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ANNEX IV
RESULTS SUPERVISORY BENCHMARKING PORTFOLIOS

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PART I: GENERAL INSTRUCTIONS

1. Data shall be submitted only for those counterparties where an actual exposure or valid rating exists.
2. Data shall be submitted only for those exposures and hypothetical transactions where an internal model has been approved.
3. The following shall apply to Part II:
 - (a) for the absolute values, the sum of the values shall be reported;
 - (b) for the percentage values, the weighted average, using the exposure at default ('EAD') as weight, shall be reported;
 - (c) as an exception to point (b), when calculating the conversion factor ('CCF'), the weight used shall be the 'original exposure', i.e. the amount to which a CCF is applied in order to obtain the EAD, after taking into account credit risk mitigation ('CRM') techniques with substitution effects on the exposure (column 090 in templates 101, 102 and 103).

PART II: TEMPLATE RELATED INSTRUCTIONS

C 101 – Details on exposures in Low Default Portfolios by counterparty

Column	Label	Legal reference	Instructions
010	Counterparty Code	Column 010 of template 101 of Annex I	The counterparty code assigned by the EBA to the counterparty included in the LDP samples portfolios shall be reported. This code is a row identifier and shall be unique for each row in the table.
020	Exposure class	Paragraph 78 of Annex 2 of Commission Implementing Regulation (EU) No 680/2014	Each portfolio shall be assigned to one of the following exposure classes: (a) Central banks and central governments; (b) Institutions; (c) Corporate – SME; (d) Corporate – Specialised lending; (e) Corporate – Other; (f) Retail – Secured by real estate SME; (g) Retail – Secured by real estate non-SME; (h) Retail – Qualifying revolving; (i) Retail – Other SME; (j) Retail – Other non – SME; (k) Not applicable ¹ .
030	Regulatory approach		The approach used for calculating own funds requirements that shall be reported shall be one of the following: (a) Foundation IRB approach; (b) Advanced IRB approach; (c) Specialised lending slotting criteria; (e) Not applicable. Where more than one approach applies to the exposures of a given portfolio, the exposures shall be split and reported separately for each approach using the appropriate and uniquely defined counterparty code.
040	Rating		The rank of the internal rating grade applied by the institution (from lowest risk to highest risk excluding defaults with PD corresponding to 100%) shall be reported. It shall follow the numerical order 1, 2, 3 etc.
050	Date of most recent rating of counterparty		The date of the most recent rating of the counterparty shall be reported.
060	PD	Column 010 of	The PD assigned to the obligor grade or pool that shall be reported shall be based on the provisions laid down in

¹ 'Not applicable' shall be used when none of the answers in the list is correct (e.g. for column 020, it will mean that the counterparty is classified in multiple asset classes, without one being clearly predominant).

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		template 8.1 of Annex 1 of Commission Implementing Regulation (EU) No 680/2014	<p>Article 180 of Regulation (EU) No 575/2013. For each individual grade or pool, the PD assigned to the specific obligor grade or pool shall be reported. For figures corresponding to an aggregation of obligor grades or pools (e.g. total exposures) the exposure-weighted average of the PDs assigned to the obligor grades or pools included in the aggregation shall be provided. The exposure value (column 120) shall be used for the calculation of the exposure-weighted average PD. The PD shall be expressed as a value between 0 and 1.</p> <p>For each individual grade or pool, the PD assigned to the specific obligor grade or pool shall be reported. All reported risk parameters shall be derived from the risk parameters used in the internal rating system approved by the respective competent authority.</p> <p>It is neither intended nor desirable to have a supervisory master scale. If the reporting institution applies a unique rating system or is able to report according to an internal master scale, this scale shall be used. Otherwise, the different rating systems shall be merged and ordered according to the following criteria:</p> <ul style="list-style-type: none"> (a) obligor grades of the different rating systems shall be pooled and ordered from the lower PD assigned to each obligor grade to the higher; (b) where the institution uses a large number of grades or pools, it may agree to report with the competent authorities to report a reduced number of grades or pools. <p>The institution shall contact its competent authority in advance if it wants to report a different number of grades in comparison with the internal number of grades.</p>
070	Default status		<p>The default status to be reported shall be one of the following:</p> <ul style="list-style-type: none"> (a) Defaulted: exposures assigned to the rating grade(s) with a PD of 100 %; (b) Non-defaulted: exposures assigned to rating grades with a PD lower than 100%.
080	Original exposure pre-conversion factors	Column 020 of template 8.1 of Annex 1 of Commission Implementing Regulation (EU) No 680/2014	The original exposure value before taking into account any value adjustments, provisions, effects due to credit risk mitigation techniques or conversion factors shall be reported.
090	Exposure after CRM substitution effects pre-conversion factors	Column 090 of template 8.1 of Annex 1 of Commission Implementing Regulation (EU) No 680/2014	The amount to which a CCF is applied in order to obtain the EAD shall be reported. This shall be done taking into account credit risk mitigation techniques with substitution effects on the exposure.
100	CCF	Second subparagraph of	For the exposures where own estimates of CCFs are applied, the weighted average CCFs shall be reported. The weights that shall be used shall be the amounts to which the CCFs are applied in order to obtain the EAD.

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		Article 166(8) of Regulation (EU) No 575/2013	
110	EAD	Column 110 of template 8.1 of Annex 1 of Commission Implementing Regulation (EU) No 680/2014	The exposure value shall be left blank if the institution has no IRB exposure for a given counterparty.
120	Collateral value	Columns 150 to 210 of template 8.1 of Annex 1 of Commission Implementing Regulation (EU) No 680/2014	The market value of the collateral shall be reported.
130	Hyp LGD senior unsecured without negative pledge	Article 161 of Regulation (EU) No 575/2013	The hypothetical own estimates of LGD that would be applied by the institution to the counterparty for senior unsecured exposures without a negative pledge clause shall be reported. A negative pledge clause is a clause stating that the borrower or debt issuer will not pledge any of its assets to another party.
140	Hyp LGD senior unsecured with negative pledge	Article 161 of Regulation (EU) No 575/2013	The hypothetical own estimated LGD that would be applied by the institution to the counterparty for senior unsecured exposures with a negative pledge clause shall be reported. A negative pledge clause is a clause stating that the borrower or debt issuer will not pledge any of its assets to another party.
150	LGD	Column 230 of template 8.1 of Annex 1 of Commission Implementing Regulation (EU) No 680/2014	The exposure-weighted own estimates of LGD or the exposure-weighted regulatory LGD applied by the institution to the exposures to each counterparty shall be reported.
160	Maturity	Column 250 of template 8.1 of Annex 1 of Commission Implementing	The exposure-weighted maturity for the exposures to each counterparty shall be reported. It shall be expressed in number of days.

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		Regulation (EU) No 680/2014	
170	RWA	Column 260 of template 8.1 of Annex 1 of Commission Implementing Regulation (EU) No 680/2014	The risk-weighted exposure amount after applying the SME supporting factor shall be reported.

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C 102 – Details on exposures in Low Default Portfolios

4. For portfolios that are defined with a specific rating grade, information on the PD shall be reported for the entire rating scale, even if the bank has no exposure for each rating grade. In this case, the EAD shall be reported as zero and the other columns shall be left blank.
5. Portfolios that are defined without a specific rating grade shall be left out of a data submission if no IRB exposure exists for the respective portfolio at the reporting reference date.

(a)

Column	Label	Legal reference	Instructions
010	Portfolio ID	Column 010 of template 102 of Annex I	The code assigned by the EBA to each portfolio shall be reported. This code is a row identifier and shall be unique for each row in the table.
020	Exposure class	Paragraph 78 of Annex 2 of Commission Implementing Regulation (EU) No 680/2014	Each portfolio shall be assigned to one of the following exposure classes: (a) Central banks and central governments; (b) Institutions; (c) Corporate – SME; (d) Corporate – Specialised lending; (e) Corporate – Other; (f) Retail – Secured by real estate SME; (g) Retail – Secured by real estate non-SME; (h) Retail – Qualifying revolving; (i) Retail – Other SME; (j) Retail – Other non – SME; (k) Not applicable.
030	Regulatory approach		The approach used for calculating own funds requirements that shall be reported shall be one of the following: (a) Foundation IRB approach; (b) Advanced IRB approach; (c) Specialised lending slotting criteria; (e) Not applicable. Where more than one approach applies to the exposures of a given portfolio, the exposures shall be split and reported separately for each approach using the appropriate and uniquely defined portfolio identifier.
040	Number of obligors	Column 300 of template 8.1 of Annex 1 of Commission Implementing Regulation (EU) No 680/2014	The number of obligors shall be reported.

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050	Rating		The rank of the internal rating grade applied by the institution (from lowest risk to highest risk excluding defaults with PD corresponding to 100%) shall be reported. It shall follow the numerical order 1, 2, 3 etc. This information shall only be reported for portfolios defined in Annex I that consist of exposures to a single rating grade, otherwise this cell shall be left blank.
060	PD	Column 010 of table 8.1 of Annex 1 of Commission Implementing Regulation (EU) No 680/2014	<p>The PD assigned to the obligor grade or pool to be reported shall be based on the provisions laid down in Article 180 of Regulation (EU) No 575/2013. For each individual grade or pool, the PD assigned to the specific obligor grade or pool shall be reported. For figures corresponding to an aggregation of obligor grades or pools (e.g. total exposures) the exposure weighted average of the PDs assigned to the obligor grades or pools included in the aggregation shall be provided. The exposure value (column 110) shall be used for the calculation of the exposure-weighted average PD. The PD shall be expressed as a value between 0 and 1.</p> <p>For each individual grade or pool, the PD assigned to the specific obligor grade or pool shall be reported. All reported risk parameters shall be derived from the risk parameters used in the internal rating system approved by the respective competent authority.</p> <p>It is neither intended nor desirable to have a supervisory master scale. If the reporting institution applies a unique rating system or is able to report according to an internal master scale, this scale shall be used. Otherwise, the different rating systems shall be merged and ordered according to the following criteria:</p> <ul style="list-style-type: none"> (a) obligor grades of the different rating systems shall be pooled and ordered from the lower PD assigned to each obligor grade to the higher; (b) where the institution uses a large number of grades or pools, it may agree with the competent authorities to report a reduced number of grades or pools. <p>The institution shall contact its competent authority in advance if it wants to report a different number of grades in comparison with the internal number of grades.</p>
070	Default status		<p>The default status to be reported shall be one of the following:</p> <ul style="list-style-type: none"> (a) Defaulted: exposures assigned to the rating grade(s) with a PD of 100 %. (b) Non-defaulted: exposures assigned to rating grades with a PD lower than 100%.
080	Original exposure pre-conversion factors	Column 020 of template 8.1 of Annex 1 of Commission Implementing Regulation (EU) No 680/2014	The original exposure value before taking into account any value adjustments, provisions, effects due to credit risk mitigation techniques or conversion factors shall be reported.
090	Exposure after CRM substitution effects pre-	Column 090 of template 8.1 of	The amount to which a CCF is applied in order to obtain the EAD shall be reported. This shall be done taking into account credit risk mitigation techniques with substitution effects on the exposure.

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	conversion factors	Annex 1 of Commission Implementing Regulation (EU) No 680/2014	
100	CCF	Article 166(8)(e) of Regulation (EU) No 575/2013	For the exposures where own estimates of CCFs are applied, the weighted average CCFs shall be reported. The weights that shall be used shall be the amounts to which the CCFs are applied in order to obtain the EAD.
110	EAD	Column 110 of template 8.1 of Annex 1 of Commission Implementing Regulation (EU) No 680/2014	The exposure value shall be reported.
120	Collateral value	Columns 150 to 210 of template 8.1 of Annex 1 of Commission Implementing Regulation (EU) No 680/2014	The market value of the collateral shall be reported.
130	LGD	Column 230 of template 8.1 of Annex 1 of Commission Implementing Regulation (EU) No 680/2014	The exposure-weighted own estimates of LGD or the exposure-weighted regulatory LGD applied by the institution to the exposures held and included in each portfolio shall be reported.
140	Maturity	Column 250 of template of Annex 1 of Commission Implementing Regulation (EU) No 680/2014	The exposure-weighted maturity shall be reported. It shall be expressed in number of days.
150	Expected Loss	Column 280 of	The expected loss shall be reported.

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		template 8.1 of Annex 1 of Commission Implementing Regulation (EU) No 680/2014	
160	Provisions non-performing exposures	Columns 050, 055 and 060 of template 9.2 of Annex 1 of Commission Implementing Regulation (EU) No 680/2014	The provisions for non-performing exposures shall be reported. These include all the general and specific credit risk adjustments for defaulted assets as defined in Article 110 of Regulation (EU) No 575/2013.
170	RWA	Column 260 of template 8.1 of Annex 1 of ITS reporting	The risk-weighted exposure amount after applying the SME supporting factor shall be reported.
180	RWA Standardised	Row 900 of template 4 of Annex 1 of Commission Implementing Regulation (EU) No 680/2014	The RWA amount calculated by applying the standardised approach for credit risk to the exposures shall be reported.

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C 103 – Details on exposures in High Default Portfolio

Column	Label	Legal reference	Instructions
010	Portfolio ID	Column 010 of template 103 of Annex I	The code assigned by the EBA to each portfolio shall be reported. This code is a row identifier and shall be unique for each row in the table.
020	Exposure class	Paragraph 78 of Annex 2 of Commission Implementing Regulation (EU) No 680/2014	Each portfolio shall be assigned to one of the following exposure classes: (a) Corporate – SME; (b) Corporate – Specialised lending; (c) Corporate – Other; (d) Retail – Secured by real estate SME; (e) Retail – Secured by real estate non-SME; (f) Retail – Qualifying revolving; (g) Retail – Other SME; (h) Retail – Other non – SME; (i) Not applicable.
030	Regulatory approach		The regulatory approach used for calculating own funds requirements that shall be reported shall be one of the following: (a) Foundation IRB approach; (b) Advanced IRB approach; (c) Specialised lending slotting criteria; (k) Not applicable. Where more than one approach applies to the exposures of a given portfolio, the exposures shall be split and reported separately for each approach using the appropriate and uniquely defined portfolio identifier.
040	Number of obligors	Column 300 of template 8.1 of Annex 1 of Commission Implementing Regulation (EU) No 680/2014	The number of obligors shall be reported.
050	Rating		The internal rating grade applied by the institution (from lowest risk to highest risk excluding defaults with PD corresponding to 100%) shall be reported. It shall follow the numerical order 1, 2, 3 etc. This information shall only be reported for portfolios defined in Annex I that consist of exposures to a single rating grade, otherwise this cell shall be left blank.
060	PD	Column 010 of template 8.1 of Annex 1 of	The PD assigned to the obligor grade or pool to be reported shall be based on the provisions laid down in Article 180 of Regulation (EU) No 575/2013. For each individual grade or pool, the PD assigned to the specific obligor grade or pool shall be reported. For figures corresponding to an aggregation of obligor grades or pools (e.g. total exposures),

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		Commission Implementing Regulation (EU) No 680/2014	<p>the exposure-weighted average of the PDs assigned to the obligor grades or pools included in the aggregation shall be provided. The exposure value (column 110) shall be used for the calculation of the exposure-weighted average PD. The PD shall be expressed as a value between 0 and 1.</p> <p>For each individual grade or pool, the PD assigned to the specific obligor grade or pool shall be reported. All reported risk parameters shall be derived from the risk parameters used in the internal rating system approved by the respective competent authority.</p> <p>It is neither intended nor desirable to have a supervisory master scale. If the reporting institution applies a unique rating system or is able to report according to an internal master scale, this scale shall be used. Otherwise, the different rating systems shall be merged and ordered according to the following criteria:</p> <p>(a) Obligor grades of the different rating systems shall be pooled and ordered from the lower PD assigned to each obligor grade to the higher;</p> <p>(b) where the institution uses a large number of grades or pools, a reduced number of grades or pools to be reported may be agreed with the competent authorities.</p> <p>The institution shall contact its competent authority in advance if it wants to report a different number of grades in comparison with the internal number of grades.</p>
070	Default status		<p>The default status shall be one of the following:</p> <p>(a) Defaulted: Those are the exposures assigned to the rating grade(s) with a PD of 100 %;</p> <p>(b) Non-defaulted: Those are the exposures assigned to rating grades with a PD lower than 100%.</p>
080	Original exposure pre conversion factors	Column 020 of template 8.1 of Annex 1 of Commission Implementing Regulation (EU) No 680/2014	The original exposure value before taking into account any value adjustments, provisions, effects due to credit risk mitigation techniques or conversion factors shall be reported.
090	Exposure after CRM substitution effects pre conversion factors	Column 090 of template 8.1 of Annex 1 of Commission Implementing Regulation (EU) No 680/2014	The amount to which a conversion factor is applied in order to obtain the EAD shall be reported. This shall be done taking into account credit risk mitigation techniques with substitution effects on the exposure.
100	CCF	Article 166(8)(e) of Regulation (EU) No 575/2013	For the exposures where own estimates of CCFs are applied, the weighted average CCFs shall be reported. The weights that shall be used shall be the amounts to which the CCFs are applied in order to obtain the EAD.
110	EAD	Column 110 of	The exposure value shall be reported.

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		template 8.1 of Annex 1 of Commission Implementing Regulation (EU) No 680/2014	
120	Collateral value	Column 150 to 210 of template 8.1 of Annex 1 of Commission Implementing Regulation (EU) No 680/2014	The market value of the collateral shall be reported.
130	LGD	Column 230 of template 8.1 of Annex 1 of ITS reporting	The exposure-weighted own estimates of LGD or exposure-weighted regulatory LGD applied by the institution to the exposures to each portfolio shall be reported.
140	Maturity	Column 250 of template 8.1 of Annex 1 of Commission Implementing Regulation (EU) No 680/2014	The exposure-weighted maturity shall be reported. It shall be expressed in number of days.
150	Expected Loss	Column 280 of template 8.1 of Annex 1 of Commission Implementing Regulation (EU) No 680/2014	The expected loss shall be reported.
160	Provisions non-performing exposures	Columns 050, 055 and 060 of template 9.2 of Annex 1 of Commission Implementing Regulation (EU) No 680/2014	The provisions for non-performing exposures shall be reported. These include all the general and specific credit risk adjustments for defaulted assets as defined in Article 110 of Regulation (EU) No 575/2013.

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170	RWA	Column 260 of template 8.1 of Annex 1 of Commission Implementing Regulation (EU) No 680/2014	The risk-weighted exposure amount after applying the SME supporting factor shall be reported.
180	RWA Standardised	Row 900 of template 4 of Annex 1 of Commission Implementing Regulation (EU) No 680/2014	The RWA amount calculated by applying the standardised approach for credit risk to the exposures shall be reported.
190	Default rate latest year	Columns 010, 030 and 040 of template 9.2 of Annex 1 of Commission Implementing Regulation (EU) No 680/2014	The default rate for the latest year shall be reported. The default rate is defined as the observed new defaults for the last year (column 040 of template 9.2 of Annex 1 of Commission Implementing Regulation (EU) No 680/2014) divided by the amount of the non-defaulted assets existing 1 year before the reference date (the difference between column 010 and column 030 of template 9.2 of Annex 1 of Commission Implementing Regulation (EU) No 680/2014).
200	Default rate past 5 years	Columns 010, 030 and 040 of template 9.2 of Annex 1 of Commission Implementing Regulation (EU) No 680/2014	<p>The exposure-weighted average of the default rates observed in the last 5 years shall be reported. For the definition of default rate see column 190.</p> <p>If the institution is not able to calculate a default rate for the past 5 years it shall develop a proxy using its longest history up to 5 years and provide the documentation detailing the calculation to its competent authority.</p>
210	Loss rate latest year	Columns 040 and 70 of template 9.2 of Annex 1 of Commission Implementing Regulation (EU) No 680/2014 and Commission Delegated	The loss rate observed in the latest year shall be reported. The loss rate is defined as the sum of credit risk adjustments and write-offs for the exposures that were classified as 'defaulted exposures' in the latest year (column 070 of template 9.2 of Annex 1 to Commission Implementing Regulation (EU) No 680/2014) divided by the amount of the observed new defaults in the last year (column 040 of template 9.2 of Annex 1 to Commission Implementing Regulation (EU) No 680/2014).

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		Regulation (EU) No 183/2014	
220	Loss rate past 5 years	Columns 040 and 070 of template 9.2 of Annex 1 of Commission Implementing Regulation (EU) No 680/2014	<p>The exposure-weighted average of the loss rates observed in the last 5 years shall be reported. For the definition of loss rate see column 210.</p> <p>If the institution is not able to calculate a loss rate for the past 5 years it shall develop a proxy using its longest history up to 5 years and provide documentation detailing the calculation to its competent authority.</p>
230	RWA*		<p>Institutions shall calculate and report RWA* for the portfolios Corporate, Corporate SME, Retail SME and Retail secured by real estate at a total portfolio and a country level. These portfolios are defined in Annex I, template 103 and are identified with the following portfolio ID:</p> <ul style="list-style-type: none"> (a) CORP0007; (b) SMEC0008; (c) SMER0008; (d) MORT0010; (e) CORP0007<Risk type code>; (f) SMEC0008<Risk type code>; (g) SMER0008<Risk type code>; (h) MORT0010<Risk type code>; (i) <Country Code>CORP0007; (j) <Country Code>SMEC0008; (k) <Country Code>SMER0008; (l) <Country Code>MORT0010; (m) <Country Code>CORP0007<Risk type code>; (n) <Country Code>SMEC0008<Risk type code>; (o) <Country Code>SMER0008<Risk type code>; (p) <Country Code>MORT0010<Risk type code>. <p>The risk-weighted exposure amount, after applying the SME supporting factor, that would result from the application of PD* instead of the original PD on the rating grade level shall be reported. No compensation between rating grades shall be taken into account.</p> <p>PD* is the smallest PD estimator for which the one-sided binomial test (based on normal approximation of binomial distribution with confidence level of 97.5%) would be passed.</p> <p>PD* = min PD* so that :</p>

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			$PD^* + \Phi^{-1}(q) \cdot \sqrt{\frac{PD^* \cdot (1 - PD^*)}{n}} > DR_{1y}$ <p>With:</p> <p>PD^* = the probability of default for the rating grade;</p> <p>Φ^{-1} = the inverse function of the standard normal distribution;</p> <p>q = the confidence level;</p> <p>DR_{1y} = the case-weighted default rate of the latest year for the rating grade;</p> <p>n = the number of non-defaulted debtors at the beginning of the period.</p> <p>An institution using continuous PD shall first determine the PD^* for the average PD of each rating class and subsequently apply by rating class the same relative deviation between PD and PD^* at counterpart level as for the average PD and PD^* at rating grade level.</p> <p>If the prohibition from taking into account compensation between rating grades leads to a situation where, for a given rating grade, PD^* is less than PD then for that rating grade the PD shall be used in the calculation of the risk-weighted exposure amount.</p>
240	RWA**		<p>Institutions shall calculate and report RWA** for the portfolios Corporate, Corporate SME, Retail SME and Retail secured by real estate at a total portfolio and a country level. These portfolios are defined in Annex I, template 103 and are identified with the following portfolio ID:</p> <p>(a) CORP0007;</p> <p>(b) SMEC0008;</p> <p>(c) SMER0008;</p> <p>(d) MORT0010;</p> <p>(e) CORP0007<Risk type code>;</p> <p>(f) SMEC0008<Risk type code>;</p> <p>(g) SMER0008<Risk type code>;</p> <p>(h) MORT0010<Risk type code>;</p> <p>(i) <Country Code>CORP0007;</p> <p>(j) <Country Code>SMEC0008;</p> <p>(k) <Country Code>SMER0008;</p> <p>(l) <Country Code>MORT0010;</p> <p>(m) <Country Code>CORP0007<Risk type code>;</p> <p>(n) <Country Code>SMEC0008<Risk type code>;</p> <p>(o) <Country Code>SMER0008<Risk type code>;</p> <p>(p) <Country Code>MORT0010<Risk type code>.</p>

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			<p>The risk-weighted exposure amount, after applying the SME supporting factor, that would result from the application of PD** instead of the original PD on the rating grade level shall be reported. No compensation between rating grades shall be taken into account.</p> <p>PD** is the smallest PD estimator for which the one-sided binomial test (based on normal approximation of binomial distribution with confidence level of 97.5%) would be passed.</p> <p>The rating grade shall be the following</p> <p>PD** = min PD** so that :</p> $PD^{**} + \Phi^{-1}(q) \cdot \sqrt{\frac{PD^{**} \cdot (1 - PD^{**})}{n}} > DR_{5y}$ <p>With:</p> <p>PD** = the probability of default for the rating grade;</p> <p>Φ^{-1} = the inverse function of the standard normal distribution;</p> <p>q = the confidence level;</p> <p>DR_{5y} = the case-weighted default rate of the 5 latest years for the rating grade, calculated as the average of five 1-year default rates;</p> <p>n = the number of non-defaulted debtors at the beginning of the period.</p> <p>An institution using continuous PD shall determine first the PD** for the average PD of each rating class and subsequently apply by rating class the same relative deviation between PD and PD** at counterpart level as for the average PD and PD** at rating grade level.</p> <p>If the prohibition from taking into account compensation between rating grades leads to a situation where, at rating grade level, PD** is less than PD then for that rating grade the PD shall be used in the calculation of the risk-weighted exposure amount.</p>
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C 105.01 – Definition of internal models

Column	Label	Legal reference	Instructions
010	Internal model ID		The internal model ID assigned by the reporting institution shall be reported. This internal model ID is a row identifier that shall be unique for each row in the table.
020	Model name		The model name assigned by the reporting institution shall be reported.
030	IRBA Risk parameter		The IRBA risk parameter shall be one of the following: (a) PD; (b) LGD; (c) CCF.
040	EAD	Column 110 of template 8.1 of Annex 1 of Commission Implementing Regulation (EU) No 680/2014	The aggregate exposure value of the transactions included in each portfolio (see column 060) treated with the specific model shall be reported.
050	EAD weighted average default rate for calibration		The EAD-weighted average of the annual default rates used in the calibration of the PD models shall be reported.
060	Case weighted average default rate for calibration		The case-weighted average of the annual default rates used in the calibration of the PD models shall be reported.
070	Long-run PD		The central tendency used by the institution in the calibration of the models that incorporates any prudent adjustment to the simple case weighted average of the annual default rates used in the calibration of the PD models shall be reported.
080	Cure rate defaulted asset		The cure rate defaulted asset is the percentage of defaulted outstanding that returns in 'non-defaulted' status over a 12 months period. An institution that does not calculate cure rates for a given model shall calculate a proxy taking into account the definition provided. The institution shall report the use of a proxy to the competent authority.
090	Recovery rate of the foreclosed assets for not cured defaults		The case-weighted average recovery rate of the foreclosed assets for not cured defaults included in the time series used by the institution for the calibration of the LGD models on non-defaulted assets shall be reported. An institution that does not have a specific recovery rate of the foreclosed assets for no cured defaults shall calculate a proxy taking into account the definition provided. The institution shall report the use of a proxy to the competent

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			authority.
100	Recovery period of the foreclosed assets for not cured defaults		<p>The case-weighted average length of the recovery period (from the start of the default status to the completion date of the recovery procedures) for the non-cured defaults included in the time series used by the institution for the calibration of the LGD models on non-defaulted assets shall be reported. It shall be expressed in number of days.</p> <p>An institution that does not have a specific recovery period length of the foreclosed assets for no cured defaults shall calculate a proxy taking into account the definition provided. The institution shall report the use of a proxy to the competent authority.</p>
110	Joint decision	Article 20(a) of Regulation (EU) No 575/2013	The institution shall report whether or not a joint decision on prudential requirements does exist between the consolidating and the other (host) competent authority regarding the permission to use the IRB approach for the calculation of the prudential requirements for the exposures held by the subsidiaries of the institutions in the reported benchmarking portfolios.
120	Consolidating supervisor	Article 20 of Regulation (EU) No 575/2013	The country ISO code of the country of origin of the competent authority responsible for the consolidated supervision of the institution using an IRB approach shall be reported.

C 105.02 – Mapping of internal models to portfolios

Column	Label	Legal reference	Instructions
010	Portfolio ID	Column 010 of templates 102 and 103	The code assigned by the EBA to the portfolio for which the institution reports the results of the calculation shall be reported.
020	Internal model ID	Column 010 of template 105.01	The internal model ID assigned by the reporting institution shall be reported.

C 105.03 – Mapping of internal models to countries

Column	Label	Legal reference	Instructions
010	Internal model ID	Column 010 of template 105.01	The internal model ID assigned by the reporting institution shall be reported. Where one internal model ID is associated with several countries, separate rows shall be reported for each combination of ‘Internal model ID’ and ‘Host supervisor’. Columns 010 and 020 are a composite row identifier and together must be unique for each row in the table.
020	Host supervisor	Article 20 of Regulation (EU) No 575/2013	The country ISO code of the country of origin of the competent authority responsible for the supervision of the subsidiary on an individual basis for each institution where the IRB exposures reported for each benchmarking portfolio are booked shall be reported (irrespective of the existence of any permission granted by the host supervisor to apply an IRB approach).

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ANNEX IV