

ANNEX II

REPORTING ON ASSET ENCUMBRANCE

1. This Annex contains additional instructions for completing the templates set out in Annex I (hereinafter “AE”).

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GENERAL INSTRUCTIONS

1. Structure and conventions

1.1. Structure

3. The framework consists of five sets of templates which comprise a total of ten templates according to the following scheme:
 - a) Part A: Encumbrance Overview:
 - AE-Assets template. Assets of the reporting institution
 - AE-Collateral template. Collateral received by the reporting institution
 - AE-Not pledged template. Own covered bonds and ABSs issued and not yet pledged
 - AE-Sources. Sources of encumbrance
 - b) Part B: Maturity data:
 - AE-Maturity template. Maturity data
 - c) Part C: Contingent encumbrance
 - AE-Contingent template. Contingent encumbrance
 - d) Part D: Covered bonds
 - AE-CB Issuance template. Covered bonds Issuance
 - AE-CB Eligible Assets. Assets eligible for cover pools
 -
 - e) Part E: Advanced data:
 - AE-Adv1 template. Advanced template for Assets of the reporting institution
 - AE-Adv2 template. Advanced template for Collateral received by the reporting institution
4. For each template legal references are provided as well as further detailed information regarding more general aspects of the reporting: references to 'ITS' are to the stated Part of Annex I; references to 'CRR' are to the stated provision of Regulation (EU) No xx/XXXX [CRR]. For institutions which report under IFRS standards, references have been inserted to the relevant IFRS standards. This is only included for information for institutions that do not report under IFRS standards. Institutions shall report carrying amounts under their respective accounting framework.

1.2. Numbering convention

5. The following general notation is used in these instructions and in the AE templates to refer to the columns, rows and cells of a template: {Template; Row; Column}. An asterisk sign is used to indicate that the validation is applied to the whole row or column. For example {AE-Assets; *, 2} refers to the data point of any row for column 2 of the AE-Assets template.
6. In the case of validations within a template the following notation is used to refer to data points from that template: {Row; Column}.

1.3. Sign convention

7. All amounts shall be reported as positive figures.
8. The default value is zero.

1.4. Level of application

9. The level of application of the reporting on asset encumbrance follows that of the reporting requirements on own funds under the first subparagraph of Article 95(1) of Regulation xxxx/XX/EU [CRR]. This entails that all institutions subject to prudential requirements at an individual and consolidated level are subject to the reporting requirements. Consequently, institutions that are not

subject to prudential requirements in accordance with Article 6 of Regulation xxxx/XX/EU [CRR] are not required to report information on asset encumbrance.

1.5. Frequency

10. Reporting of the following information shall be submitted with the frequency set out in Article X of this Regulation.

1.6. Proportionality

11. To determine whether, in accordance with Article XX(4) of the Regulation an institution is required to report the information referred to in Parts B, C and E of Annex I, the asset encumbrance level and sum of total assets shall be calculated as follows:

- Carrying amount of encumbered assets = {AE-Assets;010;010}+{AE-Collateral;130;010}.
- Total assets = {AE-Assets;010;010} + {AE-Assets;010;060}+{AE-Collateral;010;010}+{AE-Collateral;010;040}.
- Asset encumbrance ratio = (Carrying amount of encumbered assets)/(Total assets)

Explanatory text for consultation purposes

This document outlines the instructions for the use of the templates in Annex I. The instructions will provide institutions with detailed descriptions of fields in the reporting. In order to simplify the use of the templates, existing concepts from other parts of the reporting framework has been re-used to the extent possible. This applies to naming conventions and field descriptions to the extent this has been possible.

Q9: Does the instructions provide a clear description of the reporting framework? If not, which parts should be clarified?

The information in the templates is based on input from a number of sources, including existing reporting such as FINREP template 12 and 22. The EBA has strived to avoid reporting overlaps and consequently the FINREP templates have been adjusted to reflect the new templates. In some cases, a potential overlap still exists, especially in the contingent encumbrance templates, where the three notch downgrade is very similar to the requirement in the liquidity reporting. This aspect is however kept, as the liquidity impact may be different from the encumbrance impact.

Q10: Do you identify any overlaps with the existing reporting framework, which could be mitigated?

The calculations for application of proportionality principles is outlined in the ITS. The intent of the proportionality principles is to base these on simple concepts that can be easily computed, that relate both to economic significance and the size of the institutions.

TEMPLATE-RELATED INSTRUCTIONS

2. Part A: Encumbrance overview

13. The objective of the Encumbrance overview templates is to differentiate assets which are used to support funding or collateral needs at the balance sheet date (“point-in time encumbrance”) from those assets which are available for potential funding needs.
14. The overview template shows the amount of encumbered and unencumbered assets of the reporting institution in a tabular format by products. The same breakdown also applies to collateral received and own debt securities issued other than covered bonds and securitisations.

2.1. Template: AE-Assets. Assets of the reporting institution

2.1.1. General remarks

15. In accordance with the definition in Article 2 of this Regulation, an asset is considered “encumbered” if it has been pledged or if it is subject to any form of arrangement to secure, collateralise or credit enhance any transactions from which it cannot be freely withdrawn. “Unencumbered assets” are assets that are not considered encumbered in accordance with that definition.
16. The following instructions apply in relation to the main types of transaction that are relevant when completing the AR templates:

All transactions that increase the level of encumbrance of an institution have two aspects that must be registered independently throughout the AE templates: as a source of encumbrance and as an encumbered asset or collateral.

The following rules describe how to report a type of transaction in Part A of Annex I (Encumbrance Overview) but the same rules apply for the other AE templates.

i. Collateralised deposit

A collateralised deposit is reported as follows:

- The carrying amount of the deposit is registered as a source of encumbrance in {AE-sources; r070; c010}.
- If the collateral is an asset of the reporting institution: its carrying amount is reported in {AE-Assets; *; c010} and {AE-Sources; r070; c030}; its fair value is reported in {AE-Assets; *; c040}.
- If the collateral has been received by the reporting institution, its fair value is reported in {AE-Collateral; *; c010}, {AE-Sources; r070; c030} and {AE-Sources; r070; c040}.

ii. Repos / Matching repos

A repurchase agreement (repo) is reported as follows:

- The carrying amount of the repo is reported as a source of encumbrance in {AE-sources; r050; c010}.
- The collateral of the repo should be shown:
- If the collateral is an asset of the reporting institution: its carrying amount is reported in {AE-Assets; *; c010} and {AE-Sources; r050; c030}; its fair value is reported in {AE-Assets; *; c040}.
- If the collateral has been received by the reporting institution through a previous reverse repurchase agreement (matching repo), its fair value is reported in {AE-Collateral; *; c010},

{AE-Sources; r050; c030} and in {AE-Sources; r050; c040}.

iii. Central bank funding

As collateralised central bank funding is only a specific case of a collateralised deposit or a repo transaction in which the counterparty is a central bank, the rules in i) and ii) above apply.

For operations where it is not possible to identify the specific collateral to each operation, as collateral is pooled together, the collateral breakdown must be done on a proportional basis, based on the composition of the pool of collateral.

Assets that have been pre-positioned with central banks are not encumbered assets unless the central bank does not allow withdrawal of any assets placed without prior approval. For unused financial guarantees, the unused part, i.e. the amount above the minimum required by the central bank, is allocated on a pro-rata basis among the assets placed at the central bank.

iv. Securities lending

For securities lending with cash collateral the rules for repos/ matching repos apply.

Securities lending without cash collateral is reported as follows:

- The fair value of the securities borrowed is reported as a source of encumbrance in {AE-sources; r150; c010}. When the lender does not receive any securities in return for the securities lent but receives a fee instead, {AE-sources; r150; c010} is reported as zero.
- If the securities lent as collateral are an asset of the reporting institution: their carrying amount is reported in {AE-Assets; *, c010} and {AE-Sources; r150; c030}; their fair value is reported in {AE-Assets; *, c040}.
- If the securities lent as collateral are received by the reporting institution, their fair value is reported in {AE-Collateral; *, c010}, {AE-Sources; r150; c030} and {AE-Sources; r150; c040}.

v. Derivatives (liabilities)

Collateralised derivatives with a negative fair value are reported as follows:

- The carrying amount of the derivative is reported as a source of encumbrance in {AE-sources; r020; c010}
- The collateral (initial margins required to open the position and any collateral placed for the market value of derivatives transactions) are reported as follows:
 - If it is an asset of the reporting institution: its carrying amount is reported in {AE-Assets; *, c010} and {AE-Sources; r020; c030}; its fair value is reported in {AE-Assets; *, c040}.
 - If it is collateral received by the reporting institution, its fair value is reported in {AE-Collateral; *, c010}, {AE-Sources; r020; c030} and {AE-Sources; r020; c040}.

vi. Covered bonds

No specific rules apply to covered bonds where there is no retention of part of the securities issued by the reporting institution.

In case of retention of part of the issuance and in order to avoid double counting, the proposed treatment below shall apply:

- If the own covered bonds are not pledged, the amount of the cover pool that is backing those securities retained and not yet pledged is reported in the AE-Assets templates as non-encumbered assets. Additional information about the retained covered bonds not yet pledged (underlying assets, fair value and eligibility of those

available for encumbrance and nominal of those non available for encumbrance) is reported in the template AE-Not pledged.

- If the own covered bonds are pledged, then the amount of the cover pool that is backing those securities retained and pledged is included in the AE-Assets template as encumbered assets.
- The following table sets out how to report covered bond issuance of 100 € of which 15% is retained and not pledged and 10% is retained and pledged as collateral in a EUR 11 repo transaction with a central bank, where the cover pool comprises unsecured loans and the carrying amount of the loans is EUR 150.

SOURCES OF ENCUMBRANCE				
Type	Amount	Cells	Loans encumbered	Cells
Covered bonds	75% (100) = 75	{AE-Sources, r110, c010}	75% (150) = 112.5	{AE-Assets, r100, c10} {AE-Sources, r110, c030}
Central bank funding	11	{AE-Sources, r060, c010}	10% (150) = 15	{AE-Assets, r100, c10} {AE-Sources, r060, c030}
NON ENCUMBRANCE				
Type	Amount	Cells	Non-encumbered loans	Cells
Own covered bonds retained	15% 100 = 15	{AE-Not pledged, r010, c040}	15% (150) = 22.5	{AE-Assets, r100, c60} {AE-Not pledged, r020, c010}

vii. Securitisation

For securitisations that remain in the balance sheet (non-derecognised), the rules for covered bonds apply.

For derecognised securitisations, there is no encumbrance where the institution holds some securities. These securities will appear in the trading book or in the banking book of the reporting institutions as any other security issued by a third party.

2.1.2. Instructions concerning specific rows

Rows	Legal references and instructions
010	<p><u>Assets of the reporting institution</u></p> <p>IAS 1.9 (a), IG 6</p> <p>Total assets of the reporting institution registered in its balance sheet.</p>
020	<p><u>Loans on demand</u></p> <p>IAS 1.54 (i)</p> <p>It includes the balances receivable on demand at central banks and other institutions. Cash on hand, that is, the holding of national and foreign banknotes and coins in circulation that are commonly used to make payments are included in “Other Assets”.</p>
030	<p><u>Equity instruments</u></p> <p>Equity instruments held by the reporting institution as defined in IAS 32.1.</p>
040	<p><u>Debt securities</u></p>

	<p>ITS 1.14,15.</p> <p>Debt instruments held by the reporting institution issued as securities that are not loans in accordance with the ECB BSI Regulation.</p>
050	<p><u>of which: covered bonds</u></p> <p>Debt securities held by the reporting institution that are bonds referred to in the first subparagraph of Article 52(4) of Directive 2009/65/EC.</p>
060	<p><u>of which: securitisations</u></p> <p>Debt securities held by the reporting institution that are securitisations in accordance with Article 4(37) of Regulation (EU) No xx/XXXX [CRR].</p>
070	<p><u>of which: issued by general governments</u></p> <p>Debt securities held by the reporting institution which are issued by general governments</p>
080	<p><u>of which: issued by financial corporations</u></p> <p>Debt securities held by the reporting institution issued by financial corporations as defined in ITS 1.20 (c), (d) that includes banks, multilateral banks and all financial corporations and quasi-corporations other than institutions such as investment firms, investment funds, insurance companies, pension funds, collective investment undertakings, and clearing houses as well as remaining financial intermediaries and financial auxiliaries.</p>
090	<p><u>of which: issued by non financial corporations</u></p> <p>Debt securities held by the reporting institution issued by non-financial corporations as defined in ITS 1.20 (e) that includes corporations and quasi-corporations not engaged in financial intermediation but principally in the production of market goods and non-financial services according to Regulation (EC) No 25/2009 (ECB/2008/32) (the BSI Regulation).</p>
100	<p><u>Loans and advances other than loans on demand</u></p> <p>Loans and advances, that is, debt instruments held by the reporting institutions that are not securities, other than balances receivable on demand.</p>
110	<p><u>of which: mortgage loans</u></p> <p>ITS part 3.35.</p> <p>Loans and advances other than loans on demand that are mortgage loans according to ITS part 3.35 definition. Mortgage loans (Real estate collateralized loans) include loans formally backed by real estate collateral independently of their loan/collateral ratio.</p>
120	<p><u>Other assets</u></p> <p>Other assets of the reporting institution registered in the Balance Sheet other than those mentioned in the above rows.</p>

2.1.3. Instructions concerning specific columns

Columns	Legal references and instructions
010	<p><u>Carrying amount of encumbered assets</u></p> <p>Carrying amount of the assets held by the reporting institution that are encumbered according to the definition provided of asset encumbrance. Carrying amount means the amount reported in the asset side of the balance sheet.</p>
020	<p><u>of which: issued by other entities of the group</u></p> <p>Carrying amount of encumbered assets held by the reporting institution that are issued by any entity within the prudential scope of consolidation.</p>
030	<p><u>of which: central bank's eligible</u></p> <p>Carrying amount of encumbered assets held by the reporting institution which are eligible for operations with those central banks to which the reporting institution has access.</p>
040	<p><u>Fair value of encumbered assets</u></p> <p>IFRS 13</p> <p>Fair value of the debt securities held by the reporting institution that are encumbered according to the definition provided of asset encumbrance. Fair value of a financial instrument, is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. (See IFRS 13 Fair Value Measurement.)</p>
050	<p><u>of which: central bank's eligible</u></p> <p>Fair value of the encumbered debt securities held by the reporting institution which are eligible for operations with those central banks to which the reporting institution has access.</p>
060	<p><u>Carrying amount of unencumbered assets</u></p> <p>Carrying amount of the assets held by the reporting institution that are unencumbered according to the definition provided of asset encumbrance. Carrying amount means the amount reported in the asset side of the balance sheet.</p>
070	<p><u>of which: issued by other entities of the group</u></p> <p>Carrying amount of unencumbered assets held by the reporting institution that are issued by any entity within the prudential scope of consolidation.</p>
080	<p><u>of which: central bank's eligible</u></p> <p>Carrying amount of unencumbered assets held by the reporting institution which are eligible for operations with those central banks to which the reporting institution has access.</p>
090	<p><u>Fair value of unencumbered assets</u></p> <p>IFRS 13</p> <p>Fair value of the debt securities held by the reporting institution that are unencumbered</p>

	according to the definition provided of asset encumbrance. Fair value of a financial instrument is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. (See IFRS 13 Fair Value Measurement.)
100	<u>of which: central bank's eligible</u> Fair value of the unencumbered debt securities held by the reporting institution which are eligible for operations with those central banks to which the reporting institution has access.

2.2. Template: AE-Collateral. Collateral received by the reporting institution

2.2.1. General remarks

17. For the collateral received by the reporting institution and the own debt securities issued other than own covered bonds or ABSs, the category of “unencumbered” assets is split between those “available for encumbrance” or potentially eligible to be encumbered and those “non-available for encumbrance”.
18. Assets are “non-available for encumbrance” when they have been received as collateral and the reporting institution is not permitted to sell or re-pledge the collateral, except in the case of a default by the owner of the collateral. Own debt securities issued other than own covered bonds or securitisations are non-available for encumbrance when there is any restriction in the terms of the issuance to sell or re-pledge the securities held.
19. For the purpose of the asset encumbrance reporting, securities borrowed in exchange for a fee without providing cash-collateral or non-cash collateral are reported as collateral received.

2.2.2. Instructions concerning specific rows

Rows	Legal references and instructions
130	<u>Collateral received by the reporting institution</u> All classes of collateral received by the reporting institution.
140	<u>Loans on demand</u> Collateral received by the reporting institution that comprises loans on demand. (See legal references and instructions in row 020 of AE-Asset template.)
150	<u>Equity instruments</u> Collateral received by the reporting institution that comprises equity instruments. (See legal references and instructions in row 030 of AE-Asset template.)
160	<u>Debt securities</u> Collateral received by the reporting institution that comprises debt securities. (See legal references and instructions in row 040 of AE-Asset template.)
170	<u>of which: covered bonds</u> Collateral received by the reporting institution that comprises covered bonds. (See legal references and instructions in row 050 of AE-Asset template.)
180	<u>of which: securitisations</u> Collateral received by the reporting institution that comprises securitisations. (See legal references and instructions in row 060 of AE-Asset template.)

190	<p><u>of which: issued by general governments</u></p> <p>Collateral received by the reporting institution that comprises debt securities issued by general governments. (See legal references and instructions in row 070 of AE-Asset template.)</p>
200	<p><u>of which: issued by financial corporations</u></p> <p>Collateral received by the reporting institution that comprises debt securities issued by financial corporations. (See legal references and instructions in row 080 of AE-Asset template.)</p>
210	<p><u>of which: issued by non-financial corporations</u></p> <p>Collateral received by the reporting institution that comprises debt securities issued by non-financial corporations. (See legal references and instructions in row 090 of AE-Asset template.)</p>
220	<p><u>Loans and advances other than loans on demand</u></p> <p>Collateral received by the reporting institution that comprises loans and advances other than loans on demand. (See legal references and instructions in row 100 of AE-Asset template.)</p>
230	<p><u>Other collateral received</u></p> <p>Collateral received by the reporting institution that comprises other assets. (See legal references and instructions in row 110 of AE-Asset template.)</p>
240	<p><u>Own debt securities issued other than own covered bonds or ABSs</u></p> <p>Own debt securities issued retained by the reporting institution that are not own covered bonds issued or own securitisations issued. As the retained or repurchased own debt securities issued, according to IAS 39.42 decrease the relating financial liabilities, these securities are not included in the category of assets of the reporting institution (row 010 of AE-Assets template).</p> <p>Own covered bonds issued or own securitisations issued are not reported in this category since different rules apply for these cases to avoid double counting:</p> <ul style="list-style-type: none"> • If the own debt securities are pledged, the amount of the cover pool/underlying assets that are backing those securities retained and pledged is reported in the AE-Assets template as encumbered assets. • If the own debt securities are not yet pledged, the amount of the cover pool/underlying assets that are backing those securities retained and not yet pledged is reported in the AE-Assets templates as unencumbered assets. Additional information about this second type of own debt securities not yet pledged (underlying assets, fair value and eligibility of those available for encumbrance and nominal of those non available for encumbrance) is reported in the template AE-Not pledged.
250	<p><u>TOTAL ASSETS, COLLATERAL RECEIVED AND OWN DEBT SECURITIES ISSUED</u></p> <p>All assets of the reporting institution registered in its balance sheet, all classes of collateral received by the reporting institution and own debt securities issued retained by</p>

	the reporting institution that are not own covered bonds issued or own securitisations issued.
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2.2.3. Instructions concerning specific columns

Columns	Legal references and instructions
010	<p><u>Fair value of encumbered collateral received or own debt securities issued</u></p> <p>Fair value of the collateral received or own debt securities issued held/retained by the reporting institution that are encumbered according to the definition provided of asset encumbrance.</p> <p>Fair value of a financial instrument is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. (See IFRS 13 Fair Value Measurement.)</p>
020	<p><u>of which: issued by other entities of the group</u></p> <p>Fair value of the encumbered collateral received or own debt securities issued held/retained by the reporting institution that are issued by any entity within the prudential scope of consolidation.</p>
030	<p><u>of which: central bank's eligible</u></p> <p>Fair value of the encumbered collateral received or own debt securities issued held/retained by the reporting institution which are eligible for operations with those central banks to which the reporting institution has access.</p>
040	<p><u>Fair value of collateral received or own debt securities issued available for encumbrance</u></p> <p>Fair value of the collateral received by the reporting institution that are unencumbered but are available for encumbrance since the reporting institution is permitted to sell or re-pledge it in absence of default by the owner of the collateral. It also includes the fair value of own debt securities issued, other than own covered bonds or securitisations that are unencumbered but available for encumbrance.</p>
050	<p><u>of which: issued by other entities of the group</u></p> <p>Fair value of collateral received or own debt securities issued other than own covered bonds or asset-backed securities available for encumbrance that are issued by any entity within the prudential scope of consolidation.</p>
060	<p><u>of which: central bank's eligible</u></p> <p>Fair value of collateral received or own debt securities issued other than own covered bonds or securitisations available for encumbrance which are eligible for operations with those central banks to which the reporting institution has access.</p>
070	<p><u>Nominal of collateral received or own debt securities issued non available for encumbrance</u></p> <p>Nominal amount of the collateral received held by the reporting institution that are unencumbered and non-available for encumbrance. It also includes the nominal amount of the own debt securities issued other than own covered bonds or securitisations retained by the reporting institution that are unencumbered and also non-available for encumbrance.</p>

2.3. Template AE-Not pledged. Own covered bonds and ABSs issued and not yet pledged

2.3.1. General remarks

20. To avoid double counting, the following rule applies in relation to own covered bonds and securitisations issued and retained by the reporting institution:

- (a) If those securities are pledged, the amount of the cover pool/underlying assets that are backing them is reported in the AE-Assets template as encumbered assets. The source of funding in the event of pledging own covered bonds and securitisations is the new transaction in which the securities are being pledged (central bank funding or other type of secured funding) and not the original issuance of covered bonds or securitisations.
- (b) If those securities are not yet pledged, the amount of the cover pool/underlying assets that are backing those securities is reported in the AE-Assets template as unencumbered assets. This template, AE-Not pledged, provides complementary and additional information about this second type of own debt securities not yet pledged.

2.3.2. Instructions concerning specific rows

Rows	Legal references and instructions
010	<u>Own covered bonds and ABSs issued and not yet pledged</u> Own covered bonds and securitisations issued that are retained by the reporting institution and not encumbered.
020	<u>Retained covered bonds issued</u> Own covered bonds issued that are retained by the reporting institution and not encumbered.
030	<u>Retained securitisations issued</u> Own securitisations issued that are retained by the reporting institution and not encumbered.
040	<u>Senior</u> Art. 4 (38) CRR Senior tranches of the own securitisations issued that are retained by the reporting institution and not encumbered.
050	<u>Mezzanine</u> Art. 4 (38) CRR Mezzanine tranches of the own securitisations issued that are retained by the reporting institution and not encumbered. All tranches that are not senior tranches, i.e. the last to absorb the loss or first loss tranches, shall be considered Mezzanine tranches.
060	<u>First loss</u> Art. 4 (38) CRR First loss tranches of the own securitisations issued that are retained by the reporting institution and not encumbered.

2.3.3. Instructions concerning specific columns

Columns	Legal references and instructions
010	<p><u>Carrying amount of the underlying pool of assets</u></p> <p>Carrying amount of the cover pool/underlying assets that back the own covered bonds and own securitisations retained and are not yet pledged.</p>
020	<p><u>Fair value of debt securities issued available for encumbrance</u></p> <p>Fair value of the own covered bonds and own securitisations retained that are unencumbered but available for encumbrance.</p>
030	<p><u>Of which: central bank's eligible</u></p> <p>Fair value of the own covered bonds and own securitisations retained that meet each of the following conditions:</p> <ul style="list-style-type: none"> i. they are unencumbered; ii. they are available for encumbrance; iii. they are eligible for operations with those central banks to which the reporting institution has access.
040	<p><u>Nominal of own debt securities issued non available for encumbrance</u></p> <p>Nominal amount of the own covered bonds and own securitisations retained that are unencumbered and also non available for encumbrance.</p>

2.4. Template AE-Sources. Sources of encumbrance

2.4.1. General remarks

21. This template provides information on the importance for the reporting institution of the different sources of encumbrance, including those with no associated funding as loans commitments or financial guarantees received and securities lending with non cash-collateral.
22. The total amounts of assets and collateral received in the AE-Assets and AE-Collateral templates meet the following validation rule: {AE-sources; r170; c030} = {AE-Assets; r010; c010} + {AE-Collateral; r130; c010} + {AE-Collateral; r240; c010}.

2.4.2. Instructions concerning specific rows

Rows	Legal references and instructions
010	<p><u>Carrying amount of selected financial liabilities</u></p> <p>Carrying amount of selected collateralised financial liabilities of the reporting institution insofar as these liabilities entail for such institution asset encumbrance.</p>
020	<p><u>Derivatives</u></p> <p>Carrying amount of the collateralised derivatives of the reporting institution that are financial liabilities, that is, with a negative fair value, insofar as these derivatives entail for such institution asset encumbrance.</p>
030	<p><u>of which: Over-The-Counter</u></p>

	<p>Carrying amount of the collateralised derivatives of the reporting institution that are financial liabilities which are traded over-the-counter, insofar as these derivatives entail asset encumbrance.</p>
040	<p><u>Deposits</u></p> <p>Carrying amount of the collateralised deposits of the reporting institution insofar as these deposits entail for such institution asset encumbrance.</p>
050	<p><u>Repurchase agreements</u></p> <p>Article 4 (35) CRR</p> <p>Carrying amount of the repurchase agreements of the reporting institution insofar as these transactions entail for such institution asset encumbrance.</p> <p>Repurchase agreements (repos) are transactions in which the reporting institution receives cash in exchange for financial assets sold at a given price under a commitment to repurchase the same (or identical) assets at a fixed price on a specified future date. The following variants of repo-type operations are all required to be reported as repurchase agreements: - amounts received in exchange for securities temporarily transferred to a third party in the form of securities lending against cash collateral and - amounts received in exchange for securities temporarily transferred to a third party in the form of a sale/buy-back agreement.</p>
060	<p><u>of which: central banks</u></p> <p>Carrying amount of the repurchase agreements of the reporting institution with central banks insofar as these transactions entail asset encumbrance.</p>
070	<p><u>Collateralised deposits other than repurchased agreements</u></p> <p>Carrying amount of the of the collateralised deposits other than repurchase agreements of the reporting institution insofar as these deposits entail for such institution asset encumbrance.</p>
080	<p><u>of which: central banks</u></p> <p>Carrying amount of the of the collateralised deposits other than repurchase agreements of the reporting institution with central banks insofar as these deposits entail for such institution asset encumbrance.</p>
090	<p><u>Debt securities issued</u></p> <p>Carrying amount of the debt securities issued by the reporting institution insofar as these securities issued entail for such institution asset encumbrance.</p>
100	<p><u>of which: covered bonds issued</u></p> <p>Carrying amount of the covered bonds issued by the reporting institution insofar as these securities issued entail for such institution asset encumbrance.</p>

110	<p><u>of which: securitisations issued</u></p> <p>Carrying amount of the securitisations issued by the reporting institution insofar as these securities issued entail for such institution asset encumbrance.</p>
120	<p><u>Other sources of encumbrance</u></p> <p>Amount of collateralised transactions of the reporting institution other than financial liabilities, insofar as these transactions entail for such institution asset encumbrance.</p>
130	<p><u>Nominal of loan commitments received</u></p> <p>Nominal amount of the loan commitments received by the reporting institution, insofar as these commitments received entail for such institution asset encumbrance.</p>
140	<p><u>Nominal of financial guarantees received</u></p> <p>Nominal amount of the financial guarantees received by the reporting institution, insofar as these guarantees received entail for such institution asset encumbrance.</p>
150	<p><u>Fair value of securities borrowed with non cash collateral</u></p> <p>Fair value of the securities borrowed by the reporting institution without cash collateral, insofar as these transactions entail for such institution asset encumbrance.</p>
160	<p><u>Other</u></p> <p>Amount of collateralised transactions of the reporting institution other than financial liabilities, not covered by the above items, insofar as these transactions entail for such institution asset encumbrance.</p>
170	<p><u>TOTAL SOURCES OF ENCUMBRANCE</u></p> <p>Amount of all collateralised transactions of the reporting institution insofar as these transactions entail for such institution asset encumbrance.</p>

2.4.3. Instructions concerning specific columns

Columns	Legal references and instructions
010	<p><u>Matching liabilities, contingent liabilities or securities lent</u></p> <p>Amount of the matching financial liabilities, contingent liabilities (loan commitments received and financial guarantees received) and of the securities lent with non cash-collateral, insofar as these transactions entail for such institution asset encumbrance.</p> <p>Financial liabilities are reported at their carrying amount; contingent liabilities are reported at their nominal value; and securities lent with non-cash collateral are reported at their fair value.</p>
020	<p><u>of which: from other entities of the group</u></p> <p>Amount of the matching financial liabilities, contingent liabilities (loan commitments received and financial guarantees received) and of the securities lent with non-cash collateral, insofar as the counterparty is any other entity within the prudential scope of consolidation and the transaction entail for the reporting institution asset encumbrance.</p>

	For rules applying to amount types, see instructions for column 010.
030	<p><u>Assets, collateral received and own securities issued other than covered bonds and ABSs encumbered</u></p> <p>Amount of the assets, collateral received and own securities issued other than covered bonds and securitisations that are encumbered as a result of the different type of transactions specified in the rows.</p> <p>To ensure consistency with the criteria in the templates AE-Assets and AE-Collateral, assets of the reporting institution registered in the balance sheet are reported at their carrying amount, re-used collateral received and encumbered own securities issued other than covered bonds and securitisations are reported at their fair value.</p>
040	<p><u>of which: collateral received re-used</u></p> <p>Fair value of the collateral received that are re-used/encumbered as a result of the different type of transactions specified in the rows.</p>
050	<p><u>Of which: own debt securities encumbered</u></p> <p>Fair value of the own securities issued other than covered bonds and securitisations, that are encumbered as a result of the different type of transactions specified in the rows.</p>

3. Part B: Maturity data

3.1. General remarks

23. The template included in Part B shows a general overview of the amount of encumbered assets and collateral received re-used that fall under the defined intervals of the matching liabilities' residual maturity.

3.2. Template: AE-Maturity. Maturity data

3.2.1. Instructions concerning specific rows

Rows	Legal references and instructions
010	<p><u>Encumbered assets</u></p> <p>For the purpose of this template, encumbered assets include:</p> <ul style="list-style-type: none"> • The assets of the reporting institution (see instruction in row 010 of the Template AE-Assets), which are reported at their carrying amount • And the own debt securities issued other than covered bonds or securitisations (see row 240 of the Template AE-Collateral), which are reported at fair value. <p>These amounts are distributed among the set of residual maturity buckets specified in the columns according to the residual maturity of the source of its encumbrance (matching liability, contingent liability or securities lending transaction).</p>
020	<p><u>Collateral received re-used (receiving leg)</u></p> <p>See instructions for row 130 of the AE-Collateral template and column 040 of the AE-Sources template.</p> <p>The amounts are reported at fair value and distributed among the set of residual maturity buckets specified in the columns according to the residual maturity of the transaction that</p>

	generated for the entity the reception of the collateral received that is being re-used.
030	<p><u>Collateral received re-used (re-using leg)</u></p> <p>See instructions for row 130 of the AE-Collateral template and column 040 of the AE-Sources template.</p> <p>The amounts are reported at fair value and distributed among the set of residual maturity buckets specified in the columns according to the residual maturity of the source of its encumbrance (matching liability, contingent liability or securities lending transaction).</p>

3.2.2. Instructions concerning specific columns

Columns	Legal references and instructions
010	<p><u>Open maturity</u></p> <p>On demand, without a specific maturity date</p>
020	<p><u><=2weeks</u></p> <p>Due date earlier or equal to 2 weeks</p>
030	<p><u>>2wk <=1mth</u></p> <p>Due date later than 2 weeks and earlier or equal to 1 month</p>
040	<p><u>>1mth <=3mths</u></p> <p>Due date later than 1 month and earlier or equal to 3 months</p>
050	<p><u>>3mth <=6mth</u></p> <p>Due date later than 3 months and earlier or equal to 6 months</p>
060	<p><u>>6mth <=1yr</u></p> <p>Due date later than 6 months and earlier or equal to 1 year</p>
070	<p><u>>1yr <=2yrs</u></p> <p>Due date later than 1 year and earlier or equal to 2 years</p>
080	<p><u>>2yrs <=5yrs</u></p> <p>Due date later than 2 years and earlier or equal to 5 years</p>
090	<p><u>>5yrs</u></p> <p>Due date later than 5 years</p>

4. Part C: Contingent encumbrance

4.1. General remarks

24. This template requires institutions to calculate the level of asset encumbrance in a number of stressed scenarios.
25. Contingent encumbrance refers to the additional assets which may need to be encumbered when the reporting institutions faces adverse developments triggered by an external event over which the reporting institution has no control (including a downgrade, decrease of the fair value of the encumbered assets or a general loss of confidence). In these cases, the reporting institution will need to encumber additional assets as a consequence of already existing transactions.
26. The current template includes the following two scenarios for reporting contingent encumbrance which are set out in more detail in Sections 4.1.1. and 4.1.2. The information reported shall be the institution's reasonable estimate based on the best available information.
 - A. Decrease of the fair value of the encumbered assets by 30%. This scenario only covers a change in the underlying fair value of the assets, and not any other change which may affect its carrying amount such as foreign exchange gains or losses or potential impairment. The reporting institution may then be forced to post more collateral in order to keep the value of the collateral constant.
 - B. A 10% depreciation in each currency in which the institution has aggregate liabilities amounting to or exceeding 5% of the institution's total liabilities.
27. The scenarios shall be reported independently of each other, and significant currency depreciations shall also be reported independently of depreciations of other significant currencies. Consequently institutions shall not take correlations between the scenarios into account.

4.1.1. Scenario A: Decrease of 30% of encumbered assets

28. It shall be assumed that all encumbered assets decrease 30% in value. The need of additional collateral arising from such a decrease shall take into account existing levels of overcollateralization, such that only the minimum collateralisation level is maintained. The need of additional collateral shall also take into account the contractual requirements of the contracts and agreements impacted, including threshold triggers.
29. Only contracts and agreements, where there is a legal obligation to supply additional collateral shall be included. This includes covered bond issues where there is a legal requirement to uphold minimum levels of over collateralisation but no requirement to maintain existing rating levels on the covered bond.

4.1.2. Scenario B: Depreciation of 10% in significant currencies

30. A currency is a significant currency if the reporting institution has aggregate liabilities in that currency amounting to or exceeding 5% of the institution's total liabilities
31. The calculation of a 10% depreciation shall take into account both changes on the asset and liability side, i.e. focus the asset-liability mismatches. For instance a repo transactions in USD based on USD assets does not cause additional encumbrance, whereas a repo transaction in USD based on a EUR asset causes additional encumbrance.
32. All transactions which have a cross-currency element shall be covered by this calculation.

4.2. Template: AE-Contingent. Contingent encumbrance

4.2.1. Instructions concerning specific rows

33. See instructions concerning specific columns of AE-Sources in section 1.5.1 of the instructions. The content of the columns in this template, AE-Contingent, does not differ from the AE-Sources template.

4.2.2. Instructions concerning specific columns

Columns	Legal references and instructions
010	<p><u>Amount of matching liabilities</u></p> <p>Same instructions as for column 010 of AE-Sources template.</p> <p>Amount of the matching financial liabilities, contingent liabilities (loan commitments received and financial guarantees received) and of the securities lent with non cash-collateral, insofar as these transactions entail for such institution asset encumbrance.</p> <p>As referred for each row in the template, financial liabilities are reported at their carrying amount, contingent liabilities at their nominal and securities lent with non-cash collateral at their fair value.</p>
020	<p>A. <u>Additional amount of encumbered assets</u></p> <p>Additional amount of assets that would become encumbered due to a legal, regulatory or contractual provision that could be triggered in the event of occurrence of scenario A.</p> <p>Following the rules laid down in Part I of this Annex, these amounts are reported at their carrying amount if the amount is related to assets of the reporting institution or at their fair value if related to collateral received. Amounts exceeding the unencumbered assets and collateral of the institution are reported at fair value.</p>
030	<p>B. <u>Additional amount of encumbered assets. Significant currency 1</u></p> <p>Additional amount of assets that would become encumbered due to a legal, regulatory or contractual provision that could be triggered in the event of a depreciation of significant currency number 1 in scenario B.</p> <p>See rules for amount types in row 020.</p>
040	<p>B. <u>Additional amount of encumbered assets. Significant currency 2</u></p> <p>Additional amount of assets that would become encumbered due to a legal, regulatory or contractual provision that could be triggered in the event of a depreciation of significant currency number 2 in scenario B.</p> <p>See rules for amount types in row 020.</p>

5. Part D: Covered bonds

5.1. General remarks

34. The information in this template is reported for all UCITS-compliant covered bonds issued by the reporting institution. UCITS-compliant are covered bonds issued by the reporting institution if the reporting institution is in relation to the covered bond subject by law to special public supervision designed to protect bond-holders and if for such covered bond it is required that sums deriving from the issue of those bonds shall be invested in accordance with the law in assets which, during the whole

period of validity of the bonds, are capable of covering claims attaching to the bonds and which, in the event of failure of the issuer, would be used on a priority basis for the reimbursement of the principal and payment of the accrued interest, Article 52 (4) of Directive 2009/65/EC.

35. Covered bonds issued by or on behalf of the reporting institution that do not meet the description set out in the first subparagraph of Article 52 (4) of Directive 2009/65/EC (non-UCITS compliant covered bonds) are not to be reported within the AE CB templates.
36. The specific covered bond template AE CB Issuance focuses only on UCITS-compliance and the resultant scope of applicable covered bond protective measures, due to its importance in EU banking regulation.
37. The reporting shall be based on the statutory covered bond regime, i.e. the legal framework which applies to the covered bond programme.

Explanatory text for consultation purposes:

In determining whether a relevant statutory covered bond regime would satisfy the condition precedent in Article 52 (4) of Directive 2009/65/EC, and whether a given type of covered bond issued within a jurisdiction employing a UCITS-compliant statutory covered bond regime was to be deemed UCITS-compliant, reporting institutions should consider the information on instruments issued in accordance with Article 52 (4) of Directive 2009/65/EC as published on the EU Commission service's website (http://ec.europa.eu/internal_market/investment/legal_texts/instruments_en.htm).

5.2. Template: AE-CB Issuance. Covered bonds issuance

5.2.1. Instructions concerning specific rows

Columns	Legal references and instructions
010	<p><u>Nominal amount</u></p> <p>Nominal amount is the sum of claims to payment of principal, determined in accordance with the respective statutory covered bond regime's rules that apply for determining sufficient coverage. If the respective statutory covered bond regime does not require coverage on this basis, "nominal amount" refers to the sum of claims to payment of principal for the totality of positions of a covered bond that are subject to the respective covered bonds protective measures.</p>
020	<p><u>Present value (swap)</u></p> <p>Present value (swap) is the sum of claims to payment of principal and interest, as discounted by a foreign exchange-specific risk-free yield curve, determined in accordance with the relevant statutory covered bond regime's rules that apply for determining sufficient coverage. If the respective statutory covered bond regime does not require coverage on this basis, "present value (swap)" refers to the sum of claims to payment of principal and interest, as discounted by a foreign exchange-specific risk-free yield curve, for the total of the covered bond positions that are subject to the respective covered bonds protective measures.</p> <p>For columns c080 and c210 referring to cover pool derivative positions, the amount to be reported is its market value.</p>
030	<p><u>Asset-specific value</u></p> <p>The asset-specific value is the economic value of the cover pool assets, as may be described by a full fair value according to IAS 39, a market value observable from executed transaction in liquid markets, or a present value that would discount future cash</p>

	flows of an asset by an asset-specific interest rate curve.
040	<u>Carrying amount</u> Carrying amount of a covered bond liability or a cover pool asset is the accounting value at the covered bond issuer.

5.2.2. Instructions concerning specific columns

Rows	Legal references and instructions
010	<u>Identifier</u> The Identifier consists of the name or unambiguous abbreviation of the covered bond issuing entity and the designation of the covered bond that individually is subject to the relevant covered bond protective measures.
020-140	<u>Covered bond liabilities</u> Covered bond liabilities are the liabilities of the issuing entity incurred by issuing covered bonds and extends to all positions as defined by the respective statutory covered bond regime that are subject to the relevant covered bond protective measures (this may for instance include securities in circulation as well as the position of counterparts of the covered bond issuer in derivative positions with a, from the perspective of the covered bond issuer, negative market value attributed to the cover pool and treated as covered bond liabilities of kin in accordance with the relevant statutory covered bond regime).
020	<u>Reporting date</u> Amounts of covered bond liabilities, excluding cover pool derivative positions, according to the different future date ranges.
030	<u>+ 6 months</u> The date "+ 6 months" is the point in time 6 months after the reporting reference date. Amounts shall be provided assuming no change in covered bond liabilities compared to the reporting reference date except for amortization. In the absence of a fixed payment schedule, for amounts outstanding at future dates the expected maturity is to be used in a consistent manner.
040-070	<u>+ 12 months - + 10 years</u> As for "+ 6 months" (column 030) for the respective point in time from the reporting reference date.
080	<u>Cover pool derivative positions with net negative market value</u> The net negative market value of cover pool derivative positions which from the perspective of the covered bond issuer have a net negative market value. Cover pool derivative positions are such net derivative positions that in accordance with the relevant statutory covered bond regime have been included in the cover pool and are subject to the respective covered bond protective measures in that such derivative positions with a negative market value require coverage by eligible cover pool assets. The net negative market value is to be reported for the reporting reference date only.
090-140	<u>External credit rating on covered bond</u>

	To be provided are information on external credit ratings on the respective covered bond, as existing on the reporting date, if any.
090	<p><u>Credit rating agency 1</u></p> <p>If a credit rating of at least one credit rating agency exists as of the reporting date, the name of one of these credit rating agencies shall be provided here. If credit ratings by more than three credit rating agencies exist as of the reporting date, the three credit rating agencies for who information are provided shall be selected based on their respective market prevalence.</p>
100	<p><u>Credit rating 1</u></p> <p>The credit rating issued by the credit rating agency reported in column 090 on the covered bond as of the reporting reference date. If long- and short-term credit ratings by the same credit rating agency exist, the long-term credit rating is to be reported. The credit rating to be reported shall include any modifiers.</p>
110, 130	<p><u>Credit rating agency 2 & credit rating agency 3</u></p> <p>As for credit rating agency 1 (column 090) for further credit rating agencies that have issued credit ratings on the covered bond as of the reporting reference date.</p>
120, 140	<p><u>Credit rating 2 & Credit rating 3</u></p> <p>As for credit rating 1 (column 100) for further credit ratings issued by credit rating agencies 2 and 3 on the covered bond existing as of the reporting reference date.</p>
150-250	<p><u>Cover pool</u></p> <p>The cover pool consist of all positions, including cover pool derivative positions with, from the perspective of the covered bond issuer, a net positive market value, that are subject to the respective covered bond protective measures.</p>
150	<p><u>Reporting date</u></p> <p>Amounts of assets in the cover pool, excluding cover pool derivative positions.</p>
160	<p><u>+ 6 months</u></p> <p>The reporting date "+ 6 months" is the point in time 6 months after the reporting reference date. Amounts shall be provided assuming no change in cover pool compared to the reporting date except for amortization. In the absence of a fixed payment schedule, for amounts outstanding at future dates expected maturity is to be used in a consistent manner.</p>
170-200	<p><u>+ 12 months - + 10 years</u></p> <p>As for "+ 6 months" (column 160) for the respective point in time from the reporting reference date.</p>
210	<p><u>Cover pool derivative positions with net positive market value</u></p> <p>The net positive market value of cover pool derivative positions which, from the perspective of the covered bond issuer, have a net positive market value. Cover pool derivative positions are such net derivative positions that in accordance with the relevant statutory covered bond regime have been included in the cover pool and are subject to the respective covered bond protective measures in that such derivative positions with a positive market value would not form part of the covered bond issuer's general</p>

	<p>insolvency estate.</p> <p>The net positive market value is to be reported for the reporting date only.</p>
220-250	<p><u>Cover pool amounts in excess of minimum coverage requirements</u></p> <p>Amounts of cover pool, including cover pool derivative positions with net positive market values, in excess of requirements of minimum coverage (overcollateralisation).</p>
220	<p><u>As per the relevant statutory covered bond regime</u></p> <p>Amounts of overcollateralisation compared with the minimum coverage required by the relevant statutory covered bond regime.</p>
230-250	<p><u>As per credit rating agencies' methodology to maintain current external credit rating on covered bond</u></p> <p>Amounts of overcollateralisation compared with the level that, according to information on the respective credit rating agency's methodology available to the covered bond issuer, would at a minimum be required to support the existing credit rating issued by the respective credit rating agency.</p>
230	<p><u>Credit rating agency 1</u></p> <p>Amounts of overcollateralization compared with the level that according to information on the methodology of credit rating agency 1 (column 090) available to the covered bond issuer, would at a minimum be required to support credit rating 1 (column 100).</p>
240-250	<p><u>Credit rating agency 2 & Credit rating agency 3</u></p> <p>Same for credit rating agency 2 (column 110) and credit rating agency 3 (column 130) as for credit rating agency 1 (column 230).</p>

5.3. Template: AE-CB Eligible Assets. Assets eligible for covered bonds

38. Eligibility for covered bonds is to be assessed on the basis of the relevant statutory covered bond regime, meaning items reported here have to be readily available to be registered to the cover pool in order to back hypothetical additional covered bond issuance (all preconditions, e.g. specific collateral valuation, necessary third-party consents, etc. have been obtained). For consolidated reporting, items to be reported here have to be eligible at the group entity where they are held (e.g. in case of multiple group entities in a covered bond jurisdiction, only one of which is authorized to issue covered bonds, only the items held by that entity authorized to issue covered bonds should be reported here).

5.3.1. Instructions concerning specific rows

Rows	Legal references and instructions
010	<p><u>Unencumbered assets/collateral received eligible for cover pool</u></p> <p>Assets of the reporting institution that are eligible for (but not yet registered to) cover pools under the conditions laid down by the local regulation in which the assets are booked.</p>
020	<p><u>of which: residential mortgage loans</u></p> <p>Assets of the reporting institution that are eligible for cover pools under the conditions laid down by the local regulation in which the assets are booked that are loans guaranteed by residential mortgages.</p>

030	<p><u>of which: commercial mortgage loans</u></p> <p>Assets of the reporting institution that are eligible for cover pools under the conditions laid down by the local regulation in which the assets are booked that are loans guaranteed by commercial mortgages.</p>
040	<p><u>of which: public sector loans</u></p> <p>Assets of the reporting institution that are eligible for cover pools under the conditions laid down by the local regulation in which the assets are booked, that are loans granted to (or debt securities issued by) central banks or general governments and not guaranteed by mortgages.</p>
050	<p><u>of which: other loans</u></p> <p>Assets of the reporting institution that are eligible for cover pools under the conditions laid down by the local regulation in which the assets are booked other than those covered by the above rows. As the case may be, this may include payment claims secured on registered ship mortgages or registered aircraft mortgages, payment claims on commercial banks, asset-backed securities and covered bonds. As the case may be, this may include a multitude of netted derivatives and collateral received and provided under the respective Credit Support Annex. Only such netting sets with positive market values should be reported here that except for a cover pool monitor's consent would not require any action beyond the bank's control to register such position to the cover pool register affecting it to be subject to the relevant CB protective measures.</p>
060	<p><u>of which: derivative positions with net positive market value</u></p> <p>Assets of the reporting institution that are eligible for cover pools under the conditions laid down by the local regulation in which the assets are booked that are derivatives with a net positive market value, that is, financial assets.</p>

5.3.2. Instructions concerning specific columns

Columns	Legal references and instructions
010	<p>See instructions in row 010 of the AE-CB Issuance template.</p> <p>For row 060: of which: derivative positions with net positive market value, the amount to be reported is its market value</p>
020	<p>See instructions in row 020 of the AE-CB Issuance template</p>
030	<p>See instructions in row 030 of the AE-CB Issuance template</p>
040	<p>See instructions in row 040 of the AE-CB Issuance template</p>

6. Part E: Advanced data

6.1. General remarks

39. This part E follows the same structure as in the Encumbrance Overview template in Part A of the Annex I, with different templates for the encumbrance of the Assets of the reporting institution and for the collateral received: AE-Adv 1 and AE-Adv 2 respectively.

6.2. Template: AE-Adv1. Advanced template for assets of the reporting institution

6.2.1. Instructions concerning specific rows

Rows	Legal references and instructions
010-020	<p><u>Central bank funding (of all types, including e.g. repos)</u></p> <p>All types of liabilities of the reporting institution in which the counterparty of the transaction is a central bank.</p>
030-040	<p><u>Exchanged traded derivatives</u></p> <p>Carrying amount of the collateralised derivatives of the reporting institution that are financial liabilities, insofar as these derivatives are listed or traded on a recognised or designated investment exchange and they entail for such institution asset encumbrance.</p>
050-060	<p><u>Over-the counter derivatives</u></p> <p>Carrying amount of the collateralised derivatives of the reporting institution that are financial liabilities, insofar as these derivatives are traded over-the-counter and they entail for such institution asset encumbrance. (Same definition as row 030 AE-Sources Template)</p>
070-080	<p><u>Repurchase agreements</u></p> <p>Carrying amount of the repurchase agreements of the reporting institution in which the counterparty of the transaction is not a central bank, insofar as these transactions entail for such institution asset encumbrance.</p>
090-100	<p><u>Collateralised deposits other than repurchase agreements</u></p> <p>Carrying amount of the collateralised deposits other than repurchase agreements of the reporting institution in which the counterparty of the transaction is not a central bank, insofar as these deposits entail for such institution asset encumbrance.</p>
110-120	<p><u>Covered bonds securities issued</u></p> <p>See instructions in row 100 AE-Sources Template</p>
130-140	<p><u>Securitisations issued</u></p> <p>See instructions in row 110 AE-Sources Template</p>
150-160	<p><u>Debt securities issued other than covered bonds and ABSs</u></p> <p>Carrying amount of the debt securities issued by the reporting institution other than covered bonds and securitisations, insofar as these securities issued entail for such institution asset encumbrance.</p> <p>In the event that the reporting institution had retained some of the debt securities issued, either from the issuance date or thereafter as a result of a repurchase, these retained securities should not be included under this item. Additionally, the collateral assigned to them should be classified as unencumbered for the purpose of this template.</p>

170-180	<p><u>Other sources of encumbrance</u></p> <p>See instructions in row 120 AE-Sources Template.</p>
190	<p><u>Total encumbered assets</u></p> <p>For each type of asset specified in the rows of the AE-Adv1 template, carrying amount of the assets held by the reporting institution that are encumbered.</p>
200	<p><u>of which central bank's eligible</u></p> <p>For each type of asset specified in the rows of the AE-Adv1 template, carrying amount of the assets held by the reporting institution that are encumbered and which are eligible for operations with those central banks to which the reporting institution has access.</p>
210	<p><u>Total unencumbered assets</u></p> <p>For each type of asset specified in the rows of the AE-Adv1 template, carrying amount of the assets held by the reporting institution that are unencumbered. Carrying amount means the amount reported in the asset side of the balance sheet.</p>
220	<p><u>of which central bank's eligible</u></p> <p>For each type of asset specified in the rows of the AE-Adv1 template, carrying amount of the assets held by the reporting institution that are unencumbered and which are eligible for operations with those central banks to which the reporting institution has access.</p>
230	<p><u>Encumbered + Unencumbered assets</u></p> <p>For each type of asset specified in the rows of the AE-Adv1 template, carrying amount of the assets held by the reporting institution.</p>

6.2.2. Instructions concerning specific columns

Columns	Legal references and instructions
010	<p><u>Loans on demand</u></p> <p>See description in row 020 of the AE-Assets template</p>
020	<p><u>Equity instruments</u></p> <p>See description in row 030 of the AE-Assets template</p>
030	<p><u>Total</u></p> <p>See description in row 040 of the AE-Assets template</p>
040	<p><u>of which: covered bonds</u></p> <p>See description in row 050 of the AE-Assets template</p>
050	<p><u>of which: issued by other entities of the group</u></p> <p>Covered bonds as described in r050 of the AE-Template that are issued by any entity</p>

	within the prudential scope of consolidation.
060	<u>of which: securitisations</u> See description in row 060 of the AE-Assets template
070	<u>of which: issued by other entities of the group</u> Securitisations as described in r060 of the AE-Template that are issued by any entity within the prudential scope of consolidation.
080	<u>of which: issued by general governments</u> See description in row 070 of the AE-Assets template
090	<u>of which: issued by financial corporations</u> See description in row 080 of the AE-Assets template
100	<u>of which: issued by non-financial corporations</u> See description in row 090 of the AE-Assets template
110	<u>Central banks and general governments.</u> Loans and advances other than loans on demand to a central banks or a general governments.
120	<u>Financial corporations</u> Loans and advances other than loans on demand to financial corporations
130	<u>Non-financial corporations</u> Loans and advances other than loans on demand to non-financial corporations.
140	<u>of which: mortgages loans</u> Loans and advances other than loans on demand guaranteed with a mortgage given to non-financial corporations.
150	<u>Households</u> Loans and advances other than loans on demand given to households.
160	<u>of which: mortgage loans</u> Loans and advances other than loans on demand guaranteed with a mortgage given to households.
170	<u>Other assets</u> See description in row 120 of the AE-Assets template
180	<u>Total</u> See description in row 010 of the AE-Assets template

6.3. Template: AE-Adv2. Advanced template for collateral received by the reporting institution

6.3.1. Instructions concerning specific rows

40. See section 6.2.1 as rows are similar for both templates.

6.3.2. Instructions concerning specific columns

Columns	Legal references and instructions
010	<u>Loans on demand</u> See description in row 140 of the AE-Collateral template.
020	<u>Equity instruments</u> See description in row 150 of the AE-Collateral template
030	<u>Total</u> See description in row 160 of the AE-Collateral template
040	<u>of which: covered bonds</u> See description in row 170 of the AE-Collateral template
050	<u>of which: issued by other entities of the group</u> Collateral received by the reporting institution that are covered bonds issued by any entity within the prudential scope of consolidation.
060	<u>of which: securitisations</u> See description in row 180 of the AE-Collateral template
070	<u>of which: issued by other entities of the group</u> Collateral received by the reporting institution that are securitisations issued by any entity within the prudential scope of consolidation.
080	<u>of which: issued by general governments</u> See description in row 190 of the AE-Collateral template
090	<u>of which: issued by financial corporations</u> See description in row 200 of the AE-Collateral template
100	<u>of which: issued by non-financial corporations</u> See description in row 210 of the AE-Collateral template
110	<u>Central banks and general governments.</u> Collateral received by the reporting institution that are loans and advances other than loans on demand to a central banks or a general governments.
120	<u>Financial corporations</u> Collateral received by the reporting institution that are loans and advances other than loans on demand to financial corporations

130	<p><u>Non-financial corporations</u></p> <p>Collateral received by the reporting institution that are loans and advances other than loans on demand to non-financial corporations.</p>
140	<p><u>of which: mortgages loans</u></p> <p>Collateral received by the reporting institution that are loans and advances other than loans on demand guaranteed with a mortgage given to non-financial corporations.</p>
150	<p><u>Households</u></p> <p>Collateral received by the reporting institution that are loans and advances other than loans on demand given to households.</p>
160	<p><u>of which: mortgage loans</u></p> <p>Collateral received by the reporting institution that are loans and advances other than loans on demand guaranteed with a mortgage given to households.</p>
170	<p><u>Other assets</u></p> <p>See description in row 230 of the AE-Collateral template</p>
180	<p><u>Own debt securities issued other than own covered bonds or ABSs</u></p> <p>See description in row 240 of the AE-Collateral template.</p>
190	<p><u>Total</u></p> <p>See description in rows 130 and 140 of the AE-Collateral template.</p>