0	2.4	2.4
Expenses, net of administrative charges			(1.3)	(1.3)			(1.4)	(1.4)
Income taxes and capital tax			(0.3)	(0.3)			(0.1)	(0.1)
Company's return			0.8	0.8			0.8	0.8

Return by asset class	June 30, 2010				June 30, 2009			
	Average assets under management	Weighting	Non-annualized return 6 months	Non-annualized contribution 6 months	Average assets under management	Weighting	Non-annualized return 6 months	Non-annualized contribution 6 months
	$M	%	%	%	$M	%	%	%
Investments impacting the Québec economy								
Development Capital	149	16.1	0.2	0.1	131	15.8	6.8	1.1
Company Buyouts and Technological Innovations								
Company Buyouts and Major Investments	123	13.3	8.0	1.1	93	11.3	4.4	0.5
Technological Innovations	51	5.6	(1.1)	(0.1)	57	6.9	(1.9)	(0.1)
	174	18.9	5.3	1.0	150	18.2	2.0	0.4
Venture Capital – Health	27	3.0	4.6	0.1	26	3.2	(13.3)	(0.5)
Funds	53	5.8	(0.8)	0.0	48	5.8	(4.8)	(0.3)
Other investments and cash								
Bonds, preferred shares, money market and cash	516	56.1	2.3	1.3	466	56.5	3.1	1.7
Fund of hedge funds	1	0.1	12.1	0.0	5	0.5	0.2	0.0
	920	100.0	2.5	2.4	826	100.0	2.4	2.4

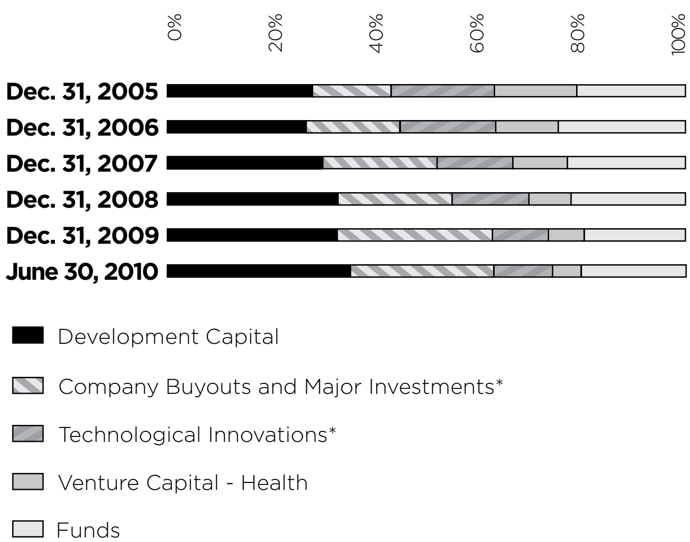
Investments impacting the Québec economy

Investments of $32.5 million during the first half of 2010, sale proceeds of $28.2 million and losses of $1.5 million brought the total fair value of the Company's investment portfolio, including foreign exchange contracts, to $404.8 million as at June 30, 2010 ($402.0 million as at December 31, 2009).

The Company's manager has allocated its Investments impacting the Québec economy activities across four business lines. As part of its business development activities, the Company's manager focuses from time to time on different economic sectors or lines of business to ensure portfolio balance. In order to generate both short- and long-term returns for the Company's shareholders, the range of financial instruments used may also vary.

Portfolio diversification is determined by adding funds committed but not disbursed to investments at fair value. As at June 30, 2010 and December 31 of the past five fiscal years, the Investments impacting the Québec economy portfolio was allocated by line of business:

Investments and funds committed but not disbursed at fair value by line of business 2005-2010 (in %)



* Given the varied profile of the Company Buyouts and Technological Innovations business line, the two asset classes that make it up are presented separately to better reflect the Company's activities. .

Investment activities should also be measured taking into account the change in funds committed but not disbursed, which amounted to $57.9 million as at June 30, 2010, down $6.0 million from December 31, 2009. New commitments for the six-month period ended June 30, 2010 totalled $26.5 million compared with $22.8 million for the same period of 2009. Investments of $32.5 million in 2010 rounded out the factors behind this variance.

Total commitments at cost as at June 30, 2010, amounted to $497.5 million in 232 companies, cooperatives and funds, of which $439.6 million was disbursed to 226 companies, cooperative and funds within the portfolio.

Revenue generated by Investments impacting the Québec economy (in thousands of $)

	Six months ended June 30, 2010	Six months ended June 30, 2009
Revenue	**12,331**	11,359
Gains (losses)	**(1,524)**	(5,420)
	10,807	5,939

Revenue consists of interest, dividends and negotiation fees related to Investments impacting the Québec economy. The increase in revenue was mainly attributable to the higher average debenture balance.

The Company accounts for its Investments impacting the Québec economy at fair value. Two comprehensive portfolio reviews are carried out each year, with one covering the six-month period ended June 30 and the other covering the six-month period ended December 31. As a result of the June 30, 2010 review, 62 investments were remeasured to reflect a $1.5 million unrealized decline in value. The public companies held in the portfolio, of which the fair value based on market conditions totalled $4.7 million as at June 30, 2010, caused a decrease in value of $0.4 million during the first half of the year. For the same period, disposals and writeoffs of Investments impacting the Québec economy and foreign exchange contracts resulted in a realized loss of $40.5 million and an unrealized gain of $40.9 million, for a net upward impact on results of $0.4 million.

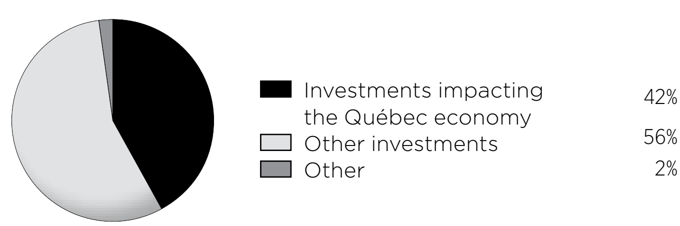
As the overall effect, the Company recorded in its results for the six-month period realized and unrealized losses of $1.5 million compared with a loss of $5.4 million for the same period in 2009. The negative impact of these changes in the fair value of the Investments impacting the Québec economy portfolio on the Company's results is gradually declining, which indicates that the investment portfolio is more mature and its asset allocation is more balanced.

As at June 30, 2010, the overall risk level of the Investments impacting the Québec economy portfolio remained satisfactory and comparable to levels as at December 31, 2009.

Other investments

Managing the Other investments portfolio involves the portion of assets not earmarked for Investments impacting the Québec economy, including temporarily available cash resources prior to their investment in companies.

Breakdown of net assets as at June 30, 2010



As at June 30, 2010, the Company's Other investments portfolio, net of obligations related to securities sold short, including cash and securities purchased under resale agreements and securities sold under repurchase agreements but excluding foreign exchange contracts, totalled $544.4 million compared with $490.6 million as at December 31, 2009. These funds were invested mainly on fixed-income securities markets in highly liquid and low-credit risk instruments. As at June 30, 2010, nearly 75% of portfolio bonds were government-guaranteed. Other investments accounted for 56% of the portfolio's total net assets as at the end of the first six months of 2010, compared with 54% as at December 31, 2009. The excess of net subscriptions over net realized Investments impacting the Québec economy contributed to this increase. The Company anticipates that this ratio will continue to decrease in coming years and will gradually stabilize around 35% and 40% as capitalization reaches maximum limits and the pace of redemptions levels off. In keeping with its core mission, this will allow an increase in funds allocated to Investments impacting the Québec economy.

The Company maintained a cash position equal to 18.7% of the Other investments portfolio as at June 30, 2010 (22.2% as at December 31, 2009) to cover redemption requests by shareholders and Investments impacting the Québec economy it expects to make. This level of liquidity, which the Company is required to maintain in keeping with its sound management practices, limits the portfolio's overall potential return.

To enhance total portfolio returns, the Company's manager is also authorized to take market positions using purchase/redemption transactions. Such trades are made in an overlay portfolio and their potential risk limits are defined and overseen by the Company's Financial Asset Management Committee and tracked daily by the Company's manager. This activity generated a gain of $0.8 million for the first six months of 2010 (0.7$ million for the same period in 2009). As at June 30, 2010, the Company's balance sheet showed $6.3 million in securities purchased under resale agreements offset by an equal amount for obligations related to securities sold short. Also as at the same date, $60.2 million in securities sold under repurchase agreements were recognized by the Company as liabilities and offset by bonds for an equal amount under Other investments.

The orderly liquidation of the fund of hedge funds that began in 2008 following the swift collapse of stock prices continued in the first half of 2010. Accordingly, the Company has received a total amount of $0.5 million since the beginning of the year, and the fair value of the remaining shares as at June 30, 2010 amounted to $0.3 million. In light of the events in 2008, the Company's asset allocation strategy no longer includes this asset class.

Contribution generated by Other investments (in thousands of $)

	Six months ended June 30, 2010	Six months ended June 30, 2009
Revenue	**7,648**	7,618
Gains (losses)	**4,090**	6,501
	11,738	**14,119**

Revenue consists of interest, dividends and trading activities related to Other investments. Interest income (primarily from bonds) is recognized at the bond rate in effect at the acquisition date. Realized gains (losses) are recorded at the date of sale and consist of the difference between proceeds on disposal and unamortized cost, regardless of the unrealized appreciation (depreciation) from prior years, which are reversed and reflected in unrealized appreciation (depreciation) for the current period.

Other investments continues to provide the Company with a major source of operating revenue even though interest rates are low. Other investments contributed $11.7 million for the first six months of 2010 compared with $14.1 million for the same period of 2009. Current revenue was comparable with the same period of 2009, the lower effective average interest rate in the bond portfolio being offset by a higher average bond balance. Lastly, in the first half of 2010, the Company recorded a gain of $4.1 million on its Other investments portfolio. Despite the 25 basis point increase in the key rate announced by the Bank of Canada in June, reduced market expectations for interest rate increases in the future generated gains for the bond portfolio.

Capital raising

The Company offers its shares exclusively through the Desjardins caisse network. As at June 30, 2010, this distribution network consisted of some 430 Desjardins caisses and close to 870 service centres, totalling approximately 1,300 points of sale.

For any capitalization period, the Company may raise a maximum of $150 million per period until it has reached at least $1 billion in share capital for the first time by the end of a capitalization period. Beginning with the capitalization period following that, per period, the Company may raise the lesser of $150 million and the amount of the reduction in share capital attributable to the Company's redemptions or purchases by agreement during the preceding capitalization period. Each 12-month capitalization period begins on March 1. A special tax is payable by the Company if it fails to comply with these limits, and control mechanisms have been implemented by the Company to ensure compliance. The 2009 issue reached the maximum allowable subscription of $150 million.

Subscription of shares of the Company entitles the shareholder to receive a non refundable tax credit, which applies only to Québec tax, for an amount equal to 50% of all amounts subscribed, up to a maximum tax credit of $2,500 per capitalization period. The minimum holding period for shares of the Company is seven years to the day from the date of purchase before the shareholder would normally be eligible for a redemption. Note however that shareholders who request a redemption to withdraw some or all of their shares after the seven year holding period may not claim a tax credit for any subscription for which the tax credit would apply in the current tax year or in any subsequent tax year.

A total of $109.7 million of capital was raised during the first six months of 2010 compared with $84.1 million for the same period of 2009. The more favourable economic environment contributed to this advance. For the first half of 2010, redemptions totalled $55.0 million compared with $23.2 million for the first half of the previous year.

Since November 2008 when the first shareholders completed their minimum seven year holding period, close to 39% of the shares eligible for redemption have been redeemed. By the end of 2010, additional shares with an approximate value of $34 million will become eligible for redemption, bringing potential redemptions to some $236 million.

Breakdown of share capital by issue as at June 30, 2010

Issue	Issue price ($)	Balance* ($M)	Eligible for redemption
2001	10.00	38.9	2008
2002	10.00	122.6	2009
2003	10.12 and 10.24	74.8	2010
2004	10.25	95.8	2011
2005	10.25	95.1	2012
2006	10.37 and 10.21	77.8	2013
2007	10.21 and 9.92	95.4	2014
2008	9.89 and 9.83	139.6	2015
2009	9.54 and 9.62	152.7	2016
2010	9.73	75.0	2017
Equity		967.7	

* Calculated at net asset value per share as at June 30, 2010

As at June 30, 2010, the Company had $986.4 million in share capital consisting of 98,774,522 shares outstanding. The number of shareholders eased lower to 112,113 compared with 118,119 as at December 31, 2009.

The Company's policy is to reinvest its annual income from operations rather than pay dividends to shareholders in order to increase the capital available for investment in eligible entities and to create share value appreciation.

Operating expenses

Expenses (in thousands of $)

	Six months ended June 30, 2010	Six months ended June 30, 2009
Management fees	**11,569**	10,422
Other operating expenses	**961**	1,101
Shareholder services	**778**	783
Capital tax	**325**	98
	13,633	**12,404**

Management fees

The annual management fees paid to Desjardins Venture Capital Inc. amount to 2.5% of the Company's annual average assets' net value, less any amounts payable related to Investments impacting the Québec economy and Other investments. Management fees for the first half of 2010 amounted to $11.6 million or 85% of total operating expenses, compared with $10.4 million or 84% for the same period of 2009. As in the past, the management fees incurred by the Company are adjusted to avoid double billing as regards the Company's holdings in certain investment funds.

Other operating expenses

The decrease in Other operating expenses is due mainly to information system development expenditures. Under the management agreement, the Company incurred certain non-recurring fees related to information systems in the first half of 2009 to enable its manager to support the Company's growth and maintain quality services.

Shareholder services

The Company has appointed Desjardins Trust Inc. as shareholder registrar and share transfer agent. Desjardins Trust also acts as an intermediary for various shareholder support services. Since the Company began operations, Desjardins Trust has represented the largest component of the Company's shareholder service expenses.

The Company has entrusted the Fédération des caisses Desjardins du Québec with the activities related to the distribution of the Company's shares across the Desjardins caisse network. Other than reimbursing certain direct expenses, no commissions or other forms of compensation are payable to any person by the Company for distribution of its shares.

Shareholder service expenses for the first six months of 2010 are comparable to those of the same period a year earlier.

Capital tax and income taxes

The Company invests in securities eligible for a deduction for Québec capital tax purposes to minimize its tax expense while ensuring diversification and security in Other investments. The Company's capital tax expense is insignificant.

Income taxes for the first half of 2010 amounted to $2.6 million compared with $1.0 million for the same period of 2009. In addition to current income taxes, future income taxes represent a major component of the Company's tax expense. Revenue type also has a significant impact since capital gains and business income are taxed at different rates.

Liquidity and capital resources

Cash flows from capital raising initiatives net of redemptions for the six month period ended June 30, 2010 totalled $54.7 million ($60.9 million for the same period of 2009). Operating activities generated liquidities of $2.6 million, down in comparison with $7.3 million for the same period in 2009. This variance is due mainly to income tax payments. The Company's investment activities resulted in cash outflows of $39.5 million for the first half of 2010, compared with $76.8 million for the same period of 2009. Cash outflows in Investments impacting the Québec economy amounted to $29.8 million for the first half of 2010, compared with $35.3 million for the same period of 2009. In accordance with the Company's asset management strategy, a portion of the excess liquidities generated by operating and financing activities was allocated to the Other investments portfolio, which posted net investments of $33.1 million for the first half of 2010 compared with $54.5 million for the same period of 2009.

As at June 30, 2010, cash and cash equivalents and money market instruments totalled $101.9 million ($109.1 million as at December 31, 2009). This cash level is maintained to cover redemption requests that might occur at a different pace than the issue of new shares and due to anticipated cash outflows related to the Investments impacting the Québec economy portfolio.

Since February 2010, the Company has had an authorized line of credit of $10 million. In the event that liquidity needs exceeded expectations, this line of credit could be used on a temporary basis to cover the Company's obligations. This additional flexibility optimizes cash levels held and reduces the risk of having to dispose of assets hastily under potentially less advantageous conditions. The line of credit was not used during the first six months ended June 30, 2010.

Given the management approach for Other investments of matching the average maturity of the Company's total assets with the average maturity of its expected cash outflows, the Company does not anticipate any shortfall in liquidities in the short or medium terms and expects to be able to repurchase shares issued at least seven years earlier from those shareholders who make such a request.

Recent events

Reorganization of the manager

In 2009, Desjardins Group reorganized a number of its business lines, including those of the Company's manager. The Company does not expect that this reorganization will have any significant effect on its operations.

Accounting policies

International Financial Reporting Standards

In 2008, the Accounting Standards Board of Canada (the "AcSB") confirmed that as of January 1, 2011, the International Financial Reporting Standards ("IFRS") would replace the Canadian generally accepted accounting principles currently in effect for certain companies, including public companies. Adoption of IFRS in their current form would have significant effects for the Company, as it would have to begin consolidating the activities of certain portfolio companies.

As a result of comments received, the International Accounting Standards Board ("IASB"), the organization responsible for IFRS, in the first half of 2010 published an exposure draft proposing to amend current IFRS to exempt investment companies that meet certain criteria from the requirement to consolidate controlled investees.

Given the possibility that these amendments might not come into effect before the January 1, 2011 IFRS changeover date for Canadian companies, the AcSB in June 2010 issued an exposure draft to allow investment companies that currently apply Accounting Guideline AcG–18 *Investment Companies* to continue to apply existing Canadian standards in Part V of the *CICA Handbook – Accounting* until fiscal years beginning on or after January 1, 2012. The draft amendment should be completed in September 2010.

To address the possibility that the outcome of the current IASB and AcSB initiatives does not allow the Company to circumvent the requirement to consolidate certain investments as of January 1, 2011, discussions are underway with regulatory authorities to permit the Company to continue to issue its financial statements in accordance with amended IFRS.

The Company is still studying the effects of the new standards on the compilation and presentation of its financial statements. Throughout this process, the Company will benefit from the support and expertise of a specialized Desjardins Group team put together for the transition to IFRS, as well as assistance from external firms on certain matters.

Related party transactions

The Company enters into certain transactions with related companies in the normal course of business. These transactions are described in note 15 to the financial statements of the Company.

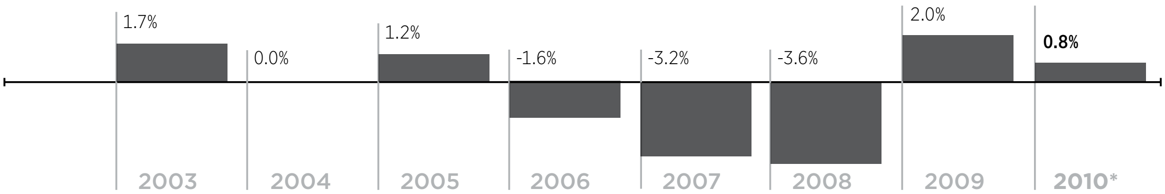
Past performance

This section presents the Company's historical returns. These returns do not include the $50 administration fee paid by shareholders or the tax credit they enjoy as a result of their investment. Past performance is not necessarily indicative of future returns.

Annual returns

The following chart shows the Company's annual returns and illustrates the change in returns from one fiscal year to the next for the past seven fiscal years and the six month period ended June 30, 2010. Annual return is calculated by dividing income (loss) per share for the year by the share price at the beginning of the year.

Annual returns of the Company



* Non-annualized return for the six-month period ended June 30, 2010.

Compounded return of the share as at June 30, 2010

The compounded return is calculated based on the annualized change in the share price over each of the periods shown.

7 years	5 years	3 years	1 year
-0.6%	-1.0%	-0.4%	1.9%

Portfolio summary

As at June 30, 2010, assets in the Investments impacting the Québec economy and Other investments portfolios were allocated as follows:

Main asset classes

Asset classes	% of net assets
Investments impacting the Québec economy*	
Development Capital	15.6
Company Buyouts and Technological Innovations	
Company Buyouts and Major Investments	12.6
Technological Innovations	5.3
	17.9
Venture Capital – Health	2.7
Funds	5.6
Total – Investments impacting the Québec economy	**41.8**
Other investments	
Cash and money market instruments	10.5
Bonds	43.4
Preferred shares	2.3
Fund of hedge funds	0.1
Total – Other investments	**56.3**

* Including foreign exchange contracts

As at June 30, 2010, the issuers of the 25 main investments held by the Company were as follows:

Main investments held

Issuers	% of net assets
Investments impacting the Québec economy (12 issuers)*	19.3
Canada Mortgage and Housing Corporation	20.3
Province of Québec	10.0
Province of Ontario	5.5
CDP Financial	3.0
Royal Bank	2.3
The Toronto-Dominion Bank	2.1
Financement Québec	1.5
Bank of Nova Scotia	1.5
Bank of Montreal	1.1
Caisse centrale Desjardins	1.0
Capital Desjardins	1.0
GE Capital	0.8
British Columbia Municipal Finance	0.8

* The 12 issuers who, collectively, represent 19.3% of the Company's net assets are:

- Avjet Holding inc.
- Boutique Le Pentagone inc.
- Camoplast Inc.
- Coradiant (Canada) Inc.
- Knowlton Development Corporation Inc.
- Desjardins – Innovatech S.E.C.
- Enobia Pharma Inc.
- Fempro I Inc.
- CANMEC Group Inc. (6317456 Canada Inc.)
- La Coop fédérée
- Louiseville Specialty Products Inc.
- Tranzyme Pharma Inc.

This summary of the Company's portfolio may change at any time due to transactions carried out by the Company.

August 19, 2010

August 19, 2010

Management's report

The Company's financial statements together with the financial information contained in this interim financial report are the responsibility of the Board of Directors, which delegates the preparation thereof to management.

In discharging its responsibility for the integrity and fairness of the financial statements, management has ensured that the manager maintains an internal control system to provide reasonable assurance that the financial information is reliable, that it provides an adequate basis for the preparation of the financial statements and that the assets are properly accounted for and safeguarded.

Furthermore, the Company's General Manager and Chief Financial Officer have certified that the method used to determine the fair value of each of the Investments impacting the Québec economy complies with the requirements of the Autorité des marchés financiers regulations and have confirmed the reasonableness of the aggregate fair value of the portfolio of Investments impacting the Québec economy.

The Board of Directors carries out its responsibility for the financial statements principally through its Audit Committee. The Committee meets with the external auditors appointed by the shareholders with and without management present to review the financial statements, discuss the audit and other related matters and make appropriate recommendations to the Board of Directors. In addition, the Committee meets with the Company's internal auditors. The Committee also analyzes the Management Discussion and Analysis to ensure that the information therein is consistent with the financial statements.

The financial statements present the financial information available as at August 19, 2010. These statements have been prepared in accordance with Canadian generally accepted accounting principles and audited by PricewaterhouseCoopers LLP.

The Board of Directors has approved the financial statements, together with the information in the Management Discussion and Analysis. The financial information presented elsewhere in this report is consistent with the Company's financial statements.

(signed) Yves Calloc'h, CA
Chief Financial Officer

Capital régional et coopératif Desjardins

Financial Statements
June 30, 2010

PricewaterhouseCoopers LLP/s.r.l./s.e.n.c.r.l.
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August 19, 2010

Auditors' Report

To the Shareholders of
Capital régional et coopératif Desjardins

We have audited the balance sheets of **Capital régional et coopératif Desjardins** (the "Company") as at June 30, 2010 and December 31, 2009 and the statements of earnings, shareholders' equity and cash flows for the six-month periods ended June 30, 2010 and 2009. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Company as at June 30, 2010 and December 31, 2009 and the results of its operations and its cash flows for the six-month periods ended June 30, 2010 and 2009 in accordance with Canadian generally accepted accounting principles.

(signed) PricewaterhouseCoopers LLP[1]

[1] Chartered accountant auditor permit n° 19653

Capital régional et coopératif Desjardins
Balance Sheets

(in thousands of dollars, except number of shares and net value per common share)

	As at June 30, 2010 $	As at December 31, 2009 $
Assets		
Investments impacting the Québec economy (note 3)	405,082	401,321
Other investments (note 4)	573,032	467,765
Securities purchased under resale agreements (note 5)	6,295	-
Cash	31,271	23,448
Accounts receivable (note 6)	8,839	6,866
Software (net of accumulated amortization of $3,862; December 31, 2009 – $3,675)	500	687
Income taxes receivable	6,981	-
Future income taxes (note 13)	4,266	12,342
	1,036,266	912,429
Liabilities		
Securities sold under repurchase agreements (note 5)	60,181	-
Obligations related to securities sold short (note 5)	6,305	-
Accounts payable (note 8)	2,113	872
Income taxes payable	-	5,636
	68,599	6,508
Net assets	967,667	905,921
Number of outstanding common shares	98,774,522	93,142,217
Net value per common share	9.80	9.73

The accompanying notes are an integral part of these financial statements.

Approved by the Board of Directors

(signed) André Lachapelle, Director (signed) Pierre Gauvreau, Director

Capital régional et coopératif Desjardins

Statements of Shareholders' Equity

For the six-month periods ended June 30, 2010 and 2009

(in thousands of dollars)

2010

	Share capital (note 9) $	Contributed surplus (note 9) $	Retained earnings (deficit) Realized $	Unrealized $	Total $	Shareholders' equity $
Balance – December 31, 2009	933,533	2,410	26,209	(56,231)	(30,022)	905,921
Results for the period						
Net earnings realized and unrealized, net of income taxes of ($5,555) and $8,161 respectively	-	-	(25,711)	32,747	7,036	7,036
Share capital operations						
Shares issued	109,719	-	-	-	-	109,719
Redemption of shares	(56,815)	1,806	-	-	-	(55,009)
	52,904	1,806	(25,711)	32,747	7,036	61,746
Balance – June 30, 2010	986,437	4,216	498	(23,484)	(22,986)	967,667

2009

	Share capital (note 9) $	Contributed surplus (note 9) $	Retained earnings (deficit) Realized $	Unrealized $	Total $	Shareholders' equity $
Balance – December 31, 2008	859,467	306	5,915	(53,082)	(47,167)	812,606
Results for the period						
Net earnings realized and unrealized, net of income taxes of $1,941 and ($954) respectively	-	-	10,761	(3,830)	6,931	6,931
Share capital operations						
Shares issued	84,077	-	-	-	-	84,077
Redemption of shares	(24,088)	867	-	-	-	(23,221)
	59,989	867	10,761	(3,830)	6,931	67,787
Balance – June 30, 2009	919,456	1,173	16,676	(56,912)	(40,236)	880,393

The accompanying notes are an integral part of these financial statements.

Capital régional et coopératif Desjardins

Statements of Earnings

For the six-month periods ended June 30, 2010 and 2009

(in thousands of dollars, except number of shares and net earnings per common share)

	2009 $	2008 $
Revenue		
Interest	17,719	16,005
Dividends	1,154	1,962
Negotiation fees	1,106	1,009
Administrative charges	730	265
	20,709	19,241
Expenses		
Management fee	11,569	10,422
Other operating expenses (note 12)	961	1,101
Shareholder services (note 12)	778	783
Capital tax	325	98
	13,633	12,404
Net investment income	7,076	6,837
Gains and losses on investments		
Realized	(38,342)	5,865
Unrealized	40,908	(4,784)
	2,566	1,081
Income taxes (note 13)	2,606	987
Net earnings for the period	7,036	6,931
Weighted average number of common shares	95,919,222	88,198,353
Net earnings per common share	0.07	0.08

The accompanying notes are an integral part of these financial statements.

Capital régional et coopératif Desjardins

Statements of Cash Flows

For the six-month periods ended June 30, 2010 and 2009

(in thousands of dollars)	2010 $	2009 $
Cash flows related to		
Operating activities		
Net earnings for the period	7,036	6,931
Adjustments for		
Realized losses (gains) on investments	38,342	(5,865)
Unrealized losses (gains) on investments	(40,908)	4,784
Amortization of software	187	189
Amortization of premiums and discounts on other investments	1,278	1,001
Future income taxes	8,076	360
Capitalized interest and other non-cash items	301	-
	14,312	7,400
Changes in non-cash working capital balances (note 14)	(11,721)	(78)
	2,591	7,322
Investing activities		
Acquisition of investments impacting the Québec economy	(29,827)	(35,322)
Acquisition of other investments	(334,988)	(226,998)
Proceeds on disposal of investments impacting the Québec economy	23,461	13,040
Proceeds on disposal of other investments	301,876	172,532
Software	-	(61)
	(39,478)	(76,809)
Financing activities		
Issuance of common shares	109,719	84,077
Redemption of shares	(55,009)	(23,221)
	54,710	60,856
Net change in cash and cash equivalents during the period	17,823	(8,631)
Cash and cash equivalents – Beginning of the period	23,448	36,655
Cash and cash equivalents – End of the period (note 11)	41,271	28,024
Supplementary information		
Income taxes paid	(393)	(2,056)

The accompanying notes are an integral part of these financial statements.

(tabular amounts are in thousands of dollars, unless otherwise specified)

1 Governing statutes, mission, administration and investments

Governing statutes and mission

Capital régional et coopératif Desjardins (the "Company") is constituted by an Act of the Québec National Assembly (R.S.Q. c. C-6.1) and is deemed to have been incorporated by the filing of statutes on July 1, 2001. The Company began its activities on November 5, 2001 and is a legal person with share capital whose mission is to:

- Raise venture capital for the benefit of Québec resource regions (Abitibi-Témiscamingue, Bas-Saint-Laurent, Côte-Nord, Gaspésie–Îles-de-la-Madeleine, Mauricie, Nord-du-Québec and Saguenay–Lac Saint-Jean) and the cooperative sector;
- Promote economic development in the resource regions through investments in eligible entities operating in those regions;
- Support the cooperative movement throughout Québec by investing in eligible cooperatives;
- Support eligible entities in their start-up phase and their development;
- Stimulate the Québec economy through investments in all parts of the territory of Québec.

Administration

The affairs of the Company are administered by a Board of Directors typically composed of 13 members, as follows:

- Eight people appointed by the President of the Desjardins Group;
- Two people elected by the General Meeting of shareholders of the Company;
- Two people appointed by the above-mentioned ten members, selected from a group of people whom they deem to be representative of eligible entities as described in the Act;
- The General Manager of the Company.

Investments

The Company may acquire minority interests, mainly in eligible entities, with or without a guarantee or security. Eligible entities include eligible cooperatives and partnerships or a legal person actively operating an enterprise, the majority of whose employees are resident in Québec and with less than $100 million of assets and net equity of not more than $50 million.

(tabular amounts are in thousands of dollars, unless otherwise specified)

The Company may invest up to 5% of its assets (as established on the basis of the last accountants' valuation) in the same eligible enterprise or cooperative, and the investment is generally planned for a period of five to eight years. This percentage may be increased to 10% to allow the Company to acquire securities in an entity operating in Québec but which is not an eligible entity. In such case, the Company may, directly or indirectly, acquire or hold shares representing up to a maximum of 30% of the voting rights, which can be exercised in all circumstances.

Pursuant to the Act, other investments may qualify, such as investments in certain investment funds, provided the required specific conditions set out in the Act have been met.

At the end of each fiscal year, the portion of the Company's investments in eligible entities, as well as other eligible investments which do not entail any security or hypothec and are made as first purchaser, must represent on average at least 60% of the average net assets of the Company for the preceding year. Furthermore, a portion representing at least 35% of that percentage must be invested in entities situated in resource regions of Québec or in eligible cooperatives. If these criteria were not met, the Company could be subject to penalties. As at December 31,2009, no amount was owing by the Company under these rules.

In its eligibility calculations, the Company also takes into account the investments it has made other than as first purchaser for the acquisition of securities issued by an eligible entity. For investments made prior to November 10, 2007, these investments should not represent more than one third of the total investments made by the Company as first purchaser in this entity. For investments made on or after November 10, 2007, this restriction is lifted, but the Company may not make investments other than as first purchaser totalling more than 20% of its net assets as at the preceding year-end for those investments to be eligible.

2 Significant accounting policies

Use of estimates

The preparation of financial statements in accordance with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of assets and contingent liabilities at the balance sheet date and the reported amounts of revenues and expenses during the reporting year. The principal estimates are related to the determination of the fair value of investments impacting the Québec economy. Actual results could differ from those estimates. Those estimates are reviewed periodically and adjustments as they become necessary, are reported in earnings in the year in which they are known.

(tabular amounts are in thousands of dollars, unless otherwise specified)

Comprehensive income

The statement of comprehensive income is not provided since net earnings and comprehensive income are the same.

Investments impacting the Québec economy

Listed shares

The investments in listed shares are recorded at their fair value. Fair value is established using the bid-side level at market closing on the balance sheet date when an active market is available. The value of the shares with trading or transfer restrictions is adjusted by a discount. The Company determines the amount of this discount based on the nature and duration of the restriction, the relative volatility of the share's performance, as well as the importance of the interest held in the overall float of outstanding shares and the volume of trades. Otherwise, the fair value may be established using unlisted share valuation techniques.

Unlisted shares, debentures and advances

Unlisted shares, debentures and advances are valued at their fair value, determined in accordance with appropriate methods of valuation, primarily including comparison to arm's-length transactions or takeover bids and the capitalization of representative earnings before interest, taxes, amortization and capitalization or discounting of cash flows.

Significant assumptions used in the determination of fair value may include the discount or capitalization rate, the rate of return and the weighting of forecasted earnings.

Sureties

When it is likely that an amount will be disbursed by the Company in relation to a pledged surety, the amount to be recognized in liabilities is estimated using an asset-based approach and a liquidation value method.

Other investments

Other investments consist of temporary investments, bonds, preferred shares, foreign exchange contracts and units of funds of hedge funds recorded at fair value. Units of funds of hedge funds are recorded at fair value estimated by their respective managers at the balance sheet date. The foreign exchange contracts are measured using the difference between the contract's rate and the rate of an identical contract (same maturity and notional amount) that would have been agreed to at the balance sheet date. For all other investments, fair value is calculated according to market value, which is the bid-side level at market closing on the balance sheet date.

(tabular amounts are in thousands of dollars, unless otherwise specified)

Obligations related to securities sold short

Securities sold short as part of trading activities, which represent the Company’s obligation to deliver securities sold which were not owned at the time of sale, are recorded as liabilities and are carried at fair value measured using the sell-side level at market closing on the balance sheet date. Realized and unrealized gains and losses thereon are recorded in revenue in Interest.

Securities purchased under resale agreements and securities sold under repurchase agreements

The Company enters into short-term purchases and sales of securities with simultaneous agreements to sell and buy back those securities at a specified price and on a specified date. Those resale and repurchase agreements are accounted for as collateralized lending and borrowing transactions, and are recorded on the balance sheet at the reselling or repurchase price specified under the agreement. The difference between the purchase price and specified reselling price and the difference between the selling price and the specified repurchase price are recorded using the accrual method in Interest.

Cash, cash and cash equivalents, accounts receivable and accounts payable

Cash consists of bank balances. Cash and cash equivalents consist of cash and short-term deposits with original terms to maturity of three months or less.

The fair value of accounts receivable, cash and accounts payable approximates their carrying value given their current maturities.

Software

Software is recorded at cost and amortized on a straight-line basis over a period of three years.

Foreign currency translation

Monetary assets and liabilities denominated in foreign currencies are translated into Canadian dollars at the rate of exchange in effect at the balance sheet date. In the statement of earnings, realized or unrealized gains or losses on investments are presented under Gains and losses on investments.

For the other assets and liabilities denominated in foreign currencies, the changes related to foreign exchange rates are presented under Other operating expenses.

Revenues and expenses denominated in foreign currencies are translated at the exchange rate prevailing on the transaction date.

(tabular amounts are in thousands of dollars, unless otherwise specified)

Income taxes

The Company uses the liability method in accounting for income taxes. According to this method, future income taxes are determined using the difference between the accounting and tax bases of assets and liabilities. The tax rate in effect when these differences are expected to reverse is used to calculate future income taxes at the balance sheet date. Future income tax assets are recognized when it is more likely than not that the assets will be realized.

Revenue recognition

Interest and dividends

Interest is recorded on an accrual basis when collection is considered probable. Dividends are recorded as at the holder-of-record date and when they are declared by the issuing companies.

Administrative charges

Membership dues are recorded at the time of a shareholder’s initial subscription and on the closure of that shareholder’s last account.

Negotiation fees

Negotiation fees are recorded when the service is performed and when collection is considered probable.

Gains and losses on investments

Gains and losses on disposal of investments are recorded at the date of sale and represent the difference between the sale proceeds and the unamortized cost, without taking into consideration the unrealized gain (loss) recorded in previous years, which is reversed and taken into account in change in unrealized gain (loss) for the year.

Premiums and discounts

Premiums and discounts on fixed-term maturity of other investments are amortized using the internal rate of return method up to the maturity date of these investments. Amortization of premiums and discounts are recorded in Interest.

(tabular amounts are in thousands of dollars, unless otherwise specified)

3 Investments impacting the Québec economy

The *Schedule of cost of investments impacting the Québec economy* is available at the Company's head office, on its Web site at capitalregional.com and on SEDAR at www.sedar.com.

			As at June 30, 2010
	Cost	**Unrealized gain (loss)**	**Fair value**
	$	**$**	**$**
Unsecured			
Common shares	136,946	(18,398)	118,548
Preferred shares	99,020	(5,513)	93,507
Debentures and advances	201,921	(10,637)	191,284
Secured			
Debentures and advances	1,743	-	1,743
	439,630	(34,548)	405,082

			As at December 31, 2009
	Cost	**Unrealized gain (loss)**	**Fair value**
	$	**$**	**$**
Unsecured			
Common shares	139,663	(24,792)	114,871
Preferred shares	123,941	(30,164)	93,777
Debentures and advances	210,727	(19,212)	191,515
Secured			
Debentures and advances	1,454	(296)	1,158
	475,785	(74,464)	401,321

Investments impacting the Québec economy included investments valued in foreign currencies dollars for a fair value of $60.9 million (December 31, 2009 – $53.4 million).

Agreements related to investments impacting the Québec economy may include clauses providing conversion and redemption options.

Debentures and advances bear interest at a weighted average rate of 11.3% (December 31, 2009 – 10.8%) and have an average residual maturity of 4.8 years (December 31, 2009 – 4.7 years). For substantially all the interest-bearing debentures and advances, the interest rate is fixed.

(tabular amounts are in thousands of dollars, unless otherwise specified)

a) Allocation of investments and funds committed by industry segment

						As at June 30, 2010
Industry segment	**Investments at cost $**	**Unrealized gain (loss) $**	**Fair value $**	**Funds committed but not disbursed [1] $**	**Sureties [1] $**	**Total commitment $**
Development Capital	158,083	(7,173)	150,910	16,112	-	167,022
Companies Buyouts and Technological Innovations	180,455	(6,615)	173,840	8,260	-	182,100
Venture Capital - Health	37,216	(10,623)	26,593	143	-	26,736
Funds	63,876	(10,137)	53,739	33,375	-	87,114
Total	439,630	(34,548)	405,082	57,890	-	462,972

						As at December 31, 2009
Industry segment	**Investments at cost $**	**Unrealized gain (loss) $**	**Fair value $**	**Funds committed but not disbursed [1] $**	**Sureties [1] $**	**Total commitment $**
Development Capital	153,958	(7,132)	146,826	9,198	-	156,024
Companies Buyouts and Technological Innovations	195,205	(21,249)	173,956	16,685	-	190,641
Venture Capital - Health	64,368	(36,376)	27,992	3,027	-	31,019
Funds	62,254	(9,707)	52,547	34,997	-	87,544
Total	475,785	(74,464)	401,321	63,907	-	465,228

[1] Funds committed but not disbursed and sureties are not included in the Company's assets.

b) Funds committed but not disbursed represent investments that have been agreed upon and which have been committed but not disbursed at the balance sheet date. Future disbursements are subject to certain conditions. Assuming that the conditions are met, the estimated instalments over the coming years ended December 31 will be as follows:

2010 (6 months)	2011	2012	2013	2014	Total
27,432	10,750	7,500	8,299	3,909	57,890

(tabular amounts are in thousands of dollars, unless otherwise specified)

4 Other investments

The unaudited *Statement of other investments* is available at the Company's head office, on its Web site at capitalregional.com and on SEDAR at www.sedar.com.

	As at June 30, 2010		
	Cost	**Unrealized gain (loss)**	**Fair value**
	$	**$**	**$**
Bonds			
Federal	195,067	4,573	199,640
Provincial and guaranteed	155,336	3,121	158,457
Financial institutions	96,071	1,982	98,053
Companies	22,734	926	23,660
	469,208	10,602	479,810
Money market instruments [1]	70,613	-	70,613
Foreign exchange contracts [2]	-	(294)	(294)
Preferred shares	24,520	(1,939)	22,581
Units of fund of hedge funds [3]	4,004	(3,682)	322
Total	568,345	4,687	573,032

Allocation of bonds by maturity date

	As at June 30, 2010			
Maturity	**Less than 1 year**	**1 to 5 years**	**More than 5 years**	**Total**
	$	**$**	**$**	**$**
Unamortized cost	152	298,574	170,482	469,208
Par value	150	292,141	167,699	459,990
Fair value	154	304,446	175,210	479,810
Average nominal rate [4]	5.85 %	3.76 %	3.94 %	3.83 %
Average effective rate	3.62 %	2.99 %	3.66 %	3.24 %

(tabular amounts are in thousands of dollars, unless otherwise specified)

	As at December 31, 2009		
	Cost	**Unrealized gain (loss)**	**Fair value**
	$	**$**	**$**
Bonds			
Federal	148,398	2,841	151,239
Provincial and guaranteed	112,883	2,694	115,577
Financial institutions	69,388	2,058	71,446
Companies	19,912	812	20,724
Supranational entities	2,008	107	2,115
	352,589	8,512	361,101
Money market instruments [1]	85,631	-	85,631
Foreign exchange contracts [2]	-	640	640
Preferred shares	21,366	(1,711)	19,655
Units of fund of hedge funds [3]	4,511	(3,773)	738
Total	464,097	3,668	467,765

Allocation of bonds by maturity date

	As at December 31, 2009			
Maturity	**Less than 1 year**	**1 to 5 years**	**More than 5 years**	**Total**
	$	**$**	**$**	**$**
Unamortized cost	101	248,011	104,477	352,589
Par value	100	241,031	102,535	343,666
Fair value	102	254,712	106,287	361,101
Average nominal rate [4]	7.20%	4.56%	4.15%	4.44%
Average effective rate	3.89%	3.54%	3.85%	3.63%

[1] Money market instruments consist of term deposits, Treasury bills or strip bonds with an original maturity of less than a year. As at June 30, 2010, all money market instruments have an original maturity of zero to ten months while as at December 31, 2009, they all had an original maturity of six to eleven months.

[2] Foreign exchange contracts to sell USD 56.6 million have three-month maturities (USD 43.8 million as at December 31,2009)

[3] The fund of hedge funds is in the process of orderly liquidation.

[4] Substantially all bonds are fixed-interest rate issues.

All portfolio securities of other investments are denominated in Canadian dollars except foreign exchange contracts.

(tabular amounts are in thousands of dollars, unless otherwise specified)

5 Securities sold short, resale agreements and repurchase agreements

As at June 30, 2010, obligations related to securities sold short consisted of federal bonds with a par value of $6.0 million, bearing interest at a nominal rate of 3.67% and with a maturity of more than five years.

The resale agreements to which the Company is party expire in July 2010. The assets pledged as surety in respect of these agreements are the same securities as in respect of obligations related to securities sold short (no obligations related to securities sold short or securities purchased under resale agreements as at December 31, 2009).

The repurchase agreements to which the Company is party expire in July 2010. As at June 30, 2010, securities pledged as surety in respect of these agreements consist of federal and provincial bonds recorded in Other investments with a total par value of $59.8 million, bearing interest at an average nominal rate of 1.40% and with a maturity of more than four years (no securities sold under repurchase agreements as at December 31, 2009).

6 Accounts receivable

	As at June 30, 2010 $	**As at December 31, 2009 $**
Interest and dividends receivable on investments	5,847	5,502
Sales taxes receivable	469	391
Amounts receivable on disposal of investments	2,169	541
Other accounts receivable	354	432
	8,839	6,866

7 Line of credit

Since February 2010, the Company has had an authorized line of credit of $10 million. This bank credit bears interest at the operating credit rate of Caisse centrale Desjardins plus 0.5%. This line of credit is guaranteed by a portion of the money market instruments and bonds recorded in Other investments and is renewable on an annual basis. As at June 30, 2010, no drawings had been made on the line of credit.

(tabular amounts are in thousands of dollars, unless otherwise specified)

8 Accounts payable

	As at June 30, 2010 $	As at December 31, 2009 $
Suppliers and accrued liabilities	786	866
Other accounts payable	1,327	6
	2,113	872

9 Shareholders' equity

Share capital authorized

The Company is authorized to issue common shares and fractions of common shares without par value, participating, voting, with the right to elect two representatives to the Board of Directors, redeemable under certain conditions provided in the Act, so that its capital increases by a maximum of $150 million annually.

As of the capitalization period following the one at the end of which the Company first reaches capitalization of at least $1 billion, the Company may collect, per capitalization period, the lesser of $150 million and the amount corresponding to the reduction in paid-up capital attributable to all the shares and fractions of shares redeemed or purchased by agreement by the Company during the preceding capitalization period.

Each capitalization period, which lasts twelve months, begins on March 1 of each year. The maximum the Company can raise in the capitalization period ending on February 28, 2010 is $150 million. As at June 30, 2010, the Company is in compliance with this limit.

Share capital issued and fully paid

	June 30, 2010 $	December 31, 2009 $
98,774,522 common shares (December 31, 2009 – 93,142,217)	986,437	933,533

(tabular amounts are in thousands of dollars, unless otherwise specified)

During the period, the Company issued 11,300,930 common shares (during the year 2010 – 13,519,588) for a cash consideration of $109.7 million (during the year 2009 – $129.4 million).

During the period, the Company redeemed 5,668,625 common shares (during the year 2009 – 5,536,806) for a cash consideration of $55.0 million (during the year 2009 – $53.3 million).

These data do not include the redemption requests made within 30 days of subscription.

The contributed surplus results from the excess of the shares' issuance price over the price payable for their repurchase.

Redemption criteria

The Company is bound to redeem a whole common share or a fraction of a common share in the following circumstances:

- At the request of the person who acquired it from the Company at least seven years prior to redemption;
- At the request of a person to whom it has been devolved by succession;
- At the request of the person who acquired it from the Company if the person applies to the Company therefor in writing within 30 days of subscribing it;
- At the request of a person who acquired it from the Company if that person is declared to have a severe and permanent mental or physical disability which makes this person incapable of pursuing his or her work.

Moreover, the Company may purchase a common share or a fractional common share by agreement in the cases and to the extent permitted by a policy to be adopted by the Board of Directors and approved by the Québec Minister of Finance.

The redemption price of the common shares will be set twice a year, at dates that are six months apart, by the Company's Board of Directors on the basis of the Company's value as determined in the audited financial statements.

(tabular amounts are in thousands of dollars, unless otherwise specified)

Tax credit

The purchase of shares of the Company entitles the investor to receive a non-refundable tax credit, for Québec tax purposes only, for an amount equal to:

For purchases prior to March 24, 2006: 50% tax credit, $1,250 maximum.
For purchases from March 24, 2006 to November 9, 2007: 35% tax credit, $875 maximum.
For purchases subsequent to November 9, 2007: 50% tax credit, $2,500 maximum.

Investors who withdraw some or all of their shares as part of a redemption after a seven-year holding period will not be able to claim the tax credit for any purchase for which the tax credit could be applied in the same or subsequent taxation years.

10 Capital disclosures

The Company's objective with respect to capital management is to ensure the availability of sufficient cash resources to fund investments in line with its mission and meet shareholders' demands for share repurchases. The Company's capital consists of shareholders' equity.

The Company is not subject to any external capital requirements other than those governing the issuance and repurchase of its shares, as indicated in note 9.

The Company's policy is to reinvest the annual revenue generated by its operations and not to pay dividends to its shareholders, with a view to increasing the capital available for investment and enhancing share valuations.

11 Cash and cash equivalents

	As at June 30, 2010 $	**As at June 30, 2009 $**
Cash	31,271	28,024
Money market instruments of three months or less	10,000	-
	41,271	28,024

(tabular amounts are in thousands of dollars, unless otherwise specified)

12 Expenses

	As at June 30, 2010 $	As at June 30, 2009 $
Other operating expenses		
Audit fees	95	126
Directors’ compensation	223	205
Professional fees	353	212
Financials expenses (revenues)	(28)	41
Custodial fees and trustees’ fees	26	-
Other expenses	105	328
Amortization of software	187	189
	961	1,101

Shareholder services		
Trustee fees	647	669
Reporting to shareholders	59	57
Other expenses	72	57
	778	783

13 Income taxes

The Company is subject to federal and provincial income taxes.

a) Income tax expense is detailed as follows:

	June 30, 2010 $	June 30, 2009 $
Current income taxes	(5,470)	627
Future income taxes	8,076	360
	2,606	987

(tabular amounts are in thousands of dollars, unless otherwise specified)

b) The actual income tax rate differs from the combined basic income tax rate and is explained as follows:

	June 30, 2010 **$**	**June 30, 2009** **$**
Income taxes by applying the combined basic tax rate of 39.90%	3,847	3,159
Permanent differences between earnings before income taxes and taxable income and other items		
Realized and unrealized losses on investments	(608)	(325)
Amortization of premiums on bonds	281	197
Untaxable dividends	(461)	(773)
Others	(1)	(9)
Others discrepencies	(452)	(1,262)
	2,606	987

c) Future income taxes relate to the following items:

	June 30, 2010	**December 31, 2009**
Future income tax assets		
Unrealized losses on investments	4,256	12,482
Premiums on bonds	181	114
Other	28	43
	4,465	12,639
Future income tax liabilities		
Software	(199)	(297)
Future income tax assets, net	4,266	12,342

(tabular amounts are in thousands of dollars, unless otherwise specified)

14 Cash flows

The changes in non-cash working capital items consist of the following:

	2010 $	2009 $
Decrease (increase) in accounts receivable	(345)	1,250
Increase in income taxes receivable	(6,981)	(425)
Decrease in income taxes payable	(5,636)	(906)
Increase in accounts payable	1,241	3
	(11,721)	(78)

15 Related party transactions

The Company is related to Desjardins Group. Major agreements with the Company and Desjardins Group entities are as follows :

- The Company has entrusted the management of its operations, including management of its portfolio, to Desjardins Venture Capital Inc. ("DVC"), in accordance with the strategies and objectives approved by the Board of Directors. The management contract between DVC and the Company is effective for an initial term of ten years, unless the parties agree to terminate the contract by mutual agreement. Thereafter, the contract shall be automatically renewed for a five-year period unless either party decides to terminate the contract by giving written notice of at least 18 months.

  Under this contract, the Company is required to pay an annual management fee equal to 2.5% of its annual average assets' net value reduced by any amount payable for the acquisition of investments. An adjustment is made to the management fee charged to the Company to avoid double billing relative to the Company's interest in some funds.

- The Company has appointed Desjardins Trust Inc. to act as its registrar and transfer agent with respect to shareholder transactions. The agreement has a three-year term starting on January 1, 2008.

- The Company has centralized custody services for its assets with Desjardins Trust Inc. The contract started on May 1, 2009 and has no predetermined ending date. Prior to the centralization, custody was shared between DVC, Desjardins Securities, Desjardins Trust Inc. and Caisse centrale Desjardins.

(tabular amounts are in thousands of dollars, unless otherwise specified)

- The Company has appointed Fédération des caisses Desjardins du Québec to distribute its shares through the Desjardins caisse network. This agreement is effective for one year and will be automatically renewed each year under the same terms and conditions unless one of the parties gives written notice to the contrary three months before the expiry date of the agreement.

The Company entered into transactions with other Desjardins Group entities in the normal course of business. All of these transactions are measured at the exchange amount. The transactions and balances are detailed as follows:

	As at June 30, 2010 $	**As at December 31, 2009 $**
Balance sheets		
Caisse centrale Desjardins		
Cash	29,373	22,411
Other investments	9,706	40,640
Capital Desjardins inc.		
Other investments	9,609	5,733
Interest and dividends receivable on investments	109	76
Desjardins Capital de développement		
Accounts payable	299	-
Desjardins Global Asset Management		
Other investments	322	738
Desjardins - Innovatech S.E.C.		
Accounts payable	1,000	-
Desjardins Securities		
Securities purchased under resale agreements	6,295	-
Securities sold under repurchase agreements	60,181	-
Desjardins Trust Inc.		
Cash	1,448	1,037
Accounts payable	398	609
Desjardins Venture Capital Inc.		
Accounts receivable	-	37
Accounts payable	29	-
Fédération des caisses Desjardins du Québec		
Accounts payable	67	-

(tabular amounts are in thousands of dollars, unless otherwise specified)

	As at June 30, 2010 $	As at June 30, 2009 $
Statements of earnings		
Caisse centrale Desjardins		
Interest	83	62
Realized gains on investments	85	2,761
Unrealized losses on investments	(934)	(24)
Capital Desjardins inc.		
Interest	147	70
Realized gains on investments	-	6
Unrealized gains on investments	158	191
Desjardins Global Asset Management		
Unrealized gains on investments	91	20
Desjardins Securities		
Interest	-	41
Desjardins Trust Inc.		
Other operating expenses	26	-
Shareholder services	647	690
Desjardins Venture Capital Inc.		
Management fees	11,569	10,422
Fédération des caisses Desjardins du Québec		
Other operating expenses	205	159

(tabular amounts are in thousands of dollars, unless otherwise specified)

16 Financial instruments and associated risks

Financial instruments

The Company's financial instruments are recorded at their fair value. Fair value is used to determine the values at which these instruments could be traded in a current transaction between willing parties. When these financial instruments are not traded in public markets, their fair value is established based on a set of predetermined criteria, which minimizes the subjectivity of the valuation. The Company categorizes its financial instruments according to the three following hierarchical levels:

- Level 1 – Measurement based on quoted prices (unadjusted) in active markets for identical assets and liabilities;
- Level 2 – Valuation techniques based primarily on observable market data; and
- Level 3 – Valuation techniques not based primarily on observable market data.

The following table shows the breakdown of the fair-value valuation of the financial instruments among the three levels.

				2010
	Level 1	**Level 2**	**Level 3**	**Total**
	$	**$**	**$**	**$**
Investments impacting the Québec economy	4,698	-	400,384	405,082
Other investments	317,710	194,809	322	512,841
Cash	31,271	-	-	31,271

When fair-value valuations of interests in private companies are not entirely based on observable data, the estimates are qualified as Level 3. This takes into account that, beyond external variables such as interest rate levels, economic growth and income tax rates to name only a few, whose impacts are generally reflected in valuation, there are also internal variables which affect fair-value estimates. The valuation of interests is also dependent on information or factors that have a particular influence on a business (outlook, competition, human or financial resources, etc.).

While the goal of valuation is to rely as much as possible on observable data, the choice of relevant elements and their impact on establishing fair value is influenced by the judgment of the valuator. That being said, although another valuator looking at the same business might weigh certain specific factors differently, the impact on the overall portfolio will be marginal.

(tabular amounts are in thousands of dollars, unless otherwise specified)

The following table presents the reconciliation between the beginning and ending balances of Level 3 for the six-month period ended June 30, 2010.

	2010		
	Investments impacting the Québec economy $	Other investments $	Total $
Balance – December 31, 2009	397,731	738	398,469
Realized gains (losses) on investments	(39,827)	-	(39,827)
Unrealized gains (losses) on investments	39,362	92	39,454
Acquisition	29,827	-	29,827
Proceeds on disposal	(26,709)	(508)	(27,217)
Balance – June 30, 2010	400,384	322	400,706

Financial instruments and associated risks

The risks associated with financial instruments that affect the Company's financial position are discussed in detail in the audited sections "Market Risk," "Credit and Counterparty Risk" and "Liquidity Risk" of the Company's MD&A on pages 6 and 7.

17 Comparative amounts

Certain comparative figures for 2009 have been reclassified to conform to current year presentation.

Capital régional et coopératif Desjardins

Schedule of cost of investments
impacting the Québec economy
As at June 30, 2010

PricewaterhouseCoopers LLP/s.r.l./s.e.n.c.r.l.
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August 19, 2010

Auditors' Report on schedule of cost of investments impacting the Québec economy accompanying the financial statements

To the Shareholders of
Capital régional et coopératif Desjardins

On August 19, 2010, we reported on the balance sheets of **Capital régional et coopératif Desjardins** (the "Company") as at June 30, 2010 and December 31, 2009 and the statements of earnings, shareholders' equity and cash flows for the six-month periods ended June 30, 2010 and 2009.

In our audits of the financial statements referred to above, we also performed audit procedures on the schedule of cost of investments impacting the Québec economy as at June 30, 2010. This schedule is the responsibility of the Company's management.

In our opinion, this schedule presents fairly, in all material respects, the cost of investments impacting the Québec economy when read in conjunction with the Company's financial statements.

(signed) PricewaterhouseCoopers LLP[1]

[1] Chartered accountant auditor permit n^{o} 19653

Capital régional et coopératif Desjardins
Schedule of cost of investments impacting the Québec economy
As at June 30, 2010

(in thousands of dollars)

	Initial investment year	Industry segment	Unsecured investments: Common and Preferred shares $	Unsecured investments: Debentures and advances $	Secured investments: Debentures and advances $	Total $
Abitibi-Témiscamingue						
Complexe funéraire Ste-Bernadette	2007	DevC	170	136	-	306
Équipement JexPlore inc.	2007	DevC	-	50	-	50
Héli Explore inc.	2007	DevC	125	113	-	238
Hôtel des Eskers inc.	2007	DevC	200	177	-	377
Hôtel des Gouverneurs	2007	DevC	200	93	-	293
Hôtel Forestel Val d'Or inc.	2007	DevC	225	150	-	375
Industries Béroma inc. (Les)	2009	DevC	-	313	-	313
Manufacture Adria inc.	2005	DevC	-	74	-	74
Norbell Électrique inc.	2010	DevC	-	325	-	325
Toitures G.G.R. inc. (Les)	2010	DevC	-	394	-	394
Transport scolaire R.N. ltée	2008	DevC	200	200	-	400
Trim-Line de l'Abitibi inc.	2009	DevC	125	125	-	250
Vézeau et frères inc.	2009	DevC	-	219	-	219
Vieux Comptoir Construction (9212-4882 Québec inc.)	2010	DevC	-	1,000	-	1,000
Total Abitibi-Témiscamingue			1,245	3,369	-	4,614
Bas-Saint-Laurent						
Bâtitech ltée	2007	DevC	70	334	-	404
Bois-Franc inc.	2006	DevC	-	225	-	225
Boutique Le Pentagone inc.	2008	MI & B	1,288	8,262	-	9,550
Campor inc.	2006	DevC	-	145	-	145
Équipements J.P.L. inc. (Les)	2008	DevC	-	119	-	119
Fruits de Mer de l'Est du Québec (1998) ltée (Les)	2006	DevC	-	75	-	75
Gestion Alain Hébert inc.	2009	DevC	-	500	-	500
Gestion Gilles D'Amours - 9159-0026 Québec inc.	2005	DevC	-	1,248	-	1,248
Groupe Composites VCI inc.	2007	DevC	2,250	991	-	3,241
Groupe Fillion Sport inc.	2008	DevC	-	335	-	335
Industries Desjardins ltée (Les)	2005	DevC	-	1	-	1
Leblanc Environnement inc.	2008	DevC	250	242	-	492
Planchers Ancestral (2007) inc. (9184-7376 Québec inc.)	2007	DevC	80	-	-	80
Produits métalliques Pouliot Machinerie inc.	2007	DevC	-	-	160	160
Société d'exploitation des ressources de la Vallée inc.	2010	DevC	-	492	-	492
Télécommunications Denis Gignac inc.	2010	DevC	-	300	-	300
Trans-Plus Express J.L. inc.	2007	DevC	125	173	-	298
Transport Sébastien Sirois inc.	2009	DevC	-	375	-	375
Total Bas-Saint-Laurent			4,063	13,817	160	18,040
Capitale-Nationale						
9197-4451 Québec inc. (P.E. Fraser inc)	2010	DevC	-	494	-	494
Base 4 inc.	2009	DevC	-	333	-	333
Céramica-Concept inc.	2005	DevC	-	22	-	22
Congébec Logistique inc.	2004	DevC	3,800	-	-	3,800
Coopérative de travailleurs actionnaire du Groupe Congébec	2005	DevC	-	290	-	290
Creaform inc.	2009	MI & B	500	5,362	-	5,862
Cross Match Technologies inc.	2008	TI	2,353	1,629	-	3,982
Engrenage Provincial inc.	2005	DevC	-	1,911	-	1,911
Frima Studio inc.	2008	DevC	-	292	-	292
Gestion Placage RMH inc.	2006	DevC	-	251	-	251
Groupe Humagade inc.	2006	TI	11,190	38	-	11,228
H2O Innovation inc.	2009	DevC	-	2,000	-	2,000
Labcal Technologies inc.	2004	TI	1,626	-	-	1,626
Logiciels Dynagram inc. (Les)	2002	TI	-	-	181	181

Capital régional et coopératif Desjardins
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(in thousands of dollars)

	Initial investment year	Industry segment	Unsecured investments: Common and Preferred shares $	Unsecured investments: Debentures and advances $	Secured investments: Debentures and advances $	Total $
Maison Orthésis inc. (La)	2006	DevC	-	345	-	345
OptoSecurity inc.	2007	TI	3,500	2,140	-	5,640
Oricom Internet inc.	2005	DevC	-	44	-	44
Piscines Pro et Patios N.V. inc.	2009	DevC	-	351	-	351
Piscines Soucy inc.	2006	DevC	-	121	-	121
Pneus Ratté inc.	2009	DevC	-	726	-	726
Poste Express	2006	DevC	-	173	-	173
Usital Canada inc.	2002	DevC	240	168	-	408
Total Capitale-Nationale			23,209	16,690	181	40,080
Centre-du-Québec						
Autobus Thomas inc	2007	DevC	-	395	-	395
Avjet Holding inc.	2009	MI & B	3,800	12,408	-	16,208
Bluberi Group inc.	2007	MI & B	-	3,570	-	3,570
CDM Papiers Décors inc.	2006	DevC	-	1,689	-	1,689
Coopérative de travailleurs actionnaire de Fempro	2008	MI & B	-	186	-	186
Demtec inc.	2005	DevC	-	1,093	-	1,093
Distribution Pro-Excellence inc.	2008	DevC	-	230	-	230
Fempro I inc.	2007	MI & B	3,000	6,500	-	9,500
Groupe Anderson inc. (anc. Novatek Laser)	2007	DevC	2,333	2,236	-	4,569
Groupe S.G. Ameublements commerciaux inc.	2008	DevC	-	506	-	506
Investissements Brasco - Farinart inc.	2009	DevC	-	750	-	750
Métalus inc.	2008	DevC	-	1,863	-	1,863
Service funéraire coopératif Drummond	2007	DevC	-	372	-	372
Total Centre-du-Québec			9,133	31,798	-	40,931
Chaudière - Appalaches						
Acier Majeau inc.	2008	DevC	-	1,417	-	1,417
Chariots élévateurs du Québec inc. (Les)	2009	DevC	-	243	-	243
CHEQ FM 101,3 (9174-8004 Québec inc.)	2007	DevC	200	208	-	408
CIF Métal ltée	2005	MI & B	4,870	-	-	4,870
Delta Stell Joist inc.	2006	DevC	-	240	-	240
Distribution Eugène Gagnon inc.	2006	DevC	-	1,000	-	1,000
Ebi-tech inc.	2007	DevC	-	267	-	267
Émile Bilodeau et Fils inc.	2008	DevC	-	428	-	428
HBS Group inc.	2010	DevC	-	400	-	400
Horisol Coopérative de travailleurs	2008	DevC	-	279	-	279
K-2 Portes d'acier inc.	2008	DevC	-	148	-	148
Marquis Book Printing inc.	2007	DevC	500	808	-	1,308
Matiss inc.	2002	DevC	-	410	-	410
Metal Bernard inc.	2010	DevC	-	1,925	-	1,925
MTI Canada inc.	2008	DevC	-	2,370	-	2,370
Produits de plancher Finitec inc.	2007	DevC	-	925	-	925
Services Bivac St-Georges inc.	2009	DevC	-	284	-	284
Structures D.L.D. ltée	2008	DevC	-	311	-	311
Tibetral Système inc.	2006	DevC	400	325	300	1,025
Transfab Énergie inc.	2006	DevC	-	100	-	100
Transport de l'Amiante	2006	DevC	-	83	-	83
Trimax Steel inc.	2009	DevC	-	975	-	975
Total Chaudière - Appalaches			5,970	13,146	300	19,416

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	Initial investment year	Industry segment	Unsecured investments: Common and Preferred shares $	Unsecured investments: Debentures and advances $	Secured investments: Debentures and advances $	Total $
Côte-Nord						
Granulco inc.	2009	DevC	-	238	-	238
Interconnect inc.	2006	DevC	-	103	-	103
Simard Suspensions inc.	2009	DevC	-	1,000	-	1,000
Solugaz inc.	2007	DevC	-	525	-	525
Total Côte-Nord			-	1,866	-	1,866
Eastern Townships						
Camoplast inc.	2002	MI & B	23,171	-	-	23,171
Cogiscan inc.	2002	TI	849	1,215	321	2,385
Complexe sportif Interplus	2007	DevC	-	273	-	273
Coopérative de travailleurs actionnaire Filage Sherbrooke (FilSpec)	2004	DevC	-	1,626	-	1,626
Coopérative funéraire de l'Estrie	2006	DevC	-	1,538	-	1,538
CoopTel, coop de télécomminication	2009	DevC	-	3,000	-	3,000
Éco-Pak inc. (2948-4292 Québec inc.)	2008	DevC	-	1,000	-	1,000
Électro-5 inc.	2009	DevC	-	400	-	400
Extermination Cameron inc.	2005	DevC	-	145	-	145
FilSpec inc.	2004	DevC	1,138	-	-	1,138
FilSpec inc. (9120-0782 Québec inc. / Gesco)	2004	DevC	440	84	-	524
Imprimerie Préci-Grafik inc.	2009	DevC	-	400	-	400
IPS Thérapeutique inc.	2002	DevC	80	-	-	80
L.P. Royer inc.	2010	DevC	-	2,000	-	2,000
Mésotec inc.	2005	DevC	2,104	-	-	2,104
Mirazed inc.	2007	DevC	330	1,095	-	1,425
Multi X inc.	2006	DevC	-	476	-	476
Pétroles O. Archambault et Fils inc. (Les)	2008	DevC	-	302	-	302
Roulottes R.G. inc. (Les)	2009	DevC	-	237	-	237
Société Industrielle de Décolletage et d'Outillage (S.I.D.O.) ltée	2005	MI & B	724	-	-	724
Tranzyme Pharma inc.	2003	VC - Health	6,066	1,700	-	7,766
Total Eastern Townships			34,902	15,491	321	50,714
Gaspésie-Îles-de-la-Madeleine						
Ateliers CFI Métal inc. (Les)	2009	DevC	-	288	-	288
Azentic inc.	2006	DevC	-	289	-	289
Construction L.F.G. inc.	2009	DevC	-	1,000	-	1,000
Eocycle Technologies inc.	2004	DevC	1,255	-	-	1,255
Gestion C.T.M.A. inc.	2007	DevC	-	1,650	-	1,650
Groupe alimentaire RT ltée	2005	DevC	-	201	-	201
Hôtel Baker ltée	2007	DevC	-	232	-	232
Pesca Conseillers en biologie inc.	2007	DevC	-	321	-	321
Total Gaspésie-Îles-de-la-Madeleine			1,255	3,981	-	5,236
Lanaudière						
9210-7614 Québec inc. (Promotion SDM)	2009	DevC	-	500	-	500
Management P.R. Maintenance inc.	2006	DevC	-	183	-	183
Nicorp inc.	2006	DevC	-	76	-	76
Ravenco (1991) inc.	2006	DevC	300	282	-	582
Total Lanaudière			300	1,041	-	1,341

Capital régional et coopératif Desjardins

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(in thousands of dollars)

	Initial investment year	Industry segment	Unsecured investments: Common and Preferred shares $	Unsecured investments: Debentures and advances $	Secured investments: Debentures and advances $	Total $
Laurentians						
J.L. Brissette ltée	2008	DevC	125	125	-	250
Total Laurentians			125	125	-	250
Laval						
20-20 Technologies inc.	2002	TI	863	-	-	863
Canadian Lebanese Investment Corp. Ltd	2007	DevC	-	3,000	-	3,000
NuEra Air inc.	2005	DevC	-	1,418	-	1,418
Total Laval			863	4,418	-	5,281
Mauricie						
Atelier d'usinage Tifo inc.	2006	DevC	-	135	-	135
Ébénisterie St-Tite inc.	2005	DevC	-	173	-	173
Groupe Soucy inc.	2008	DevC	-	392	-	392
Innovations Voltflex inc.	2006	DevC	17	300	50	367
Louiseville Specialty Products inc.	2004	MI & B	-	8,419	-	8,419
Morand Excavation inc.	2007	DevC	-	361	-	361
Plomberie René Gilbert ltée	2009	DevC	-	383	-	383
Premier Aviation Centre de révision inc.	2005	DevC	-	1,480	-	1,480
RGF Électrique inc.	2009	DevC	-	850	-	850
Solus Safety inc.	2006	DevC	-	1,455	-	1,455
Total Mauricie			17	13,948	50	14,015
Montérégie						
Acema Importations inc.	2008	DevC	-	220	-	220
Approvisionnement populaire inc.	2009	DevC	-	429	-	429
Ben-Mor inc.	2009	DevC	-	4,788	-	4,788
BLB Reproductions inc.	2004	DevC	163	994	-	1,157
Climatisation Mixair inc.	2008	DevC	-	220	-	220
Galenova inc.	2006	DevC	-	615	-	615
Groupe Jafaco Gestion inc.	2009	DevC	-	2,250	-	2,250
Knowlton Development Corporation inc.	2006	MI & B	5,826	8,740	-	14,566
Maçonnerie Rainville et Frères inc.	2007	DevC	-	262	-	262
Mil-Quip inc.	2007	DevC	-	403	-	403
Mini-Centrales de l'Est inc.	2006	DevC	-	200	-	200
Miss Arachew inc.	2006	DevC	-	266	-	266
Normandin inc.	2010	DevC	-	1,000	-	1,000
Ricardo Media inc.	2009	DevC	-	800	-	800
Salerno Plastic Film and Bags (Canada) inc.	2007	DevC	353	1,634	-	1,987
Station Skyspa inc.	2010	DevC	-	900	-	900
Sun Marketing Communications ltd	2007	DevC	-	150	-	150
Total Montérégie			6,342	23,871	-	30,213

Capital régional et coopératif Desjardins

Schedule of cost of investments impacting the Québec economy

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(in thousands of dollars)

	Initial investment year	Industry segment	Unsecured investments: Common and Preferred shares $	Unsecured investments: Debentures and advances $	Secured investments: Debentures and advances $	Total $
Montréal						
3CI inc.	2007	DevC	1,500	2,500	-	4,000
9031-1671 Québec inc. (Fondations Prétech)	2008	DevC	-	488	-	488
9217-0935 Québec inc. (MVM)	2009	TI	-	250	-	250
Acti-Menu inc.	2005	DevC	1,010	-	-	1,010
Active Tech Electronics Inc.	2008	DevC	1,250	2,250	340	3,840
Aegera Therapeutics Inc.	2002	VC - Health	6,382	-	-	6,382
Alyotech Canada inc.	2006	MI & B	6,886	-	-	6,886
Amaya Gaming Group inc.	2010	DevC	-	1,475	-	1,475
Ambrilia Biopharma inc.	2003	VC - Health	3,316	1,683	-	4,999
APTITUDE, Service de consultation en réadaptation profession	2006	DevC	-	-	149	149
Artificial Mind and Movement inc. (A2M)	2002	TI	1,186	-	-	1,186
Cavalia inc	2010	MI & B	-	1,000	-	1,000
Coopérative de travailleurs actionnaire de TEC	2005	TI	-	1,347	-	1,347
Coopérative travailleurs actionnaire de Magnus Poirier	2009	DevC	-	641	-	641
Coradiant (Canada) inc.	2004	TI	11,050	-	-	11,050
Deltapac inc.	2005	DevC	290	387	-	677
Enobia Pharma inc.	2005	VC - Health	13,438	-	-	13,438
Formedica ltée	2009	DevC	4,200	-	-	4,200
GES Technologies inc.	2007	DevC	-	328	-	328
Groupe Tapico inc.	2009	DevC	-	200	-	200
La Coop fédérée	2005	DevC	-	25,000	-	25,000
LiquidXStream Systems inc	2007	TI	5,000	2,000	-	7,000
LxData inc.	2002	TI	10,917	-	-	10,917
Manutention Québec inc.	2007	DevC	-	1,910	-	1,910
My Virtual Model inc.	2005	TI	14	2,000	242	2,256
Negotium Technologies	2008	TI	48	-	-	48
Osprey Pharmaceuticals Limited	2003	VC - Health	2,877	137	-	3,014
Spectra Premium Industries inc.	2006	MI & B	3,000	3,750	-	6,750
STC Footwear inc.	2009	DevC	-	867	-	867
Technologies Miranda inc.	2002	TI	1,998	-	-	1,998
Tungle Corporation	2007	TI	1,661	-	-	1,661
Total Montréal			76,023	48,213	731	124,967
Outaouais						
Cactus Commerce inc.	2004	TI	800	-	-	800
Coopérative forestière de l'Outaouais	2006	DevC	-	184	-	184
Evolutel inc.	2008	DevC	-	239	-	239
Expertronic (3573851 Canada inc.)	2008	DevC	-	433	-	433
Groupement forestier du Pontiac inc.	2006	DevC	-	115	-	115
Service domicile Outaouais (3130606 Canada inc.)	2007	DevC	-	23	-	23
Total Outaouais			800	994	-	1,794
Outside of Canada						
Pharmaxis Ltd	2010	VC - Health	1,618	-	-	1,618
Total Outside of Canada			1,618	-	-	1,618

Capital régional et coopératif Desjardins
Schedule of cost of investments impacting the Québec economy
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(in thousands of dollars)

	Initial investment year	Industry segment	Unsecured investments: Common and Preferred shares $	Unsecured investments: Debentures and advances $	Secured investments: Debentures and advances $	Total $
Saguenay-Lac-Saint-Jean						
9137-1666 Québec Inc. (Constructions P3L)	2007	DevC	-	816	-	816
Alutrans Canada inc.	2008	DevC	150	150	-	300
Charcuterie L. Fortin ltée	2008	DevC	-	290	-	290
Constructions Proco inc.	2007	DevC	500	380	-	880
Coopérative Forestière de Girardville	2007	DevC	-	367	-	367
Démolition et excavation Demex inc.	2008	DevC	-	419	-	419
Ébénisterie André Potvin inc.	2008	DevC	125	125	-	250
Échafaudage Industriel inc.	2010	DevC	-	494	-	494
Entreprises Alfred Boivin inc. (Les)	2007	DevC	-	734	-	734
Entreprises Forestières N.T. inc. (Les)	2005	DevC	-	12	-	12
Environnement Sanivac inc.	2009	DevC	-	500	-	500
Frigon Électrique inc.	2005	DevC	-	31	-	31
Groupe Canmec inc.	2004	MI & B	3,286	1,489	-	4,775
Groupe Nokamic inc.	2005	DevC	-	210	-	210
Immeubles Ultra-Violet inc.	2010	DevC	-	1,000	-	1,000
Luzerne Belcan Lac-Saint-Jean inc. (Les)	2002	DevC	527	57	-	584
Nature 3M inc.	2002	DevC	-	48	-	48
Scierie Gauthier ltée	2006	DevC	-	455	-	455
Services de soins de santé Opti-Soins inc. (Les)	2008	DevC	400	373	-	773
Services Nolitrex inc.	2008	DevC	500	500	-	1,000
Transports Réjean Fortin inc.	2006	DevC	-	67	-	67
Végétolab inc.	2003	DevC	32	108	-	140
Viandes C.D.S. inc. (Les)	2006	DevC	405	65	-	470
Vieille Garde inc. (La)	2009	DevC	-	163	-	163
Vitrerie A. & E. Fortin inc.	2010	DevC	300	300	-	600
Total Saguenay-Lac-Saint-Jean			6,225	9,153	-	15,378
Investment Funds						
Desjardins - Innovatech S.E.C.	2005	Funds	42,186	-	-	42,186
Fier Parteners, Limited Partnership	2005	Funds	8,349	-	-	8,349
iNovia Capital inc. (formely MSBI Management inc.)	2004	Funds	154	-	-	154
MSBI Investissement Fund, Limited Partnership	2004	Funds	8,211	-	-	8,211
Novacap Industries III s.e.c.	2007	Funds	904	-	-	904
Novacap Technologies III s.e.c.	2007	Funds	4,072	-	-	4,072
Total Investment Funds			63,876	-	-	63,876
Total cost			**235,966**	**201,921**	**1,743**	**439,630**

Industry segment legend

DevC:	Development Capital
MI & B:	Major Investments and Companies Buyouts
TI:	Technological Innovations
VC - Health:	Venture Capital Health
Funds:	Investment Funds

This schedule of cost of investments impacting the Québec economy provides details, per entity, of the sums invested by Capital régional et coopératif Desjardins. This amount appears in note 3 to the financial statements of the Company.

Capital régional et coopératif Desjardins

Statement of other investments

As at June 30, 2010

Capital régional et coopératif Desjardins
Statement of other investments (unaudited)
As at June 30, 2010

(in thousands of dollars)

Description		Par value $	Cost $	Fair value $
Bonds (83.7 %)				
Federal and guaranteed bonds (34.8 %)				
Canada Mortgage and Housing Corporation	2012-06-01, 3.40 %	43,000	42,810	44,425
	2013-09-15, 3.55 %	7,500	7,754	7,810
	2013-12-01, 4.90 %	11,000	11,142	11,929
	2014-09-15, 1.23 %	10,300	10,426	10,398
	2014-09-15, 2.75 %	20,883	20,597	21,059
	2015-03-15, 1.01 %	43,500	43,584	43,503
	2015-03-15, 2.95 %	13,000	12,974	13,166
	2016-02-01, 4.25 %	10,700	10,998	11,499
	2017-02-01, 4.35 %	7,500	7,621	8,095
	2018-12-15, 4.10 %	11,100	11,422	11,667
	2020-03-15, 3.75 %	12,700	12,613	12,899
PSP Capital inc.	2013-12-09, 4.57 %	3,000	3,126	3,190
Total federal and guaranteed bonds		194,183	195,067	199,640
Provincial and guaranteed bonds (27.7 %)				
CDP Financial	2015-07-15, 1.02 %	29,000	29,095	29,008
Financement-Québec	2015-12-01, 4.25 %	14,200	14,369	14,996
Hydro-Québec	2012-07-16, 3.90 %	5,000	4,963	5,201
Municipal Finance Authority of British Columbia	2016-04-19, 4.65 %	4,500	4,684	4,831
	2019-06-03, 4.88 %	2,600	2,749	2,776
Ontario School Boards Financing Corporation	2011-10-19, 5.90 %	1,000	1,044	1,056
Ontario Strategic Infrastructure Financing Authority	2015-06-01, 4.60 %	3,000	3,043	3,192
Ontrea inc.	2013-04-09, 5.57 %	3,300	3,468	3,574
Province of Ontario	2013-06-02, 4.75 %	12,025	12,637	12,874
	2014-03-08, 5.00 %	28,000	30,137	30,410
	2016-03-08, 4.40 %	1,500	1,560	1,598
	2020-06-02, 4.20 %	8,000	7,931	8,148
Province of Quebec	2017-12-01, 4.50 %	4,045	4,127	4,278
	2018-12-01, 4.50 %	5,550	5,624	5,823
	2019-12-01, 4.50 %	22,584	22,979	23,519
	2020-12-01, 4.50 %	2,000	1,993	2,070
Town of Laval	2015-03-12, 4.30 %	1,156	1,146	1,205
Town of Montreal	2017-12-01, 5.00 %	2,500	2,568	2,661
	2019-12-01, 5.45 %	1,000	1,065	1,082
Town of Vancouver	2011-02-21, 5.85 %	150	154	155
Total provincial and guranteed bonds		151,110	155,336	158,457

Capital régional et coopératif Desjardins
Statement of other investments (unaudited)
As at June 30, 2010

(in thousands of dollars)

Description		Par value $	Cost $	Fair value $
Financial institutions bonds (17.1 %)				
Bank of Montreal	2012-06-21, 5.20 %	2,750	2,777	2,893
	2016-04-21, 5.10 %	5,500	5,756	5,819
	2018-05-02, 6.02 %	1,650	1,780	1,870
Bank of Nova Scotia	2013-03-27, 4.99 %	13,480	14,086	14,177
Bear Stearns	2012-07-20, 4.35 %	1,500	1,539	1,547
Capital Desjardins	2014-04-01, 5.76 %	6,000	6,324	6,503
	2020-05-05, 5.19 %	3,000	3,000	3,106
Caterpillar Financial Services	2012-06-01, 4.94 %	400	395	421
CI Financial Corp	2012-12-17, 3.30 %	716	716	723
First Capital Realty	2015-06-01, 5.95 %	1,000	1,047	1,062
GE Capital	2013-06-06, 5.15 %	5,000	5,108	5,282
	2015-02-11, 4.65 %	2,000	2,008	2,076
	2017-01-17, 4.55 %	400	382	405
Great-West Lifeco inc.	2018-03-21, 6.14 %	1,000	980	1,120
Honda Canada Finance	2013-05-09, 5.08 %	1,200	1,207	1,270
Industrial Alliance	2014-03-27, 8.25 %	475	537	546
JP Morgan Chase & Co	2016-02-22, 5.06 %	750	726	754
Manulife Financial	2019-04-08, 7.77 %	500	571	605
National Bank of Canada	2014-12-22, 4.93 %	3,100	3,203	3,266
Royal Bank	2013-03-11, 4.84 %	14,500	15,204	15,229
	2014-12-22, 4.71 %	1,645	1,640	1,758
	2015-06-15, 4.35 %	2,300	2,299	2,356
	2017-01-25, 3.66 %	1,000	1,000	1,002
Sun Life Financial	2012-06-30, 6.15 %	935	953	997
	2018-01-30, 5.59 %	1,000	1,001	1,060
	2019-07-02, 5.70 %	1,000	1,083	1,077
TD Capital	2017-12-18, 5.76 %	600	576	642
Toronto Dominion Bank	2011-10-28, 4.87 %	7,309	7,484	7,579
	2012-11-01, 5.38 %	3,000	3,198	3,181
	2013-06-03, 5.69 %	5,400	5,665	5,804
	2018-07-09, 5.83 %	1,500	1,622	1,649
Wells Fargo Financial	2012-09-13, 5.20 %	1,665	1,723	1,757
	2015-06-30, 4.38 %	500	481	517
Total financial institutions bonds		92,775	96,071	98,053
Companies bonds (4.1 %)				
Bell Canada	2014-06-30, 4.85 %	1,400	1,470	1,478
	2017-02-15, 5.00 %	500	521	521
BMW Canada inc.	2013-03-28, 3.22 %	300	300	303
British Columbia Ferry Service inc.	2014-05-27, 5.74 %	100	105	110
Canadian Natural Ressources	2015-06-01, 4.95 %	500	486	532
CU inc.	2017-11-22, 6.15 %	500	535	575
Enbridge inc.	2014-01-29, 5.57 %	500	522	549
Encana inc.	2018-01-18, 5.80 %	450	451	495
Epcor Utilities	2018-01-31, 5.80 %	489	452	543
Greater Toronto Airport	2012-12-13, 6.25 %	1,000	1,052	1,089
	2017-06-01, 4.85 %	605	595	636
Hydro One inc.	2012-11-15, 5.77 %	3,439	3,660	3,705
Hydro Ottawa	2015-02-09, 4.93 %	115	117	124

Capital régional et coopératif Desjardins
Statement of other investments (unaudited)
As at June 30, 2010

(in thousands of dollars)

Description		Par value $		Cost $	Fair value $
Compagnies bonds (continued)					
Loblaws	2016-06-01, 7.10 %	1,226		1,423	1,429
	2020-06-18, 5.22 %	1,000		999	1,032
Montreal Airports	2012-04-16, 6.35 %	80		82	86
NAV Canada	2016-02-24, 4.71 %	500		493	535
Nova Scotia Power	2013-10-01, 5.75 %	800		822	873
Ottawa Airport	2017-05-02, 4.73 %	150		149	157
Rogers Communications	2016-05-26, 5.80 %	1,000		998	1,087
Shaw Communications	2019-10-01, 5.65 %	1,000		1,019	1,035
Shoppers Drug Mart	2013-06-03, 4.99 %	690		730	732
Suncor Energy	2018-05-22, 5.80 %	400		345	435
Telus inc.	2014-05-15, 4.95 %	1,000		1,028	1,056
	2019-12-04, 5.05 %	1,000		994	1,012
Thomson Reuters Corp	2015-07-15, 5.70 %	1,500		1,630	1,658
Toronto Hydro	2013-05-07, 6.11 %	250		258	274
Transcanada Pipeline	2014-01-15, 5.65 %	1,000		1,026	1,095
Westcoast Energy	2013-12-30, 8.30 %	428		472	504
Total compagnies bonds		21,922		22,734	23,660
Total bonds		**459,990**		**469,208**	**479,810**
Money market instruments (12.3 %)					
Caisse centrale Desjardins	2010-07-05, 0.50%	10,000		10,000	10,000
Province of Quebec (strip bonds)	2010-12-01, 0.99%	25,000		24,878	24,878
Québec's T-Bills	2010-10-26, 0.55%	35,800		35,735	35,735
Total money market instruments		70,800		70,613	70,613
Foreign exchange contracts (-0.1 %)					
Caisse centrale Desjardins Hedge on investments impacting the Québec economy	2010-09-30, 1,06005 CAD/ USD	56,600	USD	n/a	(294)
Total foreign exchange contracts		56,600	USD	n/a	(294)
		Number of shares			
Preferred shares (4.0%)					
Bank of Nova Scotia	Perpetual, 5,60 %	20,000		505	495
CIBC	Perpetual, 5,75 %	17,000		454	412
	Perpetual, 5,50 %	15,000		401	347
	Perpetual, 5,60 %	15,000		401	353
Great-West Lifeco inc.	Perpetual, 5,20 %	145,000		3,816	3,144
	Perpetual, 6,00 %	30,000		737	778
Industrial Alliance	Perpetual, 4,60 %	15,000		243	288
	Perpetual, 6,20 %	16,700		415	447
	Perpetual, 6,00 %	120,000		2,950	2,993

Capital régional et coopératif Desjardins
Statement of other investments (unaudited)
As at June 30, 2010

(in thousands of dollars)

Description		Number of shares	Cost $	Fair value $
Preferred shares (continued)				
Manulife Financial	Perpetual, 4,10 %	75,500	2,038	1,931
National Bank of Canada	Perpetual, 5,85 %	6,200	165	152
Power Corporation of Canada	Perpetual, 5,00 %	55,400	1,212	1,146
Power Financial Corporation	Perpetual, floating rate	77,800	1,970	1,731
	Perpetual, 5,75 %	10,000	220	237
	Perpetual, 6,00%	95,000	2,528	2,356
	Perpetual, 4,95 %	25,000	658	515
	Perpetual, 5,10 %	10,000	263	213
Royal Bank	Perpetual, floating rate	20,000	500	544
	Perpetual, 4,50 %	50,000	1,260	988
Sun Life Financial	Perpetual, 4,75%	82,000	1,755	1,632
	Perpetual, 4,80 %	30,300	782	606
Toronto Dominion Bank	Perpetual, 4,85 %	60,000	1,247	1,273
Total preferred shares			24,520	22,581

		Number of units		
Fund of hedge funds (0.1 %)				
DGAM ASF, class B		145,047	4,004	322
Total fund of hedge funds			4,004	322
Total other investments (100.0 %)			568,345	573,032

		Par value $		
Obligations related to securities sold short				
Government of Canada	2019-06-01, 3,75 %	4,000	4,157	4,233
	2020-06-01, 3,50 %	2,000	2,049	2,072
		6,000	6,206	6,305

Securities purchased under resale agreements

As at June 30, 2010, the Company was party to resale agreements under which it purchased federal bonds that it agreed to resell on July 6, 2010 at a set price of $6,294,000. As at June 30, 2010, the fair value of bonds purchased under these agreements totalled $6,305,000.

Securities sold under repurchase agreements

As at June 30, 2010, the Company was party to repurchase agreements under which it sold federal and provincial bonds that it agreed to buy back on July 6, 2010 at a set price of $60,181,000. As at June 30, 2010, the fair value of bonds sold under these agreements totalled $60,138,000.

Capital régional et coopératif Desjardins

Index of the Company's share in investments made by specialized funds and partner funds, at cost
As at June 30, 2010

Capital régional et coopératif Desjardins
Index of the Company's share in investments made by specialized funds and partner funds, at cost (unaudited)
As at June 30, 2010

(in thousands of dollars)

Information from Annual Financial Report dated		Equity Interest of the Company %	Unsecured investments: Common and Preferred shares $	Unsecured investments: Debentures and advances $	Secured investments: Debentures and advances $	Total $
12-31-2009	**Desjardins - Innovatech S.E.C.**	**57.4**				
	AAT inc.		14	728	-	742
	Albert Perron inc.		653	747	-	1,400
	Aqua-Biokem BSL inc.		936	-	293	1,229
	Boisaco inc.		1,723	-	-	1,723
	CMAC - Thyssen Mining Group		-	-	806	806
	Concept Mat inc. and 9200-7848 Québec inc.		-	335	-	335
	Eocycle Technologies inc.		716	51	-	767
	Équipements Comact inc.		287	716	-	1,003
	Groupe Ohméga inc.		98	115	-	213
	Gyro-Trac Côte Ouest inc.		-	-	408	408
	Gyro-Trac inc. (9163-2521 Québec inc.)		1,311	-	-	1,311
	KGI Systèmes automobiles inc.		-	-	445	445
	Marinard Biotech inc.		29	207	-	236
	Menu-Mer ltée		-	211	-	211
	Produits forestiers Lamco inc.		328	-	-	328
	Rocmec Mining inc.		-	-	460	460
	Other companies (9) less than 175 000 $		188	260	484	932
			6,283	3,370	2,896	12,549
	Funds commited but not disbursed					287
						12,836

This unaudited index provides details of investments made by specialty funds and partner funds in which Capital régional et coopératif Desjardins has invested more than $10M.