ANNEX 16- Instructions for leverage ratio disclosures

Template EU LR1 - LRSum: Summary reconciliation of accounting assets and leverage ratio exposures. Fixed format template.

1. Institutions shall apply the instructions provided in this section in order to complete template EU LR1 - LRSum in application of Article 451 of CRR.

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| **Legal references and instructions** | |
| **Row number** | **Explanation** |
| 1 | Total assets as per published financial statements  Institutions shall disclose the total assets as published in their financial statements under the applicable accounting framework as defined in Article 4(1)(77) of CRR. |
| 2 | Adjustment for entities which are consolidated for accounting purposes but are outside the scope of regulatory consolidation  Institutions shall disclose the difference in value between the leverage ratio exposure as disclosed in EU LR1 - LRSum;13 and total accounting assets as disclosed in EU LR1 - LRSum;1 that results from differences be­tween the accounting scope of consolidation and the regulatory scope of consolidation.  If this adjustment leads to an increase in exposure, institutions shall disclose this as a positive amount. If this adjustment leads to a decrease in exposure, institutions shall disclose this as a negative amount. |
| 3 | (Adjustment for securitised exposures that meet the operational requirements for the recognition of risk transference)  Article 429a(1) (m) of CRR  Institutions shall disclose the amount of the securitisedexposures from traditional securitisations that meet the conditions for significant risk transfer set out in Article 244(2) of CRR.  As this adjustment reduces the total leverage ratio total exposure measure, institutions shall place the value disclosed in this row between brackets (negative amount). |
| 4 | (Adjustment for temporary exemption of exposures to central bank (if applicable))  Article 429a(1) (n) of CRR  Institutions shall disclose the amount of coins and banknotes constituting legal currency in the jurisdiction of the central bank and assets representing claims on the central bank, including reserves held at the central bank. These exposures shall be temporarily exempted due to the conditions mentioned in paragraphs 5 and 6 of the Article 429a of CRR.  As this adjustment reduces the total leverage ratio total exposure measure, institutions shall place the value disclosed in this row between brackets (negative amount). |
| 5 | (Adjustment for fiduciary assets recognised on the balance sheet pursuant to the applicable accounting framework but excluded from the leverage ratio total exposure measure in ac­cordance with Article 429a(1)(i) of CRR)  Institutions shall disclose the amount of derecognised fiduciary items in accordance with Article 429a(1)(i) of CRR.  As this adjustment reduces the total leverage ratio total exposure measure, institutions shall place the value disclosed in this row between brackets (negative amount). |
| 6 | Adjustment for regular-way purchases and sales of financial assets subject to trade date accounting  Article 429g (1) and (2) of CRR  Institutions shall disclose the adjustment of the accounting value related to regular-way purchases or sales awaiting settlement subject to trade date accounting in accordance with Article 429g (1) and (2) of CRR. The adjustment is the sum of:   * The amount offset between cash receivables for regular-way sales awaiting settlement and cash payables for regular-way purchase awaiting settlement allowed under the accounting framework. This is a positive amount. * The amount offset between cash receivables and cash payables where both the related regular-way sales and purchases are settled on a delivery-versus-payment basis in accordance with article 429g(2) of CRR. This is a negative value.   Regular-way purchases or sales awaiting settlement subject to settlement date accounting in accordance with Article 429g (3) of CRR shall be included in EU LR1 - LRSum row 10.  If this adjustment leads to an increase in exposure, institutions shall disclose this as a positive amount. If this adjustment leads to a decrease in exposure, institutions shall disclose this as a negative amount. |
| 7 | Adjustment for eligible cash pooling transactions  Article 429b (2) and (3) of CRR  Institutions shall disclose the difference between the accounting value and the leverage ratio exposure value of cash pooling arrangements according to the conditions mentioned in paragraphs (2) and (3) of Article 429b of CRR.  If this adjustment leads to an increase in exposure, due to transactions that are represented net under the applicable accounting framework but do not meet the conditions for net presentation under Article 429b (2) and (3) of CRR, institutions shall disclose this as a positive amount. If this adjustment leads to a decrease in exposure, due to transactions that are not represented net under the applicable accounting framework but do meet the conditions for net presentation under Article 429b (2) and (3) of CRR, institutions shall disclose this as a negative amount. |
| 8 | Adjustment for derivative financial instruments  For credit derivatives and contracts listed in Annex II of CRR, institutions shall disclose the difference in value between the accounting value of the derivatives recognised as assets and the leverage ratio exposure value as determined by application of Article 429(4)(b), Article 429c, 429d, 429a(1)(g), 429a(1)(h) and 429(5) of CRR.  If this adjustment leads to an increase in exposure, institutions shall disclose this as a positive amount. If this adjustment leads to a decrease in exposure, institutions shall place this amount between brackets (a negative amount). |
| 9 | Adjustment for securities financing transactions (SFTs)  For SFTs institutions shall disclose the difference in value between the accounting value of the SFTs recognised as assets and the leverage ratio exposure value as determined by application of Article 429(4)(a) and (c) in conjunction with Article 429e, Articles 429(7)(b) and 429b(1)(b), 429b (4), and 429a (1)(g) of CRR.  If this adjustment leads to an increase in the exposure, institutions shall disclose this as a positive amount. If this adjustment leads to a decrease in exposure, institutions shall place this amount between brackets (negative amount). |
| 10 | Adjustment for off-balance sheet items (i.e. conversion to credit equivalent amounts of off- balance sheet exposures)  Institutions shall disclose the difference in value between the leverage ratio exposure as disclosed in EU LR1 - LRSum;13 and total accounting assets as disclosed in EU LR1 - LRSum;1 that results from the inclusion of off-balance sheet items in the leverage ratio total exposure measure.  This includes the commitments to pay related to regular-way purchases under settlement date accounting as calculated in accordance with Article 429g (3) CRR.  As this adjustment increases the leverage ratio total exposure measure, it shall be disclosed as a positive amount. |
| 11 | (Adjustment for prudent valuation adjustments and specific and general provisions which have reduced Tier 1 capital)  Institutions shall disclose the amount of prudent valuation adjustments according to Article 429a(1)(a) and (b) of CRR and amount of specific and general credit risk adjustments to on- and off-balance-sheet items as per the last sentence of Article 429(4) and Article 429f (2) CRR that have reduced Tier 1 capital.  As this adjustment reduces the total leverage ratio total exposure measure, institutions shall place the value disclosed in this row between brackets (negative amount). |
| EU-11a | (Adjustment for exposures excluded from the leverage ratio total exposure measure in accordance with Article 429a(1)(c)of CRR)  Articles 429a(1)(c), 113(6) or (7) of CRR  Institutions shall disclose the on-balance sheet portion of exposures excluded from the leverage ra­tio total exposure measure in accordance with 429a(1)(c) of CRR.  As this adjustment reduces the leverage ratio total exposure measure, institutions shall place the value disclosed in this row between brackets (negative amount). |
| EU-11b | (Adjustment for exposures excluded from the leverage ratio total exposure measure in ac­cordance with Article 429a(1)(j) of CRR  Article 429a(1)(j), Article , 116(4) of CRR  Institutions shall disclose the on balance sheet portion of exposures excluded from the leverage ra­tio total exposure measure in accordance with Article 429a(1)(j) of CRR.  As this adjustment reduces the leverage ratio total exposure measure, institutions shall place the values disclosed in this row between brackets (negative amount). |
| 12 | Other adjustments  Institutions shall include any remaining difference in value between the leverage ratio exposure and total accounting assets. Institutions shall consider the exposure adjustments in accordance with Article 429(8) of CRR and other exposure adjustments mentioned in Article 429a(1) of the same Regulation, not disclosed anywhere in the template (points (d),(e), (f), (h), (k), (l), (o),(p)).  If these adjustments lead to an increase in the exposure, institutions shall disclose this as a positive amount. If these adjustments lead to a decrease in exposure, the institutions shall place this amount between brackets (negative amount). |
| 13 | Leverage ratio total exposure measure  Leverage ratio total exposure measure (as disclosed in template EU LR2 - LRCom), , which is the sum of the previous items. |

Template EULR2 - LRCom: Leverage ratio common disclosure. Fixed format template

1. Institutions shall apply the instructions provided in this section in order to complete template EU LR2 - LRCom in application of Article 451 of CRR.
2. Institutions shall disclose in column a the values of the different rows for the disclosure period and in column b the values of the rows for the previous disclosure period.

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| **Legal references and instructions** | |
| **Row number** | **Explanation** |
| 1 | On-balance sheet items (excluding derivatives, SFTs, but including collateral)  Article 429 and 429b of CRR  Institutions shall disclose all assets other than contracts listed in Annex II of CRR, credit derivatives, SFTs and fiduciary assets in accordance with Article 429a(1)(i) Institutions shall base the valuation of these assets on the principles set out in Article 429(7) and 429b(1) of CRR.  Institutions shall include in this cell cash received or any security that is provided to a counterparty via SFTs and that is retained on the balance sheet (i.e. the accounting criteria for derecognition under the applicable accounting framework are not met).  With regard to relevant amounts in accordance with Article 429a (1) of CRR, institutions cannot reduce the amounts to be disclosed by the exemptions/reductions in points: (d)-(f), (h), (i), (m)-(p) of the same Article. |
| 2 | Gross-up for derivatives collateral provided where deducted from the balance sheet assets pursuant to the applicable accounting framework  Article 429c(2) of CRR  Institutions shall disclose the amount of any derivatives collateral provided where the provision of that collateral reduces the amount of assets under the applicable accounting framework, as set out in Article 429c(2) of CRR.  Institutions shall not include in this cell initial margin for client-cleared derivative transactions with a qualifying CCP (QCCP) or eligible cash variation margin, as defined in Article 429c(3) of CRR |
| 3 | (Deductions of receivables assets for cash variation margin provided in derivatives transactions)  Article 429c(3) of CRR  Institutions shall disclose the receivables for variation margin paid in cash to the counterparty in derivatives transactions if the institution is required, under the applicable accounting framework, to recognise these receivables as an asset, provided that the conditions in points (a) to (e) of Article 429c(3) of CRR are met.  Since it reduces the leverage ratio total exposure measure institutions shall place the value in this cell between brackets (negative amount). |
| 4 | (Adjustment for securities received under securities financing transactions that are recognised as an asset)  Adjustment for securities received under a securities financing transaction where the bank has recognised the securities as an asset on its balance sheet. These amounts are to be excluded from the exposure measure in accordance with Article 429e(6) of CRR.  As the adjustments in this row reduce the exposure measure, they shall be disclosed as negative figures |
| 5 | (General credit risk adjustments to on-balance sheet items)  The amount of general credit risk adjustments corresponding to on-balance sheet items referred to in Article 429 (4) (a) of CRR, which institutions deduct in accordance with the last paragraph of Article 429 (4) of CRR.  As the adjustments in this row reduce the exposure measure, they shall be disclosed as negative figures |
| 6 | (Asset amounts deducted in determining Tier 1 capital)  Article 429a(1)(b) and Article 499(2) of CRR  Institutions shall disclose the amount of regulatory value adjustments made to Tier 1 amounts in accordance with the choice made pursuant to Article 499(2) of CRR.  More specifically, institutions shall disclose the value of the sum of all the adjustments that target the value of an asset and which are required by:   * Articles 32 to 35 of CRR, or * Articles 36 to 47 of CRR, or * Articles 56 to 60 of CRR, as applicable.   Where the choice to disclose Tier 1 capital is made in accordance with Article 499(1)(a) of CRR, institutions shall take into account the exemptions, alternatives and waivers to such deductions laid down in Articles 48, 49 and 79 of CRR, without taking into account the derogation laid down in Chapters 1 and 2 of Title I of Part Ten of CRR. In contrast, where the choice to disclose Tier 1 capital is made in accordance with Article 499(1)(b) of CRR, institutions shall take into account exemptions, alternatives and waivers to such deductions laid down in Articles 48, 49 and 79 of CRR, in addition to taking into account the derogations laid down in Chapter 1 and 2 of Title I of Part Ten of CRR  To avoid double counting, institutions shall not disclose adjustments already applied pursuant to Article 111 of CRR when calculating the exposure value nor shall they disclose any adjustment that does not deduct the value of a specific asset.  Since it reduces the leverage ratio total exposure measure institutions shall place the value in this cell between brackets (negative amount). |
| 7 | Total on-balance sheet exposures (excluding derivatives, and SFTs)  Sum of lines 1 to 6**.** |
| 8 | Replacement cost associated with SA-CCR transactions (i.e. net of eligible cash variation margin)  Articles 274, 275, 295, 296, 297, 298, 429c and 429c(3) of CRR  Institutions shall disclose the current replacement cost as specified in Article 275(1) of contracts listed in Annex II of CRR and credit derivatives including those that are off-balance sheet. These replacement costs shall be net of eligible cash variation margin in accord­ance with Article 429c(3) of CRR whereas any cash variation margin received on an exempted CCP leg in accordance with Article 429a(1)(g)of CRR shall not be included.  As determined by Article 429c(1) of CRR, institutions may take into account the effects of contracts for novation and other netting agreements in accordance with Article 295 of CRR. Cross-product netting shall not apply. However, in­stitutions may net within the product category referred to in point (25)(c) of Article 272 of CRR and credit derivatives when they are subject to a contractual cross-prod­uct netting agreement referred to in Article 295(c) of CRR.  Institutions shall not include in this cell contracts measured by application of the approaches in accordance with Articles 429c(6), i.e. the approaches in Section 4 or 5 of Chapter 6 of Title II of Part Three of CRR (the simplified SA-CCR or Original Exposure Method).  When calculating the replacement costs institutions shall include, in accordance with Article 429c(4) of CRR, the effect of the recognition of collateral on NICA on derivative contracts with clients where those contracts are cleared by a QCCP  The amount shall shall be reported with the 1,4 alpha factor as specified in Article 274(2) of CRR. |
| EU-8a | **Derogation for derivatives: replacement costs contribution under the simplified standardised approach**  Articles 429c(6) and 281 of CRR  This cell provides the exposure measure of contracts listed in points 1 and 2 of Annex II of CRR calculated in accordance with the simplified standardised approach set out in Article 281 of CRR, without the effect of collateral on NICA. The amount shall be disclosed with the 1,4 alpha factor applied as specified in Article 274(2) of CRR.  Institutions that apply the simplified standardised approach shall not reduce the total exposure measure by the amount of margin received in accordance with Article 429c(6) of CRR. Hence the exception for derivative contracts with clients where those contracts are cleared by a QCCP in Article 429c(4) of CRR shall not apply.  Institutions shall not consider in this cell contracts measured by application of the SA-CCR or the original exposure method. |
| 9 | Add-on amounts for potential future exposure associated with SA-CCR derivatives transactions  Articles 274, 275, 295, 296, 297, 298, 299 (2) and 429c of CRR  Institutions shall disclose the add-on for the potential future exposure of contracts listed in Annex II of CRR and of credit derivatives including those that are off-balance sheet calculated in accordance with the (Article 278 of CRR for contracts listed in Annex II of CRR and Article 299(2) of CRR for credit derivatives) and applying netting rules in accordance with Article 429c(1) of CRR. In determining the exposure value of those contracts, institutions may take into account the effects of contracts for novation and other netting agreements in accordance with Article 295 of CRR. Cross-product netting shall not apply. However, institutions may net within the product category referred to in point (25)(c) of Article 272 of CRR and credit derivatives when they are subject to a contractual cross-product netting agreement referred to in Article 295(c) of Regulation (EU) No 575/2013.  In accordance with Article 429c(5), institutions shall set the value of the multiplier used in the calculation of the potential future exposure in accordance with Article 278(1) to one, except in the case of derivative contracts with clients where those contracts are cleared by a QCCP.  Institutions shall not include in this cell contracts measured by application of the approaches in accordance with Articles 429c(6), i.e. the approaches in Section 4 or 5 of Chapter 6 of Title II of Part Three of CRR (the simplified SA-CCR or Original Exposure Method). |
| EU-9a | **Derogation for derivatives: Potential future exposure contribution under the simplified standardised approach (multiplier at 1)**  Article 429c(5) of CRR  The potential future exposure in accordance with the simplified standardised approach set out in Article 281 of CRR, assuming a multiplier of 1. The amount shall be disclosed with the 1,4 alpha factor applied as specified in Article 274(2) of CRR.  Institutions that apply the simplified standardised approach shall not reduce the total exposure measure by the amount of margin received in accordance with Article 429c(6) of CRR. Hence the exception for derivative contracts with clients where those contracts are cleared by a QCCP in Article 429c(5) of CRR shall not apply.  Institutions shall not consider in this cell contracts measured by application of the SA-CCR or the original exposure method. |
| EU-9b | Exposure determined under Original Exposure Method  Articles 429c(6) and Section 4 or 5 of Chapter 6 of Title II of Part Three of CRR  Institutions shall disclose the exposure measure of contracts listed in points 1 and 2 of Annex II of CRR calculated in accordance with the Original Exposure Method set out in Section 4 or 5 of Chapter 6 of Title II of Part Three of CRR.  Institutions that apply the Original Exposure Method shall not reduce the exposure measure by the amount of margin they have received in accordance with Article 429c(6) of CRR.  Institutions that do not use the Original Exposure Method shall not disclose this cell. |
| 10 | (Exempted CCP leg of client-cleared trade exposures) (SA-CCR)  Article 429a(1) (g) of CRR  Institutions shall disclose the exempted trade exposures to a QCCP from client-cleared derivatives transactions (SA-CCR), provided that those items meet the conditions laid down in Article 306(1)(c) of CRR.  Since it reduces the leverage ratio total exposure measure institutions shall place the value in this cell between brackets (Negative amount). |
| EU-10a | **(Exempted CCP leg of client-cleared trade exposures) (simplified standardised approach)**  Article 429a(1)(g) of CRR  Institutions shall disclose the exempted trade exposures to a QCCP from client-cleared derivatives transactions (simplified standardised approach), provided that those items meet the conditions laid down in Article 306(1)(c) of CRR. The amount shall be disclosed with the 1,4 alpha factor applied as specified in Article 274(2) of CRR (Negative amount). |
| EU-10b | (Exempted CCP leg of client-cleared trade exposures) (Original exposure method)  Article 429a(1) (g) of CRR  Institutions shall disclose the exempted trade exposures to a QCCP from client-cleared derivatives transactions (original exposure method), provided that those items meet the conditions laid down in Article 306(1)(c) of CRR.  Since it reduces the leverage ratio total exposure measure institutions shall place the value in this cell between brackets (Negative amount). |
| 11 | Adjusted effective notional amount of written credit derivatives  Article 429d of CRR  Institutions shall disclose the capped notional value of written credit derivatives (i.e. where the institution is providing credit protection to a counterparty) as set out in Article 429d of CRR. |
| 12 | (Adjusted effective notional offsets and add-on deductions for written credit derivatives)  Article 429d of CRR  Institutions shall disclose the capped notional value of purchased credit derivatives (i.e. where the institution is buying credit protection from a counterparty) on the same reference names as those credit derivatives written by the institution, where the remaining maturity of the purchased protec­tion is equal to or greater than the remaining maturity of the sold protection. Hence, the value shall not be greater than the value entered in template EU LR2 - LRCom;11 for each reference name.  Since it reduces the leverage ratio total exposure measure institutions shall place the value in this cell between brackets (negative amount). |
| 13 | Total derivatives exposures  Sum of rows 8 to EU-12 |
| 14 | Gross SFT assets (with no recognition of netting), after adjustment for sales accounting transactions  Articles 4(1)(77), 206 and 429e(6) of CRR  Institutions shall disclose the accounting balance sheet value under the applicable accounting framework of SFTs that are both covered and not covered by a master netting agreement eligible under Article 206 of CRR where the contracts are recognised as assets on the balance sheet assuming no prudential or accounting netting or risk mitigation effects (i.e. the accounting balance sheet value adjusted for the effects of accounting netting or risk mitigation).  Furthermore, where sale accounting is achieved for a SFT under the applicable accounting framework, institutions shall reverse all sales-related accounting entries in accordance with Article 429e(6) of CRR.  Institutions shall not include in this cell cash received or any security that is provided to a counterparty via the aforementioned transactions and is retained on the balance sheet (i.e. the accounting criteria for derecognition are not met). |
| 15 | (Netted amounts of cash payables and cash receivables of gross SFT assets)  Articles 4(1)(77), 206, 429b(1)(b), 429b(4) and 429e(6) of CRR  Institutions shall disclose the cash payables amount of gross SFT assets that have been netted in accordance with Article 429b(4) of CRR  Since it reduces the leverage ratio total exposure measure institutions shall place the value in this cell between brackets (negative amount). |
| 16 | Counterparty credit risk exposure for SFT assets  Article 429e(1) of CRR  Institutions shall disclose the add-on for counterparty credit risk of SFTs including those that are off-balance sheet determined in accordance with Article 429e(2) or (3) of CRR, as applicable.  Institutions shall include in this cell transactions in accordance with Article 429e(7)(c) of CRR.  Institutions shall not include in this cell agent SFTs where the institution provides an indemnity or guarantee to a customer or counterparty limited to any difference between the value of the secur­ity or cash the customer has lent and the value of collateral the borrower has provided in accord­ance with Article 429e(7)(a) of CRR. |
| EU-16a | Derogation for SFTs: Counterparty credit risk exposure in accordance with Articles 429e(5) and 222 of CRR  Articles 429e(5) and 222 CRR  Institutions shall disclose the add-on for SFTs including those that are off-balance sheet calculated in accordance with Article 222 of CRR, subject to a 20 % floor for the applicable risk weight.  Institutions shall include in this cell transactions in accordance with Article 429e(7)(c) of CRR.  Institutions shall not include in this cell transactions for which the add-on part of the leverage ra­tio exposure value is determined in accordance with the method defined in Article 429e(1) of CRR. |
| 17 | Agent transaction exposures  Article 429e, (2), (3) and (7)(a) of CRR  Institutions shall disclose the exposure value for agent SFTs where the institution provides an indemnity or guarantee to a customer or counterparty limited to any difference between the value of the security or cash the customer has lent and the value of collateral the borrower has provided in accordance with Article 429e(7)(a) of CRR, consists only of the add-on determined in accordance with Article 429e(2) or (3) of CRR, as applicable.  Institutions shall not include in this cell transactions in accordance with Article 429e(7)(c) of CRR. |
| EU-17a | (Exempted CCP leg of client-cleared SFT exposure)  Articles 429a(1) (g) and 306(1)(c) of CRR  Institutions shall disclose the exempted CCP leg of client-cleared trade exposures of SFTs, provided that those items meet the conditions laid down in Article 306(1)(c) of CRR.  Where the exempted leg to the CCP is a security it shall not be included in this cell unless it is a repledged security that under the applicable accounting framework (i.e. in accordance with the first sentence of Article 111(1) of CRR) is included at full value.  Since it reduces the leverage ratio total exposure measure institutions shall place the value in this cell between brackets (negative amount). |
| 18 | Total SFT exposures  Sum of rows 14 to EU-17a. |
| 19 | Off-balance sheet exposures at gross notional amount  Article 429f of CRR  Institutions shall disclose the nominal value of all off-balance sheet items as defined in Article 429f of CRR, before any adjustment for conversion factors and specific credit risk adjustments |
| 20 | (Adjustments for conversion to credit equivalent amounts)  Article 429f of CRR  Reduction in gross amount of off-balance sheet exposures due to the application of CCFs. Since it reduces the leverage ratio total exposure measure the value disclosed in this cell shall contribute negatively to the sum to be disclosed in template EU LR2 - LRCom;22. |
| 21 | (General provisions associated with off-balance sheet exposures deducted in determining Tier 1 capital)  Article 429 (4) and 429f (1) and (2) of CRR  Institutions may reduce the credit exposure equivalent amount of an off-balance-sheet item by the corresponding amount of general credit risk adjustments that are deducted from Tier 1 capital. The calculation shall be subject to a floor of zero. The absolute value of these specific risk adjustments shall not exceed the sum of rows 19 and 20. As these adjustments reduce the exposure measure, they shall be disclosed as negative figures. |
| 22 | Off-balance sheet exposures (sum of lines 19 to 21)  Articles 429f, 111(1) and 166(9) of CRR  Institutions shall disclose the leverage ratio exposure values for off-balance sheet items determined in accordance with Article 429f of CRR taking into account the relevant conversion factors.  Institutions shall take into account that template EU LR2 - LRCom;20 and template EU LR2 - LRCom;21 contribute negatively to this sum. |
| EU22a | (Exposures excluded from the leverage ratio total exposure measure in accordance with Article 429a(1)(c)of CRR))  Articles 429a(1) (c) and 113(6) and (7) of CRR  Institutions shall disclose the exposures that can benefit from the treatment laid down in Article 113(6) or (7) of CRR.  The amount disclosed shall also be included in the applicable cells above as if no exemption applied.  Since it reduces the leverage ratio total exposure measure institutions shall place the value in this cell between brackets (negative amount). |
| EU-22b | (Exposures exempted in accordance with Article **429a(1) (j)** of CRR (on and off balance sheet))  Article 429a(1) (j) of CRR  Institutions shall disclose the exposures exempted in accordance with 429(14) of CRR subject to the therein stated conditions being met.  The amount disclosed must also be included in the applicable cells above as if no exemption applied.  Since it reduces the leverage ratio total exposure measure institutions shall place the value in this cell between brackets (Negative amount). |
| EU-22c | **(-) Excluded exposures of public development banks - Public sector investments**  Articles 429a(1)(d) and 429a(2) of CRR  The exposures arising from assets that constitute claims on central governments, regional governments, local authorities or public sector entities in relation to public sector investments, which can be excluded in accordance with Article 429a(1)(d). This shall only include cases where the institution is a public development credit institution or the exposures are held within a unit treated as a public development unit in accordance with the last paragraph of Article 429a(2). |
| EU-22d | **(-) Excluded promotional loans of public development banks (or units):**  Institutions shall disclose the excluded promotional loans in accordance with Article 429a(1)(d) CRR relating to the parts of exposures arising from passing-through promotional loans to other credit institutions. This shall only include cases where the institution is a public development credit institution or promotional loans are held within a unit treated as a public development unit in accordance with the last paragraph of Article 429a(2). |
| EU-22e | **(-) Excluded passing-through promotional loan exposures by non-public development banks (or units):**  Institutions shall disclose the excluded exposures in accordance with Article 429a(1)(e) CRR relating to the parts of exposures arising from passing-through promotional loans to other credit institutions. This shall only include cases where the institution is not a public development credit institution and the activity is not with any unit treated as a public development unit in accordance with the last paragraph of Article 429a(2). |
| EU-22f | **(-) Excluded guaranteed parts of exposures arising from export credits**  Article 429a(1)(f) of CRR.  The guaranteed parts of exposures arising from export credits that can be excluded when the conditions of Article 429a(1)(f) are met. |
| EU-22g | **(-) Excluded excess collateral deposited at triparty agents**  Article 429a(1)(k) of CRR.  The excess collateral deposited at triparty agents that has not been lent out, which can be excluded in accordance with Article 429a(1)(k). |
| EU-22h | **(-) Excluded CSD related services of CSD/institutions in accordance with Article 429a(o) of CRR**  Article 429a(1)(o) of CRR.  The Central Securities Depositories (CSD) related services of CSD/institutions that can be excluded in accordance with Article 429a(1)(o). |
| EU-22i | **(-) Excluded CSD related services of designated institutions in accordance with Article 429a(1)(p) of CRR**  Article 429a(1)(p) of CRR.  The CSD related services of designated institutions that can be excluded in accordance with Article 429a(1)(p). |
| EU-22j | **(-) Reduction of the exposure value of pre-financing or intermediate loans**  Article 429(8) of CRR.  The amount reduced from the exposure value of a pre-financing loan or an intermediate loan, in accordance with Article 429(8) of CRR. |
| EU-22k | **(-) Total excluded exposures**  Sum of rows EU-22a, EU-22b, EU-22c, EU-22d, EU-22e, EU-22f, EU-22g, EU-22h, EU-22i, and EU-22j . |
| 23 | Tier 1 capital  Articles 429(3) and 499(1) and (2) of CRR  Institutions shall disclose the amount of Tier 1 capital calculated in accordance with the choice that the institution has made pursuant to Article 499(2) of CRR, as disclosed by template EU LR2 - LRCom;EU-27.  More specifically, where the institution has chosen to disclose Tier 1 capital in accordance with Article 499(1)(a) of CRR, it shall disclose the amount of Tier 1 capital as calculated in accordance with Article 25 of CRR, without taking into account the derogations laid down in Chapters 1 and 2 of Title I of Part Ten of CRR.  In contrast, where the institution has chosen to disclose Tier 1 capital in accordance with Article 499(1)(b) of CRR, it shall disclose the amount of Tier 1 capital as calculated in accordance with Article 25 of CRR, after taking into account the derogations laid down in Chapters 1 and 2 of Title I of Part Ten of CRR. |
| 24 | Leverage ratio total exposure measure  Sum of rows 7, 13, 18, 22, and EU 22k. |
| 25 | Leverage ratio  Institutions shall disclose template EU LR2 - LRCom;23 divided by template EU LR2 - LRCom;24 expressed as a percentage. |
| EU-25 | Leverage ratio (without the adjustment due to excluded exposures of public development banks - Public sector investments)  Following Article 451(2) public development credit institutions as defined in Article 429a(2) shall disclose the leverage ratio without the adjustment to the total exposure measure determined in accordance with point (d) of the first subparagraph of Article 429a(1), adjustment that is disclosued in row EU-22c of this template. |
| 25a | **Leverage ratio (excluding the impact of any applicable temporary exemption of central bank reserves)**  If an institution’s leverage ratio exposure measure is subject to a temporary exemption of central bank reserves, this ratio is defined as the Tier 1 capital measure divided by the sum of the exposure measure and the amount of the central bank reserves exemption, with this ratio expressed as a percentage.  If the institution’s leverage ratio exposure measure is not subject to a temporary exemption of central bank reserves, this ratio will be identical to the ratio disclosed in row 25. |
| 26 | **Regulatory minimum leverage ratio requiremen**  Article 429a (1) (n) and 429a(7) of CRR  Institutions shall disclose the adjusted leverage ratio calculated in accordance with Article 429a(7) of CRR. The adjusted leverage ratio shall be calculated by institutions that by way of derogation from point (d) of Article 92(1), exclude the exposures referred to in point (n) of paragraph 1 of Article 429a of CRR, which are coins and banknotes constituting legal currency in the jurisdiction of the central bank and assets representing claims on the central bank, including reserves held at the central bank. These exposures shall be temporarily exempted due to the conditions mentioned in paragraphs 5 and 6 of the Article 429a (1) of CRR. Institutions shall at all times satisfy the following adjusted leverage ratio requirement for the duration of the exclusion:  where:  aLR = the adjusted leverage ratio;  EMLR = the institution’s total exposure measure as defined in Article 429(4) of CRR, including the exposures excluded in accordance with Article 429a (1) (n) of CRR, which is the amount disclosed in template EU LR2 - LRCom, 24  CB = the amount of exposures excluded in accordance with Article 429a (1) (n) of CRR, which is the absolute amount disclosed in EU LR1 - LRSum, 4 |
| EU-26a | **Additional leverage ratio requirements (%)**  Amount of the additional own funds requirements based on the supervisory review process as referred to in point (a) of Article 104(1) of Directive 2013/36/EU |
| 27 | **Applicable leverage buffer**  Applicable leverage buffer, following the G-SII leverage ratio buffer requirement. |
| EU-27 | Choice on transitional arrangements for the definition of the capital measure  Article 499(2) of CRR  Institutions shall specify their choice of transitional arrangements for capital for the purpose of disclosure requirements by disclosing one of the following two labels:   * ‘Fully phased in’ if the institution chooses to disclose the leverage ratio in accordance with Article 499(1)(a) of CRR * ‘Transitional’ if the institution chooses to disclose the leverage ratio in accordance with Article 499(1)(b) of CRR |
| 28 | Mean of daily values of gross SFT assets, after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivable  Mean of the sums of rows 14 and 15, based on the sums calculated as of each day of the reporting quarter. |
| 29 | Quarter-end value of gross SFT assets, after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivables  If rows 14 and 15 are based on quarter-end values, this amount is the sum of rows 14 and 15.  If rows 14 and 15 are based on averaged values, this amount is the sum of quarter-end values corresponding to the content of rows 14 and 15. |
| 30 | Total exposures (including the impact of any applicable temporary exemption of central bank reserves) incorporating mean values from row 28 of gross SFT assets (after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivables)  Total exposure measure (including the impact of any applicable temporary exemption of central bank reserves), using mean values calculated as of each day of the reporting quarter for the amounts of the exposure measure associated with gross SFT assets (after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivables). |
| 30a | Total exposures (excluding the impact of any applicable temporary exemption of central bank reserves) incorporating mean values from row 28 of gross SFT assets (after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivables)  Total exposure measure (excluding the impact of any applicable temporary exemption of central bank reserves), using mean values calculated as of each day of the reporting quarter for the amounts of the exposure measure associated with gross SFT assets (after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivables).  If the bank’s leverage ratio exposure measure is not subject to a temporary exemption of central bank reserves, this value will be identical to the value reported in row 30. |
| 31 | Leverage ratio (including the impact of any applicable temporary exemption of central bank reserves) incorporating mean values from row 28 of gross SFT assets (after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivables) |
| 31a | Leverage ratio (excluding the impact of any applicable temporary exemption of central bank reserves) incorporating mean values from row 28 of gross SFT assets (after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivables) |

Template EU-LR3 - LRSpl: Split-up of on-balance sheet exposures (excluding derivatives and SFTs). Fixed format

1. Institutions shall apply the instructions provided in this section in order to complete template LRSpl in application of Article 451 of CRR.

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| **Legal references and instructions** | |
| **Row number** | **Explanation** |
| EU-1 | Total on-balance sheet exposures (excluding derivatives and SFTs, and exempted exposures), of which:  Institutions shall disclose the sum of Template EU-LR3 - LRSpl;EU-2 and Template EU-LR3 - LRSpl;EU-3. |
| EU-2 | Trading book exposures  Institutions shall disclose the exposures which are part of the total exposure value of assets belonging to the trading book excluding derivatives, SFTs and exempted exposures. |
| EU-3 | Banking book exposures, of which:  Institutions shall disclose the sum of Template EU-LR3-LRSpl;EU-4, EU-5, EU-6, EU-7, EU-8, EU-9, EU-10, EU-11 and EU-12. |
| EU-4 | Covered Bonds  Institutions shall disclose the sum of exposures, which is the total exposure value of assets that are in the form of covered bonds as defined in Article 129 and Article 161(1)(d) of CRR.  Institutions shall disclose net of defaulted exposures. |
| EU-5 | Exposures treated as sovereigns  Institutions shall disclose the sum of exposures, which is the total exposure value towards entities that are treated as sovereigns under CRR. (central governments and central banks (Articles 114, 147(2)(a) of CRR); regional governments and local authorities treated as sovereigns (Articles 115(2) and (4), 147(3)(a) of CRR), multilateral development banks and international organisations treated as sovereigns (Articles 117(2) and 118, 147(3)(b) and (c) of CRR), public sector entities (Articles 116(4), 147(3)(a) of CRR)  Institutions shall disclose net of defaulted exposures. |
| EU-6 | Exposures to regional governments, MDB, International organisations and PSE not treated as sovereigns  Institutions shall disclose the sum of exposures, which is the total exposure value towards regional governments and local authorities as defined in Article 115(1), (3) and (5) of CRR for SA exposures and Article 147(4)(a) of CRR for IRB exposures; multilateral development banks as defined in Article 117(1) and (3) of CRR for SA exposures and Article 147(4)(c) of CRR for IRB exposures; international organisations and public sector entities as defined in Article 116(1), (2), (3) and (5) of CRR for SA exposures and Article 147(4)(b) of CRR for IRB exposures that are not treated as sovereigns under CRR.  Institutions shall disclose net of defaulted exposures. |
| EU-7 | Institutions  Institutions shall disclose the sum of exposures, which is the exposure value of exposures towards institutions that fall under Articles 119 to 121 of CRR for SA exposures and for IRB exposures - that fall under Article 147(2)(b) of CRR and are not exposures in the form of covered bonds under Article 161 (1) (d) of CRR and do not fall under Article 147(4)(a) to (c) of CRR.  Institutions shall disclose net of defaulted exposures. |
| EU-8 | Secured by mortgages of immovable properties  Institutions shall disclose the sum of exposures, which is the exposure value of assets that are exposures secured by mortgages on immovable properties that fall under Article 124 of CRR in case of SA exposures and that are exposures to corporate under Article 147(2)(c) or retail exposures under Article 147(2)(d) of CRR if these exposures are secured by mortgages on immovable property in accordance with Article 199(1)(a) of CRR for IRB exposures.  Institutions shall disclose net of defaulted exposures. |
| EU-9 | Retail exposures  Institutions shall disclose the sum of exposures, which is the total exposure value of assets that are retail exposures under Article 123 of CRR.in case of SA exposures and that are exposures under Article 147(2)(d) of CRR if these exposures are **not** secured by mortgages on immovable property in accordance with Article 199(1)(a) of CRR – for IRB exposures.  Institutions shall disclose net of defaulted exposures |
| EU-10 | Corporate  Institutions shall disclose the sum of exposures, which is the total exposure value of assets that are corporate exposure (i.e. financial and non-financial). For SA exposures these are exposures to corporates that fall under Article 122 of CRR and for IRB exposures - that are exposures to corporates under Article 147(2)(c) of CRR if these exposures are **not** secured by mortgages on immovable property in accordance with Article 199(1)(a) of CRR  Financial corporates shall mean regulated and unregulated undertakings other than institutions referred to in EU-7, the principal activity of which is to acquire holdings or to pursue one or more of the activities listed in Annex I to Directive 2013/36/EU, as well as undertakings as defined in Article 4(1)(27) of CRR other than institutions referred to in EU-7.  For the purpose of this cell, the term 'small and medium enterprise' is defined in accordance with Article 501(2)(b) of CRR.  Institutions shall disclose net of defaulted exposures. |
| EU-11 | Exposures in default  Institutions shall disclose the sum of exposures, which is the total exposure value of assets that are in default and – for SA exposures - fall under Article 127 of CRR or, in case of IRB exposures, are categorised in the exposures classes listed in Article 147(2) of CRR if a default in accordance with Article 178 of CRR has occurred. |
| EU-12 | Other exposures (e.g. equity, securitisations, and other non-credit obligations assets)  Institutions shall disclose the sum of exposures, which is the total exposure value of other non-trading book exposures (e.g. equity, securitisations and non-credit obligation assets; in case of SA exposures these are assets categorised in the exposures classes listed in Article 112(k), (m), (n), (o), (p) and (q) of CRR and in case of IRB exposures - Article 147(2)(e), (f) and (g) of CRR) under CRR. Institutions shall include assets that are deducted in determining Tier 1 capital and therefore are disclosed in template EU LR2-LRCom;2 unless these assets are included in template EU LR3- LRSpl;EU-2; ; template EU LR3-LRSpl;EU-4 to EU-11. |

Table EU LRA - Disclosure of LR qualitative information

1. Institutions shall complete table EU LRA by applying the following instructions

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| **Legal references and instructions** | |
| **Row number** | **Explanation** |
| (a) | Description of the processes used to manage the risk of excessive leverage  Article 451(1)(d) of CRR  ‘Description of the processes used to manage the risk of excessive leverage’ shall include any relevant information on:   1. procedures and resources used to assess the risk of excessive leverage; 2. quantitative tools, if any, used to assess the risk of excessive leverage including details on potential internal targets and whether other indicators than the leverage ratio of CRR are being used; 3. (c) ways of how maturity mismatches and asset encumbrance are taken into account in managing the risk of excessive leverage;   (d) processes for reacting to leverage ratio changes, including processes and timelines for potential increase of Tier 1 capital to manage the risk of excessive leverage; or processes and timelines for adjusting the leverage ratio denominator (total exposure measure) to manage the risk of excessive leverage. |
| (b) | Description of the factors that had an impact on the leverage ratio during the period to which the disclosed leverage ratio refers  Article 451(1)(e) of CRR  ‘Description of the factors that had an impact on the leverage ratio during the period to which the disclosed leverage ratio refers’ shall include any material information on:   1. quantification of the change in the leverage ratio since the previous disclosure reference date 2. the main drivers of the leverage ratio since the previous disclosure reference date with explanatory comments on: 3. (1) the nature of the change and whether it was a change in the numerator of the ratio, in the denominator of the ratio or in both; 4. (2) whether it resulted from an internal strategic decision and, where so, whether that strategic decision was aimed directly at the leverage ratio or whether it impacted the leverage ratio only indirectly; 5. (3) the most significant external factors related to the economic and financial environments that had an impact on the leverage ratio. |