ANNEX II

**REPORTING ON OWN FUNDS REQUIREMENTS**

1. This Annex contains additional instructions for the tables (hereinafter “COREP”) included in Annex I of this Regulation. This Annex complements the instructions in format of references included in the tables in Annex I.

## PART I: GENERAL INSTRUCTIONS

1. CR GB – Information with geographical breakdown
   1. Table 1 – Geographical breakdown of exposures by residence of the obligor (SA exposures)
      1. General remarks
2. Institutions fulfilling the threshold set in Article 5 (1) shall submit information regarding the domestic country as well as any non-domestic country.
3. The term ‘residence of the obligor’ refers to the country of incorporation of the obligor. This concept can be applied on an immediate-obligor basis and on an ultimate-risk basis. Hence, CRM techniques can change the allocation of an exposure to a country.
   * 1. Instructions concerning specific positions

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| **Columns** | |
| 010 | **ORIGINAL EXPOSURE PRE CONVERSION FACTORS**  Same definition as for column 010 of CR SA template |
| 020 | **Exposures in default**  Original exposure pre conversion factors for those exposures which have been classified as “defaulted exposures”.  This ‘memorandum item’ provides additional information about the obligor structure of the exposure class 'in default'. Exposures shall be reported where the obligors would have been reported if those exposures were not assigned to the exposure classes 'in default'.  This information is a ‘memorandum item’ – hence does not affect the calculation of risk weighted exposure amounts of exposure class “in default” according to Article 107 point (j) of CRR. |
| 030 | **Exposure value**  Same definition as for column 200 of CR SA template |
| 040 | **Observed new defaults for the period**  . Represent the amount of original exposures which have moved into exposure class “Exposures in default” during the 3-month period since the last reporting reference date, but here are reported against the exposure class to which the obligor originally belonged. |
| 050 | **General credit risk adjustments**  Credit risk adjustments according to Article 105.(4) point (a) of CRR. |
| 055 | **Specific credit risk adjustments**  Credit risk adjustments according to Article 105.(4) point (a) of CRR. |
| 060 | **Write-offs**  Write-offs include both reductions of the carrying of impaired financial assets recognised directly in profit or loss [IFRS 7.B5.(d).(i)] and reductions in the amounts of the allowance accounts charged against the impaired financial assets [IFRS 7.B5.(d).(ii)]. |
| 070 | **Credit risk adjustments/write-offs for observed new defaults**  Sum of credit risk adjustments and write-offs for those exposures which were classified as “defaulted exposures” during the 3-month period since the last data submission. |
| 080 | **RISK WEIGHTED EXPOSURE AMOUNT** |

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| **Rows** | |
| 010 | Central governments or central banks  Article 107 point (a) of CRR. | |
| 020 | Regional governments or local authorities  Article 107 point (b) of CRR. | |
| 030 | Public sector entities  Article 107 point (c) of CRR. | |
| 040 | Multilateral developments banks  Article 107 point (d) of CRR. | |
| 050 | International organisations  Article 107 point (e) of CRR. | |
| 060 | Institutions  Article 107 point (f) of CRR. | |
| 070 | Corporates  Article 107 point (g) of CRR. | |
| 080 | Retail  Article 107 point (h) of CRR. | |
| 090 | Secured by mortgages on immovable property  Article 107 point (i) of CRR. | |
| 100 | Exposures in default  Article 107 point (j) of CRR. | |
| 110 | **items associated with particularly high risk**  Article 107 point (ja) of CRR. | |
| 120 | Covered bonds  Article 107 point (k) of CRR. | |
| 130 | Claims on institutions and corporate with a short-term credit assessment  Article 107 point (m) of CRR. | |
| 140 | Claims in the form of CIU  Article 107 point (n) of CRR. | |
| 150 | Equity exposures  Article 107 point (o) of CRR. | |
| 160 | Other exposures  Article 107 point (p) of CRR. | |

* 1. Table 2 – Geographical breakdown of exposures by residence of the obligor (IRB exposures)
     1. General remarks

1. Institutions fulfilling the threshold set in Article 5 (1) shall submit information regarding the domestic country as well as any non-domestic country.
2. The term ‘residence of the obligor’ refers to the home country of the obligor.
   * 1. Instructions concerning specific positions

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| **Columns** |  |
| 010 | ORIGINAL EXPOSURE PRE CONVERSION FACTORS  Same definition as for column 030 of CR IRB template |
| 030 | **Exposure value**  Same definition as for column 110 of CR IRB template. |
| 030.1 | **Of which defaulted**  Original exposure value for those exposures which have been classified as “defaulted exposures” according to CRR article 174. |
| 040 | **Observed new defaults for the period**  Represent the amount of original exposures which have moved into exposure class “Exposures in default” during the 3-month period since the last reporting reference date, but here are reported against the exposure class to which the obligor originally belonged.. |
| 050 | **General credit risk adjustments**  Credit risk adjustments according to Article 105 (4) point (b) of CRR.. |
| 055 | **Specific credit risk adjustments**  Credit risk adjustments according to Article 105.(4) point (a) of CRR. |
| 060 | **Write-offs**  Write-offs include both reductions of the carrying of impaired financial assets recognised directly in profit or loss [IFRS 7.B5.(d).(i)] and reductions in the amounts of the allowance accounts charged against the impaired financial assets [IFRS 7.B5.(d).(ii)]. |
| 070 | **Credit risk adjustments/write-offs for observed new defaults**  Sum of credit risk adjustments and write-offs for those exposures which were classified as “defaulted exposures” during the 3-month period since the last data submission. |
| 080 | INTERNAL RATING SYSTEM/ PD ASSIGNED TO THE OBLIGOR GRADE OR POOL (%)  Same definition as for column 020 of CR IRB template |
| 090 | **EXPOSURE WEIGHTED AVERAGE LGD (%)**  Same definition as for column 220 of CR IRB template. Provisions laid down in Article 177 (1) point h) of CRR shall apply. |
| 100 | **Of which: defaulted**  Exposure weighted LGD for those exposures which have been classified as “defaulted exposures” according to CRR article 174. |
| 110 | **RISK WEIGHTED EXPOSURE AMOUNT**  Same definition as for column 240 of CR IRB template |
| 120 | **Of which defaulted**  Risk weighted exposure amount for those exposures which have been classified as “defaulted exposures” according to CRR article 174. |
| 130 | **EXPECTED LOSS AMOUNT**  Same definition as for column 260 of CR IRB template |

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| **Rows** |  |
| 010 | **Central banks and central governments**  (Article 142 (2) (a) CRR) |
| 020 | **Institutions**  (Article 142 (2) point (b) CRR) |
| 030 | **Corporates**  (All corporates according to article 142 (2) point ( c).) |
| 040 | **Of which: Specialized lending**  (Article 142 (8) a CRR) |
| 050 | **Of which: SME**  (Article 142 (2) point ( c) CRR) |
| 060 | **Retail**  All Retail exposures according to Article 142 (2) point (d) |
| 070 | **Retail – Secured by real estate property**  Exposures reflecting Article 142 (2) point (d) CRR which are secured by real estate. |
| 080 | **Of which: SME**  Retail exposures reflecting Article 142 (2) point (d) in conjunction with Article 148 (3) CRR which are secured by real estate. |
| 090 | **Of which: non-SME**  Retail exposures reflecting Article 142 (2) point (d) CRR which are secured by real estate. |
| 100 | **Retail – Qualifying revolving**  (Article 142 (2) point (d) in conjunction with Article 149 (4) CRR). |
| 110 | **Other Retail**  Other retail exposures according to Article 142 (2) point (d) not reported in rows 070 - 100. |
| 120 | **Of which: SME**  Other retail exposures reflecting Article 142 (2) point (d) in conjunction with Article 148 (3) CRR. |
| 130 | **Of which: non-SME**  Other retail exposures reflecting Article 142 (2) point (d) CRR. |
| 140 | **Equity**  **Equity exposures reflecting Article 142 (2) point (e) CRR.** |

* 1. Table 3 – Breakdown of total own funds requirements for credit risk of relevant credit exposures by country
     1. General remarks

1. According to Article 130 (1) CRD the countercyclical buffer rate is the ‘weighted average of the countercyclical buffer rates that apply in the jurisdiction where the relevant credit exposures of the institution are located’. The weighted average is calculated as follows:

Numerator: Total own funds requirements for credit risk determined in accordance with Part Three, Title II of CRR that relate to the relevant credit exposures in the territory in question

Denominator: Total own funds requirements for credit risk determined in accordance with Part Three, Title II of CRR that relate to the relevant credit exposures

1. This table is implemented in order to receive more information regarding the elements of the institution specific countercyclical buffer. The information requested refers to the own funds requirements determined in accordance with Part Three , Title II of the CRR which includes credit risk and securitisation calculated on the basis of the relevant credit exposures broken down by country.
2. The information shall be reported by each country. The threshold set in Article 5 (1) is not relevant for the reporting of this breakdown.
   * 1. Instructions concerning specific positions

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| **Rows** |  |
| 010 | **Own funds requirements for credit risk**  Part Three , Title II of the CRR |