



NatWest
Group

NatWest Holdings Group

H1 2024 Pillar 3

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Forward-looking statements

This document may contain forward-looking statements within the meaning of the United States Private Securities Litigation Reform Act of 1995, such as statements that include, without limitation, the words 'expect', 'estimate', 'project', 'anticipate', 'commit', 'believe', 'should', 'intend', 'will', 'plan', 'could', 'probability', 'risk', 'Value-at-Risk (VaR)', 'target', 'goal', 'objective', 'may', 'endeavour', 'outlook', 'optimistic', 'prospects' and similar expressions or variations on these expressions. These statements concern or may affect future matters, such as NatWest Holdings Group's future economic results, business plans and strategies. In particular, this document may include forward-looking statements relating to NatWest Holdings Group in respect of, but not limited to: its credit risk; its capital, liquidity and funding risk; its non-traded market risk; its pension risk; its compliance and conduct risk; its financial crime risk; its climate risk; its operational risk; its model risk; and its reputational risk. Forward-looking statements are subject to a number of risks and uncertainties that might cause actual results and performance to differ materially from any expected future results or performance expressed or implied by the forward-looking statements. Factors that could cause or contribute to differences in current expectations include, but are not limited to, the outcome of legal, regulatory and governmental actions and investigations, the level and extent of future impairments and write-downs, legislative, political, fiscal and regulatory developments, accounting standards, competitive conditions, technological developments, interest and exchange rate fluctuations, general economic and political conditions, the impact of climate related risks and the transitioning to a net zero economy. These and other factors, risks and uncertainties that may impact any forward-looking statement or NatWest Holdings Group's actual results are discussed in NatWest Holdings Limited's 2023 Annual Report and Accounts, and other public filings. The forward-looking statements contained in this document speak only as of the date of this document and NatWest Holdings Group does not assume or undertake any obligation or responsibility to update any of the forward-looking statements contained in this document, whether as a result of new information, future events or otherwise, except to the extent legally required.

Presentation of information

This document presents the interim consolidated Pillar 3 disclosures for NatWest Holdings Group (NWH Group) as at 30 June 2024.

As of the date of this report, NatWest Holdings Limited ('NWH Ltd') is regulated under the UK Capital Requirements Regulation (CRR) and the associated onshored binding technical standards that were created by the European Union (Withdrawal) Act 2018.

NWH Ltd is a wholly owned subsidiary of NatWest Group plc and its ring-fenced bank (RFB) sub-group. The Pillar 3 disclosures made by NWH Ltd and its consolidated subsidiaries (together 'NatWest Holdings Group' or 'NWH Group') are designed to comply with the Disclosure (CRR) Part of the PRA Rulebook. Where applicable, additional disclosures are made in accordance with supervisory expectations mainly relating to the IFRS 9 transitional relief in respect of ECL provisions.

Under the PRA disclosure framework, large subsidiaries of NatWest Group plc are also required to complete a reduced set of disclosures depending on their listed/non-listed status. NatWest Group plc primarily determines its large subsidiaries, in accordance with the UK CRR requirements, as those designated as an O-SII firm by the PRA or with a value of total assets equal to or greater than €30 billion.

NWH Ltd's large subsidiaries as at 30 June 2024 were:

- National Westminster Bank Plc (NWB Plc)
- The Royal Bank of Scotland plc (RBS plc)
- Coutts & Company (Coutts & Co)

The Pillar 3 disclosures for NWH Ltd's large subsidiaries are provided in separate documents. These are published in the same location and are available on the NatWest Group website, located at: investors.natwestgroup.com/reports-archive/2024

Where applicable, the liquidity disclosures in this report are completed for the consolidated NWH Group and the UK Domestic Liquidity Subgroup (UK DoLSub). The UK DoLSub waiver allows NWB Plc, RBS plc and Coutts & Co to manage liquidity and funding as a single sub-group rather than at an entity level.

A subset of the Pillar 3 templates that are required to be disclosed on a semi-annual basis were not applicable to NWH Group at 30 June 2024 and have therefore not been included in the document. These excluded templates are listed below, together with a summary of the reason for their exclusion.

PRA template reference	Template name	Reasons for exclusion
UK CR2a	Changes in the stock of non-performing loans and advances and related net accumulated recoveries	Threshold for disclosure not met
UK CQ2	Quality of forbearance	Threshold for disclosure not met
UK CQ6	Collateral valuation - loans and advances	Threshold for disclosure not met
UK CQ7	Collateral obtained by taking possession and execution processes	Collateral obtained by taking possession is not recognised on the balance sheet
UK CQ8	Collateral obtained by taking possession and execution processes – vintage breakdown	Collateral obtained by taking possession is not recognised on the balance sheet & threshold not met
UK CR6 Corporate Specialised Lending	IRB approach – Credit Risk exposures by exposure class and PD range	No reportable exposures
UK CR10.3	Specialised lending: Object finance (Slotting approach)	No reportable exposures
UK CR10.4	Specialised lending: Commodities finance (Slotting approach)	No reportable exposures
UK CR10.5	Equity exposures under the simple risk-weighted approach	No reportable exposures
UK CCR5	Composition of collateral for CCR exposures	Threshold for disclosure not met
UK CCR7	RWA flow statements of CCR exposures under the IMM	No reportable exposures
UK MR2-A	Market risk under the internal Model Approach	No reportable exposures
UK MR2-B	RWA flow statements of market risk exposures under the IMA	No reportable exposures
UK MR3	IMA values for trading portfolios	No reportable exposures
UK MR4	Comparison of VaR estimates with gains/losses	No reportable exposures
UK SEC2	Securitisation exposures in the trading book	No reportable exposures

Row and column references are based on those prescribed in the PRA templates. The IFRS 9-FL disclosures have been prepared using the uniform format published by the EBA.

In this report, in line with the regulatory framework, the term credit risk excludes counterparty credit risk, unless specifically indicated otherwise. The Pillar 3 disclosures are presented in pounds sterling (£) and have not been subject to external audit.

Annex I: Key metrics and overview of risk-weighted assets

NatWest Holdings Group – Key points

CET1 ratio

12.8%

(Q1 2024 – 12.9%)

The CET1 ratio decreased by 10 basis points to 12.8%. The decrease in the CET1 ratio was driven by a £0.8 billion decrease in CET1 capital partially offset by a £4.2 billion decrease in RWAs. The CET1 capital decrease was mainly driven by profit offset by a foreseeable ordinary dividend accrual and regulatory adjustments.

RWAs

£149.3bn

(Q1 2024 - £153.5bn)

Total RWAs decreased by £4.2 billion to £149.3 billion mainly reflecting:

- a decrease in credit risk RWAs of £3.9 billion, primarily due to active RWA management in addition to reductions driven by the IRB Temporary Model Adjustment related to mortgages within Retail Banking
- a decrease in counterparty credit risk RWAs of £0.4 billion to £0.6 billion primarily driven by reduced default fund contributions with central clearing parties and a decrease in exposure to SFTs.

UK leverage ratio

5.3%

(Q1 2024 – 5.4%)

The leverage ratio decreased by 10 basis points to 5.3% driven by a £9.4 billion increase in leverage exposure and an immaterial decrease in Tier 1 capital. The key drivers in the leverage exposure were an increase in other financial assets, other off balance sheet items and net central bank balances.

UK average leverage ratio

5.4%

(Q1 2024 – 5.3%)

The average leverage ratio increased by 10 basis points to 5.4%. There was a £0.7 billion increase in 3-month average Tier 1 capital partially offset by a £1.9 billion increase in average leverage exposure. The key drivers in the average leverage exposure were an increase in other off balance sheet items and other financial assets.

LCR average

138%

(Q1 2024 - 133%)

The Liquidity Coverage Ratio (LCR) increased 5% compared to Q1 2024 from 133% to 138%, mainly due to UBIDAC asset sale and increased customer deposits.

NSFR average

134%

(Q1 2024 - 133%)

The Net Stable Funding Ratio (NSFR) has increased 1% to 134% due to increased customer deposits and UBIDAC asset sale.

Annex I: Key metrics and overview of risk-weighted assets continued

UK KM1: Key metrics

The table below provides a summary of the main prudential regulation ratios and measures. The remaining Tier 2 instruments subject to CRR2 grandfathering provisions were derecognised during Q3 2023 following regulatory approvals. NatWest Holdings Group has elected to take advantage of the IFRS9 transitional capital rules in respect of ECL provisions. The revised transition amendments will maintain a CET1 add-back of relevant ECL provisions until 31 December 2024.

	30 June 2024	31 March 2024	31 December 2023	30 September 2023	30 June 2023
	£m	£m	£m	£m	£m
Available own funds (amounts)					
1 Common equity tier 1 (CET1) capital	19,041	19,852	19,063	19,787	18,961
2 Tier 1 capital	22,967	22,978	22,745	23,469	22,643
3 Total capital	28,216	28,379	27,671	29,086	28,218
Risk-weighted exposure amounts					
4 Total risk-weighted exposure amount	149,276	153,505	150,428	147,063	146,229
Capital ratios (as a percentage of risk-weighted exposure amount)					
5 Common equity tier 1 ratio (%)	12.8	12.9	12.7	13.5	13.0
6 Tier 1 ratio (%)	15.4	15.0	15.1	16.0	15.5
7 Total capital ratio (%)	18.9	18.5	18.4	19.8	19.3
Additional own funds requirements based on SREP (as a percentage of risk-weighted exposure amount)					
UK 7a Additional CET1 SREP requirements (%)	1.6	1.6	1.6	1.4	1.4
UK 7b Additional AT1 SREP requirements (%)	0.5	0.5	0.5	0.5	0.5
UK 7c Additional Tier 2 SREP requirements (%)	0.7	0.7	0.7	0.7	0.7
UK 7d Total SREP own funds requirements (%)	10.8	10.8	10.8	10.6	10.6
Combined buffer requirement (as a percentage of risk-weighted exposure amount)					
8 Capital conservation buffer (%)	2.5	2.5	2.5	2.5	2.5
9 Institution specific countercyclical capital buffer (%) (1)	1.9	1.8	1.8	1.8	0.9
UK 10a Other Systemically Important Institution buffer (%)	1.5	1.5	1.5	1.5	1.5
11 Combined buffer requirement (%)	5.9	5.8	5.8	5.8	4.9
UK 11a Overall capital requirements (%)	16.7	16.6	16.6	16.4	15.5
12 CET1 available after meeting the total SREP own funds requirements (%)	6.7	6.9	6.6	7.6	7.1
Leverage ratio					
13 Total exposure measure excluding claims on central banks	434,015	424,648	431,113	430,627	430,594
14 Leverage ratio excluding claims on central banks (%)	5.3	5.4	5.3	5.4	5.3
Additional leverage ratio disclosure requirements					
UK 14a Fully loaded ECL accounting model leverage ratio excluding claims on central banks (%)	5.3	5.4	5.2	5.4	5.2
UK 14b Leverage ratio including claims on central banks (%)	4.5	4.6	4.6	4.7	4.5
UK 14c Average leverage ratio excluding claims on central banks (%)	5.4	5.3	5.3	5.3	5.4
UK 14d Average leverage ratio including claims on central banks (%)	4.7	4.6	4.6	4.6	4.6
UK 14e Countercyclical leverage ratio buffer (%) (1)	0.7	0.6	0.6	0.6	0.3
Liquidity coverage ratio					
15 Total high-quality liquid assets (HQLA) (weighted value-average)	107,230	105,927	106,798	112,816	123,023
UK 16a Cash outflows - Total weighted value	83,805	85,499	88,473	92,887	97,532
UK 16b Cash inflows - Total weighted value	5,897	5,968	6,040	6,594	7,309
16 Total net cash outflows (adjusted value)	77,908	79,531	82,433	86,293	90,223
17 Liquidity coverage ratio (%) (2)	138	133	130	131	136
Net stable funding ratio					
18 Total available stable funding	354,869	352,300	352,155	355,380	361,681
19 Total required stable funding	264,324	264,270	262,310	259,626	257,606
20 NSFR ratio (%) (3)	134	133	134	137	140

- (1) The institution specific countercyclical capital buffer (CCyB) requirement is based on the weighted average of the buffer rates in effect for the countries in which institutions have exposures. The UK CCyB rate is currently being maintained at 2%. The countercyclical leverage ratio buffer is set at 35% of NWH Group CCyB.
- (2) The Liquidity coverage ratio (LCR) is calculated as the average of the preceding 12 monthly periods ending on the quarterly reporting date as specified in the table.
- (3) The Net Stable Funding Ratio (NSFR) is calculated as an average of the preceding four quarters. The prior period comparatives for HQLA within required stable funding have been restated for March 2024 and December 2023.
- (4) The following rows are not presented in the table above because they are not applicable: UK8a, UK9a and 10.

Annex I: Key metrics and overview of risk-weighted assets continued

IFRS 9-FL: Comparison of institutions' own funds and capital and leverage ratios with and without the application of transitional arrangements for IFRS 9 or analogous ECL

The table below shows key prudential regulation ratios and measures with and without the application of IFRS 9 transitional relief. NWH Group has elected to take advantage of the transitional capital rules in respect of ECL provisions. Following the adoption of IFRS 9 from 1 January 2018, the CRR introduced transitional rules to phase in the full CET1 effect over a five-year period. The revised transitional amendments will maintain a CET1 add-back of relevant ECL provisions until 31 December 2024. Capital measures in this table are presented in line with table UK KM1.

	30 June 2024 £m	31 March 2024 £m	31 December 2023 £m	30 September 2023 £m	30 June 2023 £m
Available capital (amounts) - transitional					
1 Common equity tier 1	19,041	19,852	19,063	19,787	18,961
2 Common equity tier 1 capital as if IFRS 9 transitional arrangements had not been applied	18,998	19,774	18,856	19,560	18,733
3 Tier 1 capital	22,967	22,978	22,745	23,469	22,643
4 Tier 1 capital as if IFRS 9 transitional arrangements had not been applied	22,924	22,900	22,538	23,242	22,415
5 Total capital	28,216	28,379	27,671	29,086	28,218
6 Total capital as if IFRS 9 transitional arrangements had not been applied	28,173	28,404	27,728	29,136	28,255
Risk-weighted assets (amounts)					
7 Total risk-weighted assets	149,276	153,505	150,428	147,063	146,229
8 Total risk-weighted assets as if IFRS 9 transitional arrangements had not been applied	149,275	153,501	150,411	147,035	146,192
Capital ratios					
9 Common equity tier 1 ratio	12.8	12.9	12.7	13.5	13.0
10 Common equity tier 1 ratio as if IFRS 9 transitional arrangements had not been applied	12.7	12.9	12.5	13.3	12.8
11 Tier 1 ratio	15.4	15.0	15.1	16.0	15.5
12 Tier 1 ratio as if IFRS 9 transitional arrangements had not been applied	15.4	14.9	15.0	15.8	15.3
13 Total capital ratio	18.9	18.5	18.4	19.8	19.3
14 Total capital ratio as if IFRS 9 transitional arrangements had not been applied	18.9	18.5	18.4	19.8	19.3
Leverage ratio					
15 Leverage ratio exposure measure (£m)	434,015	424,648	431,113	430,627	430,594
16 Leverage ratio (%)	5.3	5.4	5.3	5.4	5.3
17 Leverage ratio (%) as if IFRS 9 transitional arrangements had not been applied	5.3	5.4	5.2	5.4	5.2

Annex I: Key metrics and overview of risk-weighted assets continued

UK OV1: Overview of risk-weighted exposure amounts

The table below shows RWAs and total own funds requirements by risk type. Total own funds requirements are calculated as 8% of RWAs.

		NWH Group		
		a	b	c
		Risk-weighted exposure amounts (RWAs)		Total own funds requirements
		30 June 2024	31 March 2024	30 June 2024
		£m	£m	£m
1	Credit risk (excluding counterparty credit risk)	127,672	132,056	10,214
2	Of which: standardised approach	15,919	16,607	1,274
3	Of which: the foundation IRB (FIRB) approach	-	-	-
4	Of which: slotting approach	10,949	11,722	876
UK 4a	Of which: equities under the simple risk-weighted approach	-	-	-
5	Of which: the advanced IRB (AIRB) approach (1)	100,804	103,727	8,064
5a	Of which: non-credit obligation assets (3)	3,754	3,916	300
6	Counterparty credit risk	556	948	44
7	Of which: standardised approach	184	277	15
8	Of which: internal model method (IMM)	-	-	-
UK 8a	Of which: exposures to a CCP	34	144	3
UK 8b	Of which: credit valuation adjustment (CVA)	165	264	13
9	Of which: other counterparty credit risk	173	263	13
15	Settlement risk	-	-	-
16	Securitisation exposures in the non-trading book (after the cap)	1,456	921	116
17	Of which: SEC-IRBA approach	1,086	552	87
18	Of which: SEC-ERBA (including IAA)	39	24	3
19	Of which: SEC-SA approach	331	345	26
UK 19a	Of which: 1,250%/deduction	-	-	-
20	Position, foreign exchange and commodities risk (market risk)	147	135	12
21	Of which: standardised approach	147	135	12
22	Of which: IMA	-	-	-
UK 22a	Large exposures	-	-	-
23	Operational risk	19,445	19,445	1,556
UK 23a	Of which: basic indicator approach	-	-	-
UK 23b	Of which: standardised approach	19,445	19,445	1,556
UK 23c	Of which: advanced measurement approach	-	-	-
24	Amounts below the thresholds for deduction (subject to 250% risk-weight) (2)	894	929	71
29	Total	149,276	153,505	11,942

(1) Of which £3 million RWAs (31 March 2024 - £3 million) relate to equity IRB under the probability of default/loss given default approach.

(2) The amount is shown for information only, as these exposures are already included in rows 1 and 2.

(3) 5a is subset of total IRB RWAs disclosed in Row 5

Annex I: Key metrics and overview of risk-weighted assets continued

UK CR8: RWA flow statement of credit risk exposures under the IRB approach

The table below shows movements in RWAs for credit risk exposures under the internal ratings based (IRB) approach. It excludes counterparty credit risk, securitisations and non-credit obligation assets.

	a
	RWAs
	£m
1 At 31 December 2023	110,147
2 Asset size	1,152
3 Asset quality	81
4 Model updates	222
7 Foreign exchange movements	(72)
9 At 31 March 2024	111,530
2 Asset size	(1,943)
3 Asset quality	(3)
4 Model updates	(359)
7 Foreign exchange movements	(49)
8 Other	(1,181)
9 At 30 June 2024	107,995

(1) The following rows are not presented because they had zero values: (5) methodology and policy; and (6) acquisitions and disposals.

Q2 2024

- The decrease in asset size RWAs primarily related to active RWA management and reductions in bonds and nostros. These movements were partially offset by increased loan commitments for mortgages and unsecured new lending within Retail Banking.
- The reduction in RWAs for model updates was primarily due to a decrease in the internal ratings based Temporary Model Adjustment, mainly related to mortgages within Retail Banking.
- The reduction in other RWAs was driven by securitisation activity within Commercial & Institutional.

Annex VII: Capital

UK CC1: Composition of regulatory own funds

The table below sets out the capital resources on a transitional basis. Regulatory adjustments comprise deductions from own funds and prudential filters. The table also includes a cross reference to the corresponding rows in template UK CC2 to facilitate full reconciliation of accounting and regulatory own funds.

		NWH Group	
		30 June 2024	31 December 2023
		£m	£m
		Source based on reference number/letters of the balance sheet under the regulatory scope of consolidation	
CET1 capital: instruments and reserves			
1	Capital instruments and the related share premium accounts <i>Of which: ordinary shares</i>	3,263	3,263
2	Retained earnings	3,263	(a) 3,263
3	Accumulated other comprehensive income (and other reserves)	35,676	(b) 34,451
UK-3a	Funds for general banking risk	(12,729)	(c) (12,834)
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)	-	-
UK-5a	Independently reviewed interim profits net of any foreseeable charge or dividend	-	(b) 1,232
6	CET1 capital before regulatory adjustments	26,210	26,112
CET1 capital: regulatory adjustments			
7	(-) Additional value adjustments	(25)	(60)
8	(-) Intangible assets (net of related tax liability)	(7,035)	(d) (7,060)
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)	(773)	(e) (924)
11	Fair value reserves related to gains or losses on cash flow hedges of financial instruments that are not valued at fair value	1,033	(i) 1,192
12	(-) Negative amounts resulting from the calculation of expected loss amounts	(10)	-
13	(-) Any increase in equity that results from securitised assets	-	-
14	Gains or losses on liabilities valued at fair value resulting from changes in own credit standing	-	-
15	(-) Defined benefit pension fund assets (1)	(402)	(f & g) (404)
16	(-) Direct, indirect and synthetic holdings by an institution of own CET1 instruments	-	-
17	(-) Direct, indirect and synthetic holdings of the CET1 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	-	-
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 (above the 10% threshold and net of eligible short positions)	-	-
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)	-	-
UK-20a	Exposure amount of the following items which qualify for a RW of 1250%, where the institution opts for the deduction alternative	-	-
UK-20b	(-) <i>Of which: qualifying holdings outside the financial sector</i>	-	-

Annex VII: Capital continued

UK CC1: Composition of regulatory own funds continued

		NWH Group	
		30 June 2024	31 December 2023
		£m	£m
			Source based on reference number/letters of the balance sheet under the regulatory scope of consolidation
CET1 capital: regulatory adjustments			
UK-20c	(-) Of which: securitisation positions	-	-
UK-20d	(-) Of which: free deliveries	-	-
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)	-	-
22	(-) Amount exceeding the 17.65% threshold	-	-
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	-	-
25	(-) Of which: deferred tax assets arising from temporary differences	-	-
UK-25a	(-) Losses for the current financial period	-	(b)
UK-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	-	-
27	(-) Qualifying AT1 deductions that exceed the AT1 items of the institution	-	-
27a	Other regulatory adjustments to CET1 capital (including IFRS 9 transitional adjustments when relevant)	43	207
28	Total regulatory adjustments to CET1	(7,169)	(7,049)
29	CET1 capital	19,041	19,063
AT1 capital: instruments			
30	Capital instruments and the related share premium accounts	3,926	(h) 3,682
31	Of which: classified as equity under applicable accounting standards	3,926	3,682
32	Of which: classified as liabilities under applicable accounting standards	-	-
33	Amount of qualifying items referred to in Article 484(4) and the related share premium accounts subject to phase out from AT1 as described in Article 486 (3) CRR	-	(j) -
UK-33a	Amount of qualifying items referred to in Article 494a(1) CRR subject to phase out from AT1	-	-
UK-33b	Amount of qualifying items referred to in Article 494b(1) CRR subject to phase out from AT1	-	-
34	Qualifying T1 capital included in consolidated AT1 capital (including minority interests not included in row 5 CET1) issued by subsidiaries and held by third parties	-	(j) -
35	Of which: instruments issued by subsidiaries subject to phase out	-	-
36	AT1 capital before regulatory adjustments	3,926	3,682
AT1 capital: regulatory adjustments			
37	(-) Direct, indirect and synthetic holdings by an institution of own AT1 instruments	-	-
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	-	-

Annex VII: Capital continued

UK CC1: Composition of regulatory own funds continued

		NWH Group		
		30 June 2024 £m	Source based on reference number/letters of the balance sheet under the regulatory scope of consolidation	31 December 2023 £m
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)	-		-
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)	-		-
42	(-) Qualifying T2 deductions that exceed the T2 items of the institution	-		-
42a	Other regulatory adjustments to AT1 capital	-		-
43	Total regulatory adjustments to AT1 capital	-		-
44	AT1 capital	3,926		3,682
45	T1 capital (Tier 1 = CET1 + AT1)	22,967		22,745
T2 capital: instruments				
46	Capital instruments and the related share premium accounts	5,249	(j)	4,805
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	-	(j)	-
UK-47a	Amount of qualifying items referred to in Article 494a (2) CRR subject to phase out from T2	-		-
UK-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 5 or 34 issued by subsidiaries and held by third parties	-	(j)	-
49	<i>Of which: instruments issued by subsidiaries subject to phase out</i>	-		-
50	Credit risk adjustments	-		121
51	T2 capital before regulatory adjustments	5,249		4,926
T2 capital: regulatory adjustments				
52	(-) Direct, indirect and synthetic holdings by an institution of own T2 instruments and subordinated loans	-		-
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	-		-
54	(-) Direct and indirect 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 the 10% threshold and net of eligible short positions)	-		-
55	(-) Direct and indirect 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)	-		-
UK-56a	(-) Qualifying eligible liabilities deductions that exceed the eligible liabilities items of the institution	-		-
UK-56b	(-) Other regulatory adjustments to T2 capital	-		-
57	Total regulatory adjustments to T2 capital	-		-
58	T2 capital	5,249		4,926
59	Total capital (TC = T1 + T2)	28,216		27,671
60	Total risk exposure amount	149,276		150,428

Annex VII: Capital continued

UK CC1: Composition of regulatory own funds continued

		NWH Group	
		30 June 2024	31 December 2023
		£m	£m
		Source based on reference number/letters of the balance sheet under the regulatory scope of consolidation	
Capital ratios and buffers			
61	CET1 (as a percentage of total risk exposure amount)	12.8%	12.7%
62	T1 (as a percentage of total risk exposure amount)	15.4%	15.1%
63	Total capital (as a percentage of total risk exposure amount)	18.9%	18.4%
64	Institution CET1 overall capital requirement (CET1 requirement in accordance with article 92 (1) CRR, plus additional CET1 requirement which the institution is required to hold in accordance with point (a) of Article 104 (1) CRD, plus combined buffer requirement in accordance with Article 128 (6) CRD) expressed as a percentage of risk exposure amount	12.0%	11.9%
65	<i>Of which: capital conservation buffer requirement</i>	2.5%	2.5%
66	<i>Of which: counter cyclical buffer requirement</i>	1.9%	1.8%
67	<i>Of which: systemic risk buffer requirement</i>	-	-
UK-67a	<i>Of which: Global Systemically Important Institution (G-SII) or Other Systemically Important Institution (O-SII) buffer</i>	1.5%	1.5%
68	CET1 available to meet buffers (as a percentage of risk exposure amount) (2)	6.7%	6.6%
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)	4	4
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% threshold and net of eligible short positions)	-	-
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 met)	357	382
Available caps on the inclusion of provisions in T2			
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	199	199
78	Credit risk adjustments included in T2 in respect of exposures subject to internal ratings based approach (prior to the application of the cap)	-	121
79	Cap for inclusion of credit risk adjustments in T2 under internal ratings-based approach	679	691
Capital instruments subject to phase-out arrangements (only applicable between 1 January 2014 and 1 January 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)	-	-
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)	-	-

(1) Includes a prudent deduction in respect of an agreement with the pension fund to establish a legal structure to remove dividend linked contribution.

(2) Row 68: Represents the CET1 ratio less CET1 currently used to meet SREP requirements (Pillar 1 & 2A).

(3) The references (a) to (j) identify balance sheet components in table UK CC2 that are used in the calculation of regulatory capital table UK CC1. Amounts between the UK CC2 and UK CC1 are not always directly comparable due to differences in definitions and application of Capital Requirements Directive for the calculation of regulatory capital.

(4) The following lines are not presented as they are not applicable under the UK disclosure requirements: 9, 20, 24, 26, 41, 54a, 56, 69, 70, 71 and 74.

Annex VII: Capital continued

UK CC2: Reconciliation of regulatory own funds to balance sheet in the audited financial statements

The table below sets out the reconciliation between the accounting and regulatory consolidation with references showing the linkage between this table and UK CC1.

	NWH Group		References
	As at period end 30 June 2024		
	a	b	
	Balance sheet as in published financial statements as at period end (1)	Under regulatory scope of consolidation as at period end	
	£m	£m	
Assets			
Cash and balances at central banks	77,278	77,311	
Derivatives	1,308	1,308	
Loans to banks - amortised cost	3,479	3,536	
Loans to customers - amortised cost	351,003	350,999	
Amounts due from holding company and fellow subsidiaries	656	656	
Other financial assets	32,459	31,826	
Intangible assets	7,035	7,035	(d)
Assets of disposal groups	992	992	
Property, plant and equipment	3,688	3,688	
Current and deferred tax assets	1,601	1,601	
<i>of which: DTAs that rely on future profitability and do not arise from temporary differences</i>	773	773	(e)
Prepayments, accrued income and other assets	1,452	1,470	
<i>of which: defined benefit pension fund assets</i>	43	43	(f)
Total assets	480,951	480,422	
Liabilities			
Bank deposits	21,437	22,032	
Customer deposits	391,697	391,771	
Amounts due to holding company and fellow subsidiaries	19,883	19,883	(j)
Derivatives	935	935	
Other financial liabilities	7,537	6,315	
Subordinated liabilities	122	119	(j)
Notes in circulation	3,254	3,254	
Provisions, deferred income and other liabilities	3,522	3,550	
Current and deferred tax liabilities	389	388	
<i>of which: defined benefit pension scheme assets</i>	6	6	(g)
Total liabilities	448,776	448,247	
Shareholders' Equity			
Owners' equity			
Called up share capital	3,263	3,263	(a)
Reserves	28,879	28,879	
<i>of which: amount eligible for retained earnings</i>	37,683	37,683	(b)
<i>of which: amount eligible for accumulated OCI and other reserves</i>	(12,729)	(12,729)	(c) & (i)
<i>of which: amount of other equity instruments</i>	3,925	3,925	(h)
Non-controlling interests	33	33	
Total shareholders' equity	32,175	32,175	

(1) NatWest Holdings Group publishes audited financial statements on an annual basis. For H1 disclosures, the reconciliation shown in UK CC2 is completed in accordance with Financial Reporting outcomes (i.e. FINREP).

(2) The references (a) to (j) identify balance sheet components in table UK CC2 that are used in the calculation of regulatory capital table UK CC1. Amounts between tables UK CC2 and UK CC1 are not always directly comparable due to differences in definitions and application of the Capital Requirements Directive for the calculation of regulatory capital.

Annex IX: Countercyclical capital buffers

UK CCyB1: Geographical distribution of credit exposures relevant for the calculation of the countercyclical capital buffer

As part of the banking reforms introduced by Basel III, a countercyclical capital buffer is required to ensure banks take account of the macro-financial environment when assessing adequate capital requirements. The buffer is to help protect banks during periods of excess aggregate credit growth that have often been associated with the build-up of system wide risk. This regime is intended to help reduce the risk that the supply of credit will be constrained during a period of economic downturn which in turn could undermine the performance of the real economy and consequently result in additional credit losses in the banking system.

The table below summarises NWH Group's total exposures and own funds requirements based on country of economic operation of the customer. Where applicable, a countercyclical capital buffer rate is applied to the own funds requirement for the geographic region to capture an additional countercyclical requirement.

General credit and trading book exposures exclude those with central governments/banks, regional governments, local authorities, public sector entities, multilateral development banks, international organisations and institutions. The exposures below therefore differ from those presented in the Credit and Counterparty credit risk sections.

	NWH Group													
	a	b	c	d	e	f	g	h	i	j	k	l	m	
	General credit exposures		Relevant credit exposures - Market risk		Own fund requirements									
	Exposure value under the standardised approach	Exposure value under the IRB approach	Sum of long and short positions of trading book exposures for SA	Value of trading book exposures for internal models	Securitisation exposures - exposure value for non-trading book	Total exposure value	Relevant credit risk exposures - Credit risk	Relevant credit exposures - Market risk	Relevant credit exposures - Securitisation positions in the non-trading book	Total	Risk weighted exposure amounts	Own fund requirements weights	Countercyclical buffer rate	
£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	%	%	
30 June 2024														
Breakdown by country (with existing CCyB rates)⁽¹⁾														
Norway	16	380	-	-	-	396	13	-	-	13	166	0.13%	2.50%	
Denmark	-	420	-	-	-	420	8	-	-	8	103	0.08%	2.50%	
United Kingdom	23,344	333,623	-	-	8,549	365,516	8,892	-	109	9,001	112,498	90.02%	2.00%	
Netherlands	365	1,249	-	-	203	1,817	77	-	2	79	982	0.79%	2.00%	
Sweden	75	1,561	-	-	-	1,636	54	-	-	54	673	0.54%	2.00%	
Bulgaria	-	2	-	-	-	2	-	-	-	-	-	0.00%	2.00%	
Czech Republic	-	2	-	-	-	2	-	-	-	-	1	0.00%	1.75%	
Ireland	1,072	1,154	-	-	-	2,226	94	-	-	94	1,174	0.95%	1.50%	
Slovakia	-	1	-	-	-	1	-	-	-	-	-	0.00%	1.50%	
France	115	1,350	-	-	165	1,630	65	-	1	66	824	0.66%	1.00%	
Australia	5	153	-	-	-	158	3	-	-	3	43	0.03%	1.00%	
Hong Kong	-	71	-	-	-	71	1	-	-	1	17	0.01%	1.00%	
Cyprus	-	8	-	-	-	8	-	-	-	-	1	0.00%	1.00%	
Romania	-	1	-	-	-	1	-	-	-	-	-	0.00%	1.00%	
Korea, Republic Of	-	1	-	-	-	1	-	-	-	-	-	0.00%	1.00%	
Lithuania	-	1	-	-	-	1	-	-	-	-	-	0.00%	1.00%	
Germany	109	1,749	-	-	66	1,924	88	-	1	89	1,114	0.89%	0.75%	
Belgium	42	551	-	-	-	593	24	-	-	24	305	0.24%	0.50%	
Luxembourg	13	171	-	-	-	184	10	-	-	10	128	0.10%	0.50%	
Chile	-	1	-	-	-	1	-	-	-	-	-	0.00%	0.50%	
Total (countries with existing CCyB rates)	25,156	342,449	-	-	8,983	376,588	9,329	-	113	9,442	118,029	94.44%		

Annex IX: Countercyclical capital buffers continued

UK CCyB1: Geographical distribution of credit exposures relevant for the calculation of the countercyclical capital buffer continued

	NWH Group													
	a	b	c	d	e	f	g	h	i	j	k	l	m	
	General credit exposures		Relevant credit exposures - Market risk		Securitisation exposures - for non-trading book	Total exposure value	Own fund requirements					Risk weighted exposure amounts	Own fund requirements weights	Countercyclical buffer rate
	Exposure value under the standardised approach	Exposure value under the IRB approach	Sum of long and short positions of trading book exposures for SA	Value of trading book exposures for internal models			Relevant credit risk exposures - Credit risk	Relevant credit exposures - Market risk	Relevant credit exposures - Securitisation positions in the non-trading book	Total				
£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	%	%	
30 June 2024														
Breakdown by country (with zero CCyB rates and with own funds requirement weights 1% and above)														
United States	119	10,189	-	-	12	10,320	280	-	-	280	3,497	2.80%		
Total (Countries with zero CCyB rate and own funds requirement weights 1% and above)	119	10,189	-	-	12	10,320	280	-	-	280	3,497	2.80%		
Total (rest of the world with zero CCyB rate and below 1% requirement)	902	5,720	-	-	223	6,845	273	-	3	276	3,452	2.76%		
Total	26,177	358,358	-	-	9,218	393,753	9,882	-	116	9,998	124,978	100.00%		

(1) This section of the table excludes countries with no exposures

Annex IX: Countercyclical capital buffers continued

UK CCyB1: Geographical distribution of credit exposures relevant for the calculation of the countercyclical capital buffer continued

NWH Group														
	a	b	c		d	e	f	g	h	i	j	k	l	m
	Relevant credit exposures -					Own fund requirements								
	General credit exposures		Market risk		Securitisation exposures - exposure value book	Total exposure value	Relevant credit risk exposures - Credit risk	Relevant credit exposures - Market risk	Relevant credit exposures -		Risk weighted exposure amounts	Own fund requirements weights	Countercyclical buffer rate	
	Exposure value under the standardised approach	Exposure value under the IRB approach	Sum of long and short positions of trading book exposures for SA	Value of trading book exposures for internal models					Securitisation exposures - exposure value book	Relevant credit risk exposures - Credit risk				Relevant credit exposures - Market risk
31 December 2023	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	%	%
Breakdown by country (with existing CCyB rates)														
Norway	19	452	-	-	-	471	14	-	-	14	179	0.14%	2.50%	
Denmark	-	385	-	-	-	385	7	-	-	7	92	0.07%	2.50%	
United Kingdom	23,182	339,574	-	-	4,698	367,454	8,941	-	67	9,008	112,575	89.45%	2.00%	
Sweden	130	1,455	-	-	-	1,585	64	-	-	64	798	0.63%	2.00%	
Czech Republic	-	2	-	-	-	2	-	-	-	-	1	-	2.00%	
Bulgaria	-	2	-	-	-	2	-	-	-	-	-	-	2.00%	
Iceland	-	-	-	-	-	-	-	-	-	-	-	-	2.00%	
Estonia	-	-	-	-	-	-	-	-	-	-	-	-	1.50%	
Slovakia	-	1	-	-	-	1	-	-	-	-	-	-	1.50%	
Ireland	1,270	1,139	-	-	-	2,409	106	-	-	106	1,324	1.05%	1.00%	
Netherlands	386	1,296	-	-	72	1,754	84	-	1	85	1,060	0.84%	1.00%	
Australia	8	160	-	-	-	168	4	-	-	4	49	0.04%	1.00%	
Hong Kong	1	68	-	-	2	71	1	-	-	1	17	0.01%	1.00%	
Romania	-	1	-	-	-	1	-	-	-	-	-	-	1.00%	
Lithuania	-	-	-	-	-	-	-	-	-	-	-	-	1.00%	
Croatia	-	-	-	-	-	-	-	-	-	-	-	-	1.00%	
Germany	53	2,001	-	-	258	2,312	101	-	2	103	1,293	1.03%	0.75%	
France	97	2,204	-	-	175	2,476	76	-	1	77	958	0.76%	0.50%	
Luxembourg	49	270	-	-	-	319	21	-	-	21	268	0.21%	0.50%	
Cyprus	-	9	-	-	-	9	-	-	-	-	1	-	0.50%	
Slovenia	-	-	-	-	-	-	-	-	-	-	-	-	0.50%	
Total (countries with existing CCyB rates)	25,195	349,019	-	-	5,205	379,419	9,419	-	71	9,490	118,615	94.23%		

Annex IX: Countercyclical capital buffers continued

UK CCyB1: Geographical distribution of credit exposures relevant for the calculation of the countercyclical capital buffer continued

	NWH Group													
	a	b	c	d	e	f	g	h	i	j	k	l	m	
	Relevant credit exposures -					Own fund requirements								
	General credit exposures		Market risk			Relevant credit exposures -							Risk	Own fund
Exposure value under the standardised approach	Exposure value under the IRB approach	Sum of long and short positions of trading book exposures for SA	Value of trading book exposures for internal models	Securitisation exposures - exposure value for non-trading book	Total exposure value	Relevant credit risk exposures - Credit risk	Relevant credit exposures - Market risk	Securitisation positions in the non-trading book	Total	Risk weighted exposure amounts	Requirements weights	Countercyclical buffer rate		
£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	%	%	
31 December 2023														
Breakdown by country (with zero CCyB rates and with own funds requirement weights 1% and above)														
United States	142	9,635	-	-	13	9,790	296	-	-	296	3,696	2.94%	-	
Total (Countries with zero CCyB rate and own funds requirement weights 1% and above)	142	9,635	-	-	13	9,790	296	-	-	296	3,696	2.94%	-	
Total (rest of the world with zero CCyB rate and below 1% requirement)	880	5,830	-	-	24	6,734	283	-	1	284	3,566	2.83%	-	
Total	26,217	364,484	-	-	5,242	395,943	9,998	-	72	10,070	125,877	100.00%	-	

Annex IX: Countercyclical capital buffers continued

UK CCyB2: Amount of institution-specific countercyclical capital buffer

	NWH Group	
	30 June 2024 £m	31 December 2023 £m
1 Total risk exposure amount	149,276	150,428
2 Institution specific countercyclical capital buffer	1.86%	1.84%
3 Institution specific countercyclical capital buffer requirement (1)	2,779	2,766

(1) The UK CCyB rate is currently being maintained at 2%. This may vary in either direction in the future depending on how risks develop. Foreign exposures may be subject to different CCyB rates depending on the rate set in those jurisdictions.

Annex XI: Leverage

UK LR1 - LRSum: Summary reconciliation of accounting assets and leverage ratio exposures

The table below shows a reconciliation between the total assets under IFRS standards and the leverage exposure measure. The leverage metrics are calculated in accordance with the Leverage Ratio (CRR) part of the PRA Rulebook.

		NWH Group	
		30 June	31 December
		2024	2023
		£m	£m
1	Total assets as per published financial statements (1)	480,938	480,225
2	Adjustment for entities which are consolidated for accounting purposes but are outside the scope of prudential consolidation	(529)	(268)
3	(Adjustment for securitised exposures that meet the operational requirements for the recognition of risk transference)	-	-
4	(Adjustment for exemption of exposures to central banks)	(72,463)	(69,208)
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 (1) of Article 429a(1) of the CRR)	-	-
6	(Adjustment for regular-way purchases and sales of financial assets subject to trade date accounting)	(34)	(4)
7	Adjustment for eligible cash pooling transactions	-	-
8	Adjustment for derivative financial instruments	(2,080)	(2,746)
9	Adjustment for securities financing transactions (SFTs)	288	383
10	Adjustment for off-balance sheet items (i.e. conversion to credit equivalent amounts of off-balance sheet exposures)	39,206	34,806
11	(Adjustment for prudent valuation adjustments and specific and general provisions which have reduced Tier 1 capital (leverage))	(62)	(101)
UK-11a	(Adjustment for exposures excluded from the total exposure measure in accordance with point (c) of Article 429a(1) of the CRR)	-	-
UK-11b	(Adjustment for exposures excluded from the total exposure measure in accordance with point (j) of Article 429a(1) of the CRR)	-	-
12	Other adjustments	(11,249)	(11,974)
13	Total exposure measure	434,015	431,113

(1) NWH Group publishes audited financial statements on an annual basis. For further details, refer to table UK CC2.

Annex XI: Leverage continued

UK LR2 - LRCom: Leverage ratio common disclosure

The table below shows the leverage ratio common disclosure on a transitional basis. The leverage metrics are calculated in accordance with the Leverage Ratio (CRR) part of the PRA Rulebook.

		NWH Group	
		30 June 2024	31 December 2023
		£m	£m
On-balance sheet exposures (excluding derivatives and SFTs)			
1	On-balance sheet items (excluding derivatives, SFTs, but including collateral)	451,212	448,911
2	Gross-up for derivatives collateral provided where deducted from the balance sheet assets pursuant to the applicable accounting framework	-	-
3	(Deductions of receivable assets for cash variation margin provided in derivatives transactions)	(2,891)	(3,460)
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 (leverage))	(8,202)	(8,241)
7	Total on-balance sheet exposures (excluding derivatives, and SFTs)	440,119	437,210
Derivative exposures			
8	Replacement cost associated with SA-CCR derivatives transactions (i.e. net of eligible cash variation margin)	1,302	994
UK-8a	Derogation for derivatives: replacement costs contribution under the simplified standardised approach	-	-
9	Add-on amounts for PFE associated with SA-CCR derivatives transactions	816	857
UK-9a	Derogation for derivatives: potential future exposure contribution under the simplified standardised approach	-	-
UK-9b	Exposure determined under the original exposure method	-	-
10	(Exempted CCP leg of client-cleared trade exposures) (SA-CCR)	-	-
UK-10a	(Exempted CCP leg of client-cleared trade exposures) (simplified standardised approach)	-	-
UK-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 derivative exposures	2,118	1,851
Securities financing transaction (SFT) exposures			
14	Gross SFT assets (with no recognition of netting), after adjustment for sales accounting transactions	29,445	34,682
15	(Netted amounts of cash payables and cash receivables of gross SFT assets)	(4,672)	(8,570)
16	Counterparty credit risk exposure for SFT assets	288	383
UK-16a	Derogation for SFTs: counterparty credit risk exposure in accordance with Articles 429e(5) and 222 of the CRR	-	-
UK-17	Agent transaction exposures	-	-
UK-17a	(Exempted CCP leg of client cleared SFT exposures)	-	-
18	Total securities financing transaction exposures	25,061	26,495
Other off-balance sheet exposures			
19	Off-balance sheet exposures at gross notional amount	115,175	106,954
20	(Adjustments for conversion to credit equivalent amounts)	(75,969)	(72,148)
21	(General provisions deducted in determining Tier 1 capital (leverage) and specific provisions associated with off-balance sheet exposures)	(26)	(41)
22	Off-balance sheet exposures	39,180	34,765

Annex XI: Leverage continued

UK LR2 - LRCom: Leverage ratio common disclosure continued

		NWH Group	
		30 June	31 December
		2024	2023
		£m	£m
Excluded exposures			
UK-22a	(Exposures excluded from the total exposure measure in accordance with point (c) of Article 429a(1) of the CRR)	-	-
UK-22b	(Exposures exempted in accordance with point (j) of Article 429a(1) of the CRR (on- and off- balance sheet))	-	-
UK-22g	(Excluded excess collateral deposited at triparty agents)	-	-
UK-22k	(Total exempted exposures)	-	-
Capital and total exposure measure			
23	Tier 1 capital (leverage)	22,967	22,745
24	Total exposure measure including claims on central banks	506,478	500,321
UK-24a	(-) Claims on central banks excluded	(72,463)	(69,208)
UK-24b	Total exposure measure excluding claims on central banks	434,015	431,113
Leverage ratio			
25	Leverage ratio excluding claims on central banks (%)	5.3	5.3
UK-25a	Fully loaded ECL accounting model leverage ratio excluding claims on central banks (%)	5.3	5.2
UK-25b	Leverage ratio excluding central bank reserves as if the temporary treatment of unrealised gains and losses measured at fair value through other comprehensive income had not been applied (%)	5.3	5.3
UK-25c	Leverage ratio including claims on central banks (%)	4.5	4.6
26	Regulatory minimum leverage ratio requirement (%) (1)	3.25	3.25
Additional leverage ratio disclosure requirements - leverage ratio buffers (1)			
27	Leverage ratio buffer (%)	1.225	1.125
UK-27a	Of which: G-SII or O-SII additional leverage ratio buffer (%)	0.525	0.525
UK-27b	Of which: countercyclical leverage ratio buffer (%)	0.7	0.6
Additional leverage ratio disclosure requirements - disclosure of mean values (1)			
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	25,351	26,338
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	24,773	26,112
UK-31	Average total exposure measure excluding claims on central banks	429,237	434,536
UK-32	Average total exposure measure including claims on central banks	498,650	500,425
UK-33	Average leverage ratio excluding claims on central banks	5.4	5.3
UK-34	Average leverage ratio including claims on central banks	4.7	4.6

(1) NWH Group is an LREQ firm therefore subject to the additional quarterly disclosures for averaging and countercyclical leverage ratio buffer.

Annex XI: Leverage continued

UK LR3 - LRSpl: Split-up of on-balance sheet exposures (excluding derivatives, SFTs and exempted exposures)

The table below shows the breakdown of the leverage ratio exposures on a transitional basis.

		NWH Group	
		30 June 2024 £m	31 December 2023 £m
UK-1	Total on-balance sheet exposures (excluding derivatives, SFTs, and exempted exposures), of which:	367,656	368,002
UK-2	Trading book exposures	-	-
UK-3	Banking book exposures, of which:	367,656	368,002
UK-4	Covered bonds	3,950	5,495
UK-5	Exposures treated as sovereigns	21,466	20,973
UK-6	Exposures to regional governments, multilateral development bank, international organisations and public sector entities not treated as sovereigns	6,951	5,729
UK-7	Institutions	3,939	3,934
UK-8	Secured by mortgages of immovable properties	231,196	233,947
UK-9	Retail exposures	22,235	21,863
UK-10	Corporate	61,794	63,958
UK-11	Exposures in default	5,616	5,371
UK-12	Other exposures (e.g. equity, securitisations, and non-credit obligation assets)	10,509	6,732

Annex XIII: Liquidity

UK LIQ1: Quantitative information of LCR

The tables below show the breakdown of high-quality liquid assets, cash inflows and cash outflows, on both an unweighted and weighted basis, that are used to derive the Liquidity Coverage Ratio for NWH Group and UK DoLSub. The weightings applied reflect the stress factors applicable under the UK LCR rules. The values presented are the simple average of the preceding monthly periods ending on the quarterly reporting date as specified in the table. LCR outflows do not capture all liquidity risks (e.g. intra-day liquidity). NatWest Group assesses these risks as part of its Individual Liquidity Adequacy Assessment Process and maintains appropriate levels of liquidity.

		NWH Group							
		Total unweighted value (average)				Total weighted value (average)			
		30 June 2024	31 March 2024	31 December 2023	30 September 2023	30 June 2024	31 March 2024	31 December 2023	30 September 2023
Number of data points used in the calculation of averages		12	12	12	12	12	12	12	12
		£m	£m	£m	£m	£m	£m	£m	£m
High-quality liquid assets									
1	Total high-quality liquid assets (HQLA)					107,230	105,927	106,798	112,816
Cash - outflows									
2	Retail deposits and deposits from small business customers,	250,318	248,215	247,681	249,741	18,038	18,097	18,314	18,856
	of which:								
3	Stable deposits	142,543	144,902	147,043	150,081	7,127	7,245	7,352	7,504
4	Less stable deposits	81,868	82,480	84,231	87,525	10,344	10,398	10,594	11,014
5	Unsecured wholesale funding	123,444	126,190	131,092	138,004	53,773	54,841	56,797	59,900
6	Operational deposits (all counterparties) and deposits in networks of cooperative banks	53,474	54,662	56,612	58,909	13,056	13,353	13,840	14,414
7	Non-operational deposits (all counterparties)	67,601	69,328	72,591	77,332	38,348	39,288	41,068	43,723
8	Unsecured debt	2,369	2,200	1,889	1,763	2,369	2,200	1,889	1,763
9	Secured wholesale funding					8	6	5	2
10	Additional requirements	55,298	55,600	55,923	55,493	9,333	9,401	9,512	9,326
11	Outflows related to derivative exposures and other collateral requirements	2,154	2,168	2,190	2,193	2,060	2,098	2,145	2,171
12	Outflows related to loss of funding on debt products	172	83	146	63	172	83	146	63
13	Credit and liquidity facilities	52,972	53,349	53,587	53,237	7,101	7,220	7,221	7,092
14	Other contractual funding obligations	1,103	980	712	615	79	136	125	113
15	Other contingent funding obligations	47,058	46,673	47,398	48,805	2,574	3,018	3,720	4,690
16	Total cash outflows					83,805	85,499	88,473	92,887
Cash - inflows									
17	Secured lending (e.g. reverse repos)	15,493	13,225	11,382	9,584	145	62	23	2
18	Inflows from fully performing exposures	5,067	5,177	5,222	5,771	3,721	3,824	3,855	4,361
19	Other cash inflows	9,712	9,668	9,758	9,859	2,031	2,082	2,162	2,231
UK-19a	(Difference between total weighted inflows arising from transactions in third countries where there are transfer restrictions or which are denominated in non-convertible currencies)					-	-	-	-
UK-19b	(Excess inflows from a related specialised credit institution)					-	-	-	-
20	Total cash inflows	30,272	28,070	26,362	25,214	5,897	5,968	6,040	6,594
UK-20a	Fully exempt inflows								
UK-20b	Inflows subject to 90% cap								
UK-20c	Inflows subject to 75% cap	30,272	28,070	26,362	25,214	5,897	5,968	6,040	6,594
Total adjusted value									
UK-21	Liquidity buffer					107,230	105,927	106,798	112,816
22	Total net cash outflows					77,908	79,531	82,433	86,293
23	Liquidity coverage ratio (%)					138	133	130	131

Annex XIII: Liquidity continued

UK LIQ1: Quantitative information of LCR continued

		UK DoLSub							
		Total unweighted value (average)				Total weighted value (average)			
		30 June 2024	31 March 2024	31 December 2023	30 September 2023	30 June 2024	31 March 2024	31 December 2023	30 September 2023
		£m	£m	£m	£m	£m	£m	£m	£m
Number of data points used in the calculation of averages									
High-quality liquid assets									
1	Total high-quality liquid assets (HQLA)					106,596	105,198	105,754	110,914
Cash - outflows									
2	Retail deposits and deposits from small business customers, of which:	250,180	248,041	247,354	248,694	17,989	18,066	18,292	18,785
3	<i>Stable deposits</i>	142,473	144,793	146,825	149,418	7,124	7,240	7,341	7,471
4	<i>Less stable deposits</i>	81,843	82,437	84,124	87,158	10,342	10,393	10,583	10,977
5	Unsecured wholesale funding	124,645	127,498	132,208	138,196	54,980	56,202	58,235	60,975
6	<i>Operational deposits (all counterparties) and deposits in networks of cooperative banks</i>	53,473	54,644	56,493	58,539	13,055	13,348	13,810	14,322
7	<i>Non-operational deposits (all counterparties)</i>	68,803	70,654	73,826	77,894	39,556	40,654	42,536	44,890
8	<i>Unsecured debt</i>	2,369	2,200	1,889	1,763	2,369	2,200	1,889	1,763
9	Secured wholesale funding					8	6	4	2
10	Additional requirements	53,551	54,343	55,179	56,018	9,351	9,587	9,898	10,226
11	<i>Outflows related to derivative exposures and other collateral requirements</i>	2,090	2,104	2,126	2,129	1,996	2,034	2,081	2,107
12	<i>Outflows related to loss of funding on debt products</i>	172	83	146	63	172	83	146	63
13	<i>Credit and liquidity facilities</i>	51,289	52,156	52,907	53,826	7,183	7,470	7,671	8,056
14	Other contractual funding obligations	1,142	1,018	752	684	118	174	165	183
15	Other contingent funding obligations	44,891	44,475	45,223	46,836	2,574	3,017	3,718	4,686
16	Total cash outflows					85,020	87,052	90,312	94,857
Cash - inflows									
17	Secured lending (e.g. reverse repos)	15,493	13,224	11,382	9,636	145	62	23	55
18	Inflows from fully performing exposures	5,884	6,033	6,108	6,576	4,662	4,793	4,857	5,308
19	Other cash inflows	9,737	9,726	9,870	10,023	2,056	2,140	2,275	2,397
UK-19a	(Difference between total weighted inflows arising from transactions in third countries where there are transfer restrictions or which are denominated in non-convertible currencies)					-	-	-	-
UK-19b	(Excess inflows from a related specialised credit institution)					-	-	-	-
20	Total cash inflows	31,114	28,983	27,360	26,235	6,863	6,995	7,155	7,760
UK-20a	<i>Fully exempt inflows</i>								
UK-20b	<i>Inflows subject to 90% cap</i>								
UK-20c	<i>Inflows subject to 75% cap</i>	31,114	28,983	27,360	26,235	6,863	6,995	7,155	7,760
Total adjusted value									
UK-21	Liquidity buffer					106,596	105,198	105,754	110,914
22	Total net cash outflows					78,157	80,057	83,157	87,097
23	Liquidity coverage ratio (%)					137	132	127	127

Annex XIII: Liquidity continued

UK LIQ2: Net Stable Funding Ratio

30 June 2024		NWH Group				
		a	b	c	d	e
(In currency amount)		Unweighted value by residual maturity				Weighted Value
		No maturity	< 6 months	6 months to < 1 yr	≥ 1 yr	
Available stable funding (ASF) Items						
1	Capital items and instruments	30,676	-	-	5,203	35,879
2	<i>Own funds</i>	30,676	-	-	5,203	35,879
3	<i>Other capital instruments</i>	-	-	-	-	-
4	Retail Deposits	-	239,317	8,270	4,057	234,507
5	<i>Stable deposits</i>	-	147,445	4,987	2,922	147,732
6	<i>Less stable deposits</i>	-	91,872	3,283	1,135	86,775
7	Wholesale funding	-	152,732	5,521	24,901	84,212
8	<i>Operational deposits</i>	-	49,224	-	4	6,269
9	<i>Other wholesale funding</i>	-	103,508	5,521	24,897	77,943
10	Interdependent liabilities	-	-	-	-	-
11	Other liabilities	873	6,539	-	271	271
12	<i>NSFR derivative liabilities</i>	873	-	-	-	-
13	<i>All other liabilities and capital instruments not included in the above categories</i>	-	6,539	-	271	271
14	Total available stable funding (ASF)	-	-	-	-	354,869
Required stable funding (RSF) Items						
15	Total high-quality liquid assets (HQLA)	-	-	-	-	5,334
UK-15a	Assets encumbered for more than 12 month in cover pool	-	-	-	-	-
16	Deposits held at other financial institutions for operational purposes	-	-	-	-	-
17	Performing loans and securities:	-	54,251	15,849	285,842	234,151
18	<i>Performing securities financing transactions with financial customers collateralised by Level 1 HQLA subject to 0% haircut</i>	-	19,569	2,222	188	1,298
19	<i>Performing securities financing transactions with financial customer collateralised by other assets and loans and advances to financial institutions</i>	-	3,726	620	4,152	4,760
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>	-	25,254	8,211	84,582	94,487
21	<i>With a risk weight of less than or equal to 35% under Basel II Standardised Approach for credit risk</i>	-	8,695	2,088	25,164	30,556
22	<i>Performing residential mortgages, of which:</i>	-	5,702	4,796	195,416	132,269
23	<i>With a risk weight of less than or equal to 35% under the Basel II Standardised Approach for credit risk</i>	-	5,702	4,796	195,416	132,269
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>	-	-	-	1,504	1,337
25	Interdependent assets	-	-	-	-	-
26	Other assets:	-	5,396	104	21,276	20,337
27	<i>Physical traded commodities</i>	-	-	-	-	-
28	<i>Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs</i>	-	-	-	1,082	919
29	<i>NSFR derivative assets</i>	-	755	-	-	755
30	<i>NSFR derivative liabilities before deduction of variation margin posted</i>	-	3,216	-	-	161
31	<i>All other assets not included in the above categories</i>	-	1,426	104	20,195	18,502
32	Off-balance sheet items	-	89,929	-	-	4,496
33	Total RSF	-	-	-	-	264,318
34	Net Stable Funding Ratio (%)	-	-	-	-	134

Annex XIII: Liquidity continued

UK LIQ2: Net Stable Funding Ratio continued

		NWH Group				
		a	b	c	d	e
		Unweighted value by residual maturity				Weighted Value
No maturity	< 6 months	6 months to < 1 yr	≥ 1 yr			
(In currency amount)						
Available stable funding (ASF) Items						
1	Capital items and instruments	29,854	-	-	5,306	35,160
2	Own funds	29,854	-	-	5,306	35,160
3	Other capital instruments		-	-	-	-
4	Retail Deposits		238,278	6,310	2,685	230,392
5	Stable deposits		148,217	3,362	1,945	145,945
6	Less stable deposits		90,061	2,948	740	84,447
7	Wholesale funding		154,959	6,825	24,455	86,258
8	Operational deposits		51,312	-	5	6,569
9	Other wholesale funding		103,647	6,825	24,450	79,689
10	Interdependent liabilities		-	-	-	-
11	Other liabilities	2,525	6,448	-	345	345
12	NSFR derivative liabilities	2,525				
13	All other liabilities and capital instruments not included in the above categories		6,448	-	345	345
14	Total available stable funding (ASF)					352,155
Required stable funding (RSF) Items						
15	Total high-quality liquid assets (HQLA)					2,940
UK-15a	Assets encumbered for more than 12 million in cover pool		-	-	-	-
16	Deposits held at other financial institutions for operational purposes		-	-	-	-
17	Performing loans and securities:		55,640	15,889	286,973	235,046
18	Performing securities financing transactions with financial customers collateralised by Level 1 HQLA subject to 0% haircut		20,127	1,812	116	1,288
19	Performing securities financing transactions with financial customer collateralised by other assets and loans and advances to financial institutions		3,823	304	3,942	4,444
20	Performing loans to non-financial corporate clients, loans to retail and small business customers, and loans to sovereigns, and PSEs, of which:		25,917	8,704	82,939	93,610
21	With a risk weight of less than or equal to 35% under Basel II Standardised Approach for credit risk		9,113	2,284	24,138	29,837
22	Performing residential mortgages, of which:		5,773	5,069	198,796	134,638
23	With a risk weight of less than or equal to 35% under the Basel II Standardised Approach for credit risk		5,773	5,069	198,796	134,638
24	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		-	-	1,180	1,066
25	Interdependent assets		-	-	-	-
26	Other assets:		-	6,043	103	18,933
27	Physical traded commodities					-
28	Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs		-	-	1,226	1,042
29	NSFR derivative assets		653	-	-	653
30	NSFR derivative liabilities before deduction of variation margin posted		3,356	-	-	168
31	All other assets not included in the above categories		2,034	103	17,706	18,038
32	Off-balance sheet items		88,450	-	-	4,423
33	Total RSF					262,310
34	Net Stable Funding Ratio (%)					134

Annex XIII: Liquidity continued

UK LIQ2: Net Stable Funding Ratio continued

30 June 2024		UK DoLSub				
		a	b	c	d	e
(In £m)		Unweighted value by residual maturity (average)				Weighted Value (average)
		No maturity	< 6 months	6 months to < 1 yr	≥ 1 yr	
Available stable funding (ASF) Items						
1	Capital items and instruments	19,431	-	-	4,417	23,848
2	Own funds	19,431	-	-	4,417	23,848
3	Other capital instruments		-	-	-	-
4	Retail Deposits		239,333	8,270	4,057	234,518
5	Stable deposits		147,388	4,987	2,922	147,677
6	Less stable deposits		91,945	3,283	1,135	86,841
7	Wholesale funding		155,340	7,457	20,955	81,231
8	Operational deposits		49,224	-	4	6,269
9	Other wholesale funding		106,116	7,457	20,951	74,962
10	Interdependent liabilities		-	-	-	-
11	Other liabilities	864	13,714	-	142	142
12	NSFR derivative liabilities	864				
13	All other liabilities and capital instruments not included in the above categories		13,714	-	142	142
14	Total available stable funding (ASF)					339,739
Required stable funding (RSF) Items						
15	Total high-quality liquid assets (HQLA)					5,435
EU-15a	Assets encumbered for more than 12 month in cover pool		-	-	-	-
16	Deposits held at other financial institutions for operational purposes		-	-	-	-
17	Performing loans and securities:		52,530	15,730	287,136	236,057
18	Performing securities financing transactions with financial customers collateralised by Level 1 HQLA subject to 0% haircut		19,470	2,222	188	1,298
19	Performing securities financing transactions with financial customer collateralised by other assets and loans and advances to financial institutions		7,030	2,067	16,939	18,581
20	Performing loans to non-financial corporate clients, loans to retail and small business customers, and loans to sovereigns, and PSEs, of which:		20,600	6,714	74,161	83,440
21	With a risk weight of less than or equal to 35% under Basel II Standardised Approach for credit risk		6,866	1,436	20,612	24,763
22	Performing residential mortgages, of which:		5,430	4,727	194,344	131,402
23	With a risk weight of less than or equal to 35% under the Basel II Standardised Approach for credit risk		5,430	4,727	194,344	131,402
24	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		-	-	1,504	1,336
25	Interdependent assets		-	-	-	-
26	Other assets:		21,321	88	19,489	17,953
27	Physical traded commodities					
28	Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs		-	-	1,082	919
29	NSFR derivative assets		720	-	-	720
30	NSFR derivative liabilities before deduction of variation margin posted		3,166	-	-	158
31	All other assets not included in the above categories		17,436	88	18,407	16,155
32	Off-balance sheet items		80,345	-	-	4,017
33	Total RSF					263,462
34	Net Stable Funding Ratio (%)					129

Annex XIII: Liquidity continued

UK LIQ2: Net Stable Funding Ratio continued

(In £m)		UK DoLSub				
		a	b	c	d	e
		Unweighted value by residual maturity (average)				Weighted Value (average)
No maturity	< 6 months	6 months to < 1 yr	≥ 1 yr			
Available stable funding (ASF) Items						
1	Capital items and instruments	19,210	-	-	4,716	23,926
2	Own funds	19,210	-	-	4,716	23,926
3	Other capital instruments		-	-	-	-
4	Retail Deposits		238,162	6,310	2,685	230,280
5	Stable deposits		148,066	3,362	1,945	145,801
6	Less stable deposits		90,096	2,948	740	84,479
7	Wholesale funding		157,302	8,267	20,391	82,766
8	Operational deposits		51,253	-	5	6,564
9	Other wholesale funding		106,049	8,267	20,386	76,202
10	Interdependent liabilities		-	-	-	-
11	Other liabilities	2,491	13,074	-	142	142
12	NSFR derivative liabilities	2,491				
13	All other liabilities and capital instruments not included in the above categories		13,074	-	142	142
14	Total available stable funding (ASF)					337,114
Required stable funding (RSF) Items						
15	Total high-quality liquid assets (HQLA)					3,056
EU-15a	Assets encumbered for more than 12 million in cover pool		-	-	-	-
16	Deposits held at other financial institutions for operational purposes		-	-	-	-
17	Performing loans and securities:		53,675	16,310	286,733	236,548
18	Performing securities financing transactions with financial customers collateralised by Level 1 HQLA subject to 0% haircut		20,127	1,812	116	1,288
19	Performing securities financing transactions with financial customer collateralised by other assets and loans and advances to financial institutions		6,631	2,344	17,580	19,369
20	Performing loans to non-financial corporate clients, loans to retail and small business customers, and loans to sovereigns, and PSEs, of which:		21,320	7,223	72,527	82,596
21	With a risk weight of less than or equal to 35% under Basel II Standardised Approach for credit risk		7,294	1,646	19,635	24,105
22	Performing residential mortgages, of which:		5,597	4,931	195,331	132,229
23	With a risk weight of less than or equal to 35% under the Basel II Standardised Approach for credit risk		5,597	4,931	195,331	132,229
24	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		-	-	1,179	1,066
25	Interdependent assets		-	-	-	-
26	Other assets:		-	21,372	86	17,992
27	Physical traded commodities					-
28	Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs		-	-	1,226	1,042
29	NSFR derivative assets		618	-	-	618
30	NSFR derivative liabilities before deduction of variation margin posted		3,314	-	-	166
31	All other assets not included in the above categories		17,440	86	16,695	16,167
32	Off-balance sheet items		77,938	-	-	3,897
33	Total RSF					261,494
34	Net Stable Funding Ratio (%)					129

Annex XIII: Liquidity continued

UK LIQB: Qualitative information on LCR, which complements template UK LIQ1

LCR inputs & results over time

The LCR aims to ensure that banks and banking groups hold a sufficient reserve of High-Quality Liquid Assets (HQLA) to survive a period of liquidity stress lasting 30 calendar days.

All figures included in the table represent a 12-month rolling average.

The average LCR ratio for the 12 months to 30 June 2024 has increased 5% for NWH Group (5% for UK DoLSub) over the previous quarter, from 133% to 138% for NWH Group (from 132% to 137% for UK DoLSub). The NWH Group main drivers include UBIDAC asset sale and increased customer deposits.

Concentration of funding sources

NWH Group and the UK DoLSub both maintain a diversified set of funding sources, of which retail, SME and corporate deposits are the biggest contributors. Other sources include wholesale unsecured funding, capital (including equity and MREL-eligible bonds), central banks (TFSME), repos and covered bonds. Wholesale unsecured funding includes a range of products including deposits, commercial paper and certificates of deposit, and is accepted from various corporate counterparties and financial institutions.

Liquidity buffer composition

NWH Group and UK DoLSub HQLA is primarily held in Level 1 cash and central bank reserves (62%) and Level 1 high quality securities (32%). Level 2 securities account for 6%.

Derivative exposures and potential collateral calls

NWH Group and UK DoLSub actively manage their derivative exposures and potential calls with derivative outflows under stress captured within the Historical Look Back Approach which considers the impact of an adverse market scenario on derivatives. Potential collateral calls under a 3-notch downgrade of the credit ratings of the entities within NWH Group are also captured.

Currency mismatch in the LCR

The LCR is calculated for euro, US dollar and sterling, which have been identified as significant currencies (having liabilities greater than, or equal to, 5% of total group liabilities excluding regulatory capital and off-balance sheet liabilities) in accordance with the Liquidity Coverage Ratio (LCR) part of the PRA Rulebook. NWH Group and UK DoLSub manage currency mismatch for significant currencies according to its internal liquidity adequacy assessment framework.

Annex XV: Credit risk quality

UK CQ1: Credit quality of forborne exposures

The table below shows gross carrying amount of forborne exposures and the related accumulated impairment, provisions, accumulated change in fair value due to credit risk and collateral and financial guarantees received by portfolio and exposure class.

		NWH Group								
		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	Of which: collateral and financial guarantees received on non-performing exposures with forbearance measures	
		Performing forborne	Non-performing forborne	Of which: defaulted	Of which: impaired	On performing forborne exposures	On non-performing forborne exposures			
30 June 2024		£m	£m	£m	£m	£m	£m	£m	£m	£m
005	Cash balances at central banks and other demand deposits	-	-	-	-	-	-	-	-	-
010	Loans and advances	3,420	2,327	2,205	2,213	(99)	(634)	3,951		1,421
020	Central banks	-	-	-	-	-	-	-	-	-
030	General governments	22	22	22	22	-	(4)	39		17
040	Credit institutions	-	-	-	-	-	-	-	-	-
050	Other financial corporations	30	67	67	67	(1)	(39)	23		11
060	Non-financial corporations	2,553	1,004	961	961	(88)	(342)	2,190		473
070	Households	815	1,234	1,155	1,163	(10)	(249)	1,699		920
080	Debt securities	-	-	-	-	-	-	-	-	-
090	Loan commitments given	538	61	50	49	(1)	-	153		18
100	Total	3,958	2,388	2,255	2,262	(100)	(634)	4,104		1,439

Annex XV: Credit risk quality continued
UK CQ1: Credit quality of forborne exposures continued

		NWH Group								
		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	<i>Of which: collateral and financial guarantees received on non-performing exposures with forbearance measures</i>	
		Performing forborne	Non-performing forborne	<i>Of which: defaulted</i>	<i>Of which: impaired</i>	On performing forborne exposures	On non-performing forborne exposures			
31 December 2023		£m	£m	£m	£m	£m	£m	£m	£m	£m
005	Cash balances at central banks and other demand deposits	-	-	-	-	-	-	-	-	-
010	Loans and advances	3,557	2,001	1,850	1,864	(119)	(492)	3,778		1,335
020	<i>Central banks</i>	-	-	-	-	-	-	-		-
030	<i>General governments</i>	14	22	22	22	-	(2)	34		20
040	<i>Credit institutions</i>	-	-	-	-	-	-	-		-
050	<i>Other financial corporations</i>	125	3	3	3	(3)	(2)	40		-
060	<i>Non-financial corporations</i>	2,691	841	777	773	(107)	(264)	2,159		458
070	<i>Households</i>	727	1,135	1,048	1,066	(9)	(224)	1,545		857
080	Debt securities	-	-	-	-	-	-	-		-
090	Loan commitments given	620	85	74	74	(2)	-	149		31
100	Total	4,177	2,086	1,924	1,938	(121)	(492)	3,927		1,366

(1) Exposures classified as held-for-trading and held-for-sale are excluded from the table in accordance with FINREP definitions.

Annex XV: Credit risk quality continued

UK CQ4: Quality of non-performing exposures by geography

The table below shows gross carrying amount of performing and non-performing exposures and the related accumulated impairment, provisions, and accumulated change in fair value due to credit risk by geography. Geographical analysis is based on the country of operation of the customer.

		NWH Group						
		a	b	c	d	e	f	g
		Gross carrying/ nominal amount	Of which: non-performing	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
30 June 2024		£m	£m	£m	£m	£m	£m	£m
010	On-balance sheet exposures	387,283	5,873	5,616	386,590	(3,180)	-	(1)
020	<i>UK</i>	357,366	5,621	5,364	356,726	(3,008)	-	-
030	<i>Rol</i>	1,125	1	1	1,110	(3)	-	(1)
040	<i>Other Western Europe</i>	10,182	139	139	10,144	(80)	-	-
050	<i>US</i>	7,388	-	-	7,388	(11)	-	-
060	<i>Other countries</i>	11,222	112	112	11,222	(78)	-	-
070	Off-balance sheet exposures	110,067	536	498	-	-	(52)	-
080	<i>UK</i>	89,759	500	476	-	-	(47)	-
090	<i>Rol</i>	899	1	1	-	-	-	-
100	<i>Other Western Europe</i>	8,443	34	20	-	-	(2)	-
110	<i>US</i>	9,300	-	-	-	-	(2)	-
120	<i>Other countries</i>	1,666	1	1	-	-	(1)	-
130	Total	497,350	6,409	6,114	386,590	(3,180)	(52)	(1)

Annex XV: Credit risk quality continued

UK CQ4: Quality of non-performing exposures by geography continued

		NWH Group						
		a	b	c	d	e	f	g
		Gross carrying/ nominal amount	Of which: non-performing	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
31 December 2023		£m	£m	£m	£m	£m	£m	£m
010	On-balance sheet exposures	391,587	5,691	5,388	390,927	(3,443)	-	(2)
020	UK	358,671	5,466	5,164	358,322	(3,228)	-	-
030	Rol	1,273	23	22	1,007	(21)	-	(2)
040	Other Western Europe	12,287	144	144	12,242	(139)	-	-
050	US	9,056	-	-	9,056	(12)	-	-
060	Other countries	10,300	58	58	10,300	(43)	-	-
070	Off-balance sheet exposures	105,144	526	487	-	-	(70)	-
080	UK	85,734	464	439	-	-	(62)	-
090	Rol	830	6	6	-	-	(1)	-
100	Other Western Europe	8,383	36	22	-	-	(3)	-
110	US	8,632	-	-	-	-	(4)	-
120	Other countries	1,565	20	20	-	-	-	-
130	Total	496,731	6,217	5,875	390,927	(3,443)	(70)	(2)

(1) The geographical breakdown disclosed is based on combined on and off-balance sheet exposures and represent greater than 97% (31 December 2023 – 98%) of total exposure.

(2) Exposures classified as held-for-trading and held-for-sale are excluded from the table in accordance with FINREP definitions. Cash balances at central banks and other demand deposits are also excluded.

Annex XV: Credit risk quality continued

UK CQ5: Credit quality of loans and advances to non-financial corporations by industry

The table below shows gross carrying amount of performing and non-performing exposures to non-financial corporations and the related accumulated impairment, provisions, and accumulated change in fair value due to credit risk by industry.

		NWH Group					
		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
		£m	£m	£m	£m	£m	£m
30 June 2024							
010	Agriculture, forestry and fishing	3,894	98	94	3,894	(50)	-
020	Mining and quarrying	572	50	50	445	(47)	-
030	Manufacturing	7,789	124	115	7,781	(91)	-
040	Electricity, gas, steam and air conditioning supply	6,095	79	79	6,095	(48)	-
050	Water supply	3,826	20	20	3,826	(10)	-
060	Construction	5,367	165	164	5,358	(120)	-
070	Wholesale and retail trade	13,264	132	130	13,243	(138)	-
080	Transport and storage	5,720	111	111	5,720	(54)	-
090	Accommodation and food service activities	4,940	229	206	4,940	(125)	-
100	Information and communication	5,760	57	57	5,692	(64)	-
110	Financial and insurance activities	14	1	1	14	-	-
120	Real estate activities	23,664	289	282	23,646	(186)	-
130	Professional, scientific and technical activities	3,077	53	53	3,043	(50)	-
140	Administrative and support service activities	7,972	240	240	7,923	(59)	-
150	Public administration and defence, compulsory social security	86	1	1	86	(1)	-
160	Education	485	12	8	485	(7)	-
170	Human health services and social work activities	4,381	107	104	4,381	(68)	-
180	Arts, entertainment and recreation	1,165	29	29	1,165	(20)	-
190	Other services	664	130	129	664	(36)	-
200	Total	98,735	1,927	1,873	98,401	(1,174)	-

		NWH Group					
		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
		£m	£m	£m	£m	£m	£m
31 December 2023							
010	Agriculture, forestry and fishing	3,855	69	63	3,855	(57)	-
020	Mining and quarrying	585	25	25	585	(28)	-
030	Manufacturing	8,189	139	125	8,189	(113)	-
040	Electricity, gas, steam and air conditioning supply	5,945	40	39	5,945	(48)	-
050	Water supply	3,649	12	12	3,649	(11)	-
060	Construction	5,032	248	239	5,032	(130)	-
070	Wholesale and retail trade	14,032	260	260	13,745	(216)	-
080	Transport and storage	5,747	66	66	5,747	(51)	-
090	Accommodation and food service activities	5,038	230	202	5,038	(137)	-
100	Information and communication	5,209	36	36	5,209	(54)	-
110	Financial and insurance activities	13	1	1	13	-	-
120	Real estate activities	22,473	253	244	22,473	(187)	-
130	Professional, scientific and technical activities	3,296	56	54	3,296	(60)	-
140	Administrative and support service activities	7,518	93	92	7,518	(68)	-
150	Public administration and defence, compulsory social security	90	1	1	90	(1)	-
160	Education	485	13	9	485	(9)	-
170	Human health services and social work activities	4,310	109	106	4,310	(81)	-
180	Arts, entertainment and recreation	1,223	27	27	1,223	(22)	-
190	Other services	740	132	132	740	(30)	-
200	Total	97,429	1,810	1,733	97,142	(1,303)	-

(1) Exposures classified as held-for-trading and held-for-sale are excluded from the table in accordance with FINREP definitions.

Annex XV: Credit risk quality continued

UK CR1: Performing and non-performing exposures and related provisions

The table below shows gross carrying amount of performing and non-performing exposures and the related accumulated impairment, provisions, accumulated change in fair value due to credit risk, accumulated partial write-off and collateral and financial guarantees received by portfolio and exposure class.

		NWH Group																	
		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											
		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			Collateral and financial guarantees received					
		Total	Of which: Stage 1	Of which: Stage 2	Total	Of which: Stage 2	Of which: Stage 3	Total	Of which: Stage 1	Of which: Stage 2	Total	Of which: Stage 2	Of which: Stage 3	Accumulated partial write-off	On performing exposures	On non-performing exposures			
30 June 2024		£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m			
005	Cash balances at central banks and other demand deposits	78,583	78,583	-	-	-	-	(9)	(9)	-	-	-	-	-	9	-			
010	Loans and advances	350,307	313,302	36,361	5,873	196	5,633	(1,250)	(506)	(744)	(1,919)	(20)	(1,899)	(205)	297,963	3,423			
020	Central banks	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-			
030	General governments	2,850	2,475	335	24	-	24	(3)	-	(3)	(4)	-	(4)	-	2,701	18			
040	Credit institutions	1,226	1,226	-	-	-	-	-	-	-	-	-	-	-	1,002	-			
050	Other financial corporations	29,288	28,873	164	74	-	74	(12)	(10)	(2)	(43)	-	(43)	-	25,925	13			
060	Non-financial corporations	96,808	84,851	11,647	1,927	50	1,868	(484)	(207)	(277)	(690)	(3)	(687)	(16)	63,931	1,026			
070	Of which: SMEs	25,695	21,536	4,159	1,153	37	1,107	(201)	(64)	(137)	(381)	(2)	(379)	-	22,686	674			
080	Households	220,135	195,877	24,215	3,848	146	3,667	(751)	(289)	(462)	(1,182)	(17)	(1,165)	(189)	204,404	2,366			
090	Debt securities	31,103	30,611	492	-	-	-	(12)	(11)	(1)	-	-	-	-	174	-			
100	Central banks	6	6	-	-	-	-	-	-	-	-	-	-	-	-	-			
110	General governments	17,532	17,040	492	-	-	-	(4)	(3)	(1)	-	-	-	-	-	-			
120	Credit institutions	8,756	8,756	-	-	-	-	(4)	(4)	-	-	-	-	-	174	-			
130	Other financial corporations	4,809	4,809	-	-	-	-	(4)	(4)	-	-	-	-	-	-	-			
140	Non-financial corporations	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-			
150	Off-balance sheet exposures	109,531	101,062	8,469	536	29	496	(50)	(24)	(26)	(2)	-	(2)	-	19,221	53			
160	Central banks	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-			
170	General governments	783	692	91	-	-	-	-	-	-	-	-	-	-	85	-			
180	Credit institutions	798	798	-	-	-	-	-	-	-	-	-	-	-	85	-			
190	Other financial corporations	4,085	3,838	247	38	-	38	(1)	(1)	-	-	-	-	-	333	2			
200	Non-financial corporations	64,229	59,328	4,901	120	23	95	(25)	(14)	(11)	(1)	-	(1)	-	13,873	33			
210	Households	39,636	36,406	3,230	378	6	363	(24)	(9)	(15)	(1)	-	(1)	-	4,845	18			
220	Total	569,524	523,558	45,322	6,409	225	6,129	(1,321)	(550)	(771)	(1,921)	(20)	(1,901)	(205)	317,367	3,476			

Annex XV: Credit risk quality continued

UK CR1: Performing and non-performing exposures and related provisions continued

		NWH Group														
		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								
		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			Collateral and financial guarantees received		
		Total	Of which: Stage 1	Of which: Stage 2	Total	Of which: Stage 2	Of which: Stage 3	Total	Of which: Stage 1	Of which: Stage 2	Total	Of which: Stage 2	Of which: Stage 3	Accumulated partial write-off	On performing exposures	On non-performing exposures
31 December 2023		£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m
005	Cash balances at central banks and other demand deposits	73,823	73,823	-	-	-	-	(10)	(10)	-	-	-	-	-	5	-
010	Loans and advances	354,765	317,676	36,447	5,691	240	5,402	(1,511)	(621)	(890)	(1,918)	(20)	(1,895)	(203)	297,855	3,301
020	Central banks	1,404	1,404	-	-	-	-	-	-	-	-	-	-	-	-	-
030	General governments	2,738	2,621	72	23	-	23	(2)	-	(2)	(2)	-	(2)	-	2,568	20
040	Credit institutions	785	784	1	-	-	-	(2)	(2)	-	-	-	-	-	531	-
050	Other financial corporations	31,098	30,903	195	16	-	16	(15)	(10)	(5)	(6)	-	(6)	-	27,849	5
060	Non-financial corporations	95,619	81,751	13,581	1,810	82	1,726	(649)	(280)	(369)	(654)	(5)	(649)	(24)	59,071	987
070	Of which: SMEs	24,489	19,536	4,953	922	43	877	(255)	(88)	(167)	(359)	(3)	(356)	-	20,117	490
080	Households	223,121	200,213	22,598	3,842	158	3,637	(843)	(329)	(514)	(1,256)	(15)	(1,238)	(179)	207,836	2,289
090	Debt securities	31,131	30,396	735	-	-	-	(16)	(12)	(4)	-	-	-	-	-	-
100	Central banks	97	97	-	-	-	-	-	-	-	-	-	-	-	-	-
110	General governments	16,455	15,973	482	-	-	-	(2)	(1)	(1)	-	-	-	-	-	-
120	Credit institutions	8,572	8,366	206	-	-	-	(7)	(6)	(1)	-	-	-	-	-	-
130	Other financial corporations	6,007	5,960	47	-	-	-	(7)	(5)	(2)	-	-	-	-	-	-
140	Non-financial corporations	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
150	Off-balance sheet exposures	104,618	94,817	9,801	526	33	484	(68)	(28)	(40)	(2)	-	(2)		16,697	76
160	Central banks	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
170	General governments	790	790	-	17	-	17	-	-	-	-	-	-	-	83	8
180	Credit institutions	644	637	7	-	-	-	-	-	-	-	-	-	-	87	-
190	Other financial corporations	4,359	4,223	136	4	-	4	(1)	(1)	-	-	-	-	-	354	1
200	Non-financial corporations	62,814	57,093	5,721	132	27	105	(37)	(16)	(21)	(2)	-	(2)	-	11,287	45
210	Households	36,011	32,074	3,937	373	6	358	(30)	(11)	(19)	-	-	-	-	4,886	22
220	Total	564,337	516,712	46,983	6,217	273	5,886	(1,605)	(671)	(934)	(1,920)	(20)	(1,897)	(203)	314,557	3,377

(1) The gross non-performing loan ratio for NWH Group was 1.65% (31 December 2023 – 1.66%). Loans and advances classified as held-for-sale, cash balances at central banks and other demand deposits were excluded from the ratio calculation.

(2) Exposures classified as held-for-trading and held-for-sale are excluded from the table in accordance with FINREP definitions.

Annex XV: Credit risk quality continued

UK CR1-A: Maturity of exposures

The table below shows the maturity breakdown of gross carrying amount net of related accumulated impairment, provisions and accumulated change in fair value due to credit risk.

		NWH Group					
		a	b	c	d	e	f
		Net exposure value					
		On demand	<= 1 year	> 1 year <= 5 years	> 5 years	No stated maturity	Total
		£m	£m	£m	£m	£m	£m
30 June 2024							
010	Loans and advances	19,176	20,956	86,216	226,663	-	353,011
020	Debt securities	-	7,413	15,771	7,907	-	31,091
030	Total	19,176	28,369	101,987	234,570	-	384,102

		NWH Group					
		a	b	c	d	e	f
		Net exposure value					
		On demand	<= 1 year	> 1 year <= 5 years	> 5 years	No stated maturity	Total
		£m	£m	£m	£m	£m	£m
31 December 2023							
010	Loans and advances	20,345	21,021	86,800	228,861	-	357,027
020	Debt securities	-	7,311	16,189	7,615	-	31,115
030	Total	20,345	28,332	102,989	236,476	-	388,142

(1) Exposures classified as held-for-trading and held-for-sale are excluded from the table in accordance with FINREP definitions. Cash balances at central banks and other demand deposits are also excluded.

UK CR2: Changes in the stock of non-performing loans and advances

The table below shows movements of gross carrying amounts of non-performing loans and advances during the period.

		NWH Group
		a
		Gross carrying amount £m
30 June 2024		
010	Initial stock of non-performing loans and advances	5,691
020	Inflows to non-performing portfolios	1,754
030	Outflows from non-performing portfolios	(1,572)
040	Outflows due to write-offs	(366)
050	Outflow due to other situations	(1,206)
060	Final stock of non-performing loans and advances	5,873

(1) Outflow due to other situations in the table above primarily includes outflow due to loan repayment, transfer to performing portfolio and reclassification as held-for-sale.
(2) Exposures classified as held-for-trading and held-for-sale are excluded from the table in accordance with FINREP definitions.

Annex XVII: Credit risk mitigation

UK CR3: CRM techniques overview: Disclosure of the use of credit risk mitigation techniques

The table below shows net carrying values of credit risk exposures analysed by use of different credit risk mitigation techniques as recognised under the applicable accounting framework regardless of whether these techniques are recognised under CRR. The credit risk exposures in scope of this template are presented irrespective of whether the standardised approach or the IRB approach is used for RWA calculation. Counterparty credit risk exposures are excluded.

		NWH Group				
		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
		£m	£m	£m	£m	£m
30 June 2024						
1	Loans and advances	120,326	311,259	293,533	7,862	-
2	Debt securities	30,917	174	-	174	-
3	Total	151,243	311,433	293,533	8,036	-
4	Of which: non-performing exposures	375	3,579	3,148	275	-
5	Of which: defaulted	343	3,380	2,954	271	-

		NWH Group				
		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
		£m	£m	£m	£m	£m
31 December 2023						
1	Loans and advances	120,039	310,801	293,445	7,716	-
2	Debt securities	31,115	-	-	-	-
3	Total	151,154	310,801	293,445	7,716	-
4	Of which: non-performing exposures	387	3,386	2,980	321	-
5	Of which: defaulted	355	3,143	2,751	316	-

(1) Exposures classified as held-for-trading and held-for-sale are excluded from the table in accordance with FINREP definitions and Basel disclosure requirements.

Annex XIX: Credit risk – standardised approach

UK CR4: Standardised approach – Credit risk exposures and CRM effects

The table below shows the effect of CRM techniques on credit risk exposures under the standardised approach. It shows exposures both pre and post CRM and CCFs as well as associated RWAs and RWA density, split by exposure class. It excludes counterparty credit risk and securitisations.

Exposure classes		NWH Group											
		a		b		c		d		e		f	
		Exposures pre CCF and CRM		Exposures post CCF and CRM		RWA and RWA density							
		On-balance sheet	Off-balance sheet	On-balance sheet	Off-balance sheet	RWA	RWA density						
		£m	£m	£m	£m	£m	%						
30 June 2024													
1	Central governments or central banks	74,183	617	74,940	211	893	1						
2	Regional governments or local authorities	157	32	149	-	4	2						
3	Public sector entities	-	-	-	-	-	-						
4	Multilateral development banks	3,728	-	3,728	-	-	-						
5	International organisations	-	-	-	-	-	-						
6	Institutions	825	178	825	2	225	27						
7	Corporates	5,034	1,788	3,955	564	3,851	85						
8	Retail	3,442	3,976	3,313	30	1,663	50						
9	Secured by mortgages on immovable property	17,027	1,865	16,885	328	8,322	48						
10	Exposures in default	504	26	461	-	507	110						
11	Items associated with particularly high risk	-	-	-	-	-	-						
12	Covered bonds	-	-	-	-	-	-						
13	Institutions and corporates with a short-term credit assessment	-	-	-	-	-	-						
14	Collective investment undertakings	-	-	-	-	-	-						
15	Equity	4	-	4	-	5	117						
16	Other items	532	-	532	-	449	93						
17	Total	105,436	8,482	104,792	1,135	15,919	15						

Exposure classes		NWH Group											
		a		b		c		d		e		f	
		Exposures pre CCF and CRM		Exposures post CCF and CRM		RWA and RWA density							
		On-balance sheet	Off-balance sheet	On-balance sheet	Off-balance sheet	RWA	RWA density						
		£m	£m	£m	£m	£m	%						
31 December 2023													
1	Central governments or central banks	75,424	617	76,163	213	1,030	1						
2	Regional governments or local authorities	202	41	201	-	4	2						
3	Public sector entities	-	-	-	-	-	-						
4	Multilateral development banks	1,964	-	1,964	-	-	-						
5	International organisations	-	-	-	-	-	-						
6	Institutions	398	184	398	2	127	32						
7	Corporates	4,666	1,905	3,538	647	3,861	92						
8	Retail	3,756	3,918	3,623	26	1,799	49						
9	Secured by mortgages on immovable property	17,334	1,616	17,207	308	8,322	48						
10	Exposures in default	562	50	518	3	574	110						
11	Items associated with particularly high risk	-	-	-	-	-	-						
12	Covered bonds	-	-	-	-	-	-						
13	Institutions and corporates with a short-term credit assessment	-	-	-	-	-	-						
14	Collective investment undertakings	-	-	-	-	-	-						
15	Equity	4	-	4	-	5	117						
16	Other items	223	-	223	-	184	83						
17	Total	104,533	8,331	103,839	1,199	15,906	15						

Annex XIX: Credit risk – standardised approach continued

UK CR5: Standardised approach

The table below shows credit risk EAD post CRM under the standardised approach by risk-weight, split by exposure class. It excludes counterparty credit risk and securitisations.

Exposure classes	NWH Group																
	a	b	c	d	e	f	g	h	i	j	k	l	m	n	o	p	q
	Risk-weight																Of which:
	0%	2%	4%	10%	20%	35%	50%	70%	75%	100%	150%	250%	370%	1,250%	Others	Total	unrated
	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m
30 June 2024																	
1 Central governments or central banks	74,794	-	-	-	-	-	-	-	-	-	-	357	-	-	-	75,151	7,454
2 Regional governments or local authorities	131	-	-	-	18	-	-	-	-	-	-	-	-	-	-	149	18
3 Public sector entities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4 Multilateral development banks	3,728	-	-	-	-	-	-	-	-	-	-	-	-	-	-	3,728	-
5 International organisations	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
6 Institutions	-	-	-	-	629	-	198	-	-	-	-	-	-	-	-	827	5
7 Corporates	102	-	-	-	162	62	438	-	-	3,755	-	-	-	-	-	4,519	1,232
8 Retail exposures	-	-	-	-	295	1,179	-	-	1,868	-	1	-	-	-	-	3,343	-
9 Exposures secured by mortgages on immovable property	-	-	-	-	-	13,381	-	-	84	3,670	78	-	-	-	-	17,213	17,213
10 Exposures in default	-	-	-	-	-	-	-	-	-	370	91	-	-	-	-	461	462
11 Exposure associated with particularly high risk	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12 Covered bonds	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
13 Exposures to institutions and corporates with a short-term credit assessment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
14 Units or shares in collective investment undertakings	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
15 Equity exposures	-	-	-	-	-	-	-	-	-	4	-	-	-	-	-	4	-
16 Other items	3	-	-	-	-	-	7	-	-	440	-	-	-	-	82	532	524
17 Total	78,758	-	-	-	1,104	14,622	643	-	1,952	8,239	170	357	-	-	82	105,927	26,908

Annex XIX: Credit risk – standardised approach continued

UK CR5: Standardised approach continued

Exposure classes	NWH Group																Of which: unrated £m
	a	b	c	d	e	f	g	h	i	j	k	l	m	n	o	p	
	0% £m	2% £m	4% £m	10% £m	20% £m	35% £m	50% £m	70% £m	75% £m	100% £m	150% £m	250% £m	370% £m	1,250% £m	Others £m	Total £m	
31 December 2023																	
1 Central governments or central banks	75,629	-	-	-	364	-	-	-	-	-	-	383	-	-	-	76,376	5,248
2 Regional governments or local authorities	182	-	-	-	19	-	-	-	-	-	-	-	-	-	-	201	19
3 Public sector entities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4 Multilateral development banks	1,964	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1,964	-
5 International organisations	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
6 Institutions	-	-	-	-	243	-	157	-	-	-	-	-	-	-	-	400	7
7 Corporates	56	-	-	-	159	-	31	-	-	3,914	25	-	-	-	-	4,185	1,156
8 Retail exposures	-	-	-	-	349	1,362	-	-	1,937	-	1	-	-	-	-	3,649	-
9 Exposures secured by mortgages on immovable property	-	-	-	-	-	13,853	-	-	84	3,533	45	-	-	-	-	17,515	17,515
10 Exposures in default	-	-	-	-	-	-	-	-	-	413	108	-	-	-	-	521	518
11 Exposure associated with particularly high risk	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12 Covered bonds	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
13 Exposures to institutions and corporates with a short-term credit assessment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
14 Units or shares in collective investment undertakings	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
15 Equity exposures	-	-	-	-	-	-	-	-	-	4	-	-	-	-	-	4	-
15 Other items	3	-	-	-	-	-	14	-	-	171	-	-	-	-	-	223	223
17 Total	77,834	-	-	-	1,134	15,215	202	-	2,021	8,035	179	383	-	-	-	105,038	24,686

Annex XXI: Credit risk – IRB approach

UK CR6: IRB approach – Credit risk exposures by exposure class and PD range

The table below shows the key parameters used for the calculation of capital requirements for credit risk exposures under the advanced IRB approach, split by PD range. The table excludes counterparty credit risk, securitisations, equity, and non-credit obligation exposures.

a	NWH Group											
	b	c	d	e	f	g	h	i	j	k	m	
Central governments and central banks												
	On-balance sheet gross exposure	Off-balance sheet exposures pre CCF	Exposure weighted average CCF	Exposure post CCF and post CRM	Exposure weighted average PD	Number of obligors	Exposure weighted average LGD	Exposure weighted average maturity (years)	Risk-weighted exposure amount after supporting factors	Density of risk weighted exposure amount	Expected loss amount	Value adjustments and provisions
PD range	£m	£m	%	£m	%		%		£m	%	£m	£m
30 June 2024												
0.00 to <0.15	20,337	35	85	20,316	0.02	36	45	0.77	871	4	1	1
0.00 to <0.10	20,337	35	85	20,316	0.02	36	45	0.77	871	4	1	1
0.10 to <0.15	-	-	-	-	-	-	-	-	-	-	-	-
0.15 to <0.25	-	-	-	-	-	-	-	-	-	-	-	-
0.25 to <0.50	-	-	-	-	-	-	-	-	-	-	-	-
0.50 to <0.75	-	-	-	-	-	-	-	-	-	-	-	-
0.75 to <2.50	-	-	-	-	-	-	-	-	-	-	-	-
0.75 to <1.75	-	-	-	-	-	-	-	-	-	-	-	-
1.75 to <2.50	-	-	-	-	-	-	-	-	-	-	-	-
2.50 to <10.00	62	-	-	62	2.50	1	50	4.99	-	0	1	-
2.50 to <5.00	62	-	-	62	2.50	1	50	4.99	-	0	1	-
5.00 to <10.00	-	-	-	-	-	-	-	-	-	-	-	-
10.00 to <100.00	-	-	-	-	-	-	-	-	-	-	-	-
10.00 to <20.00	-	-	-	-	-	-	-	-	-	-	-	-
20.00 to <30.00	-	-	-	-	-	-	-	-	-	-	-	-
30.00 to <100.00	-	-	-	-	-	-	-	-	-	-	-	-
100.00 (default)	-	-	-	-	-	-	-	-	-	-	-	-
Subtotal (exposure class)	20,399	35	85	20,378	0.02	37	45	0.78	871	4	2	1
Total (all exposure classes)	310,758	97,008	64	363,807	-	22,263,980	-	0.80	97,046	27	2,842	2,868

Annex XXI: Credit risk – IRB approach continued

UK CR6: IRB approach – Credit risk exposures by exposure class and PD range continued

NWH Group												
a	b	c	d	e	f	g	h	i	j	k	m	
Central governments and central banks												
PD range	On-balance sheet gross exposure £m	Off-balance sheet exposures pre CCF £m	Exposure weighted average CCF %	Exposure post CCF and post CRM £m	Exposure weighted average PD %	Number of obligors	Exposure weighted average LGD %	Exposure weighted average maturity (years)	Risk-weighted exposure amount after supporting factors £m	Density of risk weighted exposure amount %	Expected loss amount £m	Value adjustments and provisions £m
31 December 2023												
0.00 to <0.15	15,743	36	85	15,724	0.01	34	45	1.50	987	6	1	1
0.00 to <0.10	15,743	36	85	15,724	0.01	34	45	1.50	987	6	1	1
0.10 to <0.15	-	-	-	-	-	-	-	-	-	-	-	-
0.15 to <0.25	-	-	-	-	-	-	-	-	-	-	-	-
0.25 to <0.50	-	-	-	-	0.30	1	50	1.00	-	48	-	-
0.50 to <0.75	-	-	-	-	-	-	-	-	-	-	-	-
0.75 to <2.50	-	-	-	-	-	-	-	-	-	-	-	-
0.75 to <1.75	-	-	-	-	-	-	-	-	-	-	-	-
1.75 to <2.50	-	-	-	-	-	-	-	-	-	-	-	-
2.50 to <10.00	-	-	-	-	-	-	-	-	-	-	-	-
2.50 to <5.00	-	-	-	-	-	-	-	-	-	-	-	-
5.00 to <10.00	-	-	-	-	-	-	-	-	-	-	-	-
10.00 to <100.00	-	-	-	-	-	-	-	-	-	-	-	-
10.00 to <20.00	-	-	-	-	-	-	-	-	-	-	-	-
20.00 to <30.00	-	-	-	-	-	-	-	-	-	-	-	-
30.00 to <100.00	-	-	-	-	-	-	-	-	-	-	-	-
100.00 (default)	-	-	-	-	-	-	-	-	-	-	-	-
Subtotal (exposure class)	15,743	36	85	15,724	0.01	35	45	1.50	987	6	1	1
Total (all exposure classes)	313,234	91,851	65	365,314		21,956,562		0.88	98,645	27	2,719	3,116

Annex XXI: Credit risk – IRB approach continued

UK CR6: IRB approach – Credit risk exposures by exposure class and PD range continued

NWH Group												
a	b	c	d	e	f	g	h	i	j	k	m	
Institutions												
	On-balance sheet gross exposure	Off-balance sheet exposures pre CCF	Exposure weighted average CCF	Exposure post CCF and post CRM	Exposure weighted average PD	Number of obligors	Exposure weighted average LGD	Exposure weighted average maturity (years)	Risk-weighted exposure amount after supporting factors	Density of risk weighted exposure amount	Expected loss amount	Value adjustments and provisions
PD range	£m	£m	%	£m	%		%		£m	%	£m	£m
30 June 2024												
0.00 to <0.15	4,313	183	48	4,292	0.07	205	45	2.07	997	23	1	2
0.00 to <0.10	2,913	84	43	2,850	0.04	102	45	2.96	698	25	-	2
0.10 to <0.15	1,400	99	52	1,442	0.11	103	45	0.31	299	21	1	-
0.15 to <0.25	3,142	475	29	3,327	0.20	111	28	2.09	994	30	2	3
0.25 to <0.50	724	22	31	733	0.32	37	22	3.22	221	30	1	-
0.50 to <0.75	2	5	34	4	0.64	10	60	0.96	4	101	-	-
0.75 to <2.50	64	6	26	65	1.22	16	46	2.55	74	113	-	-
0.75 to <1.75	64	6	25	65	1.22	13	46	2.56	74	113	-	-
1.75 to <2.50	-	-	62	-	1.81	3	59	0.97	-	139	-	-
2.50 to <10.00	9	9	32	9	4.71	89	64	1.56	22	237	-	-
2.50 to <5.00	5	7	21	3	3.48	80	74	2.55	9	279	-	-
5.00 to <10.00	4	2	61	6	5.36	9	59	1.04	13	214	-	-
10.00 to <100.00	-	-	-	-	28.96	2	75	1.00	1	464	-	-
10.00 to <20.00	-	-	-	-	-	-	-	-	-	-	-	-
20.00 to <30.00	-	-	-	-	28.96	2	75	1.00	1	464	-	-
30.00 to <100.00	-	-	-	-	-	-	-	-	-	-	-	-
100.00 (default)	5	-	-	-	100.00	2	41	1.00	-	-	-	-
Subtotal (exposure class)	8,259	700	34	8,430	0.16	472	36	2.18	2,313	27	4	5
Total (all exposure classes)	310,758	97,008	64	363,807	-	22,263,980	-	0.80	97,046	27	2,842	2,868

Annex XXI: Credit risk – IRB approach continued

UK CR6: IRB approach – Credit risk exposures by exposure class and PD range continued

NWH Group												
a	b	c	d	e	f	g	h	i	j	k	m	
Institutions												
PD range	On-balance sheet gross exposure £m	Off-balance sheet exposures pre CCF £m	Exposure weighted average CCF %	Exposure post CCF and post CRM £m	Exposure weighted average PD %	Number of obligors	Exposure weighted average LGD %	Exposure weighted average maturity (years)	Risk-weighted exposure amount after supporting factors £m	Density of risk weighted exposure amount %	Expected loss amount £m	Value adjustments and provisions £m
31 December 2023												
0.00 to <0.15	5,500	206	48	5,502	0.07	220	45	2.14	1,400	25	2	3
<i>0.00 to <0.10</i>	<i>3,919</i>	<i>106</i>	<i>53</i>	<i>3,862</i>	<i>0.05</i>	<i>129</i>	<i>45</i>	<i>2.88</i>	<i>1,033</i>	<i>27</i>	<i>1</i>	<i>3</i>
<i>0.10 to <0.15</i>	<i>1,581</i>	<i>100</i>	<i>43</i>	<i>1,640</i>	<i>0.11</i>	<i>91</i>	<i>45</i>	<i>0.42</i>	<i>367</i>	<i>22</i>	<i>1</i>	<i>-</i>
0.15 to <0.25	4,285	384	52	4,493	0.19	102	35	2.30	1,771	39	2	6
0.25 to <0.50	711	28	35	722	0.36	47	23	3.35	256	35	1	-
0.50 to <0.75	2	3	41	3	0.64	9	51	0.99	2	76	-	-
0.75 to <2.50	20	14	28	24	1.11	20	47	1.61	27	112	-	-
<i>0.75 to <1.75</i>	<i>20</i>	<i>13</i>	<i>27</i>	<i>24</i>	<i>1.10</i>	<i>16</i>	<i>47</i>	<i>1.62</i>	<i>27</i>	<i>112</i>	<i>-</i>	<i>-</i>
<i>1.75 to <2.50</i>	<i>-</i>	<i>1</i>	<i>41</i>	<i>-</i>	<i>1.81</i>	<i>4</i>	<i>67</i>	<i>0.76</i>	<i>-</i>	<i>166</i>	<i>-</i>	<i>-</i>
2.50 to <10.00	4	2	30	2	4.88	87	73	0.98	6	248	-	-
<i>2.50 to <5.00</i>	<i>4</i>	<i>-</i>	<i>100</i>	<i>1</i>	<i>3.30</i>	<i>79</i>	<i>72</i>	<i>0.92</i>	<i>3</i>	<i>220</i>	<i>-</i>	<i>-</i>
<i>5.00 to <10.00</i>	<i>-</i>	<i>2</i>	<i>28</i>	<i>1</i>	<i>7.24</i>	<i>8</i>	<i>75</i>	<i>1.07</i>	<i>3</i>	<i>290</i>	<i>-</i>	<i>-</i>
10.00 to <100.00	-	-	-	-	16.32	3	75	1.00	2	398	-	-
<i>10.00 to <20.00</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>10.24</i>	<i>1</i>	<i>75</i>	<i>1.00</i>	<i>1</i>	<i>366</i>	<i>-</i>	<i>-</i>
<i>20.00 to <30.00</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>28.96</i>	<i>2</i>	<i>75</i>	<i>1.00</i>	<i>1</i>	<i>464</i>	<i>-</i>	<i>-</i>
<i>30.00 to <100.00</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>
100.00 (default)	5	-	-	-	100.00	1	35	1.00	-	-	-	-
Subtotal (exposure class)	10,527	637	49	10,746	0.01	489	39	2.29	3,464	32	5	9
Total (all exposure classes)	313,234	91,851	65	365,314		21,956,562		0.88	98,645	27	2,719	3,116

Annex XXI: Credit risk – IRB approach continued

UK CR6: IRB approach – Credit risk exposures by exposure class and PD range continued

NWH Group												
a	b	c	d	e	f	g	h	i	j	k	m	
Exposures to corporates – SME												
PD range	On-balance sheet gross exposure £m	Off-balance sheet exposures pre CCF £m	Exposure weighted average CCF %	Exposure post CCF and post CRM £m	Exposure weighted average PD %	Number of obligors	Exposure weighted average LGD %	Exposure weighted average maturity (years)	Risk-weighted exposure amount after supporting factors £m	Density of risk weighted exposure amount %	Expected loss amount £m	Value adjustments and provisions £m
30 June 2024												
0.00 to <0.15	1,843	747	57	2,281	0.07	135	38	4.43	654	29	1	1
0.00 to <0.10	1,346	604	61	1,723	0.06	74	38	4.52	461	27	1	1
0.10 to <0.15	497	143	41	558	0.11	61	37	4.15	193	35	-	-
0.15 to <0.25	550	343	50	723	0.20	1,407	32	3.19	273	38	1	1
0.25 to <0.50	2,410	1,082	46	2,899	0.40	5,595	24	2.85	919	32	3	7
0.50 to <0.75	1,930	786	43	2,266	0.64	3,392	21	2.59	715	32	4	5
0.75 to <2.50	5,027	1,763	41	5,746	1.22	6,572	24	2.41	2,645	46	18	33
0.75 to <1.75	3,956	1,412	40	4,519	1.06	5,110	24	2.44	2,033	45	12	22
1.75 to <2.50	1,071	351	43	1,227	1.81	1,462	22	2.32	612	50	6	11
2.50 to <10.00	1,700	450	45	1,913	3.36	2,312	22	2.43	1,027	54	16	50
2.50 to <5.00	1,405	390	45	1,590	2.82	1,890	22	2.46	814	51	11	37
5.00 to <10.00	295	60	42	323	6.01	422	22	2.25	213	66	5	13
10.00 to <100.00	340	43	41	361	14.16	442	24	2.42	311	86	13	30
10.00 to <20.00	267	31	40	282	11.92	331	25	2.42	244	87	8	23
20.00 to <30.00	70	12	42	76	21.50	96	19	2.39	61	80	4	7
30.00 to <100.00	3	-	64	3	40.96	15	42	2.31	6	2,226	1	-
100.00 (default)	447	36	20	457	100.00	983	37	1.98	606	133	184	176
Subtotal (exposure class)	14,247	5,250	45	16,646	4.03	20,837	26	2.81	7,150	43	240	303
Total (all exposure classes)	310,758	97,008	64	363,807	-	22,263,980	-	0.80	97,046	27	2,842	2,868

Annex XXI: Credit risk – IRB approach continued

UK CR6: IRB approach – Credit risk exposures by exposure class and PD range continued

NWH Group												
a	b	c	d	e	f	g	h	i	j	k	m	
Exposures to corporates – SME												
PD range	On-balance sheet gross exposure £m	Off-balance sheet exposures pre CCF £m	Exposure weighted average CCF %	Exposure post CCF and post CRM £m	Exposure weighted average PD %	Number of obligors	Exposure weighted average LGD %	Exposure weighted average maturity (years)	Risk-weighted exposure amount after supporting factors £m	Density of risk weighted exposure amount %	Expected loss amount £m	Value adjustments and provisions £m
31 December 2023												
0.00 to <0.15	4	3	74	7	0.10	35	42	2.66	117	1,779	-	-
0.00 to <0.10	1	-	77	1	0.05	2	45	4.32	77	7,744	-	-
0.10 to <0.15	3	3	74	6	0.11	33	41	2.36	40	714	-	-
0.15 to <0.25	515	255	50	646	0.21	1,505	24	3.04	198	31	1	1
0.25 to <0.50	3,173	1,105	47	3,707	0.40	5,828	22	3.08	1,040	28	4	10
0.50 to <0.75	2,367	864	44	2,756	0.64	3,427	21	2.78	839	30	4	11
0.75 to <2.50	5,851	1,759	42	6,617	1.22	6,799	23	2.61	2,906	44	21	56
0.75 to <1.75	4,650	1,395	42	5,262	1.07	5,301	23	2.64	2,193	42	14	38
1.75 to <2.50	1,201	364	40	1,355	1.81	1,498	23	2.50	713	53	7	18
2.50 to <10.00	1,774	477	46	2,010	3.26	2,355	23	2.55	1,139	57	17	62
2.50 to <5.00	1,536	428	46	1,746	2.83	1,930	23	2.53	944	54	13	46
5.00 to <10.00	238	49	50	264	6.08	425	24	2.69	195	74	4	16
10.00 to <100.00	314	47	37	334	14.63	438	21	2.36	257	77	12	28
10.00 to <20.00	248	40	38	265	12.05	320	19	2.50	174	65	7	20
20.00 to <30.00	55	4	52	57	21.18	95	32	1.71	72	126	4	7
30.00 to <100.00	11	3	19	12	40.96	23	22	2.38	11	93	1	1
100.00 (default)	409	44	13	417	100.00	927	36	2.01	486	117	162	158
Subtotal (exposure class)	14,407	4,554	44	16,494	3.91	21,313	23	2.73	6,982	42	221	326
Total (all exposure classes)	313,234	91,851	65	365,314		21,956,562		0.88	98,645	27	2,719	3,116

Annex XXI: Credit risk – IRB approach continued

UK CR6: IRB approach – Credit risk exposures by exposure class and PD range continued

NWH Group													
a	b	c	d	e	f	g	h	i	j	k	m		
Exposures to corporates – other													
PD range	On-balance sheet gross exposure £m	Off-balance sheet exposures pre CCF £m	Exposure weighted average CCF %	Exposure post CCF and post CRM £m	Exposure weighted average PD %	Number of obligors	Exposure weighted average LGD %	Exposure weighted average maturity (years)	Risk-weighted exposure amount after supporting factors £m	Density of risk weighted exposure amount %	Expected loss amount £m	Value adjustments and provisions £m	
30 June 2024													
0.00 to <0.15	19,844	28,061	43	31,891	0.07	1,360	39	3.20	7,345	23	8	9	
0.00 to <0.10	16,945	23,364	43	26,961	0.06	923	39	3.19	5,766	21	6	7	
0.10 to <0.15	2,899	4,697	44	4,930	0.11	437	39	3.23	1,579	32	2	2	
0.15 to <0.25	6,511	7,649	43	9,669	0.19	1,061	37	2.79	3,748	39	7	11	
0.25 to <0.50	6,601	6,607	42	9,354	0.39	1,964	38	2.53	5,153	55	14	15	
0.50 to <0.75	3,946	2,751	45	5,201	0.64	1,108	32	2.21	2,952	57	11	14	
0.75 to <2.50	11,335	7,055	44	14,383	1.34	4,644	29	2.47	10,035	70	55	77	
0.75 to <1.75	7,658	4,676	45	9,749	1.12	3,143	30	2.53	6,651	68	32	45	
1.75 to <2.50	3,677	2,379	43	4,634	1.81	1,501	27	2.33	3,384	73	23	32	
2.50 to <10.00	3,853	2,271	38	4,652	3.61	2,657	25	2.02	3,626	78	42	75	
2.50 to <5.00	2,881	1,932	38	3,547	2.89	2,295	24	2.04	2,586	73	25	47	
5.00 to <10.00	972	339	39	1,105	5.93	362	26	1.96	1,040	94	17	28	
10.00 to <100.00	240	66	41	268	13.04	256	25	2.10	316	118	9	12	
10.00 to <20.00	196	60	40	220	11.08	188	24	2.26	241	110	6	9	
20.00 to <30.00	44	6	50	48	21.72	57	29	1.40	74	154	3	3	
30.00 to <100.00	-	-	77	-	40.98	11	54	1.46	1	291	-	-	
100.00 (default)	560	90	59	598	100.00	558	37	1.96	191	32	216	208	
Subtotal (exposure class)	52,890	54,550	43	76,016	1.45	13,605	35	2.77	33,366	44	362	421	
Total (all exposure classes)	310,758	97,008	64	363,807	-	22,263,980	-	0.80	97,046	27	2,842	2,868	

Annex XXI: Credit risk – IRB approach continued

UK CR6: IRB approach – Credit risk exposures by exposure class and PD range continued

NWH Group												
a	b	c	d	e	f	g	h	i	j	k	m	
Exposures to corporates – other												
PD range	On-balance sheet gross exposure £m	Off-balance sheet exposures pre CCF £m	Exposure weighted average CCF %	Exposure post CCF and post CRM £m	Exposure weighted average PD %	Number of obligors	Exposure weighted average LGD %	Exposure weighted average maturity (years)	Risk-weighted exposure amount after supporting factors £m	Density of risk weighted exposure amount %	Expected loss amount £m	Value adjustments and provisions £m
31 December 2023												
0.00 to <0.15	22,655	27,453	45	35,097	0.06	1,429	40	3.38	8,491	24	9	10
<i>0.00 to <0.10</i>	<i>19,014</i>	<i>22,176</i>	<i>45</i>	<i>29,167</i>	<i>0.05</i>	<i>1,003</i>	<i>40</i>	<i>3.38</i>	<i>6,450</i>	<i>22</i>	<i>6</i>	<i>7</i>
<i>0.10 to <0.15</i>	<i>3,641</i>	<i>5,277</i>	<i>44</i>	<i>5,930</i>	<i>0.11</i>	<i>426</i>	<i>41</i>	<i>3.40</i>	<i>2,041</i>	<i>34</i>	<i>3</i>	<i>3</i>
0.15 to <0.25	6,433	8,203	42	9,805	0.19	1,072	40	2.73	3,999	41	7	10
0.25 to <0.50	5,699	6,175	45	8,456	0.39	1,912	38	2.68	4,857	57	12	20
0.50 to <0.75	3,563	2,706	44	4,746	0.64	1,094	31	2.39	2,691	57	9	24
0.75 to <2.50	12,442	6,675	46	15,472	1.32	4,774	29	2.39	10,850	70	59	128
<i>0.75 to <1.75</i>	<i>8,923</i>	<i>4,609</i>	<i>47</i>	<i>11,146</i>	<i>1.13</i>	<i>3,288</i>	<i>29</i>	<i>2.38</i>	<i>7,508</i>	<i>67</i>	<i>37</i>	<i>81</i>
<i>1.75 to <2.50</i>	<i>3,519</i>	<i>2,066</i>	<i>43</i>	<i>4,326</i>	<i>1.81</i>	<i>1,486</i>	<i>29</i>	<i>2.40</i>	<i>3,342</i>	<i>77</i>	<i>22</i>	<i>47</i>
2.50 to <10.00	3,794	2,110	40	4,574	3.51	2,768	25	2.23	3,571	78	40	90
<i>2.50 to <5.00</i>	<i>2,966</i>	<i>1,802</i>	<i>40</i>	<i>3,623</i>	<i>2.88</i>	<i>2,396</i>	<i>25</i>	<i>2.30</i>	<i>2,747</i>	<i>76</i>	<i>26</i>	<i>62</i>
<i>5.00 to <10.00</i>	<i>828</i>	<i>308</i>	<i>41</i>	<i>951</i>	<i>5.93</i>	<i>372</i>	<i>24</i>	<i>1.97</i>	<i>824</i>	<i>87</i>	<i>14</i>	<i>28</i>
10.00 to <100.00	295	54	38	315	12.95	284	24	1.88	356	113	11	17
<i>10.00 to <20.00</i>	<i>244</i>	<i>51</i>	<i>35</i>	<i>261</i>	<i>11.08</i>	<i>213</i>	<i>22</i>	<i>1.95</i>	<i>264</i>	<i>101</i>	<i>7</i>	<i>13</i>
<i>20.00 to <30.00</i>	<i>47</i>	<i>3</i>	<i>75</i>	<i>50</i>	<i>20.72</i>	<i>56</i>	<i>29</i>	<i>1.37</i>	<i>80</i>	<i>158</i>	<i>3</i>	<i>4</i>
<i>30.00 to <100.00</i>	<i>4</i>	<i>-</i>	<i>59</i>	<i>4</i>	<i>37.50</i>	<i>15</i>	<i>50</i>	<i>3.58</i>	<i>12</i>	<i>305</i>	<i>1</i>	<i>-</i>
100.00 (default)	499	69	34	507	100.00	531	34	2.11	149	29	165	193
Subtotal (exposure class)	55,380	53,445	44	78,972	1.29	13,864	36	2.89	34,964	44	312	492
Total (all exposure classes)	313,234	91,851	65	365,314		21,956,562		0.88	98,645	27	2,719	3,116

Annex XXI: Credit risk – IRB approach continued

UK CR6: IRB approach – Credit risk exposures by exposure class and PD range continued

NWH Group													
a	b	c	d	e	f	g	h	i	j	k	m		
Retail exposures – SME secured by immovable property collateral													
PD range	On-balance sheet gross exposure £m	Off-balance sheet exposures pre CCF £m	Exposure weighted average CCF %	Exposure post CCF and post CRM £m	Exposure weighted average PD %	Number of obligors	Exposure weighted average LGD %	Exposure weighted average maturity (years)	Risk-weighted exposure amount after supporting factors £m	Density of risk weighted exposure amount %	Expected loss amount £m	Value adjustments and provisions £m	
30 June 2024													
0.00 to <0.15	-	-	-	-	-	-	-	-	-	-	-	-	-
0.00 to <0.10	-	-	-	-	-	-	-	-	-	-	-	-	-
0.10 to <0.15	-	-	-	-	-	-	-	-	-	-	-	-	-
0.15 to <0.25	-	1	100	-	0.17	67	60	-	-	17	-	-	-
0.25 to <0.50	-	54	100	37	0.30	4,069	62	-	10	27	-	-	-
0.50 to <0.75	54	1	100	55	0.63	985	33	-	13	25	-	-	-
0.75 to <2.50	560	35	100	581	1.22	7,504	29	-	201	34	2	4	4
0.75 to <1.75	466	8	100	471	1.03	5,299	24	-	120	25	1	2	2
1.75 to <2.50	94	27	100	110	2.03	2,206	46	-	81	73	1	2	2
2.50 to <10.00	162	2	100	163	4.83	1,912	30	-	126	77	2	1	1
2.50 to <5.00	96	1	100	97	3.60	1,205	30	-	65	66	1	-	-
5.00 to <10.00	66	1	100	66	6.64	707	30	-	61	93	1	1	1
10.00 to <100.00	34	-	100	34	23.04	396	25	-	38	110	2	1	1
10.00 to <20.00	20	-	100	20	14.04	242	29	-	24	121	1	-	-
20.00 to <30.00	-	-	-	-	29.49	1	80	-	-	378	-	-	-
30.00 to <100.00	14	-	100	14	35.45	153	20	-	14	94	1	1	1
100.00 (default)	41	-	100	44	100.00	668	16	-	7	17	7	15	15
Subtotal (exposure class)	851	93	100	914	7.34	15,597	30	-	395	43	13	21	21
Total (all exposure classes)	310,758	97,008	64	363,807	-	22,263,980	-	0.80	97,046	27	2,842	2,868	2,868

Annex XXI: Credit risk – IRB approach continued

UK CR6: IRB approach – Credit risk exposures by exposure class and PD range continued

NWH Group												
a	b	c	d	e	f	g	h	i	j	k	m	
Retail exposures – SME secured by immovable property												
PD range	On-balance sheet gross exposure £m	Off-balance sheet exposures pre CCF £m	Exposure weighted average CCF %	Exposure post CCF and post CRM £m	Exposure weighted average PD %	Number of obligors	Exposure weighted average LGD %	Exposure weighted average maturity (years)	Risk-weighted exposure amount after supporting factors £m	Density of risk weighted exposure amount %	Expected loss amount £m	Value adjustments and provisions £m
31 December 2023												
0.00 to <0.15	-	-	-	-	-	-	-	-	-	-	-	-
0.00 to <0.10	-	-	-	-	-	-	-	-	-	-	-	-
0.10 to <0.15	-	-	-	-	-	-	-	-	-	-	-	-
0.15 to <0.25	-	1	100	-	0.17	70	60	-	-	17	-	-
0.25 to <0.50	-	65	100	43	0.31	4,372	62	-	12	27	-	-
0.50 to <0.75	56	1	100	58	0.63	1,066	31	-	13	23	-	-
0.75 to <2.50	581	37	100	604	1.19	7,835	26	-	191	32	3	5
0.75 to <1.75	496	10	100	502	1.03	5,592	23	-	117	23	2	3
1.75 to <2.50	85	27	100	102	2.01	2,243	46	-	74	73	1	2
2.50 to <10.00	184	2	100	186	4.76	2,062	28	-	133	71	2	2
2.50 to <5.00	112	1	100	113	3.57	1,320	28	-	72	63	1	1
5.00 to <10.00	72	1	100	73	6.62	742	27	-	61	84	1	1
10.00 to <100.00	39	-	100	39	22.84	428	23	-	40	101	2	2
10.00 to <20.00	23	-	100	23	14.23	263	26	-	26	109	1	1
20.00 to <30.00	-	-	-	-	-	-	-	-	-	-	-	-
30.00 to <100.00	16	-	100	16	35.39	165	19	-	14	89	1	1
100.00 (default)	39	-	100	42	100.00	660	16	-	7	17	6	13
Subtotal (exposure class)	899	106	100	972	6.99	16,489	28	-	396	41	13	22
Total (all exposure classes)	313,234	91,851	65	365,314		21,956,562		0.88	98,645	27	2,719	3,116

Annex XXI: Credit risk – IRB approach continued

UK CR6: IRB approach – Credit risk exposures by exposure class and PD range continued

NWH Group													
a	b	c	d	e	f	g	h	i	j	k	m		
Retail exposures – non-SME secured by immovable property collateral													
PD range	On-balance sheet gross exposure £m	Off-balance sheet exposures pre CCF £m	Exposure weighted average CCF %	Exposure post CCF and post CRM £m	Exposure weighted average PD %	Number of obligors	Exposure weighted average LGD %	Exposure weighted average maturity (years)	Risk-weighted exposure amount after supporting factors £m	Density of risk weighted exposure amount %	Expected loss amount £m	Value adjustments and provisions £m	
30 June 2024													
0.00 to <0.15	2,318	2,019	100	4,373	0.08	35,088	10		181	4	-	-	
0.00 to <0.10	1,698	888	100	2,606	0.05	16,712	11		108	4	-	-	
0.10 to <0.15	620	1,131	100	1,767	0.13	18,376	8		73	4	-	-	
0.15 to <0.25	29,521	51	100	29,601	0.15	271,980	9		2,284	8	6	7	
0.25 to <0.50	122,628	8,821	100	129,521	0.34	790,863	9		17,169	13	58	65	
0.50 to <0.75	22,669	74	100	22,767	0.66	114,655	16		8,036	35	33	21	
0.75 to <2.50	6,965	65	100	7,040	1.20	42,442	12		2,631	37	13	10	
0.75 to <1.75	6,208	56	100	6,273	1.09	37,378	12		2,270	36	11	8	
1.75 to <2.50	757	9	100	767	2.08	5,064	10		361	47	2	2	
2.50 to <10.00	1,457	5	100	1,465	5.47	10,114	10		936	64	10	4	
2.50 to <5.00	696	4	100	701	3.63	4,606	11		356	51	3	2	
5.00 to <10.00	761	1	100	764	7.15	5,508	9		580	76	7	2	
10.00 to <100.00	1,321	2	100	1,325	30.37	10,081	9		1,780	134	52	8	
10.00 to <20.00	479	2	100	481	14.82	4,094	9		714	149	10	2	
20.00 to <30.00	14	-	100	14	23.05	123	10		26	183	1	-	
30.00 to <100.00	828	-	100	830	39.52	5,864	9		1,040	125	41	6	
100.00 (default)	2,324	15	100	2,441	100.00	19,496	12		1,119	46	343	274	
Subtotal (exposure class)	189,203	11,052	100	198,533	1.84	1,294,719	10		34,136	17	515	389	
Total (all exposure classes)	310,758	97,008	64	363,807	-	22,263,980	-	0.80	97,046	27	2,842	2,868	

Annex XXI: Credit risk – IRB approach continued

UK CR6: IRB approach – Credit risk exposures by exposure class and PD range continued

NWH Group												
a	b	c	d	e	f	g	h	i	j	k	m	
Retail exposures – non-SME secured by immovable property												
PD range	On-balance sheet gross exposure £m	Off-balance sheet exposures pre CCF £m	Exposure weighted average CCF %	Exposure post CCF and post CRM £m	Exposure weighted average PD %	Number of obligors	Exposure weighted average LGD %	Exposure weighted average maturity (years)	Risk-weighted exposure amount after supporting factors £m	Density of risk weighted exposure amount %	Expected loss amount £m	Value adjustments and provisions £m
31 December 2023												
0.00 to <0.15	2,597	2,128	100	4,764	0.08	37,532	11		216	5	1	1
0.00 to <0.10	1,925	952	100	2,899	0.05	18,248	12		125	4	1	1
0.10 to <0.15	672	1,176	100	1,865	0.13	19,284	10		91	5	-	-
0.15 to <0.25	34,223	124	100	34,383	0.46	299,187	9		2,738	8	8	16
0.25 to <0.50	104,944	6,175	100	110,621	0.32	696,830	9		16,898	15	52	76
0.50 to <0.75	38,106	83	100	38,229	0.57	195,954	13		7,701	20	36	31
0.75 to <2.50	6,910	73	100	6,994	1.18	44,349	11		2,538	36	13	13
0.75 to <1.75	6,200	63	100	6,272	1.08	38,788	11		2,181	35	11	11
1.75 to <2.50	710	10	100	722	2.10	5,561	10		357	50	2	2
2.50 to <10.00	1,259	6	100	1,268	5.36	9,279	10		1,061	84	10	4
2.50 to <5.00	545	5	100	552	3.48	4,195	11		350	64	3	2
5.00 to <10.00	714	1	100	716	6.81	5,084	10		711	99	7	2
10.00 to <100.00	1,254	2	100	1,258	29.39	9,779	9		1,559	124	48	7
10.00 to <20.00	497	2	100	499	14.45	4,157	9		609	122	10	2
20.00 to <30.00	14	-	100	15	24.11	141	11		30	202	1	-
30.00 to <100.00	743	-	100	744	39.52	5,481	9		920	124	37	5
100.00 (default)	2,138	16	100	2,257	100.00	18,712	12		983	44	323	243
Subtotal (exposure class)	191,431	8,607	100	199,774	1.71	1,311,622	10		33,694	17	491	391
Total (all exposure classes)	313,234	91,851	65	365,314		21,956,562		0.88	98,645	27	2,719	3,116

Annex XXI: Credit risk – IRB approach continued

UK CR6: IRB approach – Credit risk exposures by exposure class and PD range continued

a	NWH Group												m
	b	c	d	e	f	g	h	i	j	k			
Retail exposures – qualifying revolving													
	On-balance sheet gross exposure	Off-balance sheet exposures pre CCF	Exposure weighted average CCF	Exposure post CCF and post CRM	Exposure weighted average PD	Number of obligors	Exposure weighted average LGD	Exposure weighted average maturity (years)	Risk-weighted exposure amount after supporting factors	Density of risk weighted exposure amount	Expected loss amount	Value adjustments and provisions	
PD range	£m	£m	%	£m	%		%		£m	%	£m	£m	
30 June 2023													
0.00 to <0.15	73	5,780	100	10,843	0.04	10,238,942	53		173	2	3	9	
0.00 to <0.10	5	4,930	100	9,414	0.03	8,610,647	52		114	1	2	5	
0.10 to <0.15	68	850	100	1,429	0.12	1,628,295	57		59	4	1	4	
0.15 to <0.25	152	210	100	437	0.17	145,658	64		28	6	1	6	
0.25 to <0.50	279	1,320	100	1,474	0.36	1,539,729	60		160	11	4	11	
0.50 to <0.75	884	6,824	100	1,817	0.60	1,627,215	68		351	19	8	18	
0.75 to <2.50	2,257	8,588	100	4,469	1.46	3,250,593	71		1,772	40	50	80	
0.75 to <1.75	1,068	5,567	100	2,439	1.08	2,092,696	70		760	31	20	33	
1.75 to <2.50	1,189	3,021	100	2,030	1.91	1,157,897	72		1,012	50	30	47	
2.50 to <10.00	2,865	1,105	100	3,551	4.57	1,307,421	75		3,321	94	130	176	
2.50 to <5.00	1,846	906	100	2,387	3.57	975,417	74		1,853	78	65	87	
5.00 to <10.00	1,019	199	100	1,164	6.63	332,005	77		1,468	126	65	89	
10.00 to <100.00	295	43	100	359	21.55	173,820	72		698	195	60	46	
10.00 to <20.00	191	33	100	238	13.40	110,259	73		416	176	25	25	
20.00 to <30.00	-	-	100	1	24.90	1,859	67		2	201	2	-	
30.00 to <100.00	104	10	100	120	37.58	61,703	70		280	232	33	21	
100.00 (default)	362	336	100	377	100.00	345,822	79		502	133	292	260	
Subtotal (exposure class)	7,167	24,206	100	23,327	3.01	18,629,195	62		7,005	30	548	606	
Total (all exposure classes)	310,758	97,008	64	363,807	-	22,263,980	-	0.80	97,046	27	2,842	2,868	

Annex XXI: Credit risk – IRB approach continued

UK CR6: IRB approach – Credit risk exposures by exposure class and PD range continued

NWH Group												
a	b	c	d	e	f	g	h	i	j	k	m	
Retail exposures – qualifying revolving												
PD range	On-balance sheet gross exposure £m	Off-balance sheet exposures pre CCF £m	Exposure weighted average CCF %	Exposure post CCF and post CRM £m	Exposure weighted average PD %	Number of obligors	Exposure weighted average LGD %	Exposure weighted average maturity (years)	Risk-weighted exposure amount after supporting factors £m	Density of risk weighted exposure amount %	Expected loss amount £m	Value adjustments and provisions £m
31 December 2023												
0.00 to <0.15	69	6,020	100	11,018	0.04	10,194,312	53		185	2	3	13
0.00 to <0.10	5	5,161	100	9,570	0.03	8,572,052	52		123	1	2	7
0.10 to <0.15	64	859	100	1,448	0.12	1,622,260	57		62	4	1	6
0.15 to <0.25	172	232	100	486	0.17	160,944	64		32	7	1	9
0.25 to <0.50	294	1,268	100	1,474	0.35	1,517,599	60		168	11	3	15
0.50 to <0.75	887	6,494	100	1,794	0.60	1,580,968	68		350	19	8	23
0.75 to <2.50	2,118	7,906	100	4,034	1.44	3,091,325	71		1,596	40	44	87
0.75 to <1.75	1,004	5,263	100	2,307	1.08	2,034,221	70		728	32	19	40
1.75 to <2.50	1,114	2,643	100	1,727	1.93	1,057,105	72		868	50	25	47
2.50 to <10.00	2,589	1,001	100	3,212	4.54	1,232,769	75		2,999	93	115	182
2.50 to <5.00	1,701	817	100	2,193	3.56	921,414	74		1,708	78	59	93
5.00 to <10.00	888	184	100	1,019	6.64	311,356	76		1,291	127	56	89
10.00 to <100.00	257	38	100	314	21.55	160,913	72		621	198	51	46
10.00 to <20.00	164	29	100	205	13.40	100,602	74		371	180	22	25
20.00 to <30.00	14	2	100	18	26.96	13,349	44		25	142	2	2
30.00 to <100.00	79	7	100	91	38.98	46,963	73		225	249	27	19
100.00 (default)	380	327	100	392	100.00	365,731	78		506	129	281	283
Subtotal (exposure class)	6,766	23,286	100	22,724	3.01	18,304,556	62		6,457	28	506	658
Total (all exposure classes)	313,234	91,851	65	365,314		21,956,562		0.88	98,645	27	2,719	3,116

Annex XXI: Credit risk – IRB approach continued

UK CR6: IRB approach – Credit risk exposures by exposure class and PD range continued

a	NWH Group											
	b	c	d	e	f	g	h	i	j	k	m	
Retail exposures – SME other												
	On-balance sheet gross exposure	Off-balance sheet exposures pre CCF	Exposure weighted average CCF	Exposure post CCF and post CRM	Exposure weighted average PD	Number of obligors	Exposure weighted average LGD	Exposure weighted average maturity (years)	Risk-weighted exposure amount after supporting factors	Density of risk weighted exposure amount	Expected loss amount	Value adjustments and provisions
PD range	£m	£m	%	£m	%		%		£m	%	£m	£m
30 June 2024												
0.00 to <0.15	-	-	-	-	-	-	-	-	-	-	-	-
0.00 to <0.10	-	-	-	-	-	-	-	-	-	-	-	-
0.10 to <0.15	-	-	-	-	-	-	-	-	-	-	-	-
0.15 to <0.25	-	11	100	9	0.17	4,324	59	-	2	18	-	-
0.25 to <0.50	-	666	100	745	0.32	370,804	63	-	209	28	2	4
0.50 to <0.75	672	33	100	771	0.63	90,922	36	-	182	24	2	2
0.75 to <2.50	5,484	358	100	5,983	1.26	498,789	31	-	1,701	28	26	38
0.75 to <1.75	4,429	129	100	4,659	1.05	319,959	28	-	1,091	23	14	19
1.75 to <2.50	1,055	229	100	1,324	2.02	178,831	44	-	610	46	12	19
2.50 to <10.00	2,038	42	100	2,228	4.47	273,586	33	-	862	39	33	22
2.50 to <5.00	1,322	22	100	1,472	3.37	215,316	32	-	543	37	16	9
5.00 to <10.00	716	20	100	756	6.60	58,271	34	-	319	42	17	13
10.00 to <100.00	415	10	100	431	22.83	36,879	33	-	246	57	30	18
10.00 to <20.00	234	7	100	245	13.54	21,120	38	-	140	57	12	9
20.00 to <30.00	7	-	-	7	24.27	367	39	-	5	75	1	-
30.00 to <100.00	174	3	100	179	35.46	15,392	27	-	101	56	17	9
100.00 (default)	2,039	2	100	2,080	100.00	92,763	14	-	256	12	263	248
Subtotal (exposure class)	10,648	1,122	100	12,247	19.28	1,368,062	31	-	3,458	28	356	332
Total (all exposure classes)	310,758	97,008	64	363,807	-	22,263,980	-	0.80	97,046	27	2,842	2,868

Annex XXI: Credit risk – IRB approach continued

UK CR6: IRB approach – Credit risk exposures by exposure class and PD range continued

NWH Group												
a	b	c	d	e	f	g	h	i	j	k	m	
Retail exposures – SME other												
PD range	On-balance sheet gross exposure £m	Off-balance sheet exposures pre CCF £m	Exposure weighted average CCF %	Exposure post CCF and post CRM £m	Exposure weighted average PD %	Number of obligors	Exposure weighted average LGD %	Exposure weighted average maturity (years)	Risk-weighted exposure amount after supporting factors £m	Density of risk weighted exposure amount %	Expected loss amount £m	Value adjustments and provisions £m
31 December 2023												
0.00 to <0.15	-	-	-	-	-	-	-	-	-	-	-	-
0.00 to <0.10	-	-	-	-	-	-	-	-	-	-	-	-
0.10 to <0.15	-	-	-	-	-	-	-	-	-	-	-	-
0.15 to <0.25	-	10	100	8	0	4,133	59	-	1	17	-	-
0.25 to <0.50	-	725	100	773	0	370,579	63	-	214	28	2	5
0.50 to <0.75	705	37	100	806	0.63	89,685	34	-	182	23	2	3
0.75 to <2.50	5,791	357	100	6,288	1.26	498,719	29	-	1,638	26	24	43
0.75 to <1.75	4,661	133	100	4,893	1.04	318,148	25	-	1,046	21	13	20
1.75 to <2.50	1,130	224	100	1,395	2.02	180,572	41	-	592	42	11	23
2.50 to <10.00	2,220	40	100	2,407	4.50	276,441	31	-	872	36	34	25
2.50 to <5.00	1,425	21	100	1,572	3.36	215,961	30	-	546	35	16	9
5.00 to <10.00	795	19	100	835	6.64	60,480	32	-	326	39	18	16
10.00 to <100.00	471	9	100	488	23.20	39,899	30	-	252	52	30	20
10.00 to <20.00	265	6	100	276	13.70	22,553	34	-	144	52	13	10
20.00 to <30.00	8	-	-	8	23.54	350	34	-	5	64	1	-
30.00 to <100.00	198	3	100	204	36.07	16,996	24	-	103	51	16	10
100.00 (default)	1,874	2	100	1,907	100.00	84,488	14	-	238	12	244	235
Subtotal (exposure class)	11,061	1,180	100	12,677	17.48	1,363,939	29	-	3,397	27	336	331
Total (all exposure classes)	313,234	91,851	65	365,314		21,956,562		0.88	98,645	27	2,719	3,116

Annex XXI: Credit risk – IRB approach continued

UK CR6: IRB approach – Credit risk exposures by exposure class and PD range continued

NWH Group													
a	b	c	d	e	f	g	h	i	j	k	m		
Retail exposures – non-SME other													
PD range	On-balance sheet gross exposure £m	Off-balance sheet exposures pre CCF £m	Exposure weighted average CCF %	Exposure post CCF and post CRM £m	Exposure weighted average PD %	Number of obligors	Exposure weighted average LGD %	Exposure weighted average maturity (years)	Risk-weighted exposure amount after supporting factors £m	Density of risk weighted exposure amount %	Expected loss amount £m	Value adjustments and provisions £m	
30 June 2024													
0.00 to <0.15	-	-	-	-	-	-	-	-	-	-	-	-	
0.00 to <0.10	-	-	-	-	-	-	-	-	-	-	-	-	
0.10 to <0.15	-	-	-	-	-	-	-	-	-	-	-	-	
0.15 to <0.25	-	-	-	-	-	-	-	-	-	-	-	-	
0.25 to <0.50	-	-	-	-	-	-	-	-	-	-	-	-	
0.50 to <0.75	87	-	-	88	0.69	18,060	68	-	70	79	1	1	
0.75 to <2.50	4,253	-	-	4,365	1.49	586,845	73	-	4,357	100	58	84	
0.75 to <1.75	2,688	-	-	2,759	1.15	445,917	71	-	2,472	90	27	41	
1.75 to <2.50	1,565	-	-	1,606	2.09	140,928	77	-	1,885	117	31	43	
2.50 to <10.00	1,682	-	-	1,720	5.11	170,118	77	-	2,269	132	79	107	
2.50 to <5.00	1,002	-	-	1,026	3.76	101,195	78	-	1,289	126	33	58	
5.00 to <10.00	680	-	-	694	7.11	68,923	76	-	980	141	46	49	
10.00 to <100.00	416	-	-	423	20.48	46,220	80	-	830	196	81	77	
10.00 to <20.00	294	-	-	300	13.63	31,386	80	-	529	176	39	41	
20.00 to <30.00	1	-	-	1	27.94	25	46	-	4	508	1	-	
30.00 to <100.00	121	-	-	122	37.32	14,809	80	-	297	243	41	36	
100.00 (default)	656	-	-	720	100.00	100,154	74	-	805	112	584	520	
Subtotal (exposure class)	7,094	-	-	7,316	13.13	921,461	74	-	8,352	114	803	789	
Total (all exposure classes)	310,758	97,008	64	363,807	-	22,263,980	-	0.80	97,046	27	2,843	2,867	

Annex XXI: Credit risk – IRB approach continued

UK CR6: IRB approach – Credit risk exposures by exposure class and PD range continued

NWH Group												
a	b	c	d	e	f	g	h	i	j	k	m	
Retail exposures – non-SME other												
PD range	On-balance sheet gross exposure £m	Off-balance sheet exposures pre CCF £m	Exposure weighted average CCF %	Exposure post CCF and post CRM £m	Exposure weighted average PD %	Number of obligors	Exposure weighted average LGD %	Exposure weighted average maturity (years)	Risk-weighted exposure amount after supporting factors £m	Density of risk weighted exposure amount %	Expected loss amount £m	Value adjustments and provisions £m
31 December 2023												
0.00 to <0.15	-	-	-	-	-	-	-	-	-	-	-	-
0.00 to <0.10	-	-	-	-	-	-	-	-	-	-	-	-
0.10 to <0.15	-	-	-	-	-	-	-	-	-	-	-	-
0.15 to <0.25	-	-	-	-	-	-	-	-	-	-	-	-
0.25 to <0.50	-	-	-	-	-	-	-	-	-	-	-	-
0.50 to <0.75	73	-	-	74	1	15,287	68	-	63	85	1	1
0.75 to <2.50	4,267	-	-	4,376	2	592,778	74	-	4,436	101	56	99
0.75 to <1.75	2,690	-	-	2,758	1	453,870	71	-	2,515	91	26	47
1.75 to <2.50	1,577	-	-	1,618	2	138,908	77	-	1,921	119	30	52
2.50 to <10.00	1,565	-	-	1,600	5	159,369	77	-	2,155	135	72	117
2.50 to <5.00	942	-	-	963	4	95,113	78	-	1,229	128	31	65
5.00 to <10.00	623	-	-	637	7	64,257	76	-	926	145	41	52
10.00 to <100.00	380	-	-	386	21	43,155	79	-	779	202	75	73
10.00 to <20.00	267	-	-	273	14	29,314	79	-	495	181	35	42
20.00 to <30.00	1	-	-	1	28	30	48	-	6	619	1	-
30.00 to <100.00	112	-	-	112	38	13,811	80	-	278	249	39	31
100.00 (default)	735	-	-	795	100	113,629	77	-	849	107	630	596
Subtotal (exposure class)	7,020	-	-	7,231	14.14	924,261	75	-	8,304	115	834	886
Total (all exposure classes)	313,234	91,851	65	365,314		21,956,562		0.88	98,645	27	2,719	3,116

Annex XXI: Credit risk – IRB approach continued

UK CR7: IRB approach – Effect on the RWAs of credit derivatives used as CRM techniques

The table below shows the effect of credit derivatives on the calculation of IRB approach capital requirements by AIRB exposure class. The table excludes counterparty credit risk, securitisations, equity exposures and non-credit obligation assets.

		NWH Group			
		a		b	
		30 June 2024		31 December 2023	
		Pre-credit derivatives RWAs £m	Actual RWAs £m	Pre-credit derivatives RWAs £m	Actual RWAs £m
5	Exposures under AIRB	97,046	97,046	98,645	98,645
6	Central governments and central banks	871	871	987	987
7	Institutions	2,313	2,313	3,464	3,464
8	Corporates	40,516	40,516	41,946	41,946
8.1	<i>Of which: SME</i>	7,150	7,150	6,982	6,982
8.3	<i>Of which: Other</i>	33,366	33,366	34,964	34,964
9	Retail	53,346	53,346	52,248	52,248
9.1	<i>Of which: secured by real estate SME - secured by immovable property collateral</i>	395	395	396	396
9.2	<i>Of which: secured by real estate non-SME - secured by immovable property collateral</i>	34,136	34,136	33,694	33,694
9.3	<i>Of which: qualifying revolving</i>	7,005	7,005	6,457	6,457
9.4	<i>Of which: Other SME</i>	3,458	3,458	3,397	3,397
9.5	<i>Of which: Other non-SME</i>	8,352	8,352	8,304	8,304
10	Total	97,046	97,046	98,645	98,645

- (1) Rows 1-4.2 are not presented as NWH Group does not use FIRB to calculate capital requirements for IRB exposures.
(2) Specialised lending exposures under the slotting approach are excluded.

Annex XXI: Credit risk – IRB approach continued

UK CR7-A: IRB approach – Disclosure of the extent of the use of CRM techniques

The table below provides a view of the CRR credit risk mitigation techniques used in the capital requirements calculation for IRB exposures. These are presented by AIRB exposures class only as NWH Group does not apply the FIRB method. The table excludes counterparty credit risk, securitisations and non-credit obligation assets.

A-IRB		NWH Group													Credit risk mitigation methods in the calculation of RWAs	
		Credit risk mitigation techniques											Unfunded credit protection (UFCP)			
Total exposures		Funded credit protection (FCP)						Part of exposures covered by other funded credit protection					Part of exposures covered by credit derivatives		RWA post all CRM assigned to the obligor exposure class	RWA with substitution effects
		Part of exposures covered by financial collaterals	Part of exposures covered by other eligible collaterals	Part of exposures covered by immovable property collaterals	Part of exposures covered by receivables	Part of exposures covered by other physical collaterals	Part of exposures covered by other funded credit protection	Part of exposures covered by cash on deposit	Part of exposures covered by life insurance policies	Part of exposures covered by instruments held by a third party	Part of exposures covered by guarantees	Part of exposures covered by credit derivatives	RWA	RWA		
£m	%	%	%	%	%	%	%	%	%	%	%	%	%	£m	£m	
30 June 2024		a	b	c	d	e	f	g	h	i	j	k	l	m	n	
1	Central governments and central banks	20,378	0.34	0.11	0.11	-	-	-	-	-	-	-	-	871	871	
2	Institutions	8,430	21.85	0.99	0.94	-	0.05	-	-	-	-	2.51	-	2,313	2,313	
3	Corporates	92,662	1.46	41.28	26.98	3.80	10.50	-	-	-	-	2.02	-	40,516	40,516	
3.1	Of which: SME	16,646	1.37	81.83	61.52	9.53	10.79	0.01	-	-	0.01	3.81	-	7,150	7,150	
3.2	Of which: specialised lending	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
3.3	Of which: other	76,016	1.48	32.40	19.41	2.55	10.44	-	-	-	-	1.63	-	33,366	33,366	
4	Retail	242,337	-	176.34	176.34	-	-	-	-	-	-	1.85	-	53,346	53,346	
4.1	Of which: immovable property SME	914	-	-	-	-	-	-	-	-	-	0.92	-	395	395	
4.2	Of which: immovable property non-SME	198,533	-	215.25	215.25	-	-	-	-	-	-	-	-	34,136	34,136	
4.3	Of which: qualifying revolving	23,327	-	-	-	-	-	-	-	-	-	-	-	7,005	7,005	
4.4	Of which: other SME	12,247	-	-	-	-	-	-	-	-	-	36.61	-	3,458	3,458	
4.5	Of which: other non-SME	7,316	-	-	-	-	-	-	-	-	-	-	-	8,352	8,352	
5	Total	363,807	0.90	128.01	124.36	0.97	2.68	-	-	-	-	1.81	-	97,046	97,046	

Annex XXI: Credit risk – IRB approach continued

UK CR7-A: IRB approach – Disclosure of the extent of the use of CRM techniques continued

NWH Group														
	Credit risk mitigation techniques											Credit risk mitigation methods in the calculation of RWEAs		
	Funded credit protection (FCP)						Unfunded credit protection (UFCP)							
	Total exposures £m	Part of exposures covered by financial collaterals %	Part of exposures covered by other eligible collaterals %	Part of exposures covered by immovable property collaterals %	Part of exposures covered by receivables %	Part of exposures covered by other physical collaterals %	Part of exposures covered by other funded credit protection %	Part of exposures covered by cash on deposit %	Part of exposures covered by life insurance policies %	Part of exposures covered by instruments held by a third party %	Part of exposures covered by guarantees %	Part of exposures covered by credit derivatives %	RWA post all CRM assigned to the obligor exposure class £m	RWA with substitution effects £m
	a	b	c	d	e	f	g	h	i	j	k	l	m	n
30 June 2024														
6 Specialised lending under the slotting approach	17,260												10,949	10,949
7 Equity exposures	11												3	3
8 Total	17,271												10,952	10,952

Annex XXI: Credit risk – IRB approach continued

UK CR7-A: IRB approach – Disclosure of the extent of the use of CRM techniques continued

		NWH Group													
		Credit risk mitigation techniques										Unfunded credit protection (UFCP)		Credit risk mitigation methods in the calculation of RWAs	
		Funded credit protection (FCP)													
Total exposures	Part of exposures covered by financial collaterals	Part of exposures covered by other eligible collaterals	Part of exposures covered by immovable property collaterals	Part of exposures covered by receivables	Part of exposures covered by other physical collaterals	Part of exposures covered by other funded credit protection	Part of exposures covered by cash on deposit	Part of exposures covered by life insurance policies	Part of exposures covered by instruments held by a third party	Part of exposures covered by guarantees	Part of exposures covered by credit derivatives	RWA assigned to the obligor exposure class	RWA with substitution effects		
														£m	%
31 December 2023		a	b	c	d	e	f	g	h	i	j	k	l	m	n
1	Central governments and central banks	15,724	0.39	0.19	0.19	-	-	-	-	-	-	-	-	987	987
2	Institutions	10,746	16.69	1.04	1.00	-	0.04	-	-	-	-	-	-	3,464	3,464
3	Corporates	95,466	13.26	110.97	54.16	7.82	48.99	-	-	-	-	1.96	-	41,946	41,946
3.1	Of which: SME	16,494	6.54	115.90	45.96	19.92	50.02	0.01	-	-	0.01	5.08	-	6,982	6,982
3.3	Of which: Other	78,972	14.66	109.94	55.87	5.29	48.78	-	-	-	-	1.31	-	34,964	34,964
4	Retail	243,378	-	185.46	185.46	-	-	-	-	-	-	2.07	-	52,248	52,248
4.1	Of which: Immovable property SME	972	-	-	-	-	-	-	-	-	-	1.09	-	396	396
4.2	Of which: Immovable property non-SME	199,774	-	225.93	225.93	-	-	-	-	-	-	-	-	33,694	33,694
4.3	Of which: Qualifying revolving	22,724	-	-	-	-	-	-	-	-	-	-	-	6,457	6,457
4.4	Of which: Other SMEs	12,677	-	-	-	-	-	-	-	-	-	39.72	-	3,397	3,397
4.5	Of which: Other non-SME	7,231	-	-	-	-	-	-	-	-	-	-	-	8,304	8,304
5	Total	365,314	3.97	152.24	137.40	2.04	12.80	-	-	-	-	1.89	-	98,645	98,645

Annex XXI: Credit risk – IRB approach continued

UK CR7-A: IRB approach – Disclosure of the extent of the use of CRM techniques continued

		NWH Group													
		Credit risk mitigation techniques											Credit risk mitigation methods in the calculation of RWAs		
		Funded credit protection (FCP)									Unfunded credit protection (UFCP)		Credit risk mitigation methods in the calculation of RWAs		
		Part of exposures covered by			Part of exposures covered by			Part of exposures covered by other	Part of exposures covered by		Part of exposures covered by	Part of exposures covered by	Part of exposures covered by	RWA post all assigned to the obligor exposure class	RWA with substitution effects
		financial collaterals	other eligible collaterals		immovable property collaterals	exposures covered by receivables		physical collaterals	cash on deposit	insurance policies	instruments held by a third party	exposures covered by guarantees	exposures covered by credit derivatives	£m	£m
31 December 2023		a	b	c	d	e	f	g	h	i	j	k	l	m	n
6	Specialised lending under the slotting approach	17,755												11,502	11,502
7	Equity exposures	1	-	-	-	-	-	-	-	-	-	-	-	3	3
8	Total	17,756												11,505	11,505

Annex XXIII: Specialised lending

UK CR10: Specialised lending and equity exposures under the simple risk-weighted approach

The table below shows IRB specialised lending exposures subject to the supervisory slotting approach analysed by type of lending and regulatory category. Exposures subject to the Securitisations framework are excluded.

CR10.1

		NWH Group					
		a	b	c	d	e	f
		Specialised lending: project finance (slotting approach)					
		On-balance sheet exposure	Off-balance sheet exposure	Risk-weight	Exposure value	Risk-weighted exposure amount	Expected loss amount
		£m	£m	%	£m	£m	£m
30 June 2024	Remaining maturity						
Category 1	Less than 2.5 years	864	545	50%	1,162	477	-
	Equal to or more than 2.5 years	3,588	1,983	70%	4,816	2,773	19
Category 2	Less than 2.5 years	49	109	70%	151	99	1
	Equal to or more than 2.5 years	398	171	90%	527	389	4
Category 3	Less than 2.5 years	20	16	115%	31	27	1
	Equal to or more than 2.5 years	77	6	115%	79	77	2
Category 4	Less than 2.5 years	-	-	250%	-	-	-
	Equal to or more than 2.5 years	-	-	250%	-	-	-
Category 5	Less than 2.5 years	-	-	-	-	-	-
	Equal to or more than 2.5 years	129	3	-	130	-	66
Total	Less than 2.5 years	933	670		1,344	603	2
	Equal to or more than 2.5 years	4,192	2,163		5,552	3,239	91

		NWH Group					
		a	b	c	d	e	f
		Specialised lending: project finance (slotting approach)					
		On-balance sheet exposure	Off-balance sheet exposure	Risk-weight	Exposure value	Risk-weighted exposure amount	Expected loss amount
		£m	£m	%	£m	£m	£m
31 December 2023	Remaining maturity						
Category 1	Less than 2.5 years	847	464	50%	1,168	500	-
	Equal to or more than 2.5 years	3,886	2,493	70%	6,010	3,574	24
Category 2	Less than 2.5 years	17	86	70%	98	68	-
	Equal to or more than 2.5 years	399	239	90%	567	455	5
Category 3	Less than 2.5 years	18	18	115%	32	37	1
	Equal to or more than 2.5 years	114	8	115%	117	110	3
Category 4	Less than 2.5 years	-	-	250%	-	-	-
	Equal to or more than 2.5 years	43	3	250%	44	83	4
Category 5	Less than 2.5 years	-	-	-	-	-	-
	Equal to or more than 2.5 years	89	9	-	97	-	48
Total	Less than 2.5 years	882	568		1,298	605	1
	Equal to or more than 2.5 years	4,531	2,752		6,835	4,222	84

Annex XXIII: Specialised lending continued

UK CR10: Specialised lending and equity exposures under the simple risk-weighted approach continued

CR10.2

		NWH Group					
		a	b	c	d	e	f
		Specialised lending: income-producing real estate and high volatility commercial real estate (slotting approach)					
		On-balance sheet exposure £m	Off-balance sheet exposure £m	Risk-weight %	Exposure value £m	Risk- weighted exposure amount £m	Expected loss amount £m
30 June 2024	Remaining maturity						
Category 1	Less than 2.5 years	2,783	298	50%	2,914	1,457	-
	Equal to or more than 2.5 years	2,343	283	70%	2,536	1,775	10
Category 2	Less than 2.5 years	2,445	199	70%	2,557	1,791	10
	Equal to or more than 2.5 years	1,693	167	90%	1,802	1,622	14
Category 3	Less than 2.5 years	205	1	115%	203	233	6
	Equal to or more than 2.5 years	42	2	115%	44	50	1
Category 4	Less than 2.5 years	62	-	250%	63	157	5
	Equal to or more than 2.5 years	9	-	250%	9	22	1
Category 5	Less than 2.5 years	195	1	-	196	-	98
	Equal to or more than 2.5 years	38	2	-	40	-	20
Total	Less than 2.5 years	5,690	499		5,933	3,638	119
	Equal to or more than 2.5 years	4,125	454		4,431	3,469	46

		NWH Group					
		a	b	c	d	e	f
		Specialised lending: income-producing real estate and high volatility commercial real estate (slotting approach)					
		On-balance sheet exposure £m	Off-balance sheet exposure £m	Risk-weight %	Exposure value £m	Risk- weighted exposure amount £m	Expected loss amount £m
31 December 2023	Remaining maturity						
Category 1	Less than 2.5 years	2,325	293	50%	2,453	1,226	-
	Equal to or more than 2.5 years	2,014	243	70%	2,154	1,507	9
Category 2	Less than 2.5 years	2,496	205	70%	2,619	1,833	10
	Equal to or more than 2.5 years	1,647	298	90%	1,908	1,717	14
Category 3	Less than 2.5 years	195	3	115%	194	223	5
	Equal to or more than 2.5 years	24	1	115%	24	28	1
Category 4	Less than 2.5 years	48	-	250%	49	122	4
	Equal to or more than 2.5 years	7	-	250%	7	18	1
Category 5	Less than 2.5 years	168	2	-	170	-	86
	Equal to or more than 2.5 years	44	-	-	44	-	22
Total	Less than 2.5 years	5,232	503		5,485	3,404	105
	Equal to or more than 2.5 years	3,736	542		4,137	3,270	47

Annex XXV: Counterparty credit risk

UK CCR1: Analysis of CCR exposure by approach

The table below shows the methods used to calculate counterparty credit risk exposure and RWAs. It excludes the CVA charge, exposures to central counterparties (CCPs) and exposures to securitisation positions ⁽¹⁾.

		NWH Group							
		a	b	c	d	e	f	g	h
		Replacement cost/current (RC)	Potential future exposure (PPE)	EEPE	Alpha used for computing regulatory exposure value	Exposure value pre-CRM	Exposure value post-CRM	Exposure value	RWA
		£m	£m	£m	£m	£m	£m	£m	£m
30 June 2024									
1	SA-CCR (for derivatives)	65	220	-	1.4	1,575	399	399	184
4	Financial collateral comprehensive method (for SFTs)					59,972	1,533	1,533	173
6	Total					61,547	1,932	1,932	357

		NWH Group							
		a	b	c	d	e	f	g	h
		Replacement cost/current (RC)	Potential future exposure (PPE)	EEPE	Alpha used for computing regulatory exposure value	Exposure value pre-CRM	Exposure value post-CRM	Exposure value	RWA
		£m	£m	£m	£m	£m	£m	£m	£m
31 December 2023									
1	SA-CCR (for derivatives)	91	219	-	1.4	904	434	434	137
4	Financial collateral comprehensive method (for SFTs)					66,438	2,382	2,382	440
6	Total					67,342	2,816	2,816	577

(1) Disclosures relating to the items excluded from the scope of this table are presented as follows: a) Table UK CCR2 (CVA charge), b) Table UK CCR8 (exposures to CCPs) and c) Tables UK SEC1, UK SEC3 and UK SEC4 (exposures to securitisation positions).

(2) The following rows and/or columns are not presented in the table because they had zero values for the period or are not used by NWH Group: row (UK1) Original Exposure Method (for derivatives), row (UK2) Simplified SA-CCR (for derivatives), row (2) IMM (for derivatives and SFTs), row (2a) IMM (for derivatives and SFTs) Of which securities financing transactions netting sets, row (2b) Of which derivatives and long settlement transactions netting sets, row (2c) IMM (for derivatives and SFTs) Of which from contractual cross-product netting sets, row (3) Financial collateral simple method (for SFTs) and row (5) VaR for SFTs.

- The RWA increase under SA-CCR for derivatives reflects increased exposure to higher-risk-weighted counterparties.
- The decrease under the financial collateral comprehensive method for SFTs reflects the expiration of facilities.

Annex XXV: Counterparty credit risk continued

UK CCR2: Transactions subject to own funds requirements for CVA risk

The table below shows the CVA charge, split by approach.

		NWH Group			
		a	b	a	b
		30 June 2024		31 December 2023	
		Exposure value	RWAs	Exposure amount	RWAs
		£m	£m	£m	£m
4	Transactions subject to the standardised method	318	165	306	77

(1) The following rows and/or columns are not presented in the table because they had zero values for the period or are not used by NWH Group: row (1) Total transactions subject to the Advanced method, row (2) VaR component (including the multiplier), row (3) stressed VaR component (including the multiplier) and row (UK4) Transactions subject to the Alternative approach (Based on the Original Exposure Method).

- The increase in CVA RWAs was largely driven by increased interest rate risk hedging of capital issuances.

Annex XXV: Counterparty credit risk continued

UK CCR3: Standardised approach – CCR exposures by regulatory exposure class and risk weights

The table below shows a view of counterparty credit risk positions subject to the standardised risk-weight approach by exposure class. It excludes the CVA charge and exposures to securitisation positions but includes exposures to qualifying CCPs.

Exposure class	NWH Group											
	Risk-weight											
	a	b	c	d	e	f	g	h	i	j	k	l
	0%	2%	4%	10%	20%	50%	70%	75%	100%	150%	Others	Total exposure value
	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m
30 June 2024												
1 Central governments or central banks	486	-	-	-	-	-	-	-	-	-	-	486
6 Institutions	-	283	-	-	109	88	-	-	-	-	-	480
7 Corporates	-	-	6	-	-	98	-	-	1	-	-	105
11 Total exposure value	486	283	6	-	109	186	-	-	1	-	-	1,071

Exposure class	NWH Group											
	Risk-weight											
	a	b	c	d	e	f	g	h	i	j	k	l
	0%	2%	4%	10%	20%	50%	70%	75%	100%	150%	Others	Total exposure value
	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m
31 December 2023												
1 Central governments or central banks	87	-	-	-	-	-	-	-	-	-	-	87
6 Institutions	-	282	-	-	90	31	-	-	-	-	-	403
7 Corporates	-	-	-	-	-	-	-	-	120	-	-	120
11 Total exposure value	87	282	-	-	90	31	-	-	120	-	-	610

(1) The following rows are not presented in the table because they had zero values for the period: row (2) Regional government or local authorities, row (3) Public sector entities, row (4) multilateral development banks, row (5) International organisations, row (8) Retail, row (9) Institutions and corporates with a short-term credit assessment and row (10) other items.

- The increase in central governments and central bank exposure was due to a new SFT.
- The increase in institutions was driven by new over-the-counter exposures carrying a 50% risk weight.
- The reduction in the 100% risk weight band was driven by a reclassification of counterparties.

Annex XXV: Counterparty credit risk continued

UK CCR4: IRB approach – CCR exposures by exposure class and PD scale

The table below shows a detailed view of counterparty credit risk positions subject to the IRB risk-weight approach by exposure class and PD scale. It excludes the CVA charge, exposures to CCPs and exposures to securitisation positions. Counterparty credit risk exposures subject to the supervisory slotting method are not included in this table and they are disclosed in table UK CR10.

			NWH Group						
			a	b	c	d	e	f	g
			Exposure value £m	Exposure weighted Average PD %	Number of obligors	Exposure weighted Average LGD %	Exposure weighted Average maturity Years	RWAs £m	Destiny of risk weighted exposure amounts %
30 June 2024		PD scale							
	Central governments and central banks	0.00 to <0.15	134	0.02	3	47	0.32	4	3
	Central governments and central banks	0.15 to <0.25	-	-	-	-	-	-	-
	Central governments and central banks	0.25 to <0.50	-	-	-	-	-	-	-
	Central governments and central banks	0.50 to <0.75	-	-	-	-	-	-	-
	Central governments and central banks	0.75 to <2.50	-	-	-	-	-	-	-
	Central governments and central banks	2.50 to <10.00	-	-	-	-	-	-	-
	Central governments and central banks	10.00 to <100.00	-	-	-	-	-	-	-
	Central governments and central banks	100.00 (Default)	-	-	-	-	-	-	-
	Total - Central governments and central banks		134	0.02	3	47	0.32	4	3
	Institutions	0.00 to <0.15	21	0.11	3	45	1.24	7	32
	Institutions	0.15 to <0.25	262	0.21	21	45	0.94	109	42
	Institutions	0.25 to <0.50	36	0.32	2	45	1.13	16	44
	Institutions	0.50 to <0.75	-	-	-	-	-	-	-
	Institutions	0.75 to <2.50	-	-	-	-	-	-	-
	Institutions	2.50 to <10.00	-	-	-	-	-	-	-
	Institutions	10.00 to <100.00	-	-	-	-	-	-	-
	Institutions	100.00 (Default)	-	-	-	-	-	-	-
	Total - Institutions		319	0.21	26	45	0.98	132	41
	Corporates - SME	0.00 to <0.15	-	-	-	-	-	-	-
	Corporates - SME	0.15 to <0.25	-	-	-	-	-	-	-
	Corporates - SME	0.25 to <0.50	-	-	-	-	-	-	-
	Corporates - SME	0.50 to <0.75	-	-	-	-	-	-	-
	Corporates - SME	0.75 to <2.50	-	-	-	-	-	-	-
	Corporates - SME	2.50 to <10.00	-	-	-	-	-	-	-
	Corporates - SME	10.00 to <100.00	-	-	-	-	-	-	-
	Corporates - SME	100.00 (Default)	-	-	-	-	-	-	-
	Total - Corporates - SME		-	-	-	-	-	-	-

Annex XXV: Counterparty credit risk continued

UK CCR4: IRB approach – CCR exposures by exposure class and PD scale continued

		NWH Group						
		a	b	c	d	e	f	g
		Exposure value	Exposure weighted Average PD	Number of obligors	Exposure weighted Average LGD	Exposure weighted Average maturity	RWAs	Destiny of risk weighted exposure amounts
		£m	%		%	Years	£m	%
30 June 2024	PD scale							
Corporates - Other	0.00 to <0.15	574	0.04	177	45	0.8	69	12
Corporates - Other	0.15 to <0.25	117	0.19	6	45	0.3	36	30
Corporates - Other	0.25 to <0.50	-	-	-	-	-	-	-
Corporates - Other	0.50 to <0.75	-	-	-	-	-	-	-
Corporates - Other	0.75 to <2.50	-	-	-	-	-	-	-
Corporates - Other	2.50 to <10.00	-	-	-	-	-	-	-
Corporates - Other	10.00 to <100.00	-	-	-	-	-	-	-
Corporates - Other	100.00 (Default)	-	-	-	-	-	-	-
Total - Corporates - Other		691	0.07	183	45	0.7	105	15
Total - Wholesale all portfolios		1,144	0.10	212	45	0.7	241	21

Annex XXV: Counterparty credit risk continued

UK CCR4: IRB approach – CCR exposures by exposure class and PD scale continued

		NWH Group						
		a	b	c	d	e	f	g
		Exposure value	Exposure weighted Average PD	Number of obligors	Exposure weighted Average LGD	Exposure weighted Average maturity	RWAs	Destiny of risk weighted exposure amounts
31 December 2023	PD scale	£m	%		%	Years	£m	%
Central governments and central banks	0.00 to <0.15	46	0.01	3	45	0.42	-	1
Central governments and central banks	0.15 to <0.25	-	-	-	-	-	-	-
Central governments and central banks	0.25 to <0.50	-	-	-	-	-	-	-
Central governments and central banks	0.50 to <0.75	-	-	-	-	-	-	-
Central governments and central banks	0.75 to <2.50	-	-	-	-	-	-	-
Central governments and central banks	2.50 to <10.00	-	-	-	-	-	-	-
Central governments and central banks	10.00 to <100.00	-	-	-	-	-	-	-
Central governments and central banks	100.00 (Default)	-	-	-	-	-	-	-
Total - Central governments and central banks		46	0.01	3	45	0.42	-	1
Institutions	0.00 to <0.15	46	0.11	3	45	0.38	10	22
Institutions	0.15 to <0.25	426	0.21	12	45	0.43	153	36
Institutions	0.25 to <0.50	93	0.32	3	45	0.11	30	33
Institutions	0.50 to <0.75	-	-	-	-	-	-	-
Institutions	0.75 to <2.50	-	-	-	-	-	-	-
Institutions	2.50 to <10.00	-	-	-	-	-	-	-
Institutions	10.00 to <100.00	-	-	-	-	-	-	-
Institutions	100.00 (Default)	-	-	-	-	-	-	-
Total - Institutions		565	0.22	18	45	0.37	193	34
Corporates - SME	0.00 to <0.15	-	-	-	-	-	-	-
Corporates - SME	0.15 to <0.25	-	-	-	-	-	-	-
Corporates - SME	0.25 to <0.50	-	-	-	-	-	-	-
Corporates - SME	0.50 to <0.75	-	-	-	-	-	-	-
Corporates - SME	0.75 to <2.50	-	-	-	-	-	-	-
Corporates - SME	2.50 to <10.00	-	-	-	-	-	-	-
Corporates - SME	10.00 to <100.00	-	-	-	-	-	-	-
Corporates - SME	100.00 (Default)	-	-	-	-	-	-	-
Total - Corporates - SME		-	-	-	-	-	-	-

Annex XXV: Counterparty credit risk continued

UK CCR4: IRB approach – CCR exposures by exposure class and PD scale continued

		NWH Group						
		a	b	c	d	e	f	g
		Exposure value	Exposure weighted Average PD	Number of obligors	Exposure weighted Average LGD	Exposure weighted Average maturity	RWAs	Destiny of risk weighted exposure amounts
31 December 2023		£m	%		%	Years	£m	%
	PD scale							
Corporates - Other	0.00 to <0.15	1,682	0.05	190	45	0.20	164	10
Corporates - Other	0.15 to <0.25	196	0.20	7	45	0.52	67	34
Corporates - Other	0.25 to <0.50	-	-	-	-	-	-	-
Corporates - Other	0.50 to <0.75	-	-	-	-	-	-	-
Corporates - Other	0.75 to <2.50	-	-	-	-	-	-	-
Corporates - Other	2.50 to <10.00	-	-	-	-	-	-	-
Corporates - Other	10.00 to <100.00	-	-	-	-	-	-	-
Corporates - Other	100.00 (Default)	-	-	-	-	-	-	-
Total - Corporates - Other		1,878	0.07	197	45	0.23	231	12
Total - Wholesale all portfolios		2,489	0.10	218	45	0.27	424	17

- The RWA reduction in the Corporates - Other exposure class was driven by the expiration of SFTs.

Annex XXV: Counterparty credit risk continued
CCR6 – Credit derivative exposures

		NWH Group	
		a	b
		30 June 2024	
		Protection bought £m	Protection sold £m
Notionals			
1	Single-name credit default swaps	-	-
2	Index credit default swaps	390	25
3	Total return swaps	-	-
4	Credit options	-	-
5	Other credit derivatives	-	-
6	Total notionals	390	25
Fair values			
7	Positive fair value (asset)	-	-
8	Negative fair value (liability)	-	-

- During H1 2024, NatWest Bank Plc started purchasing cleared Index CDS to manage funding valuation adjustments.

Annex XXV: Counterparty credit risk continued

UK CCR8: Exposures to CCPs

The table below shows counterparty credit risk exposures to CCPs including default fund contributions. A qualifying CCP (QCCP) means a CCP that has been either authorised or recognised in accordance with the relevant regulation.

	NWH Group			
	a		b	
	30 June 2024		31 December 2023	
	Exposure value £m	RWA £m	Exposure value £m	RWA £m
1 Exposures to QCCPs (total)		34		65
2 Exposures for trades at QCCPs (excluding initial margin and default fund contributions)	283	6	283	6
Of which:				
3 (i) OTC derivatives	98	2	78	2
4 (ii) Exchange-traded derivatives	-	-	-	-
5 (iii) Securities financing transactions	185	4	205	4
6 (iv) Netting sets where cross-product netting has been approved	-	-	-	-
9 Pre-funded default fund contributions	58	28	168	60

(1) The following rows are not presented in the table because they had zero values for the period; row (7) Segregated initial margin, row (8) Non-segregated initial margin and row (10) Unfunded default fund contributions. Row (11) Exposures to non-QCCPs (total), row (12) Exposures for trades at non-QCCPs (excluding initial margin and default fund contributions), row (13) OTC derivatives, row (14) Exchange-traded derivatives, row (15) SFTs, row (16) Netting sets where cross-product netting has been approved, row (17) Segregated initial margin, row (18) Non-segregated initial margin, row (19) Prefunded default fund contributions and row (20) Unfunded default fund contributions.

- Financial instruments placed with qualifying CCPs remained broadly stable in the period.
- The RWA reduction was driven by lower default fund contributions.

Annex XXVII: Securitisation

UK SEC1: Securitisation exposures in the non-trading book

The table below shows total non-trading book securitisation exposures where NWH Group acted as originator, sponsor or investor. These are presented by exposure type.

		NWH Group																	
		a	b	c	d	e	f	g	h	i	j	k	l	m	n	o			
		Institution acts as Originator						Institution acts as Sponsor						Institution acts as Investor					
		Traditional			Synthetic			Sub-total	Traditional			Synthetic			Sub-total	Traditional		Synthetic	Sub-total
		STS		Non-STS															
		of which SRT		of which SRT		of which SRT				STS		Non-STS		STS		Non-STS			
30 June 2024		£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m
1	Total exposures	-	-	-	-	7,359	5,787	7,359	-	-	-	-	2,342	1,089	-	-	3,431	-	-
2	Retail (total)	-	-	-	-	1,574	2	1,574	-	-	-	-	1,953	1,089	-	-	3,042	-	-
3	Residential mortgages	-	-	-	-	1,572	-	1,572	-	-	-	-	1,302	688	-	-	1,990	-	-
4	Credit card	-	-	-	-	-	-	-	-	-	-	-	651	-	-	-	651	-	-
5	Other retail exposures	-	-	-	-	2	2	2	-	-	-	-	-	401	-	-	401	-	-
7	Wholesale (total)	-	-	-	-	5,785	5,785	5,785	-	-	-	-	389	-	-	-	389	-	-
8	Loans to corporates	-	-	-	-	5,513	5,513	5,513	-	-	-	-	-	-	-	-	-	-	-
9	Commercial Mortgages	-	-	-	-	272	272	272	-	-	-	-	-	-	-	-	-	-	-
10	Lease and receivables	-	-	-	-	-	-	-	-	-	-	-	389	-	-	-	389	-	-
11	Other wholesale	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

		NWH Group																	
		a	b	c	d	e	f	g	h	i	j	k	l	m	n	o			
		Institution acts as Originator						Institution acts as Sponsor						Institution acts as Investor					
		Traditional			Synthetic			Sub-total	Traditional			Synthetic			Sub-total	Traditional		Synthetic	Sub-total
		STS		Non-STS															
		of which SRT		of which SRT		of which SRT				STS		Non-STS		STS		Non-STS			
31 December 2023		£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m
1	Total exposures	-	-	-	-	3,993	2,295	3,993	-	-	-	-	2,153	794	-	-	2,947	-	-
2	Retail (total)	-	-	-	-	1,782	84	1,782	-	-	-	-	1,726	794	-	-	2,520	-	-
3	Residential mortgages	-	-	-	-	1,698	-	1,698	-	-	-	-	1,074	393	-	-	1,467	-	-
4	Credit card	-	-	-	-	-	-	-	-	-	-	-	652	-	-	-	652	-	-
5	Other retail exposures	-	-	-	-	84	84	84	-	-	-	-	-	401	-	-	401	-	-
6	Re-securitisation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
7	Wholesale (total)	-	-	-	-	2,211	2,211	2,211	-	-	-	-	427	-	-	-	427	-	-
8	Loans to corporates	-	-	-	-	1,819	1,819	1,819	-	-	-	-	-	-	-	-	-	-	-
9	Commercial Mortgages	-	-	-	-	392	392	392	-	-	-	-	-	-	-	-	-	-	-
10	Lease and receivables	-	-	-	-	-	-	-	-	-	-	-	427	-	-	-	427	-	-
11	Other wholesale	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

(1) The re-securitisation rows are not presented in UK SEC1, 3, 4 and 5 as there were no applicable exposures in NWH Group in either period.

Annex XXVII: Securitisation continued

UK SEC3: Securitisation exposures in the non-trading book and associated regulatory capital requirements - institution acting as originator or as sponsor

The table below shows securitisation exposures in the non-trading book and associated regulatory capital requirements where NWH Group acted as originator or sponsor. These are presented by exposure type.

	NWH Group																
	a	b	c	d	e	f	g	h	i	j	k	l	m	n	o	p	q
	Exposure values (by RW bands/deductions)				Exposure values (by regulatory approach)					RWA (by regulatory approach)				Capital charge after cap			
	≤20% RW	>20% to 50% RW	>50% to 100% RW	>100% to <1250% RW	1250% RW/ deductions	SEC- IRBA	SEC- ERBA (including IAA)	SEC- SA	1250%/ deductions	SEC- IRBA	SEC- ERBA (including IAA)	SEC- SA	1250%/ deductions	SEC-IRBA	SEC ERBA (including IAA)	SEC- SA	1250%/ deductions
30 June 2024	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m
1 Total Exposures	4,926	-	-	844	16	5,787	-	-	-	1,086	-	-	-	87	-	-	-
9 Synthetic transactions	4,926	-	-	844	16	5,787	-	-	-	1,086	-	-	-	87	-	-	-
10 Securitisation	4,926	-	-	844	16	5,787	-	-	-	1,086	-	-	-	87	-	-	-
11 Retail underlying	1	-	-	-	-	2	-	-	-	-	-	-	-	-	-	-	-
12 Wholesale	4,925	-	-	844	16	5,785	-	-	-	1,086	-	-	-	87	-	-	-

	NWH Group																
	a	b	c	d	e	f	g	h	i	j	k	l	m	n	o	p	q
	Exposure values (by RW bands/deductions)				Exposure values (by regulatory approach)					RWA (by regulatory approach)				Capital charge after cap			
	≤20% RW	>20% to 50% RW	>50% to 100% RW	>100% to <1250% RW	1250% RW/ deductions	SEC- IRBA	SEC- ERBA (including IAA)	SEC- SA	1250%/ deductions	SEC- IRBA	SEC- ERBA (including IAA)	SEC- SA	1250%/ deductions	SEC-IRBA	SEC ERBA (including IAA)	SEC- SA	1250%/ deductions
31 December 2023	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m
1 Total Exposures	1,414	21	-	844	16	2,295	-	-	-	578	-	-	-	46	-	-	-
9 Synthetic transactions	1,414	21	-	844	16	2,295	-	-	-	578	-	-	-	46	-	-	-
10 Securitisation	1,414	21	-	844	16	2,295	-	-	-	578	-	-	-	46	-	-	-
11 Retail underlying	22	3	-	59	-	84	-	-	-	14	-	-	-	1	-	-	-
12 Wholesale	1,392	18	-	785	16	2,211	-	-	-	564	-	-	-	45	-	-	-

(1) Rows 2-8 are not presented as there were no traditional securitisations where NWH Group acted as originator or sponsor in either period.

- Increases in synthetic securitisation exposures of £3.5 billion and risk weighted assets of £0.5 billion predominantly driven by new transactions, partially offset by amortisation of existing transactions during the period.

Annex XXVII: Securitisation continued

UK SEC4: Securitisation exposures in the non-trading book and associated regulatory capital requirements - institution acting as investor

The table below shows securitisation exposures in the non-trading book and associated regulatory capital requirements where NWH Group acted as originator or investor. These are presented by exposure type.

		NWH Group																
		a	b	c	d	e	f	g	h	i	j	k	l	m	n	o	p	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	RW/ deductions	SEC-IRBA	SEC-ERBA (including IAA)	SEC-SA	1250%/ deductions	SEC-IRBA	SEC-ERBA (including IAA)	SEC-SA	1250%/ deductions	SEC-IRBA	SEC-ERBA (including IAA)	SEC-SA	1250%/ deductions
30 June 2024																		
1	Total exposures	3,431	-	-	-	-	-	389	3,042	-	-	39	331	-	-	3	26	-
2	Traditional securitisation	3,431	-	-	-	-	-	389	3,042	-	-	39	331	-	-	3	26	-
3	Securitisation	3,431	-	-	-	-	-	389	3,042	-	-	39	331	-	-	3	26	-
4	Retail underlying	3,042	-	-	-	-	-	-	3,042	-	-	-	331	-	-	-	26	-
5	Of which STS	1,953	-	-	-	-	-	-	1,953	-	-	-	204	-	-	-	16	-
6	Wholesale	389	-	-	-	-	-	389	-	-	-	39	-	-	-	3	-	-
7	Of which STS	389	-	-	-	-	-	389	-	-	-	39	-	-	-	3	-	-
9	Synthetic securitisation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
10	Securitisation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
11	Retail underlying	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12	Wholesale	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

		NWH Group																
		a	b	c	d	e	f	g	h	i	j	k	l	m	n	o	p	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	RW/ deductions	SEC-IRBA	SEC-ERBA (including IAA)	SEC-SA	1250%/ deductions	SEC-IRBA	SEC-ERBA (including IAA)	SEC-SA	1250%/ deductions	SEC-IRBA	SEC-ERBA (including IAA)	SEC-SA	1250%/ deductions
31 December 2023																		
1	Total exposures	2,947	-	-	-	-	-	588	2,359	-	-	59	263	-	-	5	21	-
2	Traditional securitisation	2,947	-	-	-	-	-	588	2,359	-	-	59	263	-	-	5	21	-
3	Securitisation	2,947	-	-	-	-	-	588	2,359	-	-	59	263	-	-	5	21	-
4	Retail underlying	2,520	-	-	-	-	-	161	2,359	-	-	16	263	-	-	2	21	-
5	Of which STS	1,726	-	-	-	-	-	161	1,565	-	-	16	164	-	-	2	13	-
6	Wholesale	427	-	-	-	-	-	427	-	-	-	43	-	-	-	3	-	-
7	Of which STS	427	-	-	-	-	-	427	-	-	-	43	-	-	-	3	-	-
9	Synthetic securitisation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
10	Securitisation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
11	Retail underlying	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12	Wholesale	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

Annex XXVII: Securitisation continued

UK SEC5: Exposure securitised by the institution – Exposure in default and specific credit risk adjustments

NWH Group				
30 June 2024				
	a	b	c	
Exposures securitised by the institution - Institution acts as originator or as sponsor				
	Total outstanding nominal amount	Of which exposures in default		Total amount of specific credit risk adjustments made during the period
	£m	£m	£m	£m
1	Total exposures	5,787	1	3
2	Retail (total)	2	-	-
3	Residential mortgage	-	-	-
4	Credit card	-	-	-
5	Other retail exposures	2	-	-
6	Re-securitisation	-	-	-
7	Wholesale (total)	5,785	1	3
8	Loans to corporates	5,513	1	3
9	Commercial mortgage	272	-	-
10	Lease and receivables	-	-	-
11	Other wholesale	-	-	-

NWH Group				
31 December 2023				
	a	b	c	
Exposures securitised by the institution - Institution acts as originator or as sponsor				
	Total outstanding nominal amount	Of which exposures in default		Total amount of specific credit risk adjustments made during the period
	£m	£m	£m	£m
1	Total exposures	2,295	13	6
2	Retail (total)	84	2	1
3	Residential mortgage	-	-	-
4	Credit card	-	-	-
5	Other retail exposures	84	2	1
6	Re-securitisation	-	-	-
7	Wholesale (total)	2,211	11	5
8	Loans to corporates	1,819	11	2
9	Commercial mortgage	392	-	3
10	Lease and receivables	-	-	-
11	Other wholesale	-	-	-

Annex XXIX: Market risk

UK MR1: Market risk under the standardised approach

The table below shows market risk RWAs by type of risk under the standardised approach.

		NWH Group	
		30 June	31 December
		2024	2023
		a	a
		RWAs	RWAs
	Outright products		
3	Foreign exchange risk	147	213
9	Total	147	213

(1) The following rows are not presented in the table because they had zero values for the period or are not used by NWH Group: (1) Interest rate risk (general and specific), (2) Equity risk (general and specific), (4) Commodity risk, (5) Simplified approach, (6) Delta-plus approach, (7) Scenario approach and (8) Securitisation (specific risk).

- NWH Group's market risk RWA exposure – which relates solely to the foreign exchange banking book charge – includes the position in NatWest Holdings Limited and its subsidiaries.
- The reduction in H1 2024 was driven by structural foreign exchange positions.

Annex XXXVII: Interest rate risk in the banking book (IRRBB)

UK IRRBB1: Quantitative information on interest rate risk in the banking book

The table below shows information on changes in economic value of equity (Δ EVE) and net interest income (Δ NII) under each of the prescribed interest rate shock scenarios. These scenarios are prescribed in Rule 9.7 of the ICAA Part of the PRA Rulebook and in accordance with points (a) and (b) of CRR Article 448(1).

		NWH Group											
		a		b		c		d		e		f	
		Δ EVE				Δ NII				Tier 1 capital			
		30 June		31 December		30 June		31 December		30 June		31 December	
		2024		2023		2024		2023		2024		2023	
		£m		£m		£m		£m		£m		£m	
010	Parallel shock up	(2,352)	(1,801)			1,277	1,003						
020	Parallel shock down	904	722			(1,713)	(1,336)						
030	Steeper shock	(421)	(186)										
040	Flattener shock	(108)	(320)										
050	Short rates shock up	(1,030)	(1,014)										
060	Short rates shock down	281	291										
070	Maximum	(2,352)	(1,801)			(1,713)	(1,336)						
080	Tier 1 capital									22,967		22,745	

- The most adverse EVE result under the six scenarios was the £2,352 million reduction in economic value relative to a base-case projection. This occurred in the parallel up scenario at 30 June 2024. The main driver of the parallel up scenario is the sensitivity of the equity structural hedge.
- The most adverse one-year NII result was the £1,713 million reduction in net interest income relative to a base-case projection. This occurred in the parallel down scenario at 30 June 2024. The main driver of the parallel down scenario is margin compression risk to deposits across Retail Banking, Commercial & Institutional and Private Banking.