

Pillar 3 Half Year Disclosure

NEDERLANDSE WATERSCHAPSBANK N.V.

2022

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PILLAR 3 HALF YEAR DISCLOSURE 2022

INTRODUCTION AND BASIS FOR PREPARATION

The international prudential regulatory framework for banks is based on a comprehensive set of measures developed by the Basel Committee on Banking Supervision (known as Basel III). Basel III has been implemented in the European Union through a Capital Requirements Directive (CRD) and a Capital Requirements Regulation (CRR). The Basel framework (and thus CRD/CRR) is based upon three pillars:

- The first pillar consists of minimum capital requirements for three main categories of risk: credit risk, market risk and operational risk;
- The second pillar provides a framework for banks to review their capital (and liquidity) adequacy for both the risks identified in Pillar 1 as well as all other risks (e.g. concentration risk, strategic risk, etc.). This internal review by banks is known as the Internal Capital/ Liquidity Adequacy Assessment Process (ICAAP/ ILAAP). Supervisors independently assess these processes in their Supervisory Review and Evaluation Process (SREP);
- The third pillar aims to introduce market discipline to complement the capital and liquidity requirements from the first and second pillar. Therefore, Basel III (CRD/ CRR) contains a set of disclosure requirements which will allow market participants to have sufficient understanding of a bank's activities, the risks that are involved and the controls that are implemented to manage these risks.

This Pillar3 Half Year Disclosure Report 2022 relates to the third pillar and provides a comprehensive overview of the risk profile of NWB Bank. The Report discloses

information on the capital adequacy of Nederlandse Waterschapsbank N.V. (NWB Bank) as specified in Part 8 of EU Capital Requirements Regulation (575/2013), later amended by CRR II regulation (2019/876) in compliance with the commission implementing regulations, delegated regulations and guidelines issues by EBA for publishing disclosures. In 2020, EBA published final implementing technical standard on public disclosures based on the mandate included in article 434a of CRR II to specify uniform disclosure formats and associated instructions. These new disclosure requirements (EU 2021/637) apply from 28 June 2021 onwards and this Report has been prepared in accordance with updated regulation. The articles mentioned at the start of each chapter and in the table of contents, correspond with the articles of the main act (EU 2021/637) that was adopted by the European Commission and which lays down down the implementing technical standards with regard to public disclosures by institutions of the information referred to in Titles II and III of Part Eight of Regulation (EU) No 575/2013 of the European Parliament and of the Council. Information or templates identified as not applicable to NWB Bank have not been included in the Report.

The Pillar 3 disclosure framework seeks to promote transparency and market discipline through regulatory disclosure requirements. Most of the Pillar 3 disclosure items are reported in NWB Bank's Half Year Report 2022 which was published on 26 August 2022 and have been subject to review by Ernst & Young Accountants LLP. The additional information that is not in the Half Year Report 2022 has not been audited.

ARTICLE 1: KEY METRICS AND OVERVIEW OF RISK-WEIGHTED EXPOSURE AMOUNTS

EU KM1 - KEY METRICS

Changes to the regulation of banks' capital adequacy (CRR II and CRD V) were applied at the end of June 2022. The Common Equity Tier 1 (CET1) ratio was 36.0% (year-end 2021: 38.0%). Including the hybrid capital (AT1) raised by the bank in 2015 and 2016, the capital as at 30 June 2022 amounted to €2,155 million, resulting in a Tier 1 ratio of 42.3% (year-end 2021: 44.9%). The decrease in the CET1 ratio and Tier 1 ratio is in line with the bank's strategy of more risk-weighted lending. Further information is set out below at EU OV1 Overview of risk-weighted exposure amounts.

The leverage ratio as at 30 June 2022 was 8.0% (31 December 2021: 53,2%) and comfortably exceeds the requirement according to CRR II applicable as of 28 June 2021. The leverage ratio decreased due to the reinclusion of the central bank exposures in de calculation. In September 2020 the ECB allowed banks to exclude certain central bank exposures from the denominators of their leverage ratios owing to the exceptional macroeconomic circumstances. In June 2021 te ECB extended that measure until the end of March 2022 .

At 330%, the average Liquidity Coverage Ratio at the end of June was well above the minimum requirement of 100% (year-end 2021: 215%). The Net Stable Funding Ratio at the end of June amounted to 151% (minimum 100%, year-end 2021: 133%).

EU KM1 - KEY METRICS

| (x EUR 1,000 unless otherwise indicated) | | a | b | c | d | e |
|--|--|-------------|-------------|-------------|-------------|-------------|
| | | 30 Jun 2022 | 31 Mar 2022 | 31 Dec 2021 | 30 Sep 2021 | 30 Jun 2021 |
| Available own funds (amounts) | | | | | | |
| 1 | Common Equity Tier 1 (CET1) capital | 1,835,388 | 1,831,577 | 1,762,584 | 1,762,155 | 1,762,174 |
| 2 | Tier 1 capital | 2,155,888 | 2,152,077 | 2,083,084 | 2,082,655 | 2,082,674 |
| 3 | Total capital | 2,155,888 | 2,152,077 | 2,083,084 | 2,082,655 | 2,082,674 |
| Risk-weighted exposure amounts | | | | | | |
| 4 | Total risk exposure amount | 5,102,491 | 5,099,855 | 4,641,988 | 5,116,253 | 4,501,816 |
| Capital ratios (as a percentage of risk-weighted exposure amount) | | | | | | |
| 5 | Common Equity Tier 1 ratio (%) | 35.97% | 35.91% | 37.97% | 34.44% | 39.14% |
| 6 | Tier 1 ratio (%) | 42.25% | 42.20% | 44.87% | 40.71% | 46.26% |
| 7 | Total capital ratio (%) | 42.25% | 42.20% | 44.87% | 40.71% | 46.26% |
| Additional own funds requirements to address risks other than the risk of excessive leverage (as a percentage of risk-weighted exposure amount) | | | | | | |
| EU 7a | Additional own funds requirements to address risks other than the risk of excessive leverage (%) | 2.00% | 2.00% | 2.25% | 2.25% | 2.25% |
| EU 7b | of which: to be made up of CET1 capital (percentage points) | 1.13% | 1.13% | 1.27% | 1.27% | 1.27% |
| EU 7c | of which: to be made up of Tier 1 capital (percentage points) | 1.50% | 1.50% | 1.69% | 1.69% | 1.69% |
| EU 7d | Total SREP own funds requirements (%) | 10.00% | 10.00% | 10.25% | 10.25% | 10.25% |

| (x EUR 1,000 unless otherwise indicated) | | a | b | c | d | e |
|--|--|-------------|-------------|-------------|-------------|-------------|
| | | 30 Jun 2022 | 31 Mar 2022 | 31 Dec 2021 | 30 Sep 2021 | 30 Jun 2021 |
| Combined buffer and overall capital requirement (as a percentage of risk-weighted exposure amount) | | | | | | |
| 8 | Capital conservation buffer (%) | 2.50% | 2.50% | 2.50% | 2.50% | 2.50% |
| EU 8a | Conservation buffer due to macro-prudential or systemic risk identified at the level of a Member State (%) | - | - | - | - | - |
| 9 | Institution specific countercyclical capital buffer (%) | - | - | - | - | - |
| EU 9a | Systemic risk buffer (%) | - | - | - | - | - |
| 10 | Global Systemically Important Institution buffer (%) | - | - | - | - | - |
| EU 10a | Other Systemically Important Institution buffer (%) | - | - | - | - | - |
| 11 | Combined buffer requirement (%) | 2.50% | 2.50% | 2.50% | 2.50% | 2.50% |
| EU 11a | Overall capital requirements (%) | 12.50% | 12.50% | 12.75% | 12.75% | 12.75% |
| 12 | CET1 available after meeting the total SREP own funds requirements (%) | 30.35% | 30.29% | 32.20% | 28.67% | 33.37% |
| Leverage ratio | | | | | | |
| 13 | Total exposure measure | 27,084,439 | 4,124,208 | 3,917,242 | 4,480,224 | 4,253,426 |
| 14 | Leverage ratio (%) | 7.96% | 52.18% | 53.18% | 46.49% | 48.96% |
| Additional own funds requirements to address the risk of excessive leverage (as a percentage of total exposure measure) | | | | | | |
| EU 14a | Additional own funds requirements to address the risk of excessive leverage (%) | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| EU 14b | of which: to be made up of CET1 capital (percentage points) | - | - | - | - | - |
| EU 14c | Total SREP leverage ratio requirements (%) | 3.00% | 9.03% | 9.30% | 8.60% | 8.80% |
| Leverage ratio buffer and overall leverage ratio requirement (as a percentage of total exposure measure) | | | | | | |
| EU 14d | Leverage ratio buffer requirement (%) | 3.00% | 9.03% | 9.30% | 8.60% | 8.80% |
| EU 14e | Overall leverage ratio requirement (%) | 3.00% | 9.03% | 9.30% | 8.60% | 8.80% |

| (x EUR 1,000 unless otherwise indicated) | | a | b | c | d | e |
|--|---|-------------|-------------|-------------|-------------|-------------|
| | | 30 Jun 2022 | 31 Mar 2022 | 31 Dec 2021 | 30 Sep 2021 | 30 Jun 2021 |
| Liquidity Coverage Ratio | | | | | | |
| 15 | Total high-quality liquid assets (HQLA) (Weighted value -average) | 23,835,770 | 23,220,105 | 23,097,760 | 22,954,210 | 22,579,177 |
| EU 16a | Cash outflows - Total weighted value | 12,240,772 | 13,032,503 | 13,147,212 | 13,514,643 | 14,321,037 |
| EU 16b | Cash inflows - Total weighted value | 3,579,702 | 2,963,780 | 2,037,019 | 1,760,521 | 1,574,344 |
| 16 | Total net cash outflows (adjusted value) | 8,661,071 | 10,068,723 | 11,110,192 | 11,754,122 | 12,746,692 |
| 17 | Liquidity coverage ratio (%) | 329.81% | 241.27% | 214.94% | 204.47% | 184.08% |
| Net Stable Funding Ratio | | | | | | |
| 18 | Total available stable funding | 68,038,803 | 75,060,615 | 74,289,507 | 79,935,262 | 79,395,311 |
| 19 | Total required stable funding | 45,119,516 | 51,450,635 | 56,013,369 | 56,262,374 | 56,701,358 |
| 20 | NSFR ratio (%) | 150.80% | 145.89% | 132.63% | 142.08% | 140.02% |

EU OV1 - OVERVIEW OF RISK-WEIGHTED EXPOSURE AMOUNTS

At 28 June 2021, the Banking Package came into effect. The Banking Package is a revision of the Capital Requirements Directive (CRD), the Capital Requirements Regulation (CRR), the Bank Recovery and Resolution Directive (BRRD) and the Single Resolution Mechanism Regulation (SRMR). As a result of the changes in regulation, a new calculation method for counterparty credit risk has become applicable: the Standardised Approach to Counterparty Credit Risk (SA-CCR).

EU OV1 - OVERVIEW OF RISK-WEIGHTED EXPOSURE AMOUNTS

| (x EUR 1,000) | | Total risk exposure amounts (TREA) | | Own Funds |
|---------------|--|------------------------------------|-------------|-------------|
| | | a | b | c |
| | | 30 Jun 2022 | 31 Dec 2021 | 30 Jun 2022 |
| 1 | Credit risk (excluding CCR) | 2,073,723 | 2,143,294 | 165,898 |
| 2 | Of which the standardised approach | 2,073,723 | 2,143,294 | 165,898 |
| 3 | Of which the Foundation IRB (F-IRB) approach | | | |
| 4 | Of which slotting approach | | | |
| EU 4a | Of which equities under the simple riskweighted approach | | | |
| 5 | Of which the Advanced IRB (A-IRB) approach | | | |
| 6 | Counterparty credit risk - CCR | 2,321,258 | 2,331,177 | 185,701 |
| 7 | Of which the standardised approach | 849,164 | 949,252 | 67,933 |
| 8 | Of which internal model method (IMM) | | | |
| EU 8a | Of which exposures to a CCP | 3,130 | 3,452 | 250 |
| EU 8b | Of which credit valuation adjustment - CVA | 1,468,964 | 1,378,473 | 117,517 |
| 9 | Of which other CCR | - | - | |
| 10 | Not applicable | | | |
| 11 | Not applicable | | | |
| 12 | Not applicable | | | |
| 13 | Not applicable | | | |
| 14 | Not applicable | | | |
| 15 | Settlement risk | | | |

| (x EUR 1,000) | | Total risk exposure amounts (TREA) | | Own Funds |
|---------------|--|------------------------------------|------------------|----------------|
| | | a | b | c |
| | | 30 Jun 2022 | 31 Dec 2021 | 30 Jun 2022 |
| 16 | Securitisation exposures in the non-trading book (after the cap) | 314,630 | 232,504 | 25,170 |
| 17 | Of which SEC-IRBA approach | | | |
| 18 | Of which SEC-ERBA (including IAA) | | | |
| 19 | Of which SEC-SA approach | 314,630 | 232,504 | 25,170 |
| EU 19a | Of which 1250% / deduction | | | |
| 20 | Position, foreign exchange and commodities risks (Market risk) | | | |
| 21 | Of which the standardised approach | | | |
| 22 | Of which IMA | | | |
| EU 22a | Large exposures | | | |
| 23 | Operational risk | 392,880 | 392,880 | 31,430 |
| EU 23a | Of which basic indicator approach | | | |
| EU 23b | Of which standardised approach | 392,880 | 392,880 | 31,430 |
| EU 23c | Of which advanced measurement approach | | | |
| 24 | Amounts below the thresholds for deduction (subject to 250% risk weight) | | | |
| 25 | Not applicable | | | |
| 26 | Not applicable | | | |
| 27 | Not applicable | | | |
| 28 | Not applicable | | | |
| 29 | Total | 5,102,491 | 5,099,855 | 408,199 |

ARTICLE 4: OWN FUNDS

EU CC1 - COMPOSITION OF REGULATORY OWN FUNDS

At the end of the reporting period, NWB Bank's Common Equity Tier 1 (CET1) capital amounted to €1,835 million. Including the hybrid capital (AT1), the Tier 1 capital and therefore the total capital of the bank as at 30 June 2022 amounted to €2.2 billion.

NWB Bank has no Tier 2 capital.

COMPOSITION OF REGULATORY OWN FUNDS - 30 JUNE 2022

| (x EUR 1,000) | | (a) | (b) |
|---------------|--|------------------|--|
| | | Amounts | Source based on reference numbers/letters of the balance sheet under the regulatory scope of consolidation |
| | Common Equity Tier 1 (CET1) capital: instruments and reserves | | |
| 1 | Capital instruments and the related share premium accounts | 6,823 | (h) |
| | of which: Instrument type 1 | | |
| | of which: Instrument type 2 | | |
| | of which: Instrument type 3 | | |
| 2 | Retained earnings | 1,845,288 | |
| 3 | Accumulated other comprehensive income (and other reserves) | 2 | |
| EU-3a | Funds for general banking risk | - | |
| 4 | Amount of qualifying items referred to in Article 484 (3) CRR and the related share premium accounts subject to phase out from CET1 | - | |
| 5 | Minority interests (amount allowed in consolidated CET1) | - | |
| EU-5a | Independently reviewed interim profits net of any foreseeable charge or dividend | - | |
| 6 | Common Equity Tier 1 (CET1) capital before regulatory adjustments | 1,852,113 | |
| | Common Equity Tier 1 (CET1) capital: regulatory adjustments | | |
| 7 | Additional value adjustments (negative amount) | (1,767) | |
| 8 | Intangible assets (net of related tax liability) (negative amount) | (6,904) | (a)minus (d) |
| 9 | Not applicable | | |
| 10 | Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability where the conditions in Article 38 (3) CRR are met) (negative amount) | - | |
| 11 | Fair value reserves related to gains or losses on cash flow hedges of financial instruments that are not valued at fair value | - | |
| 12 | Negative amounts resulting from the calculation of expected loss amounts | - | |
| 13 | Any increase in equity that results from securitised assets (negative amount) | - | |
| 14 | Gains or losses on liabilities valued at fair value resulting from changes in own credit standing | - | |

| (x EUR 1,000) | | (a) | (b) |
|---------------|---|---------|--|
| | | Amounts | Source based on reference numbers/letters of the balance sheet under the regulatory scope of consolidation |
| 15 | Defined-benefit pension fund assets (negative amount) | - | |
| 16 | Direct, indirect and synthetic holdings by an institution of own CET1 instruments (negative amount) | - | |
| 17 | Direct, indirect and synthetic holdings of the CET 1 instruments of financial sector entities where those entities have reciprocal cross holdings with the institution designed to inflate artificially the own funds of the institution (negative amount) | - | |
| 18 | Direct, indirect and synthetic holdings by the institution of the CET1 instruments of financial sector entities where the institution does not have a significant investment in those entities (amount above 10% threshold and net of eligible short positions) (negative amount) | - | |
| 19 | Direct, indirect and synthetic holdings by the institution of the CET1 instruments of financial sector entities where the institution has a significant investment in those entities (amount above 10% threshold and net of eligible short positions) (negative amount) | - | |
| 20 | Not applicable | | |
| EU-20a | Exposure amount of the following items which qualify for a RW of 1250%, where the institution opts for the deduction alternative | - | |
| EU-20b | of which: qualifying holdings outside the financial sector (negative amount) | - | |
| EU-20c | of which: securitisation positions (negative amount) | - | |
| EU-20d | of which: free deliveries (negative amount) | - | |
| 21 | Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability where the conditions in Article 38(3) CRR are met) (negative amount) | - | |
| 22 | Amount exceeding the 17,65% threshold (negative amount) | - | |
| 23 | of which: direct, indirect and synthetic holdings by the institution of the CET1 instruments of financial sector entities where the institution has a significant investment in those entities | - | |
| 24 | Not applicable | - | |
| 25 | of which: deferred tax assets arising from temporary differences | | |
| EU-25a | Losses for the current financial year (negative amount) | - | |
| EU-25b | Foreseeable tax charges relating to CET1 items except where the institution suitably adjusts the amount of CET1 items insofar as such tax charges reduce the amount up to which those items may be used to cover risks or losses (negative amount) | - | |

| (x EUR 1,000) | | (a) | (b) |
|---------------|---|------------------|--|
| | | Amounts | Source based on reference numbers/letters of the balance sheet under the regulatory scope of consolidation |
| 26 | Not applicable | | |
| 27 | Qualifying AT1 deductions that exceed the AT1 items of the institution (negative amount) | - | |
| 27a | Other regulatory adjustments | (8,054) | |
| 28 | Total regulatory adjustments to Common Equity Tier 1 (CET1) | (16,725) | |
| 29 | Common Equity Tier 1 (CET1) capital | 1,835,388 | |
| | Additional Tier 1 (AT1) capital: instruments | | |
| 30 | Capital instruments and the related share premium accounts | 320,500 | (i) |
| 31 | of which: classified as equity under applicable accounting standards | | |
| 32 | of which: classified as liabilities under applicable accounting standards | 320,500 | |
| 33 | Amount of qualifying items referred to in Article 484 (4) CRR and the related share premium accounts subject to phase out from AT1 | - | |
| EU-33a | Amount of qualifying items referred to in Article 494a(1) CRR subject to phase out from AT1 | - | |
| EU-33b | Amount of qualifying items referred to in Article 494b(1) CRR subject to phase out from AT1 | - | |
| 34 | Qualifying Tier 1 capital included in consolidated AT1 capital (including minority interests not included in row 5) issued by subsidiaries and held by third parties | - | |
| 35 | of which: instruments issued by subsidiaries subject to phase out | - | |
| 36 | Additional Tier 1 (AT1) capital before regulatory adjustments | 320,500 | |
| | Additional Tier 1 (AT1) capital: regulatory adjustments | 320,500 | |
| 37 | Direct, indirect and synthetic holdings by an institution of own AT1 instruments (negative amount) | - | |
| 38 | Direct, indirect and synthetic holdings of the AT1 instruments of financial sector entities where those entities have reciprocal cross holdings with the institution designed to inflate artificially the own funds of the institution (negative amount) | - | |
| 39 | Direct, indirect and synthetic holdings of the AT1 instruments of financial sector entities where the institution does not have a significant investment in those entities (amount above 10% threshold and net of eligible short positions) (negative amount) | - | |
| 40 | Direct, indirect and synthetic holdings by the institution of the AT1 instruments of financial sector entities where the institution has a significant investment in those entities (net of eligible short positions) (negative amount) | - | |

| (x EUR 1,000) | | (a) | (b) |
|---------------|---|------------------|--|
| | | Amounts | Source based on reference numbers/letters of the balance sheet under the regulatory scope of consolidation |
| 41 | Not applicable | | |
| 42 | Qualifying T2 deductions that exceed the T2 items of the institution (negative amount) | - | |
| 42a | Other regulatory adjustments to AT1 capital | - | |
| 43 | Total regulatory adjustments to Additional Tier 1 (AT1) capital | - | |
| 44 | Additional Tier 1 (AT1) capital | 320,500 | |
| 45 | Tier 1 capital (T1 = CET1 + AT1) | 2,155,888 | |
| | Tier 2 (T2) capital: instruments | | |
| 46 | Capital instruments and the related share premium accounts | - | |
| 47 | Amount of qualifying items referred to in Article 484(5) CRR and the related share premium accounts subject to phase out from T2 as described in Article 486(4) CRR | - | |
| EU-47a | Amount of qualifying items referred to in Article 494a(2) CRR subject to phase out from T2 | - | |
| EU-47b | Amount of qualifying items referred to in Article 494b(2) CRR subject to phase out from T2 | - | |
| 48 | Qualifying own funds instruments included in consolidated T2 capital (including minority interests and AT1 instruments not included in rows 5 or 34) issued by subsidiaries and held by third parties | - | |
| 49 | of which: instruments issued by subsidiaries subject to phase out | - | |
| 50 | Credit risk adjustments | - | |
| 51 | Tier 2 (T2) capital before regulatory adjustments | - | |
| | Tier 2 (T2) capital: regulatory adjustments | | |
| 52 | Direct, indirect and synthetic holdings by an institution of own T2 instruments and subordinated loans (negative amount) | - | |
| 53 | Direct, indirect and synthetic holdings of the T2 instruments and subordinated loans of financial sector entities where those entities have reciprocal cross holdings with the institution designed to inflate artificially the own funds of the institution (negative amount) | - | |
| 54 | Direct, indirect and synthetic holdings of the T2 instruments and subordinated loans of financial sector entities where the institution does not have a significant investment in those entities (amount above 10% threshold and net of eligible short positions) (negative amount) | - | |
| 54a | Not applicable | | |

| (x EUR 1,000) | | (a) | (b) |
|--|---|------------------|--|
| | | Amounts | Source based on reference numbers/letters of the balance sheet under the regulatory scope of consolidation |
| 55 | Direct, indirect and synthetic holdings by the institution of the T2 instruments and subordinated loans of financial sector entities where the institution has a significant investment in those entities (net of eligible short positions) (negative amount) | - | |
| 56 | Not applicable | | |
| EU-56a | Qualifying eligible liabilities deductions that exceed the eligible liabilities items of the institution (negative amount) | - | |
| EU-56b | Other regulatory adjustments to T2 capital | - | |
| 57 | Total regulatory adjustments to Tier 2 (T2) capital | - | |
| 58 | Tier 2 (T2) capital | - | |
| 59 | Total capital (TC = T1 + T2) | 2,155,888 | |
| 60 | Total Risk exposure amount | 5,102,491 | |
| Capital ratios and requirements including buffers | | | |
| 61 | Common Equity Tier 1 capital | 36.0% | |
| 62 | Tier 1 capital | 42.3% | |
| 63 | Total capital | 42.3% | |
| 64 | Institution CET1 overall capital requirements | 8.1% | |
| 65 | of which: capital conservation buffer requirement | 2.5% | |
| 66 | of which: countercyclical capital buffer requirement | - | |
| 67 | of which: systemic risk buffer requirement | - | |
| EU-67a | of which: Global Systemically Important Institution (G-SII) or Other Systemically Important Institution (O-SII) buffer requirement | - | |
| EU-67b | of which: additional own funds requirements to address the risks other than the risk of excessive leverage | 1.1% | |
| 68 | Common Equity Tier 1 capital (as a percentage of risk exposure amount) available after meeting the minimum capital requirements | 30.3% | |
| National minima (if different from Basel III) | | | |
| 69 | Not applicable | | |
| 70 | Not applicable | | |
| 71 | Not applicable | | |

| (x EUR 1,000) | | (a) | (b) |
|---------------|---|---------|--|
| | | Amounts | Source based on reference numbers/letters of the balance sheet under the regulatory scope of consolidation |
| | Amounts below the thresholds for deduction (before risk weighting) | | |
| 72 | Direct and indirect holdings of own funds and eligible liabilities of financial sector entities where the institution does not have a significant investment in those entities (amount below 10% threshold and net of eligible short positions) | - | |
| 73 | Direct and indirect holdings by the institution of the CET1 instruments of financial sector entities where the institution has a significant investment in those entities (amount below 17.65% thresholds and net of eligible short positions) | - | |
| 74 | Not applicable | | |
| 75 | Deferred tax assets arising from temporary differences (amount below 17,65% threshold, net of related tax liability where the conditions in Article 38 (3) CRR are met) | - | |
| | Applicable caps on the inclusion of provisions in Tier 2 | | |
| 76 | Credit risk adjustments included in T2 in respect of exposures subject to standardised approach (prior to the application of the cap) | - | |
| 77 | Cap on inclusion of credit risk adjustments in T2 under standardised approach | - | |
| 78 | Credit risk adjustments included in T2 in respect of exposures subject to internal ratings-based approach (prior to the application of the cap) | - | |
| 79 | Cap for inclusion of credit risk adjustments in T2 under internal ratings-based approach | - | |
| | Capital instruments subject to phase-out arrangements (only applicable between 1 Jan 2014 and 1 Jan 2022) | | |
| 80 | Current cap on CET1 instruments subject to phase out arrangements | - | |
| 81 | Amount excluded from CET1 due to cap (excess over cap after redemptions and maturities) | - | g |
| 82 | Current cap on AT1 instruments subject to phase out arrangements | - | |
| 83 | Amount excluded from AT1 due to cap (excess over cap after redemptions and maturities) | - | |
| 84 | Current cap on T2 instruments subject to phase out arrangements | - | |
| 85 | Amount excluded from T2 due to cap (excess over cap after redemptions and maturities) | - | |

COMPOSITION OF REGULATORY OWN FUNDS - 31 DECEMBER 2021

| (x EUR 1,000) | | (a) | (b) |
|---------------|--|------------------|--|
| | | Amounts | Source based on reference numbers/letters of the balance sheet under the regulatory scope of consolidation |
| | Common Equity Tier 1 (CET1) capital: instruments and reserves | | |
| 1 | Capital instruments and the related share premium accounts | 6,823 | (h) |
| | of which: Instrument type 1 | | |
| | of which: Instrument type 2 | | |
| | of which: Instrument type 3 | | |
| 2 | Retained earnings | 1,773,826 | |
| 3 | Accumulated other comprehensive income (and other reserves) | 2 | |
| EU-3a | Funds for general banking risk | - | |
| 4 | Amount of qualifying items referred to in Article 484 (3) CRR and the related share premium accounts subject to phase out from CET1 | - | |
| 5 | Minority interests (amount allowed in consolidated CET1) | - | |
| EU-5a | Independently reviewed interim profits net of any foreseeable charge or dividend | - | |
| 6 | Common Equity Tier 1 (CET1) capital before regulatory adjustments | 1,780,652 | |
| | Common Equity Tier 1 (CET1) capital: regulatory adjustments | | |
| 7 | Additional value adjustments (negative amount) | (5,117) | |
| 8 | Intangible assets (net of related tax liability) (negative amount) | (6,497) | (a)minus (d) |
| 9 | Not applicable | | |
| 10 | Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability where the conditions in Article 38 (3) CRR are met) (negative amount) | - | |
| 11 | Fair value reserves related to gains or losses on cash flow hedges of financial instruments that are not valued at fair value | - | |
| 12 | Negative amounts resulting from the calculation of expected loss amounts | - | |
| 13 | Any increase in equity that results from securitised assets (negative amount) | - | |

| (x EUR 1,000) | | (a) | (b) |
|---------------|---|---------|--|
| | | Amounts | Source based on reference numbers/letters of the balance sheet under the regulatory scope of consolidation |
| 14 | Gains or losses on liabilities valued at fair value resulting from changes in own credit standing | - | |
| 15 | Defined-benefit pension fund assets (negative amount) | - | |
| 16 | Direct, indirect and synthetic holdings by an institution of own CET1 instruments (negative amount) | - | |
| 17 | Direct, indirect and synthetic holdings of the CET 1 instruments of financial sector entities where those entities have reciprocal cross holdings with the institution designed to inflate artificially the own funds of the institution (negative amount) | - | |
| 18 | Direct, indirect and synthetic holdings by the institution of the CET1 instruments of financial sector entities where the institution does not have a significant investment in those entities (amount above 10% threshold and net of eligible short positions) (negative amount) | - | |
| 19 | Direct, indirect and synthetic holdings by the institution of the CET1 instruments of financial sector entities where the institution has a significant investment in those entities (amount above 10% threshold and net of eligible short positions) (negative amount) | - | |
| 20 | Not applicable | | |
| EU-20a | Exposure amount of the following items which qualify for a RW of 1250%, where the institution opts for the deduction alternative | - | |
| EU-20b | of which: qualifying holdings outside the financial sector (negative amount) | - | |
| EU-20c | of which: securitisation positions (negative amount) | - | |
| EU-20d | of which: free deliveries (negative amount) | - | |
| 21 | Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability where the conditions in Article 38(3) CRR are met) (negative amount) | - | |
| 22 | Amount exceeding the 17,65% threshold (negative amount) | - | |
| 23 | of which: direct, indirect and synthetic holdings by the institution of the CET1 instruments of financial sector entities where the institution has a significant investment in those entities | - | |
| 24 | Not applicable | - | |
| 25 | of which: deferred tax assets arising from temporary differences | - | |
| EU-25a | Losses for the current financial year (negative amount) | - | |
| EU-25b | Foreseeable tax charges relating to CET1 items except where the institution suitably adjusts the amount of CET1 items insofar as such tax charges reduce the amount up to which those items may be used to cover risks or losses (negative amount) | - | |

| (x EUR 1,000) | | (a) | (b) |
|---------------|---|------------------|--|
| | | Amounts | Source based on reference numbers/letters of the balance sheet under the regulatory scope of consolidation |
| 26 | Not applicable | | |
| 27 | Qualifying AT1 deductions that exceed the AT1 items of the institution (negative amount) | - | |
| 27a | Other regulatory adjustments | (6,453) | |
| 28 | Total regulatory adjustments to Common Equity Tier 1 (CET1) | (18,067) | |
| 29 | Common Equity Tier 1 (CET1) capital | 1,762,584 | |
| | Additional Tier 1 (AT1) capital: instruments | | |
| 30 | Capital instruments and the related share premium accounts | 320,500 | (i) |
| 31 | of which: classified as equity under applicable accounting standards | | |
| 32 | of which: classified as liabilities under applicable accounting standards | 320,500 | |
| 33 | Amount of qualifying items referred to in Article 484 (4) CRR and the related share premium accounts subject to phase out from AT1 | - | |
| EU-33a | Amount of qualifying items referred to in Article 494a(1) CRR subject to phase out from AT1 | - | |
| EU-33b | Amount of qualifying items referred to in Article 494b(1) CRR subject to phase out from AT1 | - | |
| 34 | Qualifying Tier 1 capital included in consolidated AT1 capital (including minority interests not included in row 5) issued by subsidiaries and held by third parties | - | |
| 35 | of which: instruments issued by subsidiaries subject to phase out | - | |
| 36 | Additional Tier 1 (AT1) capital before regulatory adjustments | 320,500 | |
| | Additional Tier 1 (AT1) capital: regulatory adjustments | 320,500 | |
| 37 | Direct, indirect and synthetic holdings by an institution of own AT1 instruments (negative amount) | - | |
| 38 | Direct, indirect and synthetic holdings of the AT1 instruments of financial sector entities where those entities have reciprocal cross holdings with the institution designed to inflate artificially the own funds of the institution (negative amount) | - | |
| 39 | Direct, indirect and synthetic holdings of the AT1 instruments of financial sector entities where the institution does not have a significant investment in those entities (amount above 10% threshold and net of eligible short positions) (negative amount) | - | |
| 40 | Direct, indirect and synthetic holdings by the institution of the AT1 instruments of financial sector entities where the institution has a significant investment in those entities (net of eligible short positions) (negative amount) | - | |

| (x EUR 1,000) | | (a) | (b) |
|---------------|---|------------------|--|
| | | Amounts | Source based on reference numbers/letters of the balance sheet under the regulatory scope of consolidation |
| 41 | Not applicable | | |
| 42 | Qualifying T2 deductions that exceed the T2 items of the institution (negative amount) | - | |
| 42a | Other regulatory adjustments to AT1 capital | - | |
| 43 | Total regulatory adjustments to Additional Tier 1 (AT1) capital | - | |
| 44 | Additional Tier 1 (AT1) capital | 320,500 | |
| 45 | Tier 1 capital (T1 = CET1 + AT1) | 2,083,084 | |
| | Tier 2 (T2) capital: instruments | | |
| 46 | Capital instruments and the related share premium accounts | - | |
| 47 | Amount of qualifying items referred to in Article 484(5) CRR and the related share premium accounts subject to phase out from T2 as described in Article 486(4) CRR | - | |
| EU-47a | Amount of qualifying items referred to in Article 494a(2) CRR subject to phase out from T2 | - | |
| EU-47b | Amount of qualifying items referred to in Article 494b(2) CRR subject to phase out from T2 | - | |
| 48 | Qualifying own funds instruments included in consolidated T2 capital (including minority interests and AT1 instruments not included in rows 5 or 34) issued by subsidiaries and held by third parties | - | |
| 49 | of which: instruments issued by subsidiaries subject to phase out | - | |
| 50 | Credit risk adjustments | - | |
| 51 | Tier 2 (T2) capital before regulatory adjustments | - | |
| | Tier 2 (T2) capital: regulatory adjustments | | |
| 52 | Direct, indirect and synthetic holdings by an institution of own T2 instruments and subordinated loans (negative amount) | - | |
| 53 | Direct, indirect and synthetic holdings of the T2 instruments and subordinated loans of financial sector entities where those entities have reciprocal cross holdings with the institution designed to inflate artificially the own funds of the institution (negative amount) | - | |
| 54 | Direct, indirect and synthetic holdings of the T2 instruments and subordinated loans of financial sector entities where the institution does not have a significant investment in those entities (amount above 10% threshold and net of eligible short positions) (negative amount) | - | |
| 54a | Not applicable | | |

| (x EUR 1,000) | | (a) | (b) |
|---------------|---|------------------|--|
| | | Amounts | Source based on reference numbers/letters of the balance sheet under the regulatory scope of consolidation |
| 55 | Direct, indirect and synthetic holdings by the institution of the T2 instruments and subordinated loans of financial sector entities where the institution has a significant investment in those entities (net of eligible short positions) (negative amount) | - | |
| 56 | Not applicable | | |
| EU-56a | Qualifying eligible liabilities deductions that exceed the eligible liabilities items of the institution (negative amount) | - | |
| EU-56b | Other regulatory adjustments to T2 capital | - | |
| 57 | Total regulatory adjustments to Tier 2 (T2) capital | - | |
| 58 | Tier 2 (T2) capital | - | |
| 59 | Total capital (TC = T1 + T2) | 2,083,084 | |
| 60 | Total Risk exposure amount | 4,641,988 | |
| | Capital ratios and requirements including buffers | | |
| 61 | Common Equity Tier 1 capital | 38.0% | |
| 62 | Tier 1 capital | 44.9% | |
| 63 | Total capital | 44.9% | |
| 64 | Institution CET1 overall capital requirements | 2.5% | |
| 65 | of which: capital conservation buffer requirement | 2.5% | |
| 66 | of which: countercyclical capital buffer requirement | - | |
| 67 | of which: systemic risk buffer requirement | - | |
| EU-67a | of which: Global Systemically Important Institution (G-SII) or Other Systemically Important Institution (O-SII) buffer requirement | - | |
| EU-67b | of which: additional own funds requirements to address the risks other than the risk of excessive leverage | 1.3% | |
| 68 | Common Equity Tier 1 capital (as a percentage of risk exposure amount) available after meeting the minimum capital requirements | 32.2% | |
| | National minima (if different from Basel III) | | |
| 69 | Not applicable | | |
| 70 | Not applicable | | |
| 71 | Not applicable | | |

| (x EUR 1,000) | | (a) | (b) |
|---------------|---|---------|--|
| | | Amounts | Source based on reference numbers/letters of the balance sheet under the regulatory scope of consolidation |
| | Amounts below the thresholds for deduction (before risk weighting) | | |
| 72 | Direct and indirect holdings of own funds and eligible liabilities of financial sector entities where the institution does not have a significant investment in those entities (amount below 10% threshold and net of eligible short positions) | - | |
| 73 | Direct and indirect holdings by the institution of the CET1 instruments of financial sector entities where the institution has a significant investment in those entities (amount below 17.65% thresholds and net of eligible short positions) | - | |
| 74 | Not applicable | | |
| 75 | Deferred tax assets arising from temporary differences (amount below 17,65% threshold, net of related tax liability where the conditions in Article 38 (3) CRR are met) | - | |
| | Applicable caps on the inclusion of provisions in Tier 2 | | |
| 76 | Credit risk adjustments included in T2 in respect of exposures subject to standardised approach (prior to the application of the cap) | - | |
| 77 | Cap on inclusion of credit risk adjustments in T2 under standardised approach | - | |
| 78 | Credit risk adjustments included in T2 in respect of exposures subject to internal ratings-based approach (prior to the application of the cap) | - | |
| 79 | Cap for inclusion of credit risk adjustments in T2 under internal ratings-based approach | - | |
| | Capital instruments subject to phase-out arrangements (only applicable between 1 Jan 2014 and 1 Jan 2022) | | |
| 80 | Current cap on CET1 instruments subject to phase out arrangements | - | |
| 81 | Amount excluded from CET1 due to cap (excess over cap after redemptions and maturities) | - | g |
| 82 | Current cap on AT1 instruments subject to phase out arrangements | - | |
| 83 | Amount excluded from AT1 due to cap (excess over cap after redemptions and maturities) | - | |
| 84 | Current cap on T2 instruments subject to phase out arrangements | - | |
| 85 | Amount excluded from T2 due to cap (excess over cap after redemptions and maturities) | - | |

EU CC2 - RECONCILIATION OF REGULATORY OWN FUNDS TO BALANCE SHEET IN THE AUDITED FINANCIAL STATEMENTS

| (x EUR 1,000) | | a | b | c |
|---|--|--|--|-----------|
| | | Balance sheet as in published financial statements | Under regulatory scope of consolidation | Reference |
| | | As at period end | As at period end | |
| Assets - Breakdown by asset classes according to the balance sheet in the published financial statements | | | | |
| 1 | Cash and cash balances at central banks | 23,621,268 | 23,621,268 | |
| 2 | Non-trading non-derivative financial assets measured at fair value to equity | 790,314 | 790,314 | |
| 3 | Non-trading debt instruments measured at a cost-based method | 61,339,084 | 61,339,084 | |
| 4 | Of which: Debt securities | 3,550,856 | 3,550,856 | |
| 5 | Of which: Loans and advances | 57,788,228 | 57,788,228 | |
| 6 | Derivatives – Hedge accounting | 5,218,791 | 5,218,791 | |
| 7 | Tangible assets | 4,886 | 4,886 | |
| 8 | Intangible assets | 6,904 | 6,904 | |
| 9 | Tax assets | 19,526 | 19,526 | |
| 10 | other assets | 37,535 | 37,535 | |
| 11 | Total assets | 91,038,308 | 91,038,308 | |
| Liabilities- Breakdown by liability classes according to the balance sheet in the published financial statements | | | | |
| 1 | Non-trading non-derivative financial liabilities measured at a cost-based method | 84,955,220 | 84,955,220 | |
| 2 | Of which: Deposits | 19,015,201 | 19,015,201 | |
| 3 | Of which: Debt securities issued | 65,940,019 | 65,940,019 | |
| 4 | Derivatives – Hedge accounting | 4,083,028 | 4,083,028 | |
| 5 | Provisions | 2,283 | 2,283 | |
| 6 | Tax liabilities | 11,733 | 11,733 | |
| 7 | Other liabilities | 53,988 | 53,988 | |
| 8 | | | | |
| 9 | | | | |
| 10 | Total liabilities | 89,106,252 | 89,106,252 | |

| (x EUR 1,000) | | a | b | c |
|-----------------------------|---|--|--|-----------|
| | | Balance sheet as in published financial statements | Under regulatory scope of consolidation | Reference |
| | | As at period end | As at period end | |
| Shareholders' equity | | | | |
| 1 | Capital | 6,823 | 6,823 | |
| 2 | Retained earnings | 1,845,288 | 1,845,288 | |
| 3 | Revaluation reserves | 2 | 2 | |
| 4 | Profit or loss attributable to owners of the parent | 79,943 | 79,943 | |
| 5 | | | | |
| 6 | | | | |
| 7 | | | | |
| 8 | | | | |
| 9 | | | | |
| 10 | Total shareholders' equity | 1,932,056 | 1,932,056 | |
| 11 | Total liabilities and shareholders' equity | 91,038,308 | 91,038,308 | |

ARTICLE 5: COUNTERCYCLICAL CAPITAL BUFFERS

NWB Bank has no exposures subject to countercyclical capital buffers.

ARTICLE 6: LEVERAGE RATIO

EU LR1 - LRSUM: SUMMARY RECONCILIATION OF ACCOUNTING ASSETS AND LEVERAGE RATIO EXPOSURES

The leverage ratio requirement is part of the Capital Requirements Regulation (CRR). The ratio is defined as Tier 1 capital as a percentage of total assets of the bank. Since the entry into force of CRR II (27 June 2019), NWB Bank, as a promotional bank, may exclude its promotional loans in the total assets when calculating the leverage ratio.

The leverage ratio as at 30 June 2022 was 8.0% (31 December 2021: 53,2%) and comfortably exceeds the requirement according to CRR II applicable as of 28 June 2021. The leverage ratio decreased due to the reinclusion of the central bank exposures in de calculation. In September 2020 the ECB allowed banks to exclude certain central bank exposures from the denominators of their leverage ratios owing to the exceptional macroeconomic circumstances. In June 2021 te ECB extended that measure until the end of March 2022 .

EU LR1 - LRSUM: SUMMARY RECONCILIATION OF ACCOUNTING ASSETS AND LEVERAGE RATIO EXPOSURES - 30 JUNE 2022

| (x EUR 1,000) | | a |
|---------------|--|-------------------|
| | | Applicable amount |
| 1 | Total assets as per published financial statements | 91,038,308 |
| 2 | Adjustment for entities which are consolidated for accounting purposes but are outside the scope of prudential consolidation | - |
| 3 | (Adjustment for securitised exposures that meet the operational requirements for the recognition of risk transference) | - |
| 4 | (Adjustment for temporary exemption of exposures to central banks (if applicable)) | - |
| 5 | (Adjustment for fiduciary assets recognised on the balance sheet pursuant to the applicable accounting framework but excluded from the total exposure measure in accordance with point (i) of Article 429a(1) CRR) | - |
| 6 | Adjustment for regular-way purchases and sales of financial assets subject to trade date accounting | - |
| 7 | Adjustment for eligible cash pooling transactions | - |
| 8 | Adjustment for derivative financial instruments | (2,731,377) |
| 9 | Adjustment for securities financing transactions (SFTs) | - |
| 10 | Adjustment for off-balance sheet items (ie conversion to credit equivalent amounts of off-balance sheet exposures) | 2,923,367 |
| 11 | (Adjustment for prudent valuation adjustments and specific and general provisions which have reduced Tier 1 capital) | - |
| EU-11a | (Adjustment for exposures excluded from the total exposure measure in accordance with point (c) of Article 429a(1) CRR) | - |
| EU-11b | (Adjustment for exposures excluded from the total exposure measure in accordance with point (j) of Article 429a(1) CRR) | - |
| 12 | Other adjustments | (64,145,860) |
| 13 | Total exposure measure | 27,084,439 |

EU LR1 - LRSUM: SUMMARY RECONCILIATION OF ACCOUNTING ASSETS AND LEVERAGE RATIO EXPOSURES - 31 DECEMBER 2021

| (x EUR 1,000) | | a |
|---------------|--|-------------------|
| | | Applicable amount |
| 1 | Total assets as per published financial statements | 96,019,298 |
| 2 | Adjustment for entities which are consolidated for accounting purposes but are outside the scope of prudential consolidation | - |
| 3 | (Adjustment for securitised exposures that meet the operational requirements for the recognition of risk transference) | |
| 4 | (Adjustment for temporary exemption of exposures to central banks (if applicable)) | (10,628,206) |
| 5 | (Adjustment for fiduciary assets recognised on the balance sheet pursuant to the applicable accounting framework but excluded from the total exposure measure in accordance with point (i) of Article 429a(1) CRR) | - |
| 6 | Adjustment for regular-way purchases and sales of financial assets subject to trade date accounting | - |
| 7 | Adjustment for eligible cash pooling transactions | |
| 8 | Adjustment for derivative financial instruments | (1,521,930) |
| 9 | Adjustment for securities financing transactions (SFTs) | |
| 10 | Adjustment for off-balance sheet items (ie conversion to credit equivalent amounts of off-balance sheet exposures) | 2,315,167 |
| 11 | (Adjustment for prudent valuation adjustments and specific and general provisions which have reduced Tier 1 capital) | - |
| EU-11a | (Adjustment for exposures excluded from the total exposure measure in accordance with point (c) of Article 429a(1) CRR) | - |
| EU-11b | (Adjustment for exposures excluded from the total exposure measure in accordance with point (j) of Article 429a(1) CRR) | - |
| 12 | Other adjustments | (82,267,086) |
| 13 | Total exposure measure | 3,917,242 |

EU LR2 - LRCOM: LEVERAGE RATIO COMMON DISCLOSURE

EU LR2 - LRCOM: LEVERAGE RATIO COMMON DISCLOSURE

| (x EUR 1,000) | | a | b |
|--|--|-------------------|-------------------|
| | | 30 Jun 2022 | 31 Dec 2021 |
| On-balance sheet exposures (excluding derivatives and SFTs) | | | |
| 1 | On-balance sheet items (excluding derivatives, SFTs, but including collateral) | 82,963,226 | 74,023,629 |
| 2 | Gross-up for derivatives collateral provided, where deducted from the balance sheet assets pursuant to the applicable accounting framework | | |
| 3 | (Deductions of receivables assets for cash variation margin provided in derivatives transactions) | | |
| 4 | (Adjustment for securities received under securities financing transactions that are recognised as an asset) | | |
| 5 | (General credit risk adjustments to on-balance sheet items) | | |
| 6 | (Asset amounts deducted in determining Tier 1 capital) | | |
| 7 | Total on-balance sheet exposures (excluding derivatives and SFTs) | 82,963,226 | 74,023,629 |
| Derivative exposures | | | |
| 8 | Replacement cost associated with SA-CCR derivatives transactions (i.e. net of eligible cash variation margin) | 1,296,595 | 1,266,705 |
| EU-8a | Derogation for derivatives: replacement costs contribution under the simplified standardised approach | | |
| 9 | Add-on amounts for potential future exposure associated with SA-CCR derivatives transactions | 1,190,818 | 1,137,389 |
| EU-9a | Derogation for derivatives: Potential future exposure contribution under the simplified standardised approach | | |
| EU-9b | Exposure determined under Original Exposure Method | | |
| 10 | (Exempted CCP leg of client-cleared trade exposures) (SA-CCR) | | |
| EU-10a | (Exempted CCP leg of client-cleared trade exposures) (simplified standardised approach) | | |
| EU-10b | (Exempted CCP leg of client-cleared trade exposures) (Original Exposure Method) | | |
| 11 | Adjusted effective notional amount of written credit derivatives | | |
| 12 | (Adjusted effective notional offsets and add-on deductions for written credit derivatives) | | |
| 13 | Total derivatives exposures | 2,487,413 | 2,404,094 |

| (x EUR 1,000) | | a | b |
|---|---|--------------|--------------|
| | | 30 Jun 2022 | 31 Dec 2021 |
| Securities financing transaction (SFT) exposures | | | |
| 14 | Gross SFT assets (with no recognition of netting), after adjustment for sales accounting transactions | | |
| 15 | (Netted amounts of cash payables and cash receivables of gross SFT assets) | | |
| 16 | Counterparty credit risk exposure for SFT assets | | |
| EU-16a | Derogation for SFTs: Counterparty credit risk exposure in accordance with Articles 429e(5) and 222 CRR | | |
| 17 | Agent transaction exposures | | |
| EU-17a | (Exempted CCP leg of client-cleared SFT exposure) | | |
| 18 | Total securities financing transaction exposures | | |
| Other off-balance sheet exposures | | | |
| 19 | Off-balance sheet exposures at gross notional amount | 5,974,578 | 5,313,751 |
| 20 | (Adjustments for conversion to credit equivalent amounts) | (3,051,210) | (2,998,585) |
| 21 | (General provisions deducted in determining Tier 1 capital and specific provisions associated with off-balance sheet exposures) | | |
| 22 | Off-balance sheet exposures | 2,923,367 | 2,315,167 |
| Excluded exposures | | | |
| EU-22a | (Exposures excluded from the total exposure measure in accordance with point (c) of Article 429a(1) CRR) | | |
| EU-22b | (Exposures exempted in accordance with point (j) of Article 429a(1) CRR (on and off balance sheet)) | | |
| EU-22c | (Excluded exposures of public development banks (or units) - Public sector investments) | (3,790,914) | (3,319,931) |
| EU-22d | (Excluded exposures of public development banks (or units) - Promotional loans) | (57,498,654) | (71,505,717) |
| EU-22e | (Excluded passing-through promotional loan exposures by non-public development banks (or units)) | | |
| EU-22f | (Excluded guaranteed parts of exposures arising from export credits) | | |
| EU-22g | (Excluded excess collateral deposited at triparty agents) | | |
| EU-22h | (Excluded CSD related services of CSD/institutions in accordance with point (o) of Article 429a(1) CRR) | | |
| EU-22i | (Excluded CSD related services of designated institutions in accordance with point (p) of Article 429a(1) CRR) | | |
| EU-22j | (Reduction of the exposure value of pre-financing or intermediate loans) | | |
| EU-22k | (Total exempted exposures) | (61,289,568) | (74,825,648) |

| (x EUR 1,000) | | a | b |
|---|---|-------------------|------------------|
| | | 30 Jun 2022 | 31 Dec 2021 |
| Capital and total exposure measure | | | |
| 23 | Tier 1 capital | 2,155,888 | 2,083,084 |
| 24 | Total exposure measure | 27,084,439 | 3,917,242 |
| Leverage ratio | | | |
| 25 | Leverage ratio (%) | 7.96% | 53.18% |
| EU-25 | Leverage ratio (excluding the impact of the exemption of public sector investments and promotional loans) (%) | 2.44% | 2.65% |
| 25a | Leverage ratio (excluding the impact of any applicable temporary exemption of central bank reserves) (%) | 7.96% | 14.32% |
| 26 | Regulatory minimum leverage ratio requirement (%) | 3.00% | 9.30% |
| EU-26a | Additional own funds requirements to address the risk of excessive leverage (%) | | |
| EU-26b | of which: to be made up of CET1 capital | | |
| 27 | Leverage ratio buffer requirement (%) | 0.00% | 0.00% |
| EU-27a | Overall leverage ratio requirement (%) | 3.00% | 9.30% |
| Choice on transitional arrangements and relevant exposures | | | |
| EU-27b | Choice on transitional arrangements for the definition of the capital measure | - | - |

| (x EUR 1,000) | | a | b |
|----------------------------------|---|-------------|-------------|
| | | 30 Jun 2022 | 31 Dec 2021 |
| Disclosure of mean values | | | |
| 28 | Mean of daily values of gross SFT assets, after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivable | - | - |
| 29 | Quarter-end value of gross SFT assets, after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivables | - | - |
| 30 | Total exposure measure (including the impact of any applicable temporary exemption of central bank reserves) incorporating mean values from row 28 of gross SFT assets (after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivables) | 27,084,439 | 3,917,242 |
| 30a | Total exposure measure (excluding the impact of any applicable temporary exemption of central bank reserves) incorporating mean values from row 28 of gross SFT assets (after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivables) | 27,084,439 | 3,917,242 |
| 31 | Leverage ratio (including the impact of any applicable temporary exemption of central bank reserves) incorporating mean values from row 28 of gross SFT assets (after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivables) | 7.96% | 53.18% |
| 31a | Leverage ratio (excluding the impact of any applicable temporary exemption of central bank reserves) incorporating mean values from row 28 of gross SFT assets (after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivables) | 7.96% | 53.18% |

EU LR3 - LRSPL: SPLIT-UP ON BALANCE SHEET EXPOSURES

CRR LEVERAGE RATIO EXPOSURE

| (x EUR 1,000) | | a | a |
|---------------|--|-------------------|-------------------|
| | | 30 Jun 2022 | 31 Dec 2021 |
| EU-1 | Total on-balance sheet exposures (excluding derivatives, SFTs, and exempted exposures), of which: | 24,597,025 | 74,023,633 |
| EU-2 | Trading book exposures | - | - |
| EU-3 | Banking book exposures, of which: | 24,597,025 | 74,023,633 |
| EU-4 | Covered bonds | 511,031 | 600,196 |
| EU-5 | Exposures treated as sovereigns | 23,939,929 | 69,607,045 |
| EU-6 | Exposures to regional governments, MDB, international organisations and PSE, not treated as sovereigns | 16,975 | 366,993 |
| EU-7 | Institutions | 62,293 | 235,015 |
| EU-8 | Secured by mortgages of immovable properties | - | - |
| EU-9 | Retail exposures | - | - |
| EU-10 | Corporates | 47,480 | 1,900,055 |
| EU-11 | Exposures in default | - | - |
| EU-12 | Other exposures (eg equity, securitisations, and other non-credit obligation assets) | 19,317 | 1,314,329 |

ARTICLE 7: LIQUIDITY REQUIREMENTS

EU LIQA: LIQUIDITY RISK MANAGEMENT

Is part of article 2 risk management objectives and policies in our annual Pillar 3 report.

EU LIQB: QUALITATIVE INFORMATION ON LCR

In 2015, the Liquidity Coverage Ratio (LCR) was introduced as part of CRR/CRD IV. The LCR is an indicator that shows whether there are sufficient liquid assets to absorb a 30-day period of stress. At 330%, the average Liquidity Coverage Ratio at the end of June 2022 was well above the minimum requirement of 100% (year-end 2021: 215%).

EU LIQ1: QUANTITATIVE INFORMATION OF LCR - 30 JUNE 2022

| SCOPE OF CONSOLIDATION: (SOLO) (x EUR 1,000) | | a | b | c | d | e | f | g | h |
|---|--|----------------------------------|-------------|-------------|-------------|--------------------------------|-------------------|-------------------|-------------------|
| | | Total unweighted value (average) | | | | Total weighted value (average) | | | |
| EU 1a | Quarter ending on (DD Month YYY) | 30 Jun 2022 | 31 Mar 2022 | 31 Dec 2021 | 30 Sep 2021 | 30 Jun 2022 | 31 Mar 2022 | 31 Dec 2021 | 30 Sep 2022 |
| EU 1b | Number of data points used in the calculation of averages | 12 | 12 | 12 | 12 | 12 | 12 | 12 | 12 |
| | HIGH-QUALITY LIQUID ASSETS | | | | | | | | |
| 1 | Total high-quality liquid assets (HQLA) | | | | | 23,835,770 | 23,220,105 | 23,097,760 | 22,954,210 |
| | CASH - OUTFLOWS | | | | | | | | |
| 2 | Retail deposits and deposits from small business customers, of which: | | | | | | | | |
| 3 | <i>Stable deposits</i> | | | | | | | | |
| 4 | <i>Less stable deposits</i> | | | | | | | | |
| 5 | Unsecured wholesale funding | 6,564,429 | 6,455,875 | 6,185,662 | 6,561,998 | 6,399,129 | 6,248,132 | 5,955,759 | 6,338,103 |
| 6 | <i>Operational deposits (all counterparties) and deposits in networks of cooperative banks</i> | | | | | | | | |
| 7 | <i>Non-operational deposits (all counterparties)</i> | 275,500 | 346,239 | 383,172 | 373,158 | 110,200 | 138,496 | 153,269 | 149,263 |
| 8 | <i>Unsecured debt</i> | 6,564,429 | 6,109,636 | 5,802,490 | 6,188,840 | 6,288,929 | 6,109,636 | 5,802,490 | 6,188,840 |
| 9 | <i>Secured wholesale funding</i> | | | | | 66,312 | 53,050 | 26,525 | 26,525 |
| 10 | Additional requirements | 8,909,345 | 9,653,272 | 9,852,035 | 9,612,642 | 5,774,036 | 6,731,187 | 7,164,928 | 7,149,987 |
| 11 | <i>Outflows related to derivative exposures and other collateral requirements</i> | 5,425,669 | 6,406,511 | 6,866,361 | 6,876,359 | 5,425,669 | 6,406,511 | 6,866,361 | 6,876,359 |
| 12 | <i>Outflows related to loss of funding on debt products</i> | | | | | | | | |
| 13 | <i>Credit and liquidity facilities</i> | 3,483,676 | 3,246,761 | 2,985,674 | 2,736,283 | 348,368 | 324,676 | 298,567 | 273,628 |
| 14 | Other contractual funding obligations | 1,295 | 134 | - | 27 | 1,295 | 134 | - | 27 |
| 15 | Other contingent funding obligations | | | | | | | | |
| 16 | TOTAL CASH OUTFLOWS | | | | | 12,240,772 | 13,032,503 | 13,147,212 | 13,514,643 |

| SCOPE OF CONSOLIDATION: (SOLO) (x EUR 1,000) | | a | b | c | d | e | f | g | h |
|--|---|----------------------------------|------------------|------------------|------------------|--------------------------------|-------------------|-------------------|-------------------|
| | | Total unweighted value (average) | | | | Total weighted value (average) | | | |
| | CASH - INFLOWS | | | | | | | | |
| 17 | Secured lending (e.g. reverse repos) | 4,848 | 3,902 | 2,752 | 24,940 | 4,848 | 3,902 | 2,752 | 1,641 |
| 18 | Inflows from fully performing exposures | 3,682,964 | 3,103,033 | 2,203,777 | 1,966,605 | 3,419,336 | 2,828,107 | 1,900,187 | 1,632,588 |
| 19 | Other cash inflows | 155,518 | 131,771 | 134,080 | 126,292 | 155,518 | 131,771 | 134,080 | 126,292 |
| EU-19a | (Difference between total weighted inflows and total weighted outflows arising from transactions in third countries where there are transfer restrictions or which are denominated in non-convertible currencies) | | | | | | | | |
| EU-19b | (Excess inflows from a related specialised credit institution) | | | | | | | | |
| 20 | TOTAL CASH INFLOWS | 3,843,329 | 3,238,706 | 2,340,609 | 2,117,837 | 3,579,702 | 2,963,780 | 2,037,019 | 1,760,521 |
| EU-20a | <i>Fully exempt inflows</i> | | | | | | | | |
| EU-20b | <i>Inflows subject to 90% cap</i> | | | | | | | | |
| EU-20c | <i>Inflows subject to 75% cap</i> | 3,843,329 | 3,238,706 | 2,340,609 | 2,117,837 | 3,579,702 | 2,963,780 | 2,037,019 | 1,760,521 |
| | TOTAL ADJUSTED VALUE | | | | | | | | |
| EU-21 | Liquidity buffer | | | | | 23,835,770 | 23,220,105 | 23,097,760 | 22,954,210 |
| 22 | Total net cash outflows | | | | | 8,661,071 | 10,068,723 | 11,110,192 | 11,754,122 |
| 23 | Liquidity coverage ratio (%) | | | | | 329.81% | 241.27% | 214.94% | 204.47% |

EU LIQ2 : NET STABLE FUNDING RATIO

The Net Stable Funding Ratio (NSFR) is part of CRR II. The NSFR is also a liquidity ratio and aims to determine to what degree long-term assets are financed by more stable forms of funding. NWB Bank's NSFR at the end of June 2022 amounted to 151% (minimum 100%).

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| (x EUR 1,000) | a | b | | | c | d | e |
|--|------------------|---------------------------------------|--------------------|-------------------|---------------|--------|-------------------|
| | No maturity | Unweighted value by residual maturity | | | | | Weighted value |
| | | < 6 months | 6 months to < 1 yr | | | ≥ 1 yr | |
| Available stable funding (ASF) Items | | | | | | | |
| 1 Capital items and instruments | 2,180,739 | | | | | | 2,180,739 |
| 2 <i>Own funds</i> | 2,180,739 | | | | | | 2,180,739 |
| 3 <i>Other capital instruments</i> | | | | | | | |
| 4 Retail deposits | | | | | | | |
| 5 <i>Stable deposits</i> | | | | | | | |
| 6 <i>Less stable deposits</i> | | | | | | | |
| 7 Wholesale funding: | | 11,291,835 | 11,814,397 | 59,692,026 | | | 65,846,331 |
| 8 <i>Operational deposits</i> | | 393,365 | | | | | 196,683 |
| 9 <i>Other wholesale funding</i> | | 10,898,470 | 11,814,397 | 59,692,026 | | | 65,649,649 |
| 10 Interdependent liabilities | | | | | | | |
| 11 Other liabilities: | | | | | 11,733 | | 11,733 |
| 12 <i>NSFR derivative liabilities</i> | | | | | | | |
| 13 <i>All other liabilities and capital instruments not included in the above categories</i> | | | | | 11,733 | | 11,733 |
| 14 Total available stable funding (ASF) | | | | | | | 68,038,803 |
| Required stable funding (RSF) Items | | | | | | | |

| (x EUR 1,000) | | a | b | c | d | e |
|---------------|--|---------------------------------------|-------------------|--------------------|-------------------|-------------------|
| | | Unweighted value by residual maturity | | | | Weighted value |
| | | No maturity | < 6 months | 6 months to < 1 yr | ≥ 1 yr | |
| 15 | Total high-quality liquid assets (HQLA) | | | | | 392,047 |
| EU-15a | Assets encumbered for a residual maturity of one year or more in a cover pool | | | | | |
| 16 | Deposits held at other financial institutions for operational purposes | | 171,032 | - | - | 85,516 |
| 17 | Performing loans and securities: | | 1,608,700 | 605,055 | 54,330,184 | 42,566,806 |
| 18 | <i>Performing securities financing transactions with financial customers collateralised by Level 1 HQLA subject to 0% haircut</i> | | | | | |
| 19 | <i>Performing securities financing transactions with financial customer collateralised by other assets and loans and advances to financial institutions</i> | | - | - | 288,833 | 288,833 |
| 20 | <i>Performing loans to non-financial corporate clients, loans to retail and small business customers, and loans to sovereigns, and PSEs, of which:</i> | | 1,608,700 | 605,055 | 52,262,119 | 40,765,626 |
| 21 | <i>With a risk weight of less than or equal to 35% under the Basel II Standardised Approach for credit risk</i> | | 1,463,989 | 563,881 | 50,569,191 | 39,233,696 |
| 22 | <i>Performing residential mortgages, of which:</i> | | | | | |
| 23 | <i>With a risk weight of less than or equal to 35% under the Basel II Standardised Approach for credit risk</i> | | | | | |
| 24 | <i>Other loans and securities that are not in default and do not qualify as HQLA, including exchange-traded equities and trade finance on-balance sheet products</i> | | | | 1,779,231 | 1,512,347 |
| 25 | Interdependent assets | | | | | |
| 26 | Other assets: | | 12,010,076 | - | 740,470 | 1,778,940 |
| 27 | <i>Physical traded commodities</i> | | | | | |
| 28 | <i>Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs</i> | | | | 733,835 | 623,760 |
| 29 | <i>NSFR derivative assets</i> | | 579,330 | | | 579,330 |
| 30 | <i>NSFR derivative liabilities before deduction of variation margin posted</i> | | 11,430,745 | | | 571,537 |
| 31 | <i>All other assets not included in the above categories</i> | | | | 6,635 | 4,313 |
| 32 | Off-balance sheet items | | 4,356,920 | 101,140 | 1,466,078 | 296,207 |
| 33 | Total RSF | | | | | 45,119,516 |
| 34 | Net Stable Funding Ratio (%) | | | | | 150.80% |

ARTICLE 8: EXPOSURES TO CREDIT RISK, DILUTION RISK AND CREDIT QUALITY

EU CR1-A: MATURITY OF EXPOSURES

30 JUNE 2022

| (x EUR 1,000) | | a | b | c | d | e | f |
|---------------|--------------------|--------------------|------------------|---------------------|-------------------|--------------------|-------------------|
| | | Net exposure value | | | | | |
| | | On demand | <= 1 year | > 1 year <= 5 years | > 5 years | No stated maturity | Total |
| 1 | Loans and advances | | 2,218,712 | 4,519,459 | 48,038,128 | 3,011,929 | 57,788,228 |
| 2 | Debt securities | | 166,127 | 1,168,435 | 3,006,608 | | 4,341,171 |
| 3 | Total | - | 2,384,839 | 5,687,895 | 51,044,736 | 3,011,929 | 62,129,399 |

EU CR2: CHANGES IN THE STOCK OF NON-PERFORMING LOANS AND ADVANCES

30 JUNE 2022

| (x EUR 1,000) | | a |
|---------------|---|-----------------------|
| | | Gross carrying amount |
| 010 | Initial stock of non-performing loans and advances | 19,280 |
| 020 | Inflows to non-performing portfolios | - |
| 030 | Outflows from non-performing portfolios | (12,645) |
| 040 | Outflows due to write-offs | |
| 050 | Outflow due to other situations | (12,645) |
| 060 | Final stock of non-performing loans and advances | 6,635 |

EU CR2-A: CHANGES IN THE STOCK OF NON-PERFORMING LOANS AND ADVANCES AND RELATED NET ACCUMULATED RECOVERIES

30 JUNE 2022

| | a | b |
|---|-----------------------|------------------------------------|
| | Gross carrying amount | Related net accumulated recoveries |
| 010 Initial stock of non-performing loans and advances | 956 | |
| 020 Inflows to non-performing portfolios | 18,380 | |
| 030 Outflows from non-performing portfolios | (12,700) | |
| 040 Outflow to performing portfolio | | |
| 050 Outflow due to loan repayment, partial or total | | |
| 060 Outflow due to collateral liquidations | | |
| 070 Outflow due to taking possession of collateral | | |
| 080 Outflow due to sale of instruments | | |
| 090 Outflow due to risk transfers | | |
| 100 Outflows due to write-offs | | |
| 110 Outflow due to other situations | (12,700) | |
| 120 Outflow due to reclassification as held for sale | | |
| 130 Final stock of non-performing loans and advances | 6,636 | |

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| | a | b |
|---|-----------------------|------------------------------------|
| | Gross carrying amount | Related net accumulated recoveries |
| 010 Initial stock of non-performing loans and advances | 116,473 | |
| 020 Inflows to non-performing portfolios | 956 | |
| 030 Outflows from non-performing portfolios | (116,473) | |
| 040 Outflow to performing portfolio | | |
| 050 Outflow due to loan repayment, partial or total | | |
| 060 Outflow due to collateral liquidations | | |
| 070 Outflow due to taking possession of collateral | | |
| 080 Outflow due to sale of instruments | | |
| 090 Outflow due to risk transfers | | |
| 100 Outflows due to write-offs | | |
| 110 Outflow due to other situations | (116,473) | |
| 120 Outflow due to reclassification as held for sale | | |
| 130 Final stock of non-performing loans and advances | 956 | |

EU CR1 : PERFORMING AND NON-PERFORMING EXPOSURES AND RELATED PROVISIONS

Definitions for accounting purposes of “past due” and “impaired”

Past due is a loan payment that has not been made as of its due date. A borrower which is past due may be subject to penalty interest.

Starting 1 January 2020, NWB Bank uses the option to apply the ‘expected credit loss impairment methodology’ of IFRS 9. Given the risk profile of NWB Bank’s counterparties, until 2020, there was no provision for uncollectible receivables in the incurred loss model. Under IFRS 9, NWB Bank recognises a provision for expected credit loss (ECL) for each customer with a credit facility. A provision is also taken for expected losses on loan commitments and financial guarantee contracts, so-called

off-balance sheet positions. It should be noted that the majority of the bank’s exposures are to (local) government or local government guaranteed. As a result, there is limited credit risk. The ECL methodology used by the bank consists of a scoring and rating model, a macro-economic model, models for Probability of Default (PD), Loss Given Default (LGD) and Exposure at Default (EAD), and scenarios (macro-economic forecasts). Each of these components is used to calculate the final ECL provision.

Exposures with payment arrears of 90 days or more fall under Stage 3 and are classified as default. However, Stage 3 also includes exposures that are identified as credit-impaired in line with the internally applied definition of default. Therefore, this also includes exposures that are forborne non-performing. If a client defaults, all exposures to that client are moved to Stage 3 and classified as credit-impaired.

30 JUNE 2022

| (x EUR 1,000) | Gross carrying amount/nominal amount | | | | Accumulated impairment, accumulated negative changes in fair value due to credit risk and provisions | | | | | | Collateral and financial guarantees received | | | | |
|---------------|--|------------------|--------------------------|------------------|--|------------------|---|------------------|-------------------------------|-------------------------|--|---|---|------------|-------|
| | Performing exposures | | Non-performing exposures | | Performing exposures – accumulated impairment and provisions | | Non-performing exposures – accumulated impairment, accumulated negative changes in fair value due to credit risk and provisions | | Accumulated partial write-off | On performing exposures | On non-performing exposures | | | | |
| | Of which stage 1 | Of which stage 2 | Of which stage 2 | Of which stage 3 | Of which stage 1 | Of which stage 2 | Of which stage 2 | Of which stage 3 | | | | | | | |
| | a | b | c | d | e | f | g | h | i | j | k | l | m | n | o |
| 005 | Cash balances at central banks and other demand deposits | 23,621,268 | 23,621,268 | | | | | | | | | | | | |
| 010 | Loans and advances | 57,782,589 | 56,825,462 | 957,126 | 6,635 | | | (996) | (996) | - | | | | 38,774,573 | 6,635 |
| 020 | Central banks | | | | | | | | | | | | | | |
| 030 | General governments | 52,202,191 | 51,256,657 | 945,533 | 6,635 | | | (24) | (24) | | | | | 37,731,496 | 6,635 |
| 040 | Credit institutions | 2,977,349 | 2,977,349 | | | | | | | | | | | 170,825 | |
| 050 | Other financial corporations | 158,103 | 158,103 | | | | | - | - | | | | | 136,332 | |
| 060 | Non-financial corporations | 2,444,947 | 2,433,354 | 11,593 | | | | (972) | (972) | | - | | | 735,920 | |
| 070 | Of which SMEs | | | | | | | | | | | | | | |
| 080 | Households | | | | | | | | | | | | | | |
| 090 | Debt securities | 4,341,175 | 4,341,175 | | | | | (4) | (4) | | | | | 133,169 | |
| 100 | Central banks | | | | | | | | | | | | | | |
| 110 | General governments | 2,043,991 | 2,043,991 | | | | | | | | | | | 133,169 | |

| (x EUR 1,000) | | a | b | c | d | e | f | g | h | i | j | k | l | m | n | o | |
|---------------|------------------------------|--------------------------------------|-------------------|------------------|--------------------------|------------------|----------|------------------|--|------------------|---|----------|----------|----------|--|-------------------------|-----------------------------|
| | | Gross carrying amount/nominal amount | | | | | | | Accumulated impairment, accumulated negative changes in fair value due to credit risk and provisions | | | | | | Collateral and financial guarantees received | | |
| | | Performing exposures | | | Non-performing exposures | | | | Performing exposures – accumulated impairment and provisions | | Non-performing exposures – accumulated impairment, accumulated negative changes in fair value due to credit risk and provisions | | | | Accumulated partial write-off | On performing exposures | On non-performing exposures |
| | | Of which stage 1 | Of which stage 2 | | Of which stage 2 | Of which stage 3 | | Of which stage 1 | Of which stage 2 | Of which stage 2 | Of which stage 3 | | | | | | |
| 120 | Credit institutions | 517,948 | 517,948 | | | | | | | | | | | | | | |
| 130 | Other financial corporations | 1,779,235 | 1,779,235 | | | | | (4) | (4) | | | | | | | | |
| 140 | Non-financial corporations | | | | | | | | | | | | | | | | |
| 150 | Off-balance-sheet exposures | 5,974,578 | 5,655,600 | 318,978 | | | | | | | | | | | | | |
| 160 | Central banks | | | | | | | | | | | | | | | | |
| 170 | General governments | 4,578,420 | 4,259,442 | 318,978 | | | | | | | | | | | | | |
| 180 | Credit institutions | 15,125 | 15,125 | | | | | | | | | | | | | | |
| 190 | Other financial corporations | 595,560 | 595,560 | | | | | | | | | | | | | | |
| 200 | Non-financial corporations | 785,472 | 785,472 | - | | | | | | | | | | | | | |
| 210 | Households | | | | | | | | | | | | | | | | |
| 220 | Total | 91,719,609 | 90,443,505 | 1,276,104 | 6,635 | - | - | (1,000) | (1,000) | - | - | - | - | - | 38,907,742 | 6,635 | |

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| (x EUR 1,000) | a | b | c | d | e | f | g | h | i | j | k | l | m | n | o |
|---------------|--|------------------|--------------------------|------------------|------------------|------------------|--|------------------|---|------------------|-------------------------------|-------------------------|--|------------|-----|
| | Gross carrying amount/nominal amount | | | | | | Accumulated impairment, accumulated negative changes in fair value due to credit risk and provisions | | | | | | Collateral and financial guarantees received | | |
| | Performing exposures | | Non-performing exposures | | | | Performing exposures – accumulated impairment and provisions | | Non-performing exposures – accumulated impairment, accumulated negative changes in fair value due to credit risk and provisions | | Accumulated partial write-off | On performing exposures | On non-performing exposures | | |
| | Of which stage 1 | Of which stage 2 | Of which stage 2 | Of which stage 3 | Of which stage 1 | Of which stage 2 | Of which stage 1 | Of which stage 2 | Of which stage 2 | Of which stage 3 | | | | | |
| 005 | Cash balances at central banks and other demand deposits | 10,628,492 | 10,628,492 | | | | | | | | | | | | |
| 010 | Loans and advances | 76,670,636 | 75,028,871 | 1,641,765 | 956 | | (1,036) | (526) | (510) | | | | | 50,466,489 | 956 |
| 020 | Central banks | | | | | | | | | | | | | | |
| 030 | General governments | 66,268,083 | 64,673,838 | 1,594,245 | 956 | | (105) | (105) | | | | | | 49,383,130 | 956 |
| 040 | Credit institutions | 6,408,020 | 6,408,020 | | | | | | | | | | | 166,940 | |
| 050 | Other financial corporations | 1,332,281 | 1,332,281 | | | | (0) | (0) | | | | | | 131,656 | |
| 060 | Non-financial corporations | 2,662,252 | 2,614,732 | 47,520 | | | (930) | (421) | (510) | | | | | 784,764 | |
| 070 | Of which SMEs | | | | | | | | | | | | | | |
| 080 | Households | | | | | | | | | | | | | | |
| 090 | Debt securities | 4,759,743 | 4,759,743 | | | | (7) | (7) | | | | | | 395,395 | |
| 100 | Central banks | | | | | | | | | | | | | | |
| 110 | General governments | 2,784,537 | 2,784,537 | | | | | | | | | | | 395,395 | |

| (x EUR 1,000) | | a | b | c | d | e | f | g | h | i | j | k | l | m | n | o |
|---------------|------------------------------|--------------------------------------|-------------------|------------------|--------------------------|------------------|----------|--|------------------|---|------------------|-------------------------------|-------------------------|--|-------------------|------------|
| | | Gross carrying amount/nominal amount | | | | | | Accumulated impairment, accumulated negative changes in fair value due to credit risk and provisions | | | | | | Collateral and financial guarantees received | | |
| | | Performing exposures | | | Non-performing exposures | | | Performing exposures – accumulated impairment and provisions | | Non-performing exposures – accumulated impairment, accumulated negative changes in fair value due to credit risk and provisions | | Accumulated partial write-off | On performing exposures | On non-performing exposures | | |
| | | Of which stage 1 | Of which stage 2 | | Of which stage 2 | Of which stage 3 | | Of which stage 1 | Of which stage 2 | Of which stage 2 | Of which stage 3 | | | | | |
| 120 | Credit institutions | 668,386 | 668,386 | | | | | | | | | | | | | |
| 130 | Other financial corporations | 1,306,820 | 1,306,820 | | | | | (7) | (7) | | | | | | | |
| 140 | Non-financial corporations | | | | | | | | | | | | | | | |
| 150 | Off-balance-sheet exposures | 5,313,751 | 5,249,200 | 64,552 | | | | | | | | | | | | |
| 160 | Central banks | | | | | | | | | | | | | | | |
| 170 | General governments | 3,744,119 | 3,721,119 | 23,000 | | | | | | | | | | | | |
| 180 | Credit institutions | 15,691 | 15,691 | | | | | | | | | | | | | |
| 190 | Other financial corporations | 557,869 | 557,869 | | | | | | | | | | | | | |
| 200 | Non-financial corporations | 996,072 | 954,520 | 41,552 | | | | | | | | | | | | |
| 210 | Households | | | | | | | | | | | | | | | |
| 220 | Total | 97,372,622 | 95,666,306 | 1,706,317 | 956 | - | - | (1,043) | (534) | (510) | - | - | - | - | 50,861,885 | 956 |

EU CQ1: CREDIT QUALITY OF FORBORNE EXPOSURES

30 JUNE 2022

| (x EUR 1,000) | a | b | c | d | e | | f | g | h |
|--------------------|---|-------------------------|----------|----------|--|--------------------------------------|---|------------|----------|
| | Gross carrying amount/nominal amount of exposures with forbearance measures | | | | Accumulated impairment, accumulated negative changes in fair value due to credit risk and provisions | | Collateral received and financial guarantees received on forborne exposures | | |
| | Performing forborne | Non-performing forborne | | | On performing forborne exposures | On non-performing forborne exposures | Of which collateral and financial guarantees received on non-performing exposures with forbearance measures | | |
| Of which defaulted | | Of which impaired | | | | | | | |
| 005 | Cash balances at central banks and other demand deposits | | | | | | | | |
| 010 | - | 842 | | | | | | 842 | |
| 020 | Central banks | | | | | | | | |
| 030 | - | 842 | | | | | | 842 | |
| 040 | General governments | | | | | | | | |
| 040 | Credit institutions | | | | | | | | |
| 050 | Other financial corporations | | | | | | | | |
| 060 | Non-financial corporations | | | | | | | | |
| 070 | Households | | | | | | | | |
| 080 | Debt Securities | | | | | | | | |
| 090 | Loan commitments given | | | | | | | | |
| 100 | - | 842 | - | - | - | - | - | 842 | - |

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| (x EUR 1,000) | a | b | c | d | e | | f | g | h |
|---------------|---|------------|--------------------|-------------------|--|--------------------------------------|---|------------|------------|
| | Gross carrying amount/nominal amount of exposures with forbearance measures | | | | Accumulated impairment, accumulated negative changes in fair value due to credit risk and provisions | | Collateral received and financial guarantees received on forborne exposures | | |
| | Non-performing forborne | | | | | | Of which collateral and financial guarantees received on non-performing exposures with forbearance measures | | |
| | Performing forborne | | Of which defaulted | Of which impaired | On performing forborne exposures | On non-performing forborne exposures | | | |
| 005 | Cash balances at central banks and other demand deposits | | | | | | | | |
| 010 | - | 956 | | | | | | 956 | 956 |
| 020 | <i>Central banks</i> | | | | | | | | |
| 030 | - | 956 | | | | | | 956 | 956 |
| 040 | <i>Credit institutions</i> | | | | | | | | |
| 050 | <i>Other financial corporations</i> | | | | | | | | |
| 060 | <i>Non-financial corporations</i> | | | | | | | | |
| 070 | <i>Households</i> | | | | | | | | |
| 080 | Debt Securities | | | | | | | | |
| 090 | Loan commitments given | | | | | | | | |
| 100 | - | 956 | - | - | - | - | - | 956 | 956 |

EU CQ4 : QUALITY OF NON-PERFORMING EXPOSURES BY GEOGRAPHY

The overview shows the exposures to the Netherlands. Exposures to all other countries are reported under 'Other countries'.

30 JUNE 2022

| (x EUR 1,000) | | a | b | | c | d | e | f | g |
|---------------|------------------------------------|-------------------|-------------------------------|-------------------------|--------------------|--------------------------------|------------------------|--|---|
| | | | Gross carrying/nominal amount | | Of which defaulted | Of which subject to impairment | Accumulated impairment | Provisions on off-balance-sheet commitments and financial guarantees given | Accumulated negative changes in fair value due to credit risk on non-performing exposures |
| | | | | Of which non-performing | | | | | |
| 010 | On-balance-sheet exposures | 62,130,398 | 6,635 | 6,635 | 61,340,084 | (1,000) | | | |
| 020 | Netherlands | 59,907,275 | 6,635 | 6,635 | 59,401,791 | (1,000) | | | |
| 030 | Country 2 | | | | | | | | |
| 040 | Country 3 | | | | | | | | |
| 050 | Country 4 | | | | | | | | |
| 060 | Country N | | | | | | | | |
| 070 | Other countries | 2,223,123 | | | 1,938,293 | | | | |
| 080 | Off-balance-sheet exposures | 5,974,578 | - | - | - | - | | | |
| 090 | Netherlands | 5,964,578 | - | - | - | - | | | |
| 100 | Country 2 | | | | | | | | |
| 110 | Country 3 | | | | | | | | |
| 120 | Country 4 | | | | | | | | |
| 130 | Country N | | | | | | | | |
| 140 | Other countries | 10,000 | | | | | | | |
| 150 | Total | 68,104,976 | 6,635 | 6,635 | 61,340,084 | (1,000) | | | |

EU CQ5: CREDIT QUALITY OF LOANS AND ADVANCES TO NON-FINANCIAL CORPORATIONS BY INDUSTRY

30 JUNE 2022

| (x EUR 1,000) | a | b | c | d | e | f |
|---|------------------|--|--------------------|---|------------------------|---|
| | | Gross carrying amount Of which non-performing | Of which defaulted | Of which loans and advances subject to impairment | Accumulated impairment | Accumulated negative changes in fair value due to credit risk on non-performing exposures |
| 010 Agriculture, forestry and fishing | 165,392 | | | 165,392 | (2) | |
| 020 Mining and quarrying | | | | | | |
| 030 Manufacturing | | | | | | |
| 040 Electricity, gas, steam and air conditioning supply | 775,688 | | | 775,688 | (497) | |
| 050 Water supply | 1,005,397 | | | 1,005,397 | (139) | |
| 060 Construction | | | | | | |
| 070 Wholesale and retail trade | | | | | | |
| 080 Transport and storage | | | | | | |
| 090 Accommodation and food service activities | | | | | | |
| 100 Information and communication | | | | | | |
| 110 Financial and insurance activities | | | | | | |
| 120 Real estate activities | | | | | | |
| 130 Professional, scientific and technical activities | | | | | | |
| 140 Administrative and support service activities | 498,470 | | | 498,470 | (334) | |
| 150 Public administration and defense, compulsory social security | | | | | | |
| 160 Education | | | | | | |
| 170 Human health services and social work activities | | | | | | |
| 180 Arts, entertainment and recreation | | | | | | |
| 190 Other services | | | | | | |
| 200 Total | 2,444,947 | - | - | 2,444,947 | (972) | - |

ARTICLE 9: USE OF CREDIT RISK MITIGATION TECHNIQUES

EU CR3: DISCLOSURE OF THE USE OF CREDIT RISK MITIGATION TECHNIQUES

NWB Bank's primary business is to provide loans to the public sector in the Netherlands. Given the public-sector nature of the majority of the bank's clients which, moreover, are exempt from solvency requirements (due to guarantees), the credit risk of the loan portfolio is limited. Credit risks associated with the derivatives transactions entered into are largely mitigated by exchanging collateral. Since 2016, the bank's interest rate derivatives have been cleared by a central counterparty, which has further reduced counterparty risk.

30 JUNE 2022

| (x EUR 1,000) | | a | b | c | d | e |
|---------------|--|---------------------------|-------------------------|--------------------------------|--|--|
| | | Unsecured carrying amount | Secured carrying amount | Of which secured by collateral | Of which secured by financial guarantees | Of which secured by credit derivatives |
| 1 | Loans and advances | 42,629,283 | 38,781,208 | | 38,781,208 | |
| 2 | Debt securities | 4,208,002 | 133,169 | | 133,169 | |
| 3 | Total | 46,837,285 | 38,914,377 | - | 38,914,377 | - |
| 4 | <i>Of which non-performing exposures</i> | 0 | 6,635 | | 6,635 | |
| EU-5 | <i>Of which defaulted</i> | | | | | |

ARTICLE 10: CREDIT RISK STANDARDISED APPROACH

EU CR4 : CREDIT RISK EXPOSURE AND CRM EFFECTS

This table shows on- and off-balance sheet exposures by exposure class before and after the application of conversion factors and any associated credit risk mitigation. It also shows the risk-weighted exposure amount and the ratio between that risk-weighted exposure amount and the exposure value after applying the corresponding conversion factor and the credit risk mitigation associated with the exposure.

CREDIT RISK EXPOSURE AND CRM EFFECTS - 30 JUNE 2022

| (x EUR 1,000) | | a | b | c | d | e | f |
|------------------|---|-------------------------------------|-----------------------------|---------------------------------|-----------------------------|-----------------------|------------------|
| | | Exposures before CCF and before CRM | | Exposures post CCF and post CRM | | RWAs and RWAs density | |
| Exposure classes | | On-balance-sheet exposures | Off-balance-sheet exposures | On-balance-sheet exposures | Off-balance-sheet exposures | RWAs | RWAs density (%) |
| 1 | Central governments or central banks | 23,654,708 | 50,000 | 61,481,233 | 1,302,721 | - | 0.0% |
| 2 | Regional government or local authorities | 15,905,610 | 1,620,159 | 16,782,839 | 813,273 | - | 0.0% |
| 3 | Public sector entities | 38,146,718 | 2,908,261 | 297,724 | 103,475 | 80,240 | 20.0% |
| 4 | Multilateral development banks | 12,464 | - | 12,464 | - | - | 0.0% |
| 5 | International organisations | 138,281 | - | 138,281 | - | - | 0.0% |
| 6 | Institutions | 351,126 | 244,905 | 208,725 | 46,139 | 87,076 | 34.2% |
| 7 | Corporates | 2,444,739 | 832,952 | 1,732,380 | 339,460 | 1,835,988 | 88.6% |
| 8 | Retail | | | | | | |
| 9 | Secured by mortgages on immovable property | | | | | | |
| 10 | Exposures in default | | | | | | |
| 11 | Exposures associated with particularly high risk | | | | | | |
| 12 | Covered bonds | 511,031 | - | 511,031 | - | 51,103 | 10.0% |
| 13 | Institutions and corporates with a short-term credit assessment | | | | | | |
| 14 | Collective investment undertakings | | | | | | |
| 15 | Equity | | | | | | |
| 16 | Other items | 19,317 | - | 19,317 | - | 19,317 | 100.0% |
| 17 | Total | 81,183,995 | 5,656,278 | 81,183,995 | 2,605,067 | 2,073,723 | 2.5% |

CREDIT RISK EXPOSURE AND CRM EFFECTS - 31 DECEMBER 2021

| (x EUR 1,000) | | a | b | c | d | e | f |
|------------------|---|-------------------------------------|-----------------------------|---------------------------------|-----------------------------|-----------------------|------------------|
| | | Exposures before CCF and before CRM | | Exposures post CCF and post CRM | | RWAs and RWAs density | |
| Exposure classes | | On-balance-sheet exposures | Off-balance-sheet exposures | On-balance-sheet exposures | Off-balance-sheet exposures | RWAs | RWAs density (%) |
| 1 | Central governments or central banks | 10,712,668 | 50,000 | 60,326,713 | 1,155,859 | - | 0.0% |
| 2 | Regional government or local authorities | 18,488,099 | 1,117,008 | 19,526,774 | 559,888 | - | 0.0% |
| 3 | Public sector entities | 50,126,447 | 2,577,111 | 366,993 | 119,600 | 97,319 | 20.0% |
| 4 | Multilateral development banks | 12,945 | - | 12,945 | - | - | 0.0% |
| 5 | International organisations | 368,819 | - | 368,819 | - | - | 0.0% |
| 6 | Institutions | 367,014 | 250,080 | 235,015 | 80,700 | 94,513 | 29.9% |
| 7 | Corporates | 2,661,322 | 1,000,652 | 1,900,055 | 366,989 | 1,995,869 | 88.0% |
| 8 | Retail | | | | | | |
| 9 | Secured by mortgages on immovable property | | | | | | |
| 10 | Exposures in default | | | | | | |
| 11 | Exposures associated with particularly high risk | | | | | | |
| 12 | Covered bonds | 600,196 | - | 600,196 | - | 60,020 | 10.0% |
| 13 | Institutions and corporates with a short-term credit assessment | | | | | | |
| 14 | Collective investment undertakings | | | | | | |
| 15 | Equity | | | | | | |
| 16 | Other items | 7,513 | 600 | 7,513 | 300 | 7,813 | 100.0% |
| 17 | Total | 83,345,022 | 4,995,451 | 83,345,022 | 2,283,337 | 2,255,534 | 2.6% |

EU CR5: STANDARDISED APPROACH

This table shows exposure values after the application of conversion factors and any associated credit risk mitigation by exposure classes and risk weight. Most of NWB Bank's lending comes under the category of a 0% risk weighting, which means the credit risk is considered very limited.

EU CR5: STANDARDISED APPROACH - 30 JUNE 2022

| (x EUR 1,000) | | a | b | c | d | e | f | g | h | i | j | k | l | m | n | o | p | q |
|------------------|--|-------------------|--------------|----------|----------------|----------------|----------|----------------|----------|-----------|------------------|----------|----------|----------|----------|----------|-------------------|------------------|
| | | Risk weight | | | | | | | | | | | | | | | Total | Of which unrated |
| Exposure classes | | 0% | 2% | 4% | 10% | 20% | 35% | 50% | 70% | 75% | 100% | 150% | 250% | 370% | 1250% | Others | | |
| 1 | Central governments or central banks | 62,783,954 | | | | - | | | | | | | | | | | 62,783,954 | |
| 2 | Regional government or local authorities | 17,596,112 | | | | | | | | | | | | | | | 17,596,112 | |
| 3 | Public sector entities | | | | 401,199 | | | | | | | | | | | | 401,199 | |
| 4 | Multilateral development banks | 12,464 | | | | | | | | | | | | | | | 12,464 | |
| 5 | International organisations | 138,281 | | | | | | | | | | | | | | | 138,281 | |
| 6 | Institutions | | 4,957 | | | 57,333 | | 192,571 | | | | | | 3 | | | 254,863 | |
| 7 | Corporates | | | | | | | | | 2,071,840 | | | | | | | 2,071,840 | |
| 8 | Retail exposures | | | | | | | | | | | | | | | | | - |
| 9 | Exposures secured by mortgages on immovable property | | | | | | | | | | | | | | | | | - |
| 10 | Exposures in default | | | | | | | | | | | | | | | | | - |
| 11 | Exposures associated with particularly high risk | | | | | | | | | | | | | | | | | - |
| 12 | Covered bonds | | | | 511,031 | | | | | | | | | | | | 511,031 | |
| 13 | Exposures to institutions and corporates with a short-term credit assessment | | | | | | | | | | | | | | | | | - |
| 14 | Units or shares in collective investment undertakings | | | | | | | | | | | | | | | | | - |
| 15 | Equity exposures | | | | | | | | | | | | | | | | | - |
| 16 | Other items | | | | | | | | | | 19,317 | | | | | | 19,317 | |
| 17 | Total | 80,530,812 | 4,957 | - | 511,031 | 458,531 | - | 192,571 | - | - | 2,091,157 | 3 | - | - | - | - | 83,789,062 | - |

EU CR5: STANDARDISED APPROACH - 31 DECEMBER 2021

| (x EUR 1,000) | | a | b | c | d | e | f | g | h | i | j | k | l | m | n | o | p | q |
|------------------|--|-------------------|---------------|----------|----------------|----------------|----------|----------------|----------|-----------|------------------|----------|----------|----------|----------|----------|-------------------|------------------|
| | | Risk weight | | | | | | | | | | | | | | | Total | Of which unrated |
| Exposure classes | | 0% | 2% | 4% | 10% | 20% | 35% | 50% | 70% | 75% | 100% | 150% | 250% | 370% | 1250% | Others | | |
| 1 | Central governments or central banks | 61,482,572 | | | | - | | | | | | | | | | | 61,482,572 | |
| 2 | Regional government or local authorities | 20,086,661 | | | | | | | | | | | | | | | 20,086,661 | |
| 3 | Public sector entities | | | | 486,593 | | | | | | | | | | | | 486,593 | |
| 4 | Multilateral development banks | 12,945 | | | | | | | | | | | | | | | 12,945 | |
| 5 | International organisations | 368,819 | | | | | | | | | | | | | | | 368,819 | |
| 6 | Institutions | | 12,886 | | | 110,315 | | 192,513 | | | | | | | | | 315,715 | |
| 7 | Corporates | | | | | | | | | 2,267,044 | | | | | | | 2,267,044 | |
| 8 | Retail exposures | | | | | | | | | | | | | | | | | - |
| 9 | Exposures secured by mortgages on immovable property | | | | | | | | | | | | | | | | | - |
| 10 | Exposures in default | | | | | | | | | | | | | | | | | - |
| 11 | Exposures associated with particularly high risk | | | | | | | | | | | | | | | | | - |
| 12 | Covered bonds | | | | 600,196 | | | | | | | | | | | | 600,196 | |
| 13 | Exposures to institutions and corporates with a short-term credit assessment | | | | | | | | | | | | | | | | | - |
| 14 | Units or shares in collective investment undertakings | | | | | | | | | | | | | | | | | - |
| 15 | Equity exposures | | | | | | | | | | | | | | | | | - |
| 16 | Other items | | | | | | | | | | 7,813 | | | | | | 7,813 | |
| 17 | Total | 81,950,998 | 12,886 | - | 600,196 | 596,908 | - | 192,513 | - | - | 2,274,857 | - | - | - | - | - | 85,628,359 | - |

ARTICLE 13: EXPOSURES TO COUNTERPARTY CREDIT RISK

EU CCR1: ANALYSIS OF CCR EXPOSURE BY APPROACH

Counterparty Credit Risk (CCR) entails the potential impact on profit/capital because counterparties are not meeting their obligations in derivatives transactions. To limit the counterparty credit risks associated with these derivatives to the greatest extent possible, in principle, NWB Bank only enters into new transactions with counterparties with a single-A rating at a minimum. This applies when these derivatives cannot be cleared centrally. Furthermore, limits are set to minimise the total exposure from derivatives.

This table contains the exposure values before and after the effect of the credit risk mitigation and the associated risk exposure amounts broken down by applicable method. Due to the CRR2 implementation, the Standardised Approach to Counterparty Credit Risk (SA-CCR) is now applied.

EU CCR1: ANALYSIS OF CCR EXPOSURE BY APPROACH - 30 JUNE 2022

| (x EUR 1,000) | | a | b | c | d | e | f | g | h |
|---------------|---|-----------------------|---------------------------------|----------|--|------------------------|-------------------------|------------------|----------------|
| | | Replacement cost (RC) | Potential future exposure (PFE) | EEPE | Alpha used for computing regulatory exposure value | Exposure value pre-CRM | Exposure value post-CRM | Exposure value | RWEA |
| EU-1 | EU - Original Exposure Method (for derivatives) | | | | | | | | |
| EU-2 | EU - Simplified SA-CCR (for derivatives) | | | | | | | | |
| 1 | SA-CCR (for derivatives) | 926,139 | 738,805 | | 1.4 | 4,485,653 | 1,664,945 | 2,330,922 | 849,164 |
| 2 | IMM (for derivatives and SFTs) | | | | | | | | |
| 2a | <i>Of which securities financing transactions netting sets</i> | | | | | | | | |
| 2b | <i>Of which derivatives and long settlement transactions netting sets</i> | | | | | | | | |
| 2c | <i>Of which from contractual cross-product netting sets</i> | | | | | | | | |
| 3 | Financial collateral simple method (for SFTs) | | | | | | | | |
| 4 | Financial collateral comprehensive method (for SFTs) | | | | | | | | |
| 5 | VaR for SFTs | | | | | | | | |
| 6 | Total | 926,139 | 738,805 | - | 1 | 4,485,653 | 1,664,945 | 2,330,922 | 849,164 |

EU CCR2: TRANSACTIONS SUBJECT TO OWN FUNDS REQUIREMENTS FOR CVA RISK

This table contains the exposure values after credit risk mitigation effects and the associated risk exposures for Credit Valuation Adjustment (CVA) capital charge. The introduction of the Standardised Approach to Counterparty Credit Risk (SA-CCR) has led to a significant increase in risk-weighted assets and the CVA.

EU CCR2: TRANSACTIONS SUBJECT TO OWN FUNDS REQUIREMENTS FOR CVA RISK - 30 JUNE 2022

| (x EUR 1,000) | | a | b |
|---------------|--|------------------|------------------|
| | | Exposure value | RWEA |
| 1 | Total transactions subject to the Advanced method | | |
| 2 | (i) VaR component (including the 3× multiplier) | | |
| 3 | (ii) stressed VaR component (including the 3× multiplier) | | |
| 4 | Transactions subject to the Standardised method | 1,743,871 | 1,468,964 |
| EU-4 | Transactions subject to the Alternative approach (Based on the Original Exposure Method) | | |
| 5 | Total transactions subject to own funds requirements for CVA risk | 1,743,871 | 1,468,964 |

EU CCR2: TRANSACTIONS SUBJECT TO OWN FUNDS REQUIREMENTS FOR CVA RISK - 31 DECEMBER 2021

| (x EUR 1,000) | | a | b |
|---------------|--|------------------|------------------|
| | | Exposure value | RWEA |
| 1 | Total transactions subject to the Advanced method | | |
| 2 | (i) VaR component (including the 3× multiplier) | | |
| 3 | (ii) stressed VaR component (including the 3× multiplier) | | |
| 4 | Transactions subject to the Standardised method | 1,074,855 | 1,149,812 |
| EU-4 | Transactions subject to the Alternative approach (Based on the Original Exposure Method) | | |
| 5 | Total transactions subject to own funds requirements for CVA risk | 1,074,855 | 1,149,812 |

EU CCR3: STANDARDISED APPROACH - CCR EXPOSURES BY REGULATORY EXPOSURE CLASS AND RISK WEIGHT

This table shows classification of counterparty credit risk exposure value in exposure classes and risk weights after credit risk mitigation. As said, the recent introduction of the Standardised Approach to Counterparty Credit Risk (SA-CCR) has led to a significant increase in risk-weighted assets for counterparty credit risk and CVA.

EU CCR3: CCR EXPOSURES BY REGULATORY EXPOSURE CLASS AND RISK WEIGHT - 30 JUNE 2022

| (x EUR 1,000) | | a | b | c | d | e | f | g | | | h | i | j | k | l |
|------------------|---|----------------|----------------|----------|----------|----------------|------------------|----------|----------|----------------|----------|----------|----------------------|----------|------------------|
| | | Risk weight | | | | | | | | | | | | | |
| Exposure classes | | 0% | 2% | 4% | 10% | 20% | 50% | 70% | 75% | 100% | 150% | Others | Total exposure value | | |
| 1 | Central governments or central banks | 394,773 | | | | | | | | | | | | | 394,773 |
| 2 | Regional government or local authorities | 31,727 | | | | | | | | | | | | | 31,727 |
| 3 | Public sector entities | | | | | | | | | | | | | | - |
| 4 | Multilateral development banks | | | | | | | | | | | | | | - |
| 5 | International organisations | | | | | | | | | | | | | | - |
| 6 | Institutions | | 156,491 | | | 312,989 | 792,329 | | | | | | - | | 1,261,809 |
| 7 | Corporates | | | | | 297,418 | 341,536 | | | 160,150 | | | | | 799,104 |
| 8 | Retail | | | | | | | | | | | | | | - |
| 9 | Institutions and corporates with a short-term credit assessment | | | | | | | | | | | | | | - |
| 10 | Other items | | | | | | | | | | | | | | - |
| 11 | Total exposure value | 426,501 | 156,491 | - | - | 610,407 | 1,133,865 | - | - | 160,150 | - | - | - | - | 2,487,413 |

EU CCR5: COMPOSITION OF COLLATERAL FOR CCR EXPOSURES

30 JUNE 2022

| Collateral type | Collateral used in derivative transactions | | | | Collateral used in SFTs | | | |
|----------------------------|--|------------------|---------------------------------|-------------------|-----------------------------------|--------------|---------------------------------|--------------|
| | Fair value of collateral received | | Fair value of posted collateral | | Fair value of collateral received | | Fair value of posted collateral | |
| | Segregated | Unsegregated | Segregated | Unsegregated | Segregated | Unsegregated | Segregated | Unsegregated |
| 1 Cash – domestic currency | | 1,957,840 | - | 11,661,201 | | | | |
| 2 Cash – other currencies | | | | | | | | |
| 3 Domestic sovereign debt | | 760,723 | 322,657 | | | | | |
| 4 Other sovereign debt | | 835,987 | 173,407 | | | | | |
| 5 Government agency debt | | | 113,212 | | | | | |
| 6 Corporate bonds | | | 124,559 | | | | | |
| 7 Equity securities | | | | | | | | |
| 8 Other collateral | | | | | | | | |
| 9 Total | - | 3,554,550 | 733,835 | 11,661,201 | - | - | - | - |

31 DECEMBER 2021

| Collateral type | Collateral used in derivative transactions | | | | Collateral used in SFTs | | | |
|----------------------------|--|----------------|---------------------------------|-------------------|-----------------------------------|--------------|---------------------------------|--------------|
| | Fair value of collateral received | | Fair value of posted collateral | | Fair value of collateral received | | Fair value of posted collateral | |
| | Segregated | Unsegregated | Segregated | Unsegregated | Segregated | Unsegregated | Segregated | Unsegregated |
| 1 Cash – domestic currency | | 893,518 | - | 16,535,900 | | | | |
| 2 Cash – other currencies | | | | | | | | |
| 3 Domestic sovereign debt | | | | | | | | |
| 4 Other sovereign debt | | | 70,124 | | | | | |
| 5 Government agency debt | | | 296,243 | | | | | |
| 6 Corporate bonds | | | 556,116 | | | | | |
| 7 Equity securities | | | | | | | | |
| 8 Other collateral | | | | | | | | |
| 9 Total | - | 893,518 | 922,483 | 16,535,900 | - | - | - | - |

EU CCR6: CREDIT DERIVATIVES EXPOSURES

We do not report CCR6 because we do not have credit derivatives exposures.

EU CCR8: EXPOSURES TO CCPS

This table shows the exposure value to central counterparties and the associated risk exposures. NWB Bank only has exposures to Qualified CCPs.

EU CCR8: EXPOSURES TO CCPS - 30 JUNE 2022

| (x EUR 1,000) | a | b |
|--|----------------|--------------|
| | Exposure value | RWEA |
| 1 Exposures to QCCPs (total) | | 3,130 |
| 2 Exposures for trades at QCCPs (excluding initial margin and default fund contributions); of which | 156,491 | 3,130 |
| 3 (i) OTC derivatives | 156,491 | 3,130 |
| 4 (ii) Exchange-traded derivatives | | |
| 5 (iii) SFTs | | |
| 6 (iv) Netting sets where cross-product netting has been approved | | |
| 7 Segregated initial margin | 733,835 | |
| 8 Non-segregated initial margin | | |
| 9 Prefunded default fund contributions | | |
| 10 Unfunded default fund contributions | | |
| 11 Exposures to non-QCCPs (total) | | |
| 12 Exposures for trades at non-QCCPs (excluding initial margin and default fund contributions); of which | | |
| 13 (i) OTC derivatives | | |
| 14 (ii) Exchange-traded derivatives | | |
| 15 (iii) SFTs | | |
| 16 (iv) Netting sets where cross-product netting has been approved | | |
| 17 Segregated initial margin | | |
| 18 Non-segregated initial margin | | |
| 19 Prefunded default fund contributions | | |
| 20 Unfunded default fund contributions | | |

ARTICLE 14: EXPOSURES TO SECURITISATION POSITIONS

EU SEC1 : SECURITISATION EXPOSURES IN THE NON-TRADING BOOK

NWB Bank has a portfolio of NHG RMBS notes (Residential Mortgage-Backed Securities, based on mortgages under the National Mortgage Guarantee [NHG] scheme), through which it contributes to the financing and affordability of government-guaranteed (green) private residential mortgages. NWB Bank only actively uses securitisation in its role as an investor, and it monitors the risks (credit, market and liquidity risks) during the period to maturity and firmly intends to hold the RMBS (NHG) notes until the expected expiry date. Credit risk is expressed in risk-weighted assets based on the Standard Approach to Securitisations as set out in Article 251 of the CRR, in which the ratings issued by S&P, Moody's or Fitch are used to indicate credit risk.

30 JUNE 2022

| (x EUR 1,000) | Institution acts as originator | | | | | | Institution acts as sponsor | | | Institution acts as investor | | | | |
|--------------------------|--------------------------------|---|--------------|-----------|--------------|---|-----------------------------|---|--------------|------------------------------|--------------|------------------|--------------|------------------|
| | Traditional | | | Synthetic | | | Traditional | | | Synthetic | | | | |
| | STIS | | Non-STIS | | of which SRT | | STIS | | Non-STIS | | STIS | | Non-STIS | |
| | of which SRT | | of which SRT | | of which SRT | | of which SRT | | of which SRT | | of which SRT | | of which SRT | |
| a | b | c | d | e | f | g | h | i | j | k | l | m | n | o |
| 1 Total exposures | | | | | | | | | | | | 2,097,531 | | 2,097,531 |
| 2 Retail (total) | | | | | | | | | | | | 2,097,531 | | 2,097,531 |
| 3 residential mortgage | | | | | | | | | | | | 2,097,531 | | 2,097,531 |
| 4 credit card | | | | | | | | | | | | | | |
| 5 other retail exposures | | | | | | | | | | | | | | |
| 6 re-securitisation | | | | | | | | | | | | | | |
| 7 Wholesale (total) | | | | | | | | | | | | | | |
| 8 loans to corporates | | | | | | | | | | | | | | |
| 9 commercial mortgage | | | | | | | | | | | | | | |
| 10 lease and receivables | | | | | | | | | | | | | | |
| 11 other wholesale | | | | | | | | | | | | | | |
| 12 re-securitisation | | | | | | | | | | | | | | |

EU SEC4: SECURITISATION EXPOSURES IN THE NON-TRADING BOOK AND ASSOCIATED REGULATORY CAPITAL REQUIREMENTS- INSTITUTION ACTING AS INVESTOR

30 JUNE 2022

| (x EUR 1,000) | a | b | c | d | e | f | g | h | i | j | k | l | m | n | o | EU-p | EU-q |
|------------------------------|--|----------------------|-----------------------|-------------------------|-------------|--|-------------|--------|------------------|--|--------------|------------|-------------|--|--------------|------------|---------------|
| | Exposure values (by RW bands/deductions) | | | | | Exposure values (by regulatory approach) | | | | RWEA (by regulatory approach) | | | | Capital charge after cap | | | |
| | ≤20% RW | >20% to 50% RW | >50% to 100% RW | >100% to 1250% RW | 1250% RW | SEC- ERBA SEC-(including IRBA | SEC- IAA | SEC-SA | 1250% RW | SEC- ERBA SEC-(including IRBA | SEC- IAA) | SEC- SA | 1250% RW | SEC- ERBA SEC-(including IRBA | SEC- IAA) | SEC- SA | 1250% RW |
| Total exposures | 2,097,531 | | | | | | | | 2,097,531 | | | | | | | | 25,170 |
| 1 Traditional securitisation | 2,097,531 | | | | | | | | 2,097,531 | | | | | | | | 25,170 |
| 2 Securitisation | 2,097,531 | | | | | | | | 2,097,531 | | | | | | | | 25,170 |
| 3 Retail underlying | 2,097,531 | | | | | | | | 2,097,531 | | | | | | | | 25,170 |
| 4 Of which STS | | | | | | | | | | | | | | | | | |
| 5 Wholesale | | | | | | | | | | | | | | | | | |
| 6 Of which STS | | | | | | | | | | | | | | | | | |
| 7 Re-securitisation | | | | | | | | | | | | | | | | | |
| 8 Synthetic securitisation | | | | | | | | | | | | | | | | | |
| 9 Securitisation | | | | | | | | | | | | | | | | | |
| 10 Retail underlying | | | | | | | | | | | | | | | | | |
| 11 Wholesale | | | | | | | | | | | | | | | | | |
| 12 Re-securitisation | | | | | | | | | | | | | | | | | |
| 13 securitisation | | | | | | | | | | | | | | | | | |

ARTICLE 15: USE OF THE STANDARDISED APPROACH AND OF THE INTERNAL MODELS FOR MARKET RISK

NWB Bank defines market risk as the risk of losses in on- or off-balance positions caused by negative changes in market rates. Within market risk, one subtype is recognised: FX risk. The bank's policy is to eliminate all currency risks on loans granted and borrowings. Currency risks arise primarily in respect of funds borrowed by the bank. NWB Bank borrows significant amounts in foreign currency. The resulting currency risks are fully hedged immediately by entering into currency swaps. The bank does not hold trading book exposures.

ARTICLE 16: OPERATIONAL RISK

EU ORA: QUALITATIVE INFORMATION ON OPERATIONAL RISK

When calculating qualifying capital for operational risk, NWB Bank uses the standardised approach. Under this approach, 15% of the relevant indicator is taken as a benchmark for the operational risk. The relevant indicator is the three-year average

of the total of the annual net interest income and the annual net non-interest income at the end of the financial year.

EU OR1: OPERATIONAL RISK OWN FUNDS REQUIREMENTS AND RISK-WEIGHTED EXPOSURE AMOUNTS

30 JUNE 2022

| (x EUR 1,000) | a | b | | c | d | e |
|--|---------|--------------------|---------|---|------------------------|----------------------|
| | | Relevant indicator | | | Own funds requirements | Risk exposure amount |
| | 2020 | 2021 | 2022 | | | |
| Banking activities | | | | | | |
| 1 Banking activities subject to basic indicator approach (BIA) | | | | | | |
| 2 Banking activities subject to standardised (TSA) / alternative standardised (ASA) approaches | 174,192 | 187,415 | 267,001 | | 31,430 | 392,880 |
| 3 <i>Subject to TSA:</i> | 174,192 | 187,415 | 267,001 | | | |
| 4 <i>Subject to ASA:</i> | | | | | | |
| 5 Banking activities subject to advanced measurement approaches AMA | | | | | | |

ARTICLE 16A: INTEREST RATE RISK BANKING BOOK

EU IRRBA: QUALITATIVE INFORMATION ON INTEREST RATE RISK BANKING BOOK

NWB Bank predominantly lends to public sector clients through a limited offering of products. Its clients mainly request financing with long maturities, which may go up to 50 years. The long maturities are generally aligned to the long-term public sector investments. NWB Bank borrows its funds exclusively through the debt capital markets and does not attract any (retail) deposits. NWB Bank generally provides fixed rate loans and borrows funds against a fixed coupon. As a result, NWB Bank is exposed to fluctuations in interest rates arising from the differences in the interest rates and tenors between loans provided (or securities bought) and funds borrowed (or securities issued). NWB Bank uses interest rate derivatives for both the loans provided and funds borrowed to manage IRRBB. NWB Bank primarily uses interest rate swaps to hedge its gap risk, and hedges the gap risk for almost all individual instruments on an individual basis as the timing, notional and tenors of individual loans provided and funds borrowed usually differ materially.

NWB Bank maintains a strategic interest rate risk position in order to achieve a result aimed at realising the target level of return on equity agreed with the shareholders, i.e. the ten-year moving average yield on ten-year Dutch government bonds plus 200 basis points ('bps'), of which the 200 bps should primarily be achieved through the margin made on its loan portfolio.

NWB Bank uses several indicators to measure its exposure to IRRBB:

Gap analysis

NWB Bank uses 'gap analysis' to derive the duration profile of its IRRBB by allocating all relevant interest rate sensitive assets and liabilities to predefined time buckets according to the next contractual interest reset date or maturity date (whichever comes first). It measures the arithmetic difference (the gap) in absolute amounts between the amounts of assets and liabilities in each time bucket. The gap analysis method provides a visual impression of the interest rate risk dispersion relative to the repricing profile, reflecting NWB Bank's parallel as well as non-parallel gap risk. It does not quantify this exposure in a single measure. NWB Bank uses gap analysis to report its exposure to parallel – and non-parallel gap risk with regards to both short-term and long-term exposures.

Earnings-based indicator

When using earnings-based measures, the focus for analysis is the impact of changes in interest rates on future accrued or reported earnings. NWB Bank uses 'Earnings at Risk ('EaR')' when measuring its vulnerabilities to IRRBB in the short-term and to assess its ability to generate stable earnings. NWB Bank's earnings are entirely related to (i) net interest income and (ii) fair value changes of interest rate sensitive instruments, recognized in results from financial transactions. In measuring its sensitivity, NWB Bank focuses only on net interest income. NWB Bank calculates EaR in order to measure the amount by which earnings will change in various future interest rate scenarios. The scenario outcomes are compared to a base scenario over a one and a two year horizon and are therefore a measure for the shorter-term interest rate risk. The measure does not take into account the effect of market value changes of instruments.

Economic value-based indicator

Under an economic value approach, the measure of IRRBB is the theoretical change in the net embedded market value of the whole banking book. NWB Bank uses 'Dollar Value of one basispoint ('DV01')' when measuring its vulnerabilities to both short- and long-term interest rate risk. DV01 is derived from cash flows of all interest rate sensitive instruments and measures the absolute change of the equity value resulting from a 1 basispoint (0.01%) parallel shift of the yield curve. In order to measure the sensitivity of non-parallel gap risk as well as parallel gap risk to its economic value, NWB Bank additionally uses 'Partial DV01', which similar in its nature as calculating DV01. Partial DV01 differs from DV01 as it does not shift the entire yield curve in parallel but only the yield curve segment corresponding to the time bucket. To capture the sensitivity of its aggregated interest rate risk exposure to its economic value, NWB Bank determines the 'Change in Economic Value of Equity (' Δ EVE'), which measures the change in the present value of asset cash flows, less the present value of liability cash flows, without including assumptions on the interest rate sensitivity of equity. In accordance with paragraph 82 of EBA's guidelines on the management of IRRBB, NWB Bank excludes margins and other spread components from this measure. To avoid the complexity of measuring total EV, NWB Bank focuses on measuring the level of change to the present value of its interest rate sensitive instruments under a number of interest rate shock scenarios. The relative change is a measure of the level of IRRBB.

The outcome of the EaR is within our risk appetite while the EVE outcome is within the boundaries of the outlier criterium.

EU IRRB1: INTEREST RATE RISKS OF NON-TRADING BOOK ACTIVITIES

| (x EUR 1,000) | a | | b | | c | | d | |
|--------------------|---|-------------|-------------|-----------|-----------------------------------|--|-------------|--|
| | Changes of the economic value of equity | | | | Change of the net interest income | | | |
| | Current period | | Last period | | Current period | | Last period | |
| 1 Parallel up | (210,863.0) | (273,090.0) | (144.0) | (8,868.8) | | | | |
| 2 Parallel down | 131,805.2 | 52,678.7 | 142.7 | 8,869.4 | | | | |
| 3 Steepener | (32,068.2) | (41,407.9) | | | | | | |
| 4 Flattener | 6,944.5 | (13,035.5) | | | | | | |
| 5 Short rates up | (58,692.3) | (96,076.0) | | | | | | |
| 6 Short rates down | 74,651.5 | 32,850.8 | | | | | | |

ANNEX III - CAPITAL INSTRUMENTS' MAIN FEATURES TEMPLATE

DISCLOSURE ACCORDING TO COMMISSION IMPLEMENTING REGULATION (EU) 2021/637

| Capital instruments' main features template ¹⁾ | | | | | | | |
|---|---|----------------------------------|----------------------------------|----------------------------------|----------------------------------|----------------------------------|----------------------------------|
| 1 | Issuer | Nederlandse Waterschapsbank N.V. | Nederlandse Waterschapsbank N.V. | Nederlandse Waterschapsbank N.V. | Nederlandse Waterschapsbank N.V. | Nederlandse Waterschapsbank N.V. | Nederlandse Waterschapsbank N.V. |
| 2 | Unique identifier (eg CUSIP, ISIN or Bloomberg identifier for private placement) | No unique identifier | No unique identifier | No unique identifier | No unique identifier | No unique identifier | No unique identifier |
| 3 | Governing law(s) of the instrument | Dutch | Dutch | Dutch | Dutch | Dutch | Dutch |
| Regulatory treatment | | | | | | | |
| 4 | Transitional CRR rules | CET1 | CET1 | Additional Tier 1 | Additional Tier 1 | Additional Tier 1 | Additional Tier 1 |
| 5 | Post-transitional CRR rules | CET1 | CET1 | Additional Tier 1 | Additional Tier 1 | Additional Tier 1 | Additional Tier 1 |
| 6 | Eligible at solo/ (sub-)consolidated/solo & (sub-)consolidated | Solo | Solo | Solo | Solo | Solo | Solo |
| 7 | Instrument type (types to be specified by each jurisdiction) | Share Capital (A shares) | Share Capital (B shares) | Additional Tier 1 | Additional Tier 1 | Additional Tier 1 | Additional Tier 1 |
| 8 | Amount recognised in regulatory capital (currency in million, as of most recent reporting date) | EUR 5.805 mln | EUR 1.019 mln | EUR 200 mln | EUR 20.5 mln | EUR 50 mln | EUR 50 mln |
| 9 | Nominal amount of instrument | EUR 115 | EUR 460 | EUR 200 mln | EUR 20.5 mln | EUR 50 mln | EUR 50 mln |
| 9a | Issue price | EUR 115 | EUR 460 | 100 per cent | 100 per cent | 100 per cent | 100 per cent |
| 9b | Redemption price | N/A | N/A | 100 per cent of Nominal amount | 100 per cent of Nominal amount | 100 per cent of Nominal amount | 100 per cent of Nominal amount |
| 10 | Accounting classification | Shareholders' equity | Shareholders' equity | Liability - amortised cost | Liability - amortised cost | Liability - amortised cost | Liability - amortised cost |

Capital instruments' main features template¹⁾

Regulatory treatment (continued)

| | | | | | | | |
|---------------------|--|---------------------|---------------------|--|--|---|---|
| 11 | Original date of issuance | May 5, 1954 | January 1, 1961 | September 1, 2015 | May 3, 2016 | August 12, 2016 | August 15, 2016 |
| 12 | Perpetual or dated | Perpetual | Perpetual | Perpetual | Perpetual | Perpetual | Perpetual |
| 13 | Original maturity date | No maturity | No maturity | No maturity | No maturity | No maturity | No maturity |
| 14 | Issuer call subject to prior supervisory approval | N/A | N/A | Yes | Yes | Yes | Yes |
| 15 | Optional call date, contingent call dates, and redemption amount | N/A | N/A | 01-09-25 100 per cent of Nominal amount In addition Tax/ Regulatory call | 05-05-31 100 per cent of Nominal amount In addition Tax/ Regulatory call | 12-08-26 100 per cent of Nominal amount In addition Tax/ Regulatory call | 15-01-24 100 per cent of Nominal amount In addition Tax/ Regulatory call |
| 16 | Subsequent call dates, if applicable | N/A | N/A | 1 Sep of each year after first call date | 3 May of each year after first call date | 12 Aug of each year after first call date | 15 Jan of each year after first call date |
| Coupons / dividends | | | | | | | |
| 17 | Fixed or floating dividend/coupon | Floating | Floating | Fixed to floating | Fixed to floating | Fixed to floating | Fixed to floating |
| 18 | Coupon rate and any related index | N/A | N/A | Fixed 3.1 per cent per annum, until first call date, thereafter 1 year swaprate with Euribor 6-months +2.00 per cent per annum | Fixed 4.025 per cent per annum, until first call date, thereafter 1 year swaprate with Euribor 6-months +2.25 per cent per annum | Fixed 2.34 per cent per annum, until first call date, thereafter 1 year swaprate with Euribor 6-months +2.00 per cent per annum | Fixed 2.41 per cent per annum, until first call date, thereafter 1 year swaprate with Euribor 6-months +2.00 per cent per annum |
| 19 | Existence of a dividend stopper | No | No | No | No | No | No |
| 20a | Fully discretionary, partially discretionary or mandatory (in terms of timing) | Fully discretionary | Fully discretionary | Fully discretionary | Fully discretionary | Fully discretionary | Fully discretionary |

Capital instruments' main features template¹⁾

Coupons / dividends (continued)

| | Fully discretionary | Fully discretionary | Fully discretionary | Fully discretionary | Fully discretionary | Fully discretionary | Fully discretionary |
|-----|--|---------------------|---------------------|---|---|---|---|
| 20b | Fully discretionary, partially discretionary or mandatory (in terms of amount) | Fully discretionary | Fully discretionary | Fully discretionary | Fully discretionary | Fully discretionary | Fully discretionary |
| 21 | Existence of step up or other incentive to redeem | No | No | No | No | No | No |
| 22 | Noncumulative or cumulative | N/A | N/A | Non-cumulative | Non-cumulative | Non-cumulative | Non-cumulative |
| 23 | Convertible or non-convertible | N/A | N/A | Non-convertible | Non-convertible | Non-convertible | Non-convertible |
| 24 | If convertible, conversion trigger(s) | N/A | N/A | N/A | N/A | N/A | N/A |
| 25 | If convertible, fully or partially | N/A | N/A | N/A | N/A | N/A | N/A |
| 26 | If convertible, conversion rate | N/A | N/A | N/A | N/A | N/A | N/A |
| 27 | If convertible, mandatory or optional conversion | N/A | N/A | N/A | N/A | N/A | N/A |
| 28 | If convertible, specify instrument type convertible into | N/A | N/A | N/A | N/A | N/A | N/A |
| 29 | If convertible, specify issuer of instrument it converts into | N/A | N/A | N/A | N/A | N/A | N/A |
| 30 | Write-down features | N/A | N/A | Yes | Yes | Yes | Yes |
| 31 | If write-down, write-down trigger (s) | N/A | N/A | Common Equity Tier1 (CET1) below 5.125 per cent | Common Equity Tier1 (CET1) below 5.125 per cent | Common Equity Tier1 (CET1) below 5.125 per cent | Common Equity Tier1 (CET1) below 5.125 per cent |

Capital instruments' main features template¹⁾

Coupons / dividends (continued)

| | | | | | | | |
|----|--|-------------------|-------------------|--|--|--|--|
| 32 | If write-down, full or partial | N/A | N/A | Full or Partially | Full or Partially | Full or Partially | Full or Partially |
| 33 | If write-down, permanent or temporary | N/A | N/A | Temporary | Temporary | Temporary | Temporary |
| 34 | If temporary write-down, description of write-up mechanism | N/A | N/A | Under conditions write-up takes place in steps when CET1 is above 5.125 per cent | Under conditions write-up takes place in steps when CET1 is above 5.125 per cent | Under conditions write-up takes place in steps when CET1 is above 5.125 per cent | Under conditions write-up takes place in steps when CET1 is above 5.125 per cent |
| 35 | Position in subordination hierachy in liquidation (specify instrument type immediately senior to instrument) | Additional Tier 1 | Additional Tier 1 | Other creditors | Other creditors | Other creditors | Other creditors |
| 36 | Non-compliant transitioned features | No | No | No | No | No | No |
| 37 | If yes, specify non-compliant features | N/A | N/A | N/A | N/A | N/A | N/A |

1) 'N/A' inserted if the question is not applicable