Global systemically important banks indicators

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

The guidance for the 12 indicators the Basel Committee uses to classify a bank as systemically important was updated in December 2015.

The table below displays the 12 size indicators for ING Groep N.V. as at 31 December 2017. These size indicators are unaudited and based on management's current views and assumptions of the assessment methodology and instructions of governments and/or regulatory authorities for the data collection exercise. Furthermore, these size indicators are subject to amendment due to changes in management's views as well as changes in laws, regulations, policies and guidance of governments and/or regulatory authorities with respect to a.o. the assumptions and methodologies used.

Category	**Individual indicator**	**2017 Value (in € mln)**
Size	Total exposures as defined for use in the Basel III leverage ratio	1,085,214
Interconnectedness	Intra-financial system assets	132,974
	Intra-financial system liabilities	113,912
	Securities outstanding	171,968
Substitutability/financial institution infrastructure	Payments activity	26,954,151
	Assets under custody	189,816
	Underwritten transactions in debt and equity markets	37,659
Complexity	Notional amount of over-the-counter (OTC) derivatives	3,800,937
	Trading and available-for-sale securities minus HQLA	7,991
	Level 3 assets	2,034
Cross-jurisdictional activity	Cross-jurisdictional claims	720,420
	Cross-jurisdictional liabilities	594,215

End-2017 G-SIB Assessment Exercise

v4.4.2

General Bank Data

Section 1 - General Information	GSIB	Response
a. General information provided by the relevant supervisory authority:		
(1) Country code	1001	NL
(2) Bank name	1002	ING Groep N.V.
(3) Reporting date (yyyy-mm-dd)	1003	2017-12-31
(4) Reporting currency	1004	EUR
(5) Euro conversion rate	1005	1
(6) Submission date (yyyy-mm-dd)	1006	2017-04-30
b. General Information provided by the reporting institution:		
(1) Reporting unit	1007	1.000.000
(2) Accounting standard	1008	IFRS
(3) Date of public disclosure (yyyy-mm-dd)	1009	2017-04-28
(4) Language of public disclosure	1010	English
(5) Web address of public disclosure	1011	https://www.ing.com/Investor-rel

Size Indicator

Section 2 - Total Exposures	GSIB	Amount in million EUR
a. Derivatives		
(1) Counterparty exposure of derivatives contracts	1012	7.784
(2) Capped notional amount of credit derivatives	1201	1.617
(3) Potential future exposure of derivative contracts	1018	19.326
b. Securities financing transactions (SFTs)		
(1) Adjusted gross value of SFTs	1013	74.291
(2) Counterparty exposure of SFTs	1014	3.493
c. Other assets	1015	905.448
d. Gross notional amount of off-balance sheet items		
(1) Items subject to a 0% credit conversion factor (CCF)	1019	76.568
(2) Items subject to a 20% CCF	1022	24.618
(3) Items subject to a 50% CCF	1023	117.626
(4) Items subject to a 100% CCF	1024	1.860
e. Regulatory adjustments	1031	3.683
f. Total exposures indicator (Total exposures prior to regulatory adjustments) (sum of items 2.a.(1) thorough 2.c, 0.1 times 2.d.(1), 0.2 times 2.d.(2), 0.5 times 2.d.(3), and 2.d.(4))	1103	1.085.214

Interconnectedness Indicators

Section 3 - Intra-Financial System Assets	GSIB	Amount in million EUR
a. Funds deposited with or lent to other financial institutions	1033	44.547
(1) Certificates of deposit	1034	202
b. Unused portion of committed lines extended to other financial institutions	1035	28.112
c. Holdings of securities issued by other financial institutions:		
(1) Secured debt securities	1036	14.052
(2) Senior unsecured debt securities	1037	10.816
(3) Subordinated debt securities	1038	0
(4) Commercial paper	1039	85
(5) Equity securities	1040	7.307
(6) Offsetting short positions in relation to the specific equity securities included in item 3.c.(5)	1041	827
d. Net positive current exposure of securities financing transactions with other financial institutions	1213	10.347
e. Over-the-counter derivatives with other financial institutions that have a net positive fair value:		
(1) Net positive fair value	1043	7.293
(2) Potential future exposure	1044	11.241
f. Intra-financial system assets indicator (sum of items 3.a, 3.b through 3.c.(5), 3.d, 3.e.(1), and 3.e.(2), minus 3.c.(6))	1045	132.974

Section 4 - Intra-Financial System Liabilities	GSIB	Amount in million EUR
a. Funds deposited by or borrowed from other financial institutions:		
(1) Deposits due to depository institutions	1046	32.031
(2) Deposits due to non-depository financial institutions	1047	66.132
(3) Loans obtained from other financial institutions	1105	0
b. Unused portion of committed lines obtained from other financial institutions	1048	0
c. Net negative current exposure of securities financing transactions with other financial institutions	1214	3.498
d. Over-the-counter derivatives with other financial institutions that have a net negative fair value:		
(1) Net negative fair value	1050	8.372
(2) Potential future exposure	1051	3.879
e. Intra-financial system liabilities indicator (sum of items 4.a.(1) through 4.d.(2))	1052	113.912

Section 5 - Securities Outstanding	GSIB	
a. Secured debt securities	1053	32.189
b. Senior unsecured debt securities	1054	40.680
c. Subordinated debt securities	1055	8.306
d. Commercial paper	1056	19.089
e. Certificates of deposit	1057	13.097
f. Common equity	1058	50.406
g. Preferred shares and any other forms of subordinated funding not captured in item 5.c.	1059	8.202
h. Securities outstanding indicator (sum of items 5.a through 5.g)	1060	171.968

Substitutability/Financial Institution Infrastructure Indicators

Section 6 - Payments made in the reporting year (excluding intragroup payments)	GSIB	Amount in million EUR
a. Australian dollars (AUD)	1061	250.612
b. Brazilian real (BRL)	1062	0
c. Canadian dollars (CAD)	1063	181.601
d. Swiss francs (CHF)	1064	2.803.406
e. Chinese yuan (CNY)	1065	172.774
f. Euros (EUR)	1066	8.614.993
g. British pounds (GBP)	1067	3.457.656
h. Hong Kong dollars (HKD)	1068	185.941
i. Indian rupee (INR)	1069	391
j. Japanese yen (JPY)	1070	685.722
k. Mexican pesos (MXN)	1108	116.595
l. Swedish krona (SEK)	1071	149.025
m. United States dollars (USD)	1072	10.335.435
n. Payments activity indicator (sum of items 6.a through 6.m)	1073	26.954.151

Section 7 - Assets Under Custody	GSIB	Amount in million EUR
a. Assets under custody indicator	1074	189.816

Section 8 - Underwritten Transactions in Debt and Equity Markets	GSIB	Amount in million EUR
a. Equity underwriting activity	1075	1.460
b. Debt underwriting activity	1076	36.199
c. Underwriting activity indicator (sum of items 8.a and 8.b)	1077	37.659

Complexity indicators

Section 9 - Notional Amount of Over-the-Counter (OTC) Derivatives	GSIB	Amount in million EUR
a. OTC derivatives cleared through a central counterparty	1078	2.230.063
b. OTC derivatives settled bilaterally	1079	1.570.874
c. OTC derivatives indicator (sum of items 9.a and 9.b)	1080	3.800.937

Section 10 - Trading and Available-for-Sale Securities	GSIB	Amount in million EUR
a. Held-for-trading securities (HFT)	1081	21.144
b. Available-for-sale securities (AFS)	1082	71.469
c. Trading and AFS securities that meet the definition of Level 1 assets	1083	73.462
d. Trading and AFS securities that meet the definition of Level 2 assets, with haircuts	1084	11.159
e. Trading and AFS securities indicator (sum of items 10.a and 10.b, minus the sum of 10.c and 10.d)	1085	7.991

Section 11 - Level 3 Assets	GSIB	Amount in million EUR
a. Level 3 assets indicator (Assets valued for accounting purposes using Level 3 measurement inputs)	1086	2.034

Cross-Jurisdictional Activity Indicators

Section 12 - Cross-Jurisdictional Claims	GSIB	Amount in million EUR
a. Cross-jurisdictional claims indicator (Total foreign claims on an ultimate risk basis)	1087	720.420

Section 13 - Cross-Jurisdictional Liabilities	GSIB	Amount in million EUR
a. Foreign liabilities (excluding derivatives and local liabilities in local currency)	1088	375.327
(1) Any foreign liabilities to related offices included in item 13.a.	1089	170.527
b. Local liabilities in local currency (excluding derivatives activity)	1090	389.415
c. Cross-jurisdictional liabilities indicator (sum of items 13.a and 13.b, minus 13.a.(1))	1091	594.215