



NatWest
Group

National Westminster Bank Plc

H1 2024 Pillar 3

Contents	Page
Forward-looking statements	3
Presentation of information	4
Annex I: Key metrics and overview of risk-weighted assets	
NatWest Bank Plc - Key points	5
UK KM1: Key metrics	6
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	7
UK OV1: Overview of risk weighted exposure amounts	8
UK CR8: RWA flow statement of credit risk exposures under the IRB approach	9
Annex VII: Capital	
UK CC1: Composition of regulatory own funds	10
UK CC2: Reconciliation of regulatory own funds to balance sheet in the audited financial statements	14
Annex IX: Countercyclical capital buffers	
UK CCyB1-Geographical distribution of credit exposures relevant for the calculation of the countercyclical buffer	15
UK CCyB2- Amount of institution-specific countercyclical capital buffer	19
Annex XI: Leverage	
UK LR1 - LRSum: Summary reconciliation of accounting assets and leverage ratio exposures	20
UK LR2 - LRCom: Leverage ratio common disclosure	21
UK LR3 - LRSpl: Split-up of on balance sheet exposures (excluding derivatives, SFTs and exempted exposures)	23
Annex XV: Credit risk quality	
UK CQ1: Credit quality of forborne exposures	24
UK CQ4: Quality of non-performing exposures by geography	26
UK CQ5: Credit quality of loans and advances to non-financial corporations by industry	28
UK CR1: Performing and non-performing exposures and related provisions	24
UK CR1-A: Maturity of exposure	32
UK CR2: Changes in the stock of non-performing loans and advances	32
Annex XVII: Credit risk mitigation	
UK CR3: CRM techniques overview: Disclosure of the use of credit risk mitigation techniques	33
Annex XIX: Credit risk – standardised approach	
UK CR4: Standardised approach – Credit risk exposures and CRM effects	34
Annex XXI: Credit risk – IRB approach	
UK CR7: IRB approach – Effect on the RWA's of credit derivatives used as CRM techniques	35
UK CR7-A: IRB approach – Disclosure of the extent of the use of CRM techniques	36
Annex XXIII: Specialised lending	
UK CR10: Specialised lending and equity exposures under the simple risk weighted approach	40

Forward-looking statements

This document may include 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 NWB Group's future economic results, business plans and strategies. In particular, this document may include forward-looking statements relating to NWB Group in respect of, but not limited to: its economic and political risks, its regulatory capital position and related requirements, its financial position, profitability and financial performance (including financial, capital, cost savings and operational targets), the implementation of NatWest Group's strategy, its climate and sustainability related targets, its access to adequate sources of liquidity and funding, increasing competition from incumbents, challengers and new entrants and disruptive technologies, its exposure to third party risks, its ongoing compliance with the UK ring-fencing regime and ensuring operational continuity in resolution, its impairment losses and credit exposures under certain specified scenarios, substantial regulation and oversight, ongoing legal, regulatory and governmental actions and investigations, and NWB Group's exposure to, operational risk, conduct risk, cyber, data and IT risk, financial crime risk, key person risk and credit rating 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, future growth initiatives (including acquisitions, joint ventures and strategic partnerships), 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, and general economic and political conditions and 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 the NWB Group's actual results are discussed in the NWB Plc's 2023 Annual Report and Accounts (ARA), and NWB Plc's Interim Results for H1 2024. The forward-looking statements contained in this document speak only as of the date of this document and NWB Plc 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 Pillar 3 disclosures for National Westminster Bank Plc (NWB Plc) at 30 June 2024. It should be read in conjunction with the H1 2024 NWB Plc Interim Management Statement (IMS) and the NatWest Holdings Group Pillar 3 report, which are published in the same location at: investors.natwestgroup.com/reports-archive/2024

NWB Plc is incorporated in the United Kingdom and is a wholly-owned subsidiary of NatWest Holdings Limited ('NWH Ltd'). NatWest Group plc is 'the ultimate holding company'. The term 'NatWest Group' refers to NatWest Group plc and its subsidiary and associated undertakings.

Based on the criteria set out in the UK CRR, NatWest Group primarily defines its large subsidiaries in scope for PRA Pillar 3 disclosures as those designated as an Other Systemically Important Institution (O-SII) by the PRA or those with total assets equal to or greater than €30 billion.

The disclosures for NWB Plc are calculated in accordance with the UK CRR (split across primary legislation and the PRA Rulebook) and completed in accordance with the Disclosure (CRR) part of the PRA rulebook.

The liquidity disclosures completed at UK Domestic Liquidity Subgroup (UK DoLSub) level are published in the NWH Group Pillar 3 document. The UK DoLSub waiver allows NWB Plc, RBS plc and Coutts & Co to manage liquidity and funding as a single subgroup rather than at an entity level.

Within this document, 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.

A subset of the Pillar 3 templates that are required to be disclosed on a semi-annual basis were not applicable to NWB Plc at 30 June and have therefore not been included in this report. 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 LIQ1	Quantitative information on LCR	
UK LIQB	Qualitative information on LCR, which complements template UK LIQ1	Refer to UK DoLSub liquidity disclosures in the NWH Group Pillar 3 document
UK LIQ2	Net Stable Funding Ratio (NSFR)	
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 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 CCR7	RWA flow statements of CCR exposures under the IMM approach	No reportable exposures
UK MR2-B	RWA flow statements of market risk exposures under the IMA approach	No reportable exposures

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.

For definitions of terms, refer to the Glossary and Acronyms document available on investors.natwestgroup.com/reports-archive/2023.

Capital, liquidity and funding

NatWest Bank Plc - key points

CET1 ratio

11.4%

(Q1 2024 – 11.9%)

The CET1 ratio decreased by 50 basis points to 11.4%. The decrease in the CET1 ratio was due to a £1 billion decrease in CET1 capital partially offset by a £3.7 billion decrease in RWAs. The CET1 capital decrease was mainly driven by profit offset by a foreseeable dividend accrual and regulatory adjustments in the period.

RWAs

£120.8bn

(Q1 2024 - £124.5bn)

Total RWAs decreased by £3.7 billion to £120.8 billion mainly reflecting:

- a decrease in credit risk RWAs of £3.4 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 £0.4 billion primarily driven by reduced default fund contributions with central clearing parties and a decrease in exposure to SFTs.

UK leverage ratio

4.6%

(Q1 2024 – 4.8%)

The leverage ratio decreased by 20 basis points to 4.6% driven by a £8.3 billion increase in leverage exposure and a £0.2 billion 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

4.8%

(Q1 2024 – 4.6%)

The average leverage ratio increased by 20 basis points to 4.8% driven by a £0.8 billion increase in 3-month average Tier 1 capital partially offset by a £2.3 billion increase in average leverage exposure. The key drivers in the average leverage exposure were an increase in net central bank balances and other off balance sheet items partially offset by a decrease in other financial assets.

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

UK KM1: Key metrics

The table below provides a summary of the main prudential regulation ratios and measures. NWB Plc has elected to take advantage of the IFRS 9 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 £m	31 March 2024 £m	31 December 2023 £m	30 September 2023 £m	30 June 2023 £m	
Available own funds (amounts)						
1	Common equity Tier 1 (CET1) capital	13,813	14,823	14,082	14,320	13,609
2	Tier 1 capital	16,890	17,101	16,360	16,563	15,852
3	Total capital	20,273	20,497	19,798	20,011	19,235
Risk-weighted exposure amounts						
4	Total risk-weighted exposure amount	120,780	124,523	121,740	117,745	116,811
Capital ratios (as a percentage of risk-weighted exposure amount)						
5	Common equity Tier 1 ratio (%)	11.4	11.9	11.6	12.2	11.7
6	Tier 1 ratio (%)	14.0	13.7	13.4	14.1	13.6
7	Total capital ratio (%)	16.8	16.5	16.3	17.0	16.5
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	1.5	1.4	1.4
UK 7b	Additional AT1 SREP requirements (%)	0.5	0.5	0.6	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
11	Combined buffer requirement (%)	4.4	4.3	4.3	4.3	3.4
UK 11a	Overall capital requirements (%)	15.2	15.1	15.1	14.9	14.0
12	CET1 available after meeting the total SREP own funds requirements (%)	5.4	5.7	5.4	6.3	5.8
Leverage ratio						
13	Total exposure measure excluding claims on central banks	366,912	358,649	359,897	362,422	363,052
14	Leverage ratio excluding claims on central banks (%)	4.6	4.8	4.5	4.6	4.4
Additional leverage ratio disclosure requirements						
UK 14a	Fully loaded ECL accounting model leverage ratio excluding claims on central banks (%)	4.6	4.8	4.5	4.5	4.3
UK 14b	Leverage ratio including claims on central banks (%)	4.1	4.2	4.0	4.1	3.9
UK 14c	Average leverage ratio excluding claims on central banks (%)	4.8	4.6	4.5	4.4	4.4
UK 14d	Average leverage ratio including claims on central banks (%)	4.3	4.1	4.1	4.0	4.0
UK 14e	Countercyclical leverage ratio buffer (%) (1)	0.7	0.6	0.6	0.6	0.3
Liquidity coverage ratio (2)						
15	Total high-quality liquid assets (HQLA) (weighted value-average)					
UK 16a	Cash outflows - Total weighted value					
UK 16b	Cash inflows - Total weighted value					
16	Total net cash outflows (adjusted value)					
17	Liquidity coverage ratio (%)					
Net stable funding ratio (2)						
18	Total available stable funding					
19	Total required stable funding					
20	NSFR ratio (%)					

(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 is currently being maintained at 2%. The countercyclical leverage ratio buffer is set at 35% of NWB Plc CCyB.

(2) Under the UK DoLS sub-waiver NWB Plc liquidity and funding are managed and disclosed at the sub-group level rather than entity level.

(3) The following rows are not presented in the table above because they are not applicable: UK8a, UK9a, 10 and UK10a.

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. NWB Plc has elected to take advantage of 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	13,813	14,823	14,082	14,320	13,609
2 Common equity Tier 1 capital as if IFRS 9 transitional arrangements had not been applied	13,774	14,755	13,913	14,145	13,441
3 Tier 1 capital	16,890	17,101	16,360	16,563	15,852
4 Tier 1 capital as if IFRS 9 transitional arrangements had not been applied	16,851	17,033	16,191	16,388	15,684
5 Total capital	20,273	20,497	19,798	20,011	19,235
6 Total capital as if IFRS 9 transitional arrangements had not been applied	20,234	20,509	19,830	20,049	19,267
Risk-weighted assets (amounts)					
7 Total risk-weighted assets	120,780	124,523	121,740	117,745	116,811
8 Total risk-weighted assets as if IFRS 9 transitional arrangements had not been applied	120,770	124,512	121,716	117,723	116,787
Capital ratios					
9 Common equity Tier 1 ratio	11.4	11.9	11.6	12.2	11.7
10 Common equity Tier 1 ratio as if IFRS 9 transitional arrangements had not been applied	11.4	11.9	11.4	12.0	11.5
11 Tier 1 ratio	14.0	13.7	13.4	14.1	13.6
12 Tier 1 ratio as if IFRS 9 transitional arrangements had not been applied	14.0	13.7	13.3	13.9	13.4
13 Total capital ratio	16.8	16.5	16.3	17.0	16.5
14 Total capital ratio as if IFRS 9 transitional arrangements had not been applied	16.8	16.5	16.3	17.0	16.5
Leverage ratio					
15 Leverage ratio exposure measure (£m)	366,912	358,649	359,897	362,422	363,052
16 Leverage ratio (%)	4.6	4.8	4.5	4.6	4.4
17 Leverage ratio (%) as if IFRS 9 transitional arrangements had not been applied	4.6	4.8	4.5	4.5	4.3

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.

		NWB Plc		
		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)	103,060	106,867	8,245
2	Of which: standardised approach	10,634	11,158	851
3	Of which: the foundation IRB (FIRB) approach	-	-	-
4	Of which: slotting approach	8,604	9,342	688
UK 4a	Of which: equities under the simple risk-weighted approach	-	-	-
5	Of which: the advanced IRB (AIRB) approach	83,822	86,367	6,706
5a	Of which: non-credit obligation assets (2)	2,864	3,038	229
6	Counterparty credit risk	442	857	35
7	Of which: standardised approach	138	234	11
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)	97	215	8
9	Of which: other counterparty credit risk	173	264	13
15	Settlement risk	-	-	-
16	Securitisation exposures in the non-trading book (after the cap)	1,318	861	105
17	Of which: SEC-IRBA approach (2)	948	492	76
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)	37	15	3
21	Of which: standardised approach	37	15	3
22	Of which: IMA	-	-	-
UK 22a	Large exposures	-	-	-
23	Operational risk	15,923	15,923	1,274
UK 23a	Of which: basic indicator approach	-	-	-
UK 23b	Of which: standardised approach	15,923	15,923	1,274
UK 23c	Of which: advanced measurement approach	-	-	-
24	Amounts below the thresholds for deduction (subject to 250% risk-weight) (1)	4,552	4,866	364
29	Total	120,780	124,523	9,662

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

(2) 5a is a 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	91,606
2 Asset size	680
3 Asset quality	230
4 Model updates	208
7 Foreign exchange movements	(53)
9 At 31 March 2024	92,671
2 Asset size	(1,724)
3 Asset quality	(4)
4 Model updates	(345)
7 Foreign exchange movements	(44)
8 Other	(993)
9 At 30 June 2024	89,561

(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.

		NWB Plc		
		30 June 2024 £m	Source based on reference number/letters of the balance sheet under the regulatory scope of consolidation	31 December 2023 £m
CET1 capital: instruments and reserves				
1	Capital instruments and the related share premium accounts <i>Of which: ordinary shares</i> <i>Of which: share premium</i>	3,903 1,678 2,225		3,903 1,678 2,225
2	Retained earnings	11,989	(a) (k)	10,486
3	Accumulated other comprehensive income (and other reserves)	340	(b) (c)	149
UK-3a	Funds for general banking risk	-		-
4	Amount of qualifying items referred to in Article 484 (3) CRR and the related share premium accounts subject to phase out from CET1	-		-
5	Minority interests (amount allowed in consolidated CET1)	-		-
UK-5a	Independently reviewed interim profits net of any foreseeable charge or dividend	-	(b)	1,714
6	CET1 capital before regulatory adjustments	16,232		16,252
CET1 capital: regulatory adjustments				
7	(-) Additional value adjustments	(22)		(41)
8	(-) Intangible assets (net of related tax liability)	(1,672)	(d)	(1,698)
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)	(214)	(e)	(332)
11	Fair value reserves related to gains or losses on cash flow hedges of financial instruments that are not valued at fair value	429	(i)	601
12	(-) Negative amounts resulting from the calculation of expected loss amounts	(104)		-
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	-	(f) & (g)	-
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 (amount above 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)	(875)		(869)
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>	-		-
UK-20c	(-) <i>Of which: securitisation positions</i>	-		-
UK-20d	(-) <i>Of which: free deliveries</i>	-		-
21	(-) <i>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)</i>	-		-

Annex VII: Capital continued
UK CC1: Composition of regulatory own funds continued

		NWB Plc	
		30 June 2024 £m	31 December 2023 £m
		Source based on reference number/letters of the balance sheet under the regulatory scope of consolidation	
CET1 capital: regulatory adjustments			
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 year	-	-
UK-25b	(-) Foreseeable tax charges relating to CET1 items except where the institution suitably adjusts the amount of CET1 items in so far 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)	39	169
28	Total regulatory adjustments to CET1	(2,419)	(2,170)
29	CET1 capital	13,813	14,082
AT1 capital: instruments			
30	Capital instruments and the related share premium accounts	3,317	2,518
31	Of which: classified as equity under applicable accounting standards	3,317	2,518
32	Of which: classified as liabilities under applicable accounting standards	-	-
33	Amount of qualifying items referred to in Article 484 (4) CRR and the related share premium accounts subject to phase out from AT1 as described in Article 486 (3) CRR	-	-
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 Tier 1 capital included in consolidated AT1 capital (including minority interests not included in row 5) issued by subsidiaries and held by third parties	-	-
35	Of which: instruments issued by subsidiaries subject to phase out	-	-
36	AT1 capital before regulatory adjustments	3,317	2,518
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	-	-
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)	(240)	(240)
42	(-) Qualifying T2 deductions that exceed the T2 items of the institution	-	-
42a	Other regulatory adjustments to AT1 capital	-	-

Annex VII: Capital continued
UK CC1: Composition of regulatory own funds continued

		NWB Plc	
		30 June 2024 Em	31 December 2023 Em
		Source based on reference number/letters of the balance sheet under the regulatory scope of consolidation	
T2 capital: instruments			
43	Total regulatory adjustments to AT1 capital	(240)	(240)
44	AT1 capital	3,077	2,278
45	T1 capital (T1 = CET1 + AT1)	16,890	16,360
46	Capital instruments and the related share premium accounts	3,685	3,704
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	-	-
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 rows 5 or 34) issued by subsidiaries and held by third parties	-	-
49	<i>Of which: instruments issued by subsidiaries subject to phase out</i>	-	-
50	Credit risk adjustments	-	36
51	T2 capital before regulatory adjustments	3,685	3,740
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, indirect and synthetic holdings of the T2 instruments and subordinated loans of financial sector entities where the institution does not have a significant investment in those entities (amount above 10% threshold and net of eligible short positions)	-	-
55	(-) Direct, indirect and synthetic holdings by the institution of the T2 instruments and subordinated loans of financial sector entities where the institution has a significant investment in those entities (net of eligible short positions)	(302)	(302)
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	(302)	(302)
58	T2 capital	3,383	3,438
59	Total capital (TC = T1 + T2)	20,273	19,798
60	Total risk exposure amount	120,780	121,740
Capital ratios and buffers			
61	CET1 (as a percentage of total risk exposure amount)	11.4%	11.6%
62	Tier 1 (as a percentage of total risk exposure amount)	14.0%	13.4%
63	Total capital (as a percentage of total risk exposure amount)	16.8%	16.3%
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)	10.5%	10.3%

Annex VII: Capital continued
UK CC1: Composition of regulatory own funds continued

		NWB Plc	
		30 June 2024 £m	31 December 2023 £m
		Source based on reference number/letters of the balance sheet under the regulatory scope of consolidation	
65	<i>Of which: capital conservation buffer requirement</i>	2.5%	2.5%
66	<i>Of which: countercyclical 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>	-	-
68	CET1 available to meet buffers (as a percentage of risk exposure amount) (1)	5.4%	5.4%
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)	3	2
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)	1,469	1,497
75	Deferred tax assets arising from temporary differences (amount below 17.65% threshold, net of related tax liability where the conditions in Article 38 (3) CRR are met)	369	400
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	133	140
78	Credit risk adjustments included in T2 in respect of exposures subject to internal ratings based approach (prior to the application of the cap)	-	36
79	Cap for inclusion of credit risk adjustments in T2 under internal ratings-based approach	562	573
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) Represents the CET1 ratio less CET1 currently used to meet SREP requirements (Pillar 1 & 2A)

(2) The references (a) to (k) 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.

(3) 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.

	NWB Plc		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	48,564	48,564	
Derivatives	3,271	3,271	
Loans to banks - amortised cost	2,465	2,465	
Loans to customers - amortised cost	281,586	281,586	
Amounts due from holding companies and fellow subsidiaries	35,725	35,725	
Other financial assets	31,172	31,172	
Investment in group undertakings	2,594	2,594	
Property, plant and equipment	1,899	1,899	
Current and deferred tax assets	1,067	1,067	
<i>of which: DTAs that rely on future profitability and do not arise from temporary differences</i>	214	214	(e)
Prepayments, accrued income and other assets	2,712	2,712	
<i>of which: intangible assets</i>	1,672	1,672	(d)
<i>of which: defined benefit pension fund assets</i>	-	-	(f)
Total assets	411,055	411,055	
Liabilities			
Bank deposits	20,602	20,602	
Customer deposits	273,966	273,966	
Amounts due to holding companies and fellow subsidiaries	84,267	84,267	(j)
Derivatives	1,524	1,524	
Other financial liabilities	6,316	6,316	
Subordinated liabilities	119	119	(j)
Notes in circulation	862	862	
Provisions, deferred income and other liabilities	2,214	2,214	
Current and deferred tax liabilities	-	-	
<i>of which: defined benefit pension scheme assets</i>	-	-	(g)
Total liabilities	389,870	389,870	
Shareholders' Equity			
Owners' equity			
Called up share capital	1,678	1,678	(a)
Reserves	19,507	19,507	
<i>of which: amount eligible for retained earnings</i>	13,625	13,625	(b)
<i>of which: amount eligible for accumulated OCI and other reserves</i>	340	340	(c) & (i)
<i>of which: amount of other equity instruments</i>	3,317	3,317	(h)
<i>of which: share premium accounts</i>	2,225	2,225	(k)
Non-controlling interests	-	-	
Total shareholders' equity	21,185	21,185	

(1) NWB Plc 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 (k) 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 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 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 NWB Plc'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 risk section.

	NWB Plc													
	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		Relevant credit 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	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	123	136	-	-	-	259	17	-	-	17	208	0.21%	2.50%	
Denmark	-	134	-	-	-	134	5	-	-	5	68	0.07%	2.50%	
United Kingdom	17,737	277,577	-	-	7,700	303,014	7,071	-	98	7,169	89,615	89.57%	2.00%	
Sweden	493	1,037	-	-	-	1,530	77	-	-	77	956	0.96%	2.00%	
Netherlands	250	1,133	-	-	203	1,586	59	-	2	61	762	0.76%	2.00%	
Bulgaria	-	2	-	-	-	2	-	-	-	-	-	0.00%	2.00%	
Czech Republic	-	2	-	-	-	2	-	-	-	-	-	0.00%	1.75%	
Ireland	51	1,092	-	-	-	1,143	52	-	-	52	645	0.64%	1.50%	
Slovakia	-	1	-	-	-	1	-	-	-	-	-	0.00%	1.50%	
France	30	914	-	-	165	1,109	36	-	1	37	459	0.46%	1.00%	
Australia	-	128	-	-	-	128	3	-	-	3	38	0.04%	1.00%	
Hong Kong	-	66	-	-	-	66	1	-	-	1	16	0.02%	1.00%	
Cyprus	-	7	-	-	-	7	-	-	-	-	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	67	1,587	-	-	66	1,720	77	-	1	78	980	0.98%	0.75%	
Belgium	40	421	-	-	-	461	22	-	-	22	274	0.27%	0.50%	
Luxembourg	13	144	-	-	-	157	9	-	-	9	113	0.11%	0.50%	
Chile	-	1	-	-	-	1	-	-	-	-	-	0.00%	0.50%	
Total (countries with existing CCyB rates)	18,804	284,385	-	-	8,134	311,323	7,429	-	102	7,531	94,135	94.09%		

Annex IX: Countercyclical capital buffers continued

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

	NWB Plc													m
	a	b	c	d	e	f	g	h	i	j	k	l		
	Relevant credit exposures -				Own fund requirements									
	General credit exposures		Market risk		Securitisation	Relevant credit risk exposures			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	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	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 zero CCyB rates and with own funds requirement weights 1% and above)														
United States	116	7,707	-	-	11	7,834	244	-	-	244	3,046	3.04%		
Total (countries with zero CCyB rate and with own funds requirement weights 1% and above)	116	7,707	-	-	11	7,834	244	-	-	244	3,046	3.04%		
Total (rest of the world with zero CCyB rate and below 1% requirement)	732	4,416	-	-	223	5,371	226	-	3	229	2,868	2.87%		
Total	19,652	296,508	-	-	8,368	324,528	7,899	-	105	8,004	100,049	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 buffer continued

	NWB Plc													
	a	b	c	d	e	f	g	h	i	j	k	l	m	
	General credit exposures		Relevant credit exposures - Market risk		Securitisation exposures	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		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	%	%	
31 December 2023														
Breakdown by country (with existing CCyB rates)														
Norway	107	213	-	-	-	320	18	-	-	18	221	0.22%	2.50%	
Denmark	-	120	-	-	-	120	4	-	-	4	56	0.05%	2.50%	
United Kingdom	19,603	281,913	-	-	4,430	305,946	7,121	-	61	7,182	89,774	88.77%	2.00%	
Sweden	541	864	-	-	-	1,405	87	-	-	87	1,085	1.07%	2.00%	
Czech Republic	-	2	-	-	-	2	-	-	-	-	-	-	2.00%	
Bulgaria	-	2	-	-	-	2	-	-	-	-	-	-	2.00%	
Iceland	-	-	-	-	-	-	-	-	-	-	-	-	2.00%	
Estonia	-	-	-	-	-	-	-	-	-	-	-	-	1.50%	
Slovakia	-	1	-	-	-	1	-	-	-	-	-	-	1.50%	
Netherlands	324	1,203	-	-	72	1,599	73	-	1	74	925	0.91%	1.00%	
Ireland	52	1,075	-	-	-	1,127	53	-	-	53	657	0.65%	1.00%	
Australia	5	132	-	-	-	137	4	-	-	4	45	0.04%	1.00%	
Hong Kong	-	63	-	-	2	65	1	-	-	1	16	0.02%	1.00%	
Romania	-	1	-	-	-	1	-	-	-	-	-	-	1.00%	
Lithuania	-	-	-	-	-	-	-	-	-	-	-	-	1.00%	
Croatia	-	-	-	-	-	-	-	-	-	-	-	-	1.00%	
Germany	51	1,835	-	-	258	2,144	94	-	2	96	1,221	1.21%	0.75%	
France	46	1,811	-	-	175	2,032	53	-	1	54	675	0.67%	0.50%	
Luxembourg	27	177	-	-	-	204	12	-	-	12	147	0.15%	0.50%	
Cyprus	-	8	-	-	-	8	-	-	-	-	1	-	0.50%	
Total (countries with existing CCyB rates)	20,756	289,420	-	-	4,937	315,113	7,520	-	65	7,585	94,823	93.76%		

Annex IX: Countercyclical capital buffers continued

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

	NWB Plc												
	a	b	c	d	e	f	g	h	i	j	k	l	m
	General credit exposures		Relevant credit exposures - Market risk		Securitisation exposures	Total	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	Exposure value for non-trading book	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
31 December 2023	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	%	%
Breakdown by country (with zero CCyB rates and with own funds requirement weights 1% and above)													
United States	133	7,560	-	-	13	7,706	265	-	-	265	3,316	3.28%	
Total (countries with zero CCyB rate and with own funds requirement weights 1% and above)	133	7,560	-	-	13	7,706	265	-	-	265	3,316	3.28%	
Total (rest of the world with zero CCyB rate and below 1% requirement)	763	4,480	-	-	24	5,267	239	-	2	241	2,997	2.96%	-
Total	21,652	301,460	-	-	4,974	328,086	8,024	-	67	8,091	101,136	100.00%	

Annex IX: Countercyclical capital buffers continued

UK CCyB2: Amount of institution-specific countercyclical capital buffer

	NWB Plc	
	30 June 2024 £m	31 December 2023 £m
1 Total risk exposure amount	120,780	121,740
2 Institution specific countercyclical capital buffer	1.86%	1.83%
3 Institution specific countercyclical capital buffer requirement (1)	2,243	2,231

(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.

		NWB Plc	
		30 June	31 December
		2024	2023
		£m	£m
1	Total assets as per published financial statements (1)	411,055	411,749
2	Adjustment for entities which are consolidated for accounting purposes but are outside the scope of prudential consolidation	-	-
3	(Adjustment for securitised exposures that meet the operational requirements for the recognition of risk transference)	-	-
4	(Adjustment for exemption of exposures to central banks)	(41,292)	(47,297)
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	(792)	(1,675)
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)	32,496	29,664
11	(Adjustment for prudent valuation adjustments and specific and general provisions which have reduced tier 1 capital (leverage))	(146)	(72)
UK-11a	(Adjustment for exposures excluded from the total exposure measure in accordance with point (c) of Article 429a(1) of the CRR)	(29,157)	(26,753)
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	(5,506)	(6,098)
13	Total exposure measure	366,912	359,897

(1) NWB Plc 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.

		NWB Plc	
		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)	380,432	379,293
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)	(2,623)	(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))	(3,088)	(3,011)
7	Total on-balance sheet exposures (excluding derivatives, and SFTs)	374,721	372,822
Derivative exposures			
8	Replacement cost associated with SA-CCR derivatives transactions (i.e. net of eligible cash variation margin)	3,573	3,461
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	1,529	1,537
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	5,102	4,998
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	95,193	91,128
20	(Adjustments for conversion to credit equivalent amounts)	(62,697)	(61,464)
21	(General provisions deducted in determining tier 1 capital (leverage) and specific provisions associated with off-balance sheet exposures)	(19)	(32)
22	Off-balance sheet exposures	32,477	29,632

Annex XI: Leverage continued

UK LR2 - LRCom: Leverage ratio common disclosure continued

	NWB Plc	
	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)	(29,157)	(26,753)
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)	(29,157)	(26,753)
Capital and total exposure measure		
23 Tier 1 capital (leverage)	16,890	16,360
24 Total exposure measure including claims on central banks	408,204	407,194
UK-24a (-) Claims on central banks excluded	(41,292)	(47,297)
UK-24b Total exposure measure excluding claims on central banks	366,912	359,897
Leverage ratio		
25 Leverage ratio excluding claims on central banks (%)	4.6	4.5
UK-25a Fully loaded ECL accounting model leverage ratio excluding claims on central banks (%)	4.6	4.5
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 (%)	4.6	4.5
UK-25c Leverage ratio including claims on central banks (%)	4.1	4.0
26 Regulatory minimum leverage ratio requirement (%) ⁽¹⁾	3.25	3.25
Additional leverage ratio disclosure requirements - leverage ratio buffers (1)		
27 Leverage ratio buffer (%)	0.7	0.6
UK-27a Of which: G-SII or O-SII additional leverage ratio buffer (%)	-	-
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	26,335
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	362,289	364,826
UK-32 Average total exposure measure including claims on central banks	402,791	404,702
UK-33 Average leverage ratio excluding claims on central banks	4.8	4.5
UK-34 Average leverage ratio including claims on central banks	4.3	4.1

(1) NWB Plc 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.

		NWB Plc	
		30 June	31 December
		2024	2023
		£m	£m
UK-1	Total on-balance sheet exposures (excluding derivatives, SFTs, and exempted exposures), of which:	304,702	299,291
UK-2	Trading book exposures	-	-
UK-3	Banking book exposures, of which:	304,702	299,291
UK-4	Covered bonds	3,950	5,495
UK-5	Exposures treated as sovereigns	23,951	17,803
UK-6	Exposures to regional governments, multilateral development bank, international organisations and public sector entities not treated as sovereigns	6,520	5,410
UK-7	Institutions	4,243	3,527
UK-8	Secured by mortgages of immovable properties	194,662	196,522
UK-9	Retail exposures	16,506	16,069
UK-10	Corporate	41,389	44,862
UK-11	Exposures in default	4,078	3,914
UK-12	Other exposures (e.g. equity, securitisations, and non-credit obligation assets)	9,403	5,689

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.

		NWB Plc								
		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	
005	Cash balances at central banks and other demand deposits	-	-	-	-	-	-	-	-	-
010	Loans and advances	2,634	1,729	1,633	1,638	(78)	(472)	2,821	-	1,007
020	Central banks	-	-	-	-	-	-	-	-	-
030	General governments	22	22	22	22	-	(4)	39	-	17
040	Credit institutions	-	-	-	-	-	-	-	-	-
050	Other financial corporations	30	66	66	66	(1)	(39)	22	-	11
060	Non-financial corporations	1,891	699	671	671	(69)	(249)	1,391	-	271
070	Households	691	942	874	879	(8)	(180)	1,369	-	708
080	Debt securities	-	-	-	-	-	-	-	-	-
090	Loan commitments given	466	44	34	34	(1)	-	113	-	11
100	Total	3,100	1,773	1,667	1,672	(79)	(472)	2,934	-	1,018

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

		NWB Plc								
		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			
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	2,640	1,459	1,350	1,369	(91)	(358)	2,545	940	
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	2	2	2	(3)	(2)	39	-	
060	<i>Non-financial corporations</i>	1,887	592	554	555	(79)	(197)	1,250	279	
070	<i>Households</i>	614	843	772	790	(9)	(157)	1,222	641	
080	Debt securities	-	-	-	-	-	-	-	-	
090	Loan commitments given	457	69	61	61	(1)	-	102	20	
100	Total	3,097	1,528	1,411	1,430	(92)	(358)	2,647	960	

(1) Exposures classified as held-for-trading 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.

		NWB Plc						
		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	350,211	4,163	3,961	349,119	(2,478)	-	-
020	UK	322,037	3,921	3,719	320,960	(2,316)	-	-
030	Rol	1,606	-	-	1,591	(4)	-	-
040	Other Western Europe	10,424	139	139	10,424	(77)	-	-
050	US	5,316	-	-	5,316	(10)	-	-
060	Other countries	10,828	103	103	10,828	(71)	-	-
070	Off-balance sheet exposures	90,719	407	373	-	-	(37)	-
080	UK	73,239	375	354	-	-	(34)	-
090	Rol	1,102	-	-	-	-	-	-
100	Other Western Europe	6,718	32	19	-	-	(1)	-
110	US	8,125	-	-	-	-	(1)	-
120	Other countries	1,535	-	-	-	-	(1)	-
130	Total	440,930	4,570	4,334	349,119	(2,478)	(37)	-

Annex XV: Credit risk quality continued

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

		NWB Plc						
		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	351,840	4,178	3,937	351,052	(2,665)	-	-
020	UK	321,428	3,985	3,744	320,640	(2,481)	-	-
030	Rol	930	-	-	930	(2)	-	-
040	Other Western Europe	12,218	144	144	12,218	(135)	-	-
050	US	7,308	-	-	7,308	(11)	-	-
060	Other countries	9,956	49	49	9,956	(36)	-	-
070	Off-balance sheet exposures	89,569	386	355	-	-	(53)	-
080	UK	71,576	330	313	-	-	(47)	-
090	Rol	1,535	-	-	-	-	-	-
100	Other Western Europe	7,171	36	22	-	-	(3)	-
110	US	7,841	-	-	-	-	(3)	-
120	Other countries	1,446	20	20	-	-	-	-
130	Total	441,409	4,564	4,292	351,052	(2,665)	(53)	-

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

(2) Exposures classified as held-for-trading 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.

		NWB Plc					
		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	2,306	55	52	2,306	(33)	-
020	Mining and quarrying	128	50	50	128	(46)	-
030	Manufacturing	4,432	100	92	4,422	(69)	-
040	Electricity, gas, steam and air conditioning supply	5,329	78	78	5,329	(47)	-
050	Water supply	2,727	5	5	2,727	(7)	-
060	Construction	3,531	112	112	3,521	(84)	-
070	Wholesale and retail trade	6,645	112	110	6,626	(100)	-
080	Transport and storage	2,856	14	14	2,856	(21)	-
090	Accommodation and food service activities	3,207	163	150	3,207	(93)	-
100	Information and communication	3,860	44	44	3,792	(52)	-
110	Financial and insurance activities	8	-	-	8	-	-
120	Real estate activities	14,973	139	136	14,937	(100)	-
130	Professional, scientific and technical activities	2,322	31	31	2,288	(36)	-
140	Administrative and support service activities	3,397	34	34	3,348	(33)	-
150	Public administration and defence, compulsory social security	82	1	1	82	-	-
160	Education	360	10	5	360	(5)	-
170	Human health services and social work supply	2,767	70	70	2,767	(44)	-
180	Arts, entertainment and recreation	991	22	22	991	(17)	-
190	Other services	461	104	103	461	(32)	-
200	Total	60,382	1,144	1,109	60,156	(819)	-

Annex XV: Credit risk quality continued

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

		NWB Plc					
		a	b	c	d	e	f
					Of which: loans and advances subject to impairment	Accumulated impairment	Accumulated negative changes in fair value due to credit risk on non-performing exposures
31 December 2023		Gross carrying amount £m	Of which: non- performing £m	Of which: defaulted £m	£m	£m	£m
010	Agriculture, forestry and fishing	2,296	56	51	2,296	(39)	-
020	Mining and quarrying	159	25	25	159	(26)	-
030	Manufacturing	4,561	108	95	4,561	(79)	-
040	Electricity, gas, steam and air conditioning supply	5,309	39	39	5,309	(47)	-
050	Water supply	2,633	5	5	2,633	(8)	-
060	Construction	3,286	175	174	3,286	(90)	-
070	Wholesale and retail trade	6,922	232	230	6,745	(168)	-
080	Transport and storage	2,799	14	14	2,799	(25)	-
090	Accommodation and food service activities	3,269	165	151	3,269	(97)	-
100	Information and communication	3,763	23	23	3,763	(43)	-
110	Financial and insurance activities	8	-	-	8	-	-
120	Real estate activities	14,172	155	145	14,172	(115)	-
130	Professional, scientific and technical activities	2,434	32	31	2,434	(40)	-
140	Administrative and support service activities	3,502	44	44	3,502	(36)	-
150	Public administration and defence, compulsory social security	85	1	1	85	(1)	-
160	Education	364	10	6	364	(7)	-
170	Human health services and social work supply	2,651	75	75	2,651	(54)	-
180	Arts, entertainment and recreation	1,050	22	22	1,050	(19)	-
190	Other services	446	110	110	446	(26)	-
200	Total	59,709	1,291	1,241	59,532	(920)	-

(1) Exposures classified as held-for-trading 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.

		NWB Plc																
		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				
		Of which:	Of which:		Of which:	Of which:		Of which:	Of which:		Of which:	Of which:		Accumulated	On	On non-		
		Total	Stage 1	Stage 2	Total	Stage 2	Stage 3	Total	Stage 1	Stage 2	Total	Stage 2	Stage 3	partial	performing	performing		
		£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m	£m		
30 June 2024																		
005	Cash balances at central banks and other demand deposits	50,445	50,445	-	-	-	-	(5)	(5)	-	-	-	-	-	7	-		
010	Loans and advances	314,880	285,595	28,798	4,163	151	3,989	(1,028)	(435)	(593)	(1,439)	(16)	(1,423)	(159)	242,738	2,304		
020	Central banks	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-		
030	General governments	2,331	2,012	319	22	-	22	(2)	-	(2)	(4)	-	(4)	-	2,284	17		
040	Credit institutions	20,989	20,989	-	-	-	-	(25)	(25)	-	-	-	-	-	1,002	-		
050	Other financial corporations	40,598	40,209	140	69	-	69	(23)	(21)	(2)	(40)	-	(40)	-	24,821	13		
060	Non-financial corporations	59,238	52,115	6,921	1,144	29	1,115	(343)	(144)	(199)	(476)	(2)	(474)	(13)	35,199	504		
070	Of which: SMEs	13,250	10,782	2,468	608	21	587	(135)	(39)	(96)	(264)	(1)	(263)	-	11,682	301		
080	Households	191,724	170,270	21,418	2,928	122	2,783	(635)	(245)	(390)	(919)	(14)	(905)	(146)	179,432	1,770		
090	Debt securities	31,168	30,610	-	-	-	-	(11)	(11)	-	-	-	-	-	174	-		
100	Central banks	6	6	-	-	-	-	-	-	-	-	-	-	-	-	-		
110	General governments	17,039	17,039	-	-	-	-	(3)	(3)	-	-	-	-	-	-	-		
120	Credit institutions	9,314	8,756	-	-	-	-	(4)	(4)	-	-	-	-	-	174	-		
130	Other financial corporations	4,809	4,809	-	-	-	-	(4)	(4)	-	-	-	-	-	-	-		
140	Non-financial corporations	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-		
150	Off-balance sheet exposures	90,312	84,395	5,917	407	27	374	(37)	(17)	(20)	-	-	-	-	9,169	35		
160	Central banks	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-		
170	General governments	264	173	91	-	-	-	-	-	-	-	-	-	-	83	-		
180	Credit institutions	1,174	1,174	-	-	-	-	-	-	-	-	-	-	-	85	-		
190	Other financial corporations	13,185	12,982	203	36	-	36	-	-	-	-	-	-	-	168	2		
200	Non-financial corporations	46,047	42,839	3,208	74	22	52	(17)	(9)	(8)	-	-	-	-	8,196	25		
210	Households	29,642	27,227	2,415	297	5	286	(20)	(8)	(12)	-	-	-	-	637	8		
220	Total	486,805	451,045	34,715	4,570	178	4,363	(1,081)	(468)	(613)	(1,439)	(16)	(1,423)	(159)	252,088	2,339		

Annex XV: Credit risk quality continued
UK CR1: Performing and non-performing exposures and related provisions continued

NWB Plc																
	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	£m
005	Cash balances at central banks and other demand deposits	49,519	49,519	-	-	-	(6)	(6)	-	-	-	-	-	4	-	-
010	Loans and advances	316,455	288,387	27,842	4,178	159	3,998	(1,218)	(523)	(695)	(1,431)	(15)	(1,416)	(153)	244,307	2,350
020	Central banks	1,112	1,112	-	-	-	-	-	-	-	-	-	-	-	-	-
030	General governments	2,328	2,277	50	22	-	22	-	-	-	(2)	-	(2)	-	2,257	20
040	Credit institutions	17,251	17,251	-	-	-	(26)	(26)	-	-	-	-	-	-	527	-
050	Other financial corporations	44,230	44,046	184	11	-	11	(28)	(24)	(4)	(3)	-	(3)	-	26,927	4
060	Non-financial corporations	58,418	50,224	8,018	1,291	40	1,251	(460)	(195)	(265)	(460)	(3)	(457)	(19)	33,168	672
070	Of which: SMEs	12,995	9,977	3,018	598	14	584	(166)	(54)	(112)	(233)	(1)	(232)	-	11,379	316
080	Households	193,116	173,477	19,590	2,854	119	2,714	(704)	(278)	(426)	(966)	(12)	(954)	(134)	181,428	1,654
090	Debt securities	31,207	30,394	254	-	-	-	(16)	(12)	(4)	-	-	-	-	-	-
100	Central banks	97	97	-	-	-	-	-	-	-	-	-	-	-	-	-
110	General governments	15,972	15,972	-	-	-	-	(2)	(2)	-	-	-	-	-	-	-
120	Credit institutions	9,131	8,365	207	-	-	-	(7)	(5)	(2)	-	-	-	-	-	-
130	Other financial corporations	6,007	5,960	47	-	-	-	(7)	(5)	(2)	-	-	-	-	-	-
140	Non-financial corporations	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
150	Off-balance sheet exposures	89,183	82,397	6,786	386	24	356	(53)	(22)	(31)	-	-	-	-	7,338	40
160	Central banks	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
170	General governments	262	262	-	17	-	17	-	-	-	-	-	-	-	80	8
180	Credit institutions	1,689	1,682	7	-	-	-	-	-	-	-	-	-	-	87	-
190	Other financial corporations	14,839	14,773	66	2	-	2	(1)	(1)	-	-	-	-	-	192	1
200	Non-financial corporations	46,294	42,510	3,784	82	20	62	(27)	(12)	(15)	-	-	-	-	6,308	23
210	Households	26,099	23,170	2,929	285	4	275	(25)	(9)	(16)	-	-	-	-	671	8
220	Total	486,364	450,697	34,882	4,564	183	4,354	(1,293)	(563)	(730)	(1,431)	(15)	(1,416)	(153)	251,649	2,390

(1) The gross non-performing loan ratio for NWB Plc is 1.30% (31 December 2023 – 1.30%). Cash balances at central banks and other demand deposits were excluded from the ratio calculation.

(2) Exposures classified as held-for-trading 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.

		NWB Plc					
		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							
1	Loans and advances	14,077	13,077	87,840	201,582	-	316,576
2	Debt securities	-	7,413	15,591	8,153	-	31,157
3	Total	14,077	20,490	103,431	209,735	-	347,733

		NWB Plc					
		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							
1	Loans and advances	15,136	15,324	84,798	202,726	-	317,984
2	Debt securities	-	7,311	15,966	7,914	-	31,191
3	Total	15,136	22,635	100,764	210,640	-	349,175

(1) Exposures classified as held-for-trading 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.

		NWB Plc
		a
		Gross carrying amount
		£m
30 June 2024		
010	Initial stock of non-performing loans and advances	4,178
020	Inflows to non-performing portfolios	1,113
030	Outflows from non-performing portfolios	(1,128)
040	Outflows due to write-offs	(291)
050	Outflow due to other situations	(837)
060	Final stock of non-performing loans and advances	4,163

(1) Outflow due to other situations in the table above primarily includes outflow due to loan repayment and transfer to performing portfolio.

(2) Exposures classified as held-for-trading 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.

		NWB Plc				
		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	115,962	251,054	238,267	6,782	-
2	Debt securities	30,983	174	-	174	-
3	Total	146,945	251,228	238,267	6,956	-
4	<i>Of which: non-performing exposures</i>	311	2,413	2,078	226	-
5	<i>Of which: defaulted</i>	284	2,257	1,926	222	-

		NWB Plc				
		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	114,395	253,102	240,303	6,358	-
2	Debt securities	31,191	-	-	-	-
3	Total	145,586	253,102	240,303	6,358	-
4	<i>Of which: non-performing exposures</i>	325	2,422	2,083	267	-
5	<i>Of which: defaulted</i>	299	2,231	1,901	261	-

(1) Exposures classified as held-for-trading 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.

		NWB Plc					
		a	b	c	d	e	f
		Exposures pre CCF and CRM		Exposures post CCF and CRM		RWAs and RWAs 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	45,953	170	46,585	211	923	2
2	Regional governments or local authorities	139	22	131	-	-	-
3	Public sector entities	-	-	-	-	-	-
4	Multilateral development banks	3,728	-	3,728	-	-	-
5	International organisations	-	-	-	-	-	-
6	Institutions	21,740	10,142	21,739	4,896	753	3
7	Corporates	15,825	10,824	15,173	395	3,801	24
8	Retail	1,643	1,652	1,643	-	725	44
9	Secured by mortgages on immovable property	556	387	555	146	716	102
10	Exposures in default	71	19	50	-	68	137
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	1,454	-	1,454	-	3,632	250
16	Other items	16	-	16	-	16	100
17	Total	91,125	23,216	91,074	5,648	10,634	11

		NWB Plc					
		a	b	c	d	e	f
		Exposures pre CCF and CRM		Exposures post CCF and CRM		RWAs and RWAs 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	50,733	165	51,317	213	1,000	2
2	Regional governments or local authorities	183	28	182	-	-	-
3	Public sector entities	-	-	-	-	-	-
4	Multilateral development banks	1,964	-	1,964	-	-	-
5	International organisations	-	-	-	-	-	-
6	Institutions	17,995	10,275	17,995	4,955	838	4
7	Corporates	17,318	12,427	16,691	520	4,081	24
8	Retail	1,887	1,658	1,887	-	806	43
9	Secured by mortgages on immovable property	463	298	462	147	628	103
10	Exposures in default	88	35	63	1	91	143
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	1,500	-	1,500	-	3,745	250
16	Other items	30	-	30	-	30	100
17	Total	92,161	24,886	92,091	5,836	11,219	11

Annex XXI: Credit risk – IRB approach

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.

		NWB Plc		NWB Plc	
		30 June 2024		31 December 2023	
		a	b	a	b
		Pre-credit derivatives RWAs	Actual RWAs	Pre-credit derivatives RWAs	Actual RWAs
		£m	£m	£m	£m
5	Exposures under AIRB	80,957	80,957	82,500	82,500
6	Central governments and central banks	865	865	979	979
7	Institutions	1,909	1,909	3,083	3,083
8	Corporates	30,288	30,288	31,785	31,785
8.1	<i>Of which: SME</i>	4,924	4,924	5,108	5,108
8.3	<i>Of which: Other</i>	25,364	25,364	26,677	26,677
9	Retail	47,895	47,895	46,653	46,653
9.1	<i>Of which: secured by real estate SME - secured by immovable property collateral</i>	303	303	301	301
9.2	<i>Of which: secured by real estate non-SME - secured by immovable property collateral</i>	32,062	32,062	31,444	31,444
9.3	<i>Of which: qualifying revolving</i>	5,879	5,879	5,347	5,347
9.4	<i>Of which: other SMEs</i>	2,711	2,711	2,654	2,654
9.5	<i>Of which: other non-SME</i>	6,940	6,940	6,907	6,907
10	Total	80,957	80,957	82,500	82,500

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 NWB Plc does not apply the FIRB method. The table excludes counterparty credit risk, securitisations and non-credit obligation assets.

A-IRB		NWB Plc														
		Credit risk mitigation techniques											Unfunded credit protection (UFCP)		Credit risk mitigation methods in the calculation of RWAs	
		Funded credit protection (FCP)														
		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 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																
1	Central governments and central banks	19,865	0.35	-	-	-	-	-	-	-	-	-	865	865		
2	Institutions	7,345	20.04	-	-	-	-	-	-	-	-	2.89	1,909	1,909		
3	Corporates	58,530	0.62	42.87	28.46	0.04	14.37	-	-	-	-	2.52	30,288	30,288		
3.1	Of which: SME	8,593	0.83	99.85	81.70	-	18.14	0.01	-	-	0.01	6.05	4,924	4,924		
3.3	Of which: other	49,937	0.58	33.07	19.30	0.04	13.73	-	-	-	-	1.91	25,364	25,364		
4	Retail	220,431	-	173.23	173.23	-	-	-	-	-	-	1.71	47,895	47,895		
4.1	Of which: immovable property SME	694	-	-	-	-	-	-	-	-	-	0.97	303	303		
4.2	Of which: immovable property non-SME	184,974	-	206.43	206.43	-	-	-	-	-	-	-	32,062	32,062		
4.3	Of which: qualifying revolving	19,224	-	-	-	-	-	-	-	-	-	-	5,879	5,879		
4.4	Of which: other SME	9,679	-	-	-	-	-	-	-	-	-	38.95	2,711	2,711		
4.5	Of which: other non-SME	5,860	-	-	-	-	-	-	-	-	-	-	6,940	6,940		
5	Total	306,171	0.62	132.91	130.16	0.01	2.75	-	-	-	-	1.78	80,957	80,957		

Annex XXI: Credit risk – IRB approach continued

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

A-IRB

		NWB Plc													
		Credit risk mitigation techniques										Unfunded credit protection (UFCP)		Credit risk mitigation methods in the calculation of RWAs	
		Funded credit protection (FCP)													
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	RWA with substitution effects	
															%
30 June 2024		a	b	c	d	e	f	g	h	i	j	k	l	m	n
6	Specialised lending under the slotting approach	13,581	-	-	-	-	-	-	-	-	-	-	-	8,604	8,604
7	Equity exposures	10	-	-	-	-	-	-	-	-	-	-	-	-	-
8	Total	13,591	-	-	-	-	-	-	-	-	-	-	-	8,604	8,604

Annex XXI: Credit risk – IRB approach continued

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

		NWB Plc													
		Credit risk mitigation techniques										Unfunded credit protection (UFCP)		Credit risk mitigation methods in the calculation of RWAs	
		Funded credit protection (FCP)													
		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 assigned to the obligor exposure class	RWA with substitution effects	
		Em	%	%	%	%	%	%	%	%	%	Em	Em		
		a	b	c	d	e	f	g	h	i	j	k	l	m	n
31 December 2023															
1	Central governments and central banks	15,248	0.40	-	-	-	-	-	-	-	-	979	979		
2	Institutions	9,609	16.19	-	-	-	-	-	-	-	-	3,083	3,083		
3	Corporates	61,507	10.09	128.76	59.34	0.01	69.41	-	-	-	2.28	31,785	31,785		
3.1	Of which: SME	9,526	3.45	136.74	62.38	0.01	74.35	0.01	-	-	7.06	5,108	5,108		
3.3	Of which: Other	51,981	11.31	127.30	58.78	0.01	68.51	-	-	-	1.41	26,677	26,677		
4	Retail	220,313	-	182.00	182.00	-	-	-	-	-	1.92	46,653	46,653		
4.1	Of which: Immovable property SME	732	-	-	-	-	-	-	-	-	1.13	301	301		
4.2	Of which: Immovable property non-SME	185,185	-	216.52	216.52	-	-	-	-	-	-	31,444	31,444		
4.3	Of which: Qualifying revolving	18,598	-	-	-	-	-	-	-	-	-	5,347	5,347		
4.4	Of which: Other SMEs	10,019	-	-	-	-	-	-	-	-	42.15	2,654	2,654		
4.5	Of which: Other non-SME	5,779	-	-	-	-	-	-	-	-	-	6,907	6,907		
5	Total	306,677	2.55	156.57	142.65	-	13.92	-	-	-	1.84	82,500	82,500		

Annex XXI: Credit risk – IRB approach continued

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

A-IRB

NWB Plc

	Credit risk mitigation techniques													Credit risk mitigation methods in the calculation of RWAs	
	Funded credit protection (FCP)									Unfunded credit protection (UFCP)					
	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 post all assigned to the obligor exposure class	RWA with substitution effects	
£m	%	%	%	%	%	%	%	%	%	%	%	£m	£m		
	a	b	c	d	e	f	g	h	i	j	k	l	m	n	
31 December 2023															
6 Specialised lending under the slotting approach	14,219												9,106	9,106	
7 Equity exposures	-												-	-	
8 Total	14,219												9,106	9,106	

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

		NWB Plc					
		a	b	c	d	e	f
		Specialised lending: project finance (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	854	508	50%	1,138	467	-
	Equal to or more than 2.5 years	2,748	1,820	70%	3,916	2,289	16
Category 2	Less than 2.5 years	48	109	70%	149	98	1
	Equal to or more than 2.5 years	368	140	90%	476	355	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	105	3	-	106	-	53
Total	Less than 2.5 years	922	633		1,318	592	2
	Equal to or more than 2.5 years	3,298	1,969		4,577	2,721	75

		NWB Plc					
		Specialised lending : Project finance (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	846	464	50%	1,168	499	-
	Equal to or more than 2.5 years	3235	2,381	70%	5,285	3,153	21
Category 2	Less than 2.5 years	15	86	70%	95	67	-
	Equal to or more than 2.5 years	375	175	90%	496	394	4
Category 3	Less than 2.5 years	18	18	115%	32	37	1
	Equal to or more than 2.5 years	114	6	115%	117	109	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	63	9	-	71	-	35
Total	Less than 2.5 years	879	568		1,295	603	1
	Equal to or more than 2.5 years	3830	2,574		6,013	3,739	67

Annex XXIII: Specialised lending continued

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

CR10.2

		NWB Plc					
		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	1,972	163	50%	2,050	1,026	-
	Equal to or more than 2.5 years	1,784	244	70%	1,952	1,366	8
Category 2	Less than 2.5 years	1,919	191	70%	2,028	1,419	8
	Equal to or more than 2.5 years	1,254	160	90%	1,356	1,221	11
Category 3	Less than 2.5 years	71	-	115%	71	81	2
	Equal to or more than 2.5 years	40	2	115%	42	48	1
Category 4	Less than 2.5 years	48	-	250%	48	119	4
	Equal to or more than 2.5 years	4	-	250%	4	10	-
Category 5	Less than 2.5 years	102	1	-	103	-	51
	Equal to or more than 2.5 years	30	1	-	31	-	15
Total	Less than 2.5 years	4,112	355		4,300	2,645	65
	Equal to or more than 2.5 years	3,112	407		3,385	2,645	35

		NWB Plc					
		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	1,573	163	50%	1,657	828	-
	Equal to or more than 2.5 years	1,673	229	70%	1,806	1,264	7
Category 2	Less than 2.5 years	1,711	169	70%	1,818	1,272	7
	Equal to or more than 2.5 years	1,166	270	90%	1,401	1,261	12
Category 3	Less than 2.5 years	42	0	115%	42	49	1
	Equal to or more than 2.5 years	14	1	115%	15	17	-
Category 4	Less than 2.5 years	26	-	250%	26	65	2
	Equal to or more than 2.5 years	3	-	250%	3	8	-
Category 5	Less than 2.5 years	121	2	-	122	-	62
	Equal to or more than 2.5 years	21	0	-	21	-	10
Total	Less than 2.5 years	3,473	334		3,665	2,214	72
	Equal to or more than 2.5 years	2,877	500		3,246	2,550	29