Global systemically important banks indicators

The Basel Committee on Banking Supervision (Basel Committee) has established a number of indicators that help determine whether a bank can be classified as a Global Systemically Important Bank, or G-SIB. Banks that meet the criteria are subject to additional supervisory requirements aimed at mitigating systemic risk in the financial system.

The guidance for the 12 indicators the Basel Committee uses to classify a bank as systemically important was updated in July 2018. The methodology is currently in the transitional phase.

The table below displays the 12 size indicators for ING Groep N.V. as at 31 December 2018. These size indicators are unaudited and based on management's current views and assumptions of the assessment methodology and instructions of governments and/or regulatory authorities for the data collection exercise. Furthermore, these size indicators are subject to amendment due to changes in management's views as well as changes in laws, regulations, policies and guidance of governments and/or regulatory authorities with respect to a.o. the assumptions and methodologies used.

Category	**Individual indicator**	**2018 Value (in € mln)**
Size	Total exposures as defined for use in the Basel III leverage ratio	1.167.968
Interconnectedness	Intra-financial system assets	124.218
	Intra-financial system liabilities	131.865
	Securities outstanding	193.798
Substitutability/financial institution infrastructure	Payments activity	23.146.669
	Assets under custody	163.880
	Underwritten transactions in debt and equity markets	38.244
Complexity	Notional amount of over-the-counter (OTC) derivatives	3.625.195
	Trading and available-for-sale securities	18.101
	Level 3 assets	5.387
Cross-jurisdictional activity	Cross-jurisdictional claims	736.935
	Cross-jurisdictional liabilities	620.389

End-2018 G-SIB Assessment Exercise

v4.5.5

General Bank Data

Section 1 - General Information	GSIB	Response
a. General information provided by the relevant supervisory authority:		
(1) Country code	1001	NL
(2) Bank name	1002	ING Groep N.V.
(3) Reporting date (yyyy-mm-dd)	1003	2018-12-31
(4) Reporting currency	1004	EUR
(5) Euro conversion rate	1005	1
(6) Submission date (yyyy-mm-dd)	1006	2019-04-29
b. General Information provided by the reporting institution:		
(1) Reporting unit	1007	1,000,000
(2) Accounting standard	1008	IFRS
(3) Date of public disclosure (yyyy-mm-dd)	1009	2019-04-29
(4) Language of public disclosure	1010	English
(5) Web address of public disclosure	1011	https://www.ing.com/Investor-rela

Size Indicator

Section 2 - Total Exposures	GSIB	Amount in million EUR
a. Derivatives		
(1) Counterparty exposure of derivatives contracts	1012	7,880
(2) Capped notional amount of credit derivatives	1201	1,453
(3) Potential future exposure of derivative contracts	1018	18,676
b. Securities financing transactions (SFTs)		
(1) Adjusted gross value of SFTs	1013	82,914
(2) Counterparty exposure of SFTs	1014	13,090
c. Other assets	1015	964,205
d. Gross notional amount of off-balance sheet items		
(1) Items subject to a 0% credit conversion factor (CCF)	1019	89,765
(2) Items subject to a 20% CCF	1022	28,707
(3) Items subject to a 50% CCF	1023	127,014
(4) Items subject to a 100% CCF	1024	1,526
e. Regulatory adjustments	1031	3,689
f. Total exposures indicator (Total exposures prior to regulatory adjustments) (sum of items 2.a.(1) thorough 2.c, 0.1 times 2.d.(1), 0.2 times 2.d.(2), 0.5 times 2.d.(3), and 2.d.(4))	1103	1,167,968

Interconnectedness Indicators

Section 3 - Intra-Financial System Assets	GSIB	Amount in million EUR
a. Funds deposited with or lent to other financial institutions	1033	50,811
(1) Certificates of deposit	1034	103
b. Unused portion of committed lines extended to other financial institutions	1035	22,563
c. Holdings of securities issued by other financial institutions:		
(1) Secured debt securities	1036	12,946
(2) Senior unsecured debt securities	1037	10,054
(3) Subordinated debt securities	1038	0
(4) Commercial paper	1039	0
(5) Equity securities	1040	5,835
(6) Offsetting short positions in relation to the specific equity securities included in item 3.c.(5)	1041	5,085
d. Net positive current exposure of securities financing transactions with other financial institutions	1213	21,116
e. Over-the-counter derivatives with other financial institutions that have a net positive fair value:		
(1) Net positive fair value	1043	5,590
(2) Potential future exposure	1044	388
f. Intra-financial system assets indicator (sum of items 3.a, 3.b through 3.c.(5), 3.d, 3.e.(1), and 3.e.(2), minus 3.c.(6))	1045	124,218

Section 4 - Intra-Financial System Liabilities	GSIB	Amount in million EUR
a. Funds deposited by or borrowed from other financial institutions:		
(1) Deposits due to depository institutions	1046	35,013
(2) Deposits due to non-depository financial institutions	1047	75,890
(3) Loans obtained from other financial institutions	1105	0
b. Unused portion of committed lines obtained from other financial institutions	1048	0
c. Net negative current exposure of securities financing transactions with other financial institutions	1214	2,834
d. Over-the-counter derivatives with other financial institutions that have a net negative fair value:		
(1) Net negative fair value	1050	7,372
(2) Potential future exposure	1051	10,755
e. Intra-financial system liabilities indicator (sum of items 4.a.(1) through 4.d.(2))	1052	131,865

Section 5 - Securities Outstanding	GSIB	
a. Secured debt securities	1053	32,326
b. Senior unsecured debt securities	1054	50,085
c. Subordinated debt securities	1055	10,468
d. Commercial paper	1056	32,052
e. Certificates of deposit	1057	13,563
f. Common equity	1058	51,735
g. Preferred shares and any other forms of subordinated funding not captured in item 5.c.	1059	3,570
h. Securities outstanding indicator (sum of items 5.a through 5.g)	1060	193,798

Substitutability/Financial Institution Infrastructure Indicators

Section 6 - Payments made in the reporting year (excluding intragroup payments)	GSIB	Amount in million EUR
a. Australian dollars (AUD)	1061	238,541
b. Brazilian real (BRL)	1062	0
c. Canadian dollars (CAD)	1063	185,606
d. Swiss francs (CHF)	1064	1,592,860
e. Chinese yuan (CNY)	1065	170,247
f. Euros (EUR)	1066	8,570,759
g. British pounds (GBP)	1067	2,139,176
h. Hong Kong dollars (HKD)	1068	331,557
i. Indian rupee (INR)	1069	436
j. Japanese yen (JPY)	1070	625,337
k. Mexican pesos (MXN)	1108	120,257
l. Swedish krona (SEK)	1071	134,623
m. United States dollars (USD)	1072	9,037,270
n. Payments activity indicator (sum of items 6.a through 6.m)	1073	23,146,669

Section 7 - Assets Under Custody	GSIB	Amount in million EUR
a. Assets under custody indicator	1074	163,880

Section 8 - Underwritten Transactions in Debt and Equity Markets	GSIB	Amount in million EUR
a. Equity underwriting activity	1075	924
b. Debt underwriting activity	1076	37,320
c. Underwriting activity indicator (sum of items 8.a and 8.b)	1077	38,244

Complexity indicators

Section 9 - Notional Amount of Over-the-Counter (OTC) Derivatives	GSIB	Amount in million EUR
a. OTC derivatives cleared through a central counterparty	1078	2,248,857
b. OTC derivatives settled bilaterally	1079	1,376,338
c. OTC derivatives indicator (sum of items 9.a and 9.b)	1080	3,625,195

Section 10 - Trading and Available-for-Sale Securities	GSIB	Amount in million EUR
a. Held-for-trading securities (HFT)	1081	17,539
b. Available-for-sale securities (AFS)	1082	76,121
c. Trading and AFS securities that meet the definition of Level 1 assets	1083	68,523
d. Trading and AFS securities that meet the definition of Level 2 assets, with haircuts	1084	7,036
e. Trading and AFS securities indicator (sum of items 10.a and 10.b, minus the sum of 10.c and 10.d)	1085	18,101

Section 11 - Level 3 Assets	GSIB	Amount in million EUR
a. Level 3 assets indicator (Assets valued for accounting purposes using Level 3 measurement inputs)	1086	5,387

Cross-Jurisdictional Activity Indicators

Section 12 - Cross-Jurisdictional Claims	GSIB	Amount in million EUR
a. Cross-jurisdictional claims indicator (Total foreign claims on an ultimate risk basis)	1087	736,935

Section 13 - Cross-Jurisdictional Liabilities	GSIB	Amount in million EUR
a. Foreign liabilities (excluding derivatives and local liabilities in local currency)	1088	351,533
(1) Any foreign liabilities to related offices included in item 13.a.	1089	167,534
b. Local liabilities in local currency (excluding derivatives activity)	1090	436,390
c. Cross-jurisdictional liabilities indicator (sum of items 13.a and 13.b, minus 13.a.(1))	1091	620,389