

NatWest Group plc

Disclosure for Global Systemically Important Banks (G-SIB) Indicators as of 31 December 2022.

NatWest Group plc is no longer currently classified as a G-SIB however disclosure obligations require the Group to continue to report G-SIB indicators to the national authority, the Prudential Regulatory Authority.

The Basel Committee on Banking Supervision (BCBS) assesses the systemic importance of banks with the current BCBS methodology relying upon an indicator-based measurement approach. The selected indicators reflect the size of the bank, its interconnectedness, the lack of readily available substitutes or financial institution infrastructure for the services it provides, its global (cross-jurisdictional) activity and its complexity. The selected indicators are chosen to reflect the different aspects of what generates negative externalities and makes a bank critical for the stability of the financial system and global economy.

The current data in the BCBS template is based upon the instructions for the end-2022 G-SIB assessment exercise.

This document has been updated following additional PRA guidance.

| General Bank Data | | |
|--|------|---|
| Section 1 - General Information | GSIB | Response |
| a. General information provided by the relevant supervisory authority: | | |
| (1) Country code | 1001 | GB |
| (2) Bank name | 1002 | NWG |
| (3) Reporting date (yyyy-mm-dd) | 1003 | 2022/12/31 |
| (4) Reporting currency | 1004 | GBP |
| (5) Euro conversion rate | 1005 | 1.127484694 |
| (6) Submission date (yyyy-mm-dd) | 1006 | 2023/04/27 |
| b. General Information provided by the reporting institution: | | |
| (1) Reporting unit | 1007 | 1,000,000 |
| (2) Accounting standard | 1008 | IFRS |
| (3) Date of public disclosure (yyyy-mm-dd) | 1009 | 2023/04/28 |
| (4) Language of public disclosure | 1010 | English |
| (5) Web address of public disclosure | 1011 | NatWest Group Investors |
| (6) LEI code | 2015 | 2138005O9XJIJN4JPN90 |
| Size Indicator | | |
| Section 2 - Total Exposures | GSIB | Amount in million GBP |
| a. Derivatives | | |
| (1) Counterparty exposure of derivatives contracts | 1012 | 13,864 |
| (2) Capped notional amount of credit derivatives | 1201 | 693 |
| (3) Potential future exposure of derivative contracts | 1018 | 18,327 |
| b. Securities financing transactions (SFTs) | | |
| (1) Adjusted gross value of SFTs | 1013 | 41,563 |
| (2) Counterparty exposure of SFTs | 1014 | 4,147 |
| c. Other assets | | |
| | 1015 | 561,747 |
| d. Gross notional amount of off-balance sheet items | | |
| (1) Items subject to a 0% credit conversion factor (CCF) | 1019 | 54,491 |
| (2) Items subject to a 20% CCF | 1022 | 9,795 |
| (3) Items subject to a 50% CCF | 1023 | 67,805 |
| (4) Items subject to a 100% CCF | 1024 | 4,965 |
| e. Regulatory adjustments | | |
| | 1031 | 5,776 |
| f. Total exposures prior to regulatory adjustments (sum of items 2.a.(1) through 2.c., 0.1 times 2.d.(1), 0.2 times 2.d.(2), 0.5 times 2.d.(3), and 2.d.(4)) | | |
| | 1103 | 686,617 |
| g. Exposures of insurance subsidiaries not included in 2.f net of intragroup: | | |
| (1) On-balance sheet and off-balance sheet insurance assets | 1701 | 0 |
| (2) Potential future exposure of derivatives contracts for insurance subsidiaries | 1205 | 0 |
| (3) Investment value in consolidated entities | 1208 | 0 |
| h. Intragroup exposures with insurance subsidiaries reported in 2.g that are included in 2.f | | |
| | 2101 | 0 |
| i. Total exposures indicator, including insurance subsidiaries (sum of items 2.f, 2.g.(1) through 2.g.(2) minus 2.g.(3) through 2.h) | | |
| | 1117 | 686,617 |

| Interconnectedness Indicators | | |
|--|-------------|------------------------------|
| Section 3 - Intra-Financial System Assets | GSIB | Amount in million GBP |
| a. Funds deposited with or lent to other financial institutions | 1216 | 27,818 |
| (1) Certificates of deposit | 2102 | 0 |
| b. Unused portion of committed lines extended to other financial institutions | 1217 | 14,628 |
| c. Holdings of securities issued by other financial institutions | | |
| (1) Secured debt securities | 2103 | 9,111 |
| (2) Senior unsecured debt securities | 2104 | 2,758 |
| (3) Subordinated debt securities | 2105 | 264 |
| (4) Commercial paper | 2106 | 103 |
| (5) Equity securities | 2107 | 350 |
| (6) Offsetting short positions in relation to the specific equity securities included in item 3.c.(5) | 2108 | 0 |
| d. Net positive current exposure of SFTs with other financial institutions | 1219 | 534 |
| e. OTC derivatives with other financial institutions that have a net positive fair value | | |
| (1) Net positive fair value | 2109 | 2,380 |
| (2) Potential future exposure | 2110 | 11,109 |
| f. Intra-financial system assets indicator, including insurance subsidiaries (sum of items 3.a, 3.b through 3.c.(5), 3.d, 3.e.(1), and 3.e.(2), minus 3.c.(6)) | 1215 | 69,055 |
| Section 4 - Intra-Financial System Liabilities | GSIB | Amount in million GBP |
| a. Funds deposited by or borrowed from other financial institutions | | |
| (1) Deposits due to depository institutions | 2111 | 19,330 |
| (2) Deposits due to non-depository financial institutions | 2112 | 50,235 |
| (3) Loans obtained from other financial institutions | 2113 | 732 |
| b. Unused portion of committed lines obtained from other financial institutions | 1223 | 0 |
| c. Net negative current exposure of SFTs with other financial institutions | 1224 | 4,483 |
| d. OTC derivatives with other financial institutions that have a net negative fair value | | |
| (1) Net negative fair value | 2114 | 2,680 |
| (2) Potential future exposure | 2115 | 8,129 |
| e. Intra-financial system liabilities indicator, including insurance subsidiaries (sum of items 4.a.(1) through 4.d.(2)) | 1221 | 85,589 |
| Section 5 - Securities Outstanding | GSIB | Amount in million GBP |
| a. Secured debt securities | 2116 | 3,701 |
| b. Senior unsecured debt securities | 2117 | 39,481 |
| c. Subordinated debt securities | 2118 | 6,260 |
| d. Commercial paper | 2119 | 3,231 |
| e. Certificates of deposit | 2120 | 2,440 |
| f. Common equity | 2121 | 25,953 |
| g. Preferred shares and any other forms of subordinated funding not captured in item 5.c. | 2122 | 3,701 |
| h. Securities outstanding indicator, including the securities issued by insurance subsidiaries (sum of items 5.a through 5.g) | 1226 | 84,767 |
| Substitutability/Financial Institution Infrastructure Indicators | | |
| Section 6 - Payments made in the reporting year (excluding intragroup payments) | GSIB | Amount in million GBP |
| a. Australian dollars (AUD) | 1061 | 181,835 |
| b. Canadian dollars (CAD) | 1063 | 236,274 |
| c. Swiss francs (CHF) | 1064 | 248,295 |
| d. Chinese yuan (CNY) | 1065 | 233,407 |
| e. Euros (EUR) | 1066 | 2,904,084 |
| f. British pounds (GBP) | 1067 | 17,304,876 |
| g. Hong Kong dollars (HKD) | 1068 | 50,386 |
| h. Indian rupee (INR) | 1069 | 700 |
| i. Japanese yen (JPY) | 1070 | 303,110 |
| j. New Zealand dollars (NZD) | 1109 | 39,985 |
| k. Swedish krona (SEK) | 1071 | 91,998 |
| l. United States dollars (USD) | 1072 | 4,706,827 |
| m. Payments activity indicator (sum of items 6.a through 6.l) | 1073 | 26,301,777 |
| Section 7 - Assets Under Custody | GSIB | Amount in million GBP |
| a. Assets under custody indicator | 1074 | 393,296 |
| Section 8 - Underwritten Transactions in Debt and Equity Markets | GSIB | Amount in million GBP |
| a. Equity underwriting activity | 1075 | 18 |
| b. Debt underwriting activity | 1076 | 51,402 |
| c. Underwriting activity indicator (sum of items 8.a and 8.b) | 1077 | 51,420 |

| Section 9 - Trading Volume | GSIB | Amount in million GBP |
|---|-------------|------------------------------|
| a. Trading volume of securities issued by other public sector entities, excluding intragroup transactions | 2123 | 22,451 |
| b. Trading volume of other fixed income securities, excluding intragroup transactions | 2124 | 137,996 |
| c. Trading volume fixed income sub-indicator (sum of items 9.a and 9.b) | 2125 | 160,447 |
| d. Trading volume of listed equities, excluding intragroup transactions | 2126 | 7 |
| e. Trading volume of all other securities, excluding intragroup transactions | 2127 | 1 |
| f. Trading volume equities and other securities sub-indicator (sum of items 9.d and 9.e) | 2128 | 8 |
| | | |
| Complexity indicators | | |
| | | |
| Section 10 - Notional Amount of Over-the-Counter (OTC) Derivatives | GSIB | Amount in million GBP |
| a. OTC derivatives cleared through a central counterparty | 2129 | 8,065,406 |
| b. OTC derivatives settled bilaterally | 1905 | 5,151,475 |
| c. Notional amount of over-the-counter (OTC) derivatives indicator, including insurance subsidiaries (sum of items 10.a and 10.b) | 1227 | 13,216,881 |
| | | |
| Section 11 - Trading and Available-for-Sale Securities | GSIB | Amount in million GBP |
| a. Held-for-trading securities (HFT) | 1081 | 9,922 |
| b. Available-for-sale securities (AFS) | 1082 | 16,499 |
| c. Trading and AFS securities that meet the definition of Level 1 assets | 1083 | 18,938 |
| d. Trading and AFS securities that meet the definition of Level 2 assets, with haircuts | 1084 | 2,361 |
| e. Trading and AFS securities indicator (sum of items 11.a and 11.b, minus the sum of 11.c and 11.d) | 1085 | 5,122 |
| | | |
| Section 12 - Level 3 Assets | GSIB | Amount in million GBP |
| a. Level 3 assets indicator, including insurance subsidiaries | 1229 | 2,333 |
| | | |
| Cross-Jurisdictional Activity Indicators | | |
| | | |
| Section 13 - Cross-Jurisdictional Claims | GSIB | Amount in million GBP |
| a. Total foreign claims on an ultimate risk basis | 1087 | 173,444 |
| b. Foreign derivative claims on an ultimate risk basis | 1146 | 23,907 |
| c. Cross-jurisdictional claims indicator (sum of items 13.a and 13.b) | 2130 | 197,351 |
| | | |
| Section 14 - Cross-Jurisdictional Liabilities | GSIB | Amount in million GBP |
| a. Foreign liabilities on an immediate risk basis, excluding derivatives and including local liabilities in local currency | 2131 | 96,072 |
| b. Foreign derivative liabilities on an immediate risk basis | 1149 | 41,358 |
| c. Cross-jurisdictional liabilities indicator (sum of items 14.a and 14.b) | 1148 | 137,430 |