

DNB Bank ASA

Indicators for assessing systemically important banks

The Basel Committee on Basel Supervision (BCBS) has developed a methodology for identifying global systematic important banks (G-SIBs), based on the framework established by the Financial Stability Board (FSB). The BCBSs methodology applies an indicator-based measurement approach. The 12 indicators are designed to reflect the different aspects of potential negative externalities of a bank's failure and its critical functions for the stability of the financial system. The European Banking Authority (EBA) has requested large institutions to disclose the indicators developed by the BCBS. DNB Bank ASA is not considered a G-SIB. However, with an overall exposure (Basel III leverage ratio exposure definition) exceeding EUR 200 billion, DNB Bank ASA is required to disclose the 12 indicators on a consolidated basis. The 12 indicators are presented below.

The data is prepared based on the definitions outlined in the BCBS's instructions to the end-2016 G-SIB assessment exercise. These definitions are subject to interpretation and may not be directly comparable with other disclosures by DNB Bank ASA. Differences may also arise as there is a requirement to use the regulatory scope of consolidation which differs from the consolidation definition applied under IFRS. The reporting period is the financial year ending 31 December 2016.

End-2016 G-SIB Assessment Exercise

General Bank Data

Section 1 - General Information	GSIB	Response
a. General information provided by the relevant supervisory authority:		
(1) Country code	1001	NO
(2) Bank name	1002	DNB Bank ASA
(3) Reporting date (yyyy-mm-dd)	1003	2016-12-31
(4) Reporting currency	1004	NOK
(5) Euro conversion rate	1005	0,110055798
b. General Information provided by the reporting institution:		
(1) Reporting unit	1007	1 000
(2) Accounting standard	1008	IFRS
(5) Web address of public disclosure	1011	www.dnb.no/ir

Size Indicator

Section 2 - Total Exposures	GSIB	Amount
a. Derivatives		
(1) Counterparty exposure of derivatives contracts	1012	54 155 303
(2) Capped notional amount of credit derivatives	1201	0
(3) Potential future exposure of derivative contracts	1018	32 079 256
b. Securities financing transactions (SFTs)		
(1) Adjusted gross value of SFTs	1013	196 890 723
(2) Counterparty exposure of SFTs	1014	2 800 399
c. Other assets	1015	2 021 633 772
d. Gross notional amount of off-balance sheet items		
(1) Items subject to a 0% credit conversion factor (CCF)	1019	4 922 281
(2) Items subject to a 20% CCF	1022	386 107 098
(3) Items subject to a 50% CCF	1023	292 893 036
(4) Items subject to a 100% CCF	1024	18 022 385
e. Regulatory adjustments	1031	4 532 000
f. Total exposures indicator (Total exposures prior to regulatory adjustments) (sum of items 2.a.(1) through 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	2 549 742 003

Interconnectedness Indicators

Section 3 - Intra-Financial System Assets	GSIB	NOK
a. Funds deposited with or lent to other financial institutions	1033	21 358 401
(1) Certificates of deposit	1034	0
b. Unused portion of committed lines extended to other financial institutions	1035	21 425 000
c. Holdings of securities issued by other financial institutions:		
(1) Secured debt securities	1036	79 484 873
(2) Senior unsecured debt securities	1037	5 596 713
(3) Subordinated debt securities	1038	33 675
(4) Commercial paper	1039	0
(5) Equity securities	1040	1 997 125
(6) Offsetting short positions in relation to the specific equity securities included in item 3.c.(5)	1041	0
d. Net positive current exposure of securities financing transactions with other financial institutions (revised d	1213	135 683

e. Over-the-counter derivatives with other financial institutions that have a net positive fair value:		
(1) Net positive fair value	1043	2 186 902
(2) Potential future exposure	1044	13 795 709
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	146 014 081

Section 4 - Intra-Financial System Liabilities	GSIB	NOK
a. Funds deposited by or borrowed from other financial institutions:		
(1) Deposits due to depository institutions	1046	143 250 215
(2) Deposits due to non-depository financial institutions	1047	47 683 895
(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 (revised c)	1214	1 907 531
d. Over-the-counter derivatives with other financial institutions that have a net negative fair value:		
(1) Net negative fair value	1050	23 550 634
(2) Potential future exposure	1051	12 207 594
e. Intra-financial system liabilities indicator (sum of items 4.a.(1) through 4.d.(2))	1052	228 599 869

Section 5 - Securities Outstanding	GSIB	
a. Secured debt securities	1053	501 224 125
b. Senior unsecured debt securities	1054	89 270 906
c. Subordinated debt securities	1055	28 748 438
d. Commercial paper	1056	153 415 381
e. Certificates of deposit	1057	0
f. Common equity	1058	0
g. Preferred shares and any other forms of subordinated funding not captured in item 5.c.	1059	0
h. Securities outstanding indicator (sum of items 5.a through 5.g)	1060	772 658 850

Substitutability/Financial Institution Infrastructure Indicators

Section 6 - Payments made in the reporting year (excluding intragroup payments)	GSIB	NOK
a. Australian dollars (AUD)	1061	217 570 344
b. Brazilian real (BRL)	1062	0
c. Canadian dollars (CAD)	1063	306 485 582
d. Swiss francs (CHF)	1064	235 182 561
e. Chinese yuan (CNY)	1065	7 419 012
f. Euros (EUR)	1066	53 942 078 633
g. British pounds (GBP)	1067	1 362 669 859
h. Hong Kong dollars (HKD)	1068	19 554 467
i. Indian rupee (INR)	1069	256 606
j. Japanese yen (JPY)	1070	694 721 219
k. Swedish krona (SEK)	1071	3 632 225 303
l. United States dollars (USD)	1072	83 521 232 368
m. Payments activity indicator (sum of items 6.a through 6.l)	1073	143 939 395 953

Section 7 - Assets Under Custody	GSIB	NOK
a. Assets under custody indicator	1074	1 334 000 000

Section 8 - Underwritten Transactions in Debt and Equity Markets	GSIB	NOK
a. Equity underwriting activity	1075	2 206 700
b. Debt underwriting activity	1076	161 541 000
c. Underwriting activity indicator (sum of items 8.a and 8.b)	1077	163 747 700

Complexity indicators

Section 9 - Notional Amount of Over-the-Counter (OTC) Derivatives	GSIB	NOK
a. OTC derivatives cleared through a central counterparty	1078	5 305 000
b. OTC derivatives settled bilaterally	1079	5 189 641 000
c. OTC derivatives indicator (sum of items 9.a and 9.b)	1080	5 194 946 000

Section 10 - Trading and Available-for-Sale Securities	GSIB	NOK
a. Held-for-trading securities (HFT)	1081	224 087 455
b. Available-for-sale securities (AFS)	1082	0
c. Trading and AFS securities that meet the definition of Level 1 assets	1083	183 780 261
d. Trading and AFS securities that meet the definition of Level 2 assets, with haircuts	1084	26 126 688
e. Trading and AFS securities indicator (sum of items 10.a and 10.b, minus the sum of 10.c and 10.d)	1085	14 180 506

Section 11 - Level 3 Assets	GSIB	NOK
a. Level 3 assets indicator (Assets valued for accounting purposes using Level 3 measurement inputs)	1086	72 082 510

Cross-Jurisdictional Activity Indicators

Section 12 - Cross-Jurisdictional Claims	GSIB	NOK
a. Cross-jurisdictional claims indicator (Total foreign claims on an ultimate risk basis)	1087	993 938 000

Section 13 - Cross-Jurisdictional Liabilities	GSIB	NOK
a. Foreign liabilities (excluding derivatives and local liabilities in local currency)	1088	898 909 127
(1) Any foreign liabilities to related offices included in item 13.a.	1089	346 702 539

b. Local liabilities in local currency (excluding derivatives activity)	1090	186 444 000
c. Cross-jurisdictional liabilities indicator (sum of items 13.a and 13.b, minus 13.a.(1))	1091	738 650 588