恒生銀行
HANG SENG BANK

恒變∞生無限
Ever Growing Ever Innovating

Banking Disclosure Statement

31 March 2024

(Unaudited)

恒生銀行有限公司 Hang Seng Bank Limited
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BANKING DISCLOSURE STATEMENT *(unaudited)*

Contents

Tables

Prefixes contained in the table names, where applicable, represent the reference codes of the standard disclosure templates and tables issued by the HKMA. Where applicable, RWA in tables 1 and 2 are applied with 1.06 scaling factor, while RWA in other tables are before such application.

Introduction

Purpose

The information contained in this document is for Hang Seng Bank Limited ('the Bank') and its subsidiaries (together 'the Group') to comply with both the Banking (Disclosure) Rules ('BDR') made under section 60A of the Banking Ordinance and the Financial Institutions (Resolution) (Loss-absorbing Capacity Requirements - Banking Sector) Rules ('LAC Rules') made under section 19(1) of the Financial Institutions (Resolution) Ordinance ('FIRO').

These banking disclosures are governed by the Group's disclosure policy, which has been approved by the Board. The disclosure policy sets out the governance, control and assurance requirements for publication of the document. While the Banking Disclosure Statement is not required to be externally audited, the document has been subject to independent review by the Group's Global Internal Audit team and has been approved by the Audit Committee as delegated by the Board.

Basis of preparation

Except where indicated otherwise, the financial information contained in this Banking Disclosure Statement has been prepared on a consolidated basis. The basis of consolidation for regulatory capital purposes is different from that for accounting purposes.

The approaches used in calculating the Group's regulatory capital and risk-weighted assets ('RWA') are in accordance with the Banking (Capital) Rules ('BCR'). The Group uses the advanced internal ratings-based ('IRB') approach to calculate its credit risk for the majority of its non-securitisation exposures. For collective investment scheme ('CIS') exposures, the Group uses the look-through approach ('LTA') to calculate the risk-weighted amount. For counterparty credit risk ('CCR'), the Group uses the standardised (counterparty credit risk) ('SA-CCR') approach to calculate its default risk exposures for derivatives and the comprehensive approach for securities financing transactions ('SFTs'). For market risk, the Group uses an internal models ('IMM') approach to calculate its general market risk for the risk categories of interest rate and foreign exchange (including gold) exposures and the standardised (market risk) ('STM') approach for calculating other market risk positions. For operational risk, the Group uses the standardised (operational risk) ('STO') approach to calculate its operational risk.

For loss-absorbing capacity ('LAC') disclosures, the basis of calculating the Group's LAC and RWA is in accordance with the LAC Rules.

Regulatory reporting processes and controls

The quality of regulatory reporting remains a key priority for management and regulators. We are progressing with a multi-year comprehensive programme to strengthen our processes, improve consistency, and enhance controls across regulatory reports, focusing on our prudential regulatory reporting and other priority regulatory reports.

The Banking Disclosure Statement

The Group's Banking Disclosure Statement at 31 March 2024 comprises Pillar 3 information required under the framework of the Basel Committee on Banking Supervision ('BCBS'). The disclosures are made in accordance with the latest BDR and the LAC Rules issued by the Hong Kong Monetary Authority ('HKMA').

According to the BDR and the LAC Rules, disclosure of comparative information is not required unless otherwise specified in the standard disclosure templates. Prior period disclosures can be found in the Regulatory Disclosures section of our website, www.hangseng.com.

The Banking Disclosure Statement includes the majority of the information required under the BDR and the LAC Rules. The remainder of the disclosure requirements are covered in the Group's 2023 Annual Report which can be found in the Investor Relations – Financial Statements section of our website, www.hangseng.com. There is no substantial change in the Group’s operations in the first quarter of 2024.

Disclosure requirements covered in the Group's 2023 Annual Report:	**Reference in Annual Report (Printed version)**	**Reference in Annual Report (Text version)**
– BDR Section 16(1)(b) - Operations of the Group	Note 19 on pages 225 to 228	Note 19 on pages 265 to 268

Key metrics

Table 1: KM1 – Key prudential ratios

		Footnotes	a	b	c	d	e
			At				
			31 Mar 2024	31 Dec 2023	30 Sep 2023	30 Jun 2023	31 Mar 2023
	Regulatory capital (HK$m)	*1*					
1	Common Equity Tier 1 ('CET1')		**120,557**	122,259	118,710	117,229	116,999
2	Tier 1 ('T1')		**132,301**	134,003	130,454	128,973	128,743
3	Total capital		**142,487**	144,233	140,682	139,291	138,946
	RWA (HK$m)	*1*					
4	Total RWA		**679,785**	674,269	677,322	696,197	722,516
	Risk-based regulatory capital ratios (as a percentage of RWA)	*1*					
5	CET1 ratio (%)		**17.7**	18.1	17.5	16.8	16.2
6	Tier 1 ratio (%)		**19.5**	19.9	19.3	18.5	17.8
7	Total capital ratio (%)		**21.0**	21.4	20.8	20.0	19.2
	Additional CET1 buffer requirements (as a percentage of RWA)	*1*					
8	Capital conservation buffer requirement (%)		**2.500**	2.500	2.500	2.500	2.500
9	Countercyclical capital buffer ('CCyB') requirement (%)	*2*	**0.854**	0.846	0.835	0.828	0.813
10	Higher loss absorbency requirements (%) (applicable only to Global systemically important authorised institutions ('G-SIBs') or Domestic systemically important authorised institutions ('D-SIBs'))		**1.000**	1.000	1.000	1.000	1.000
11	Total authorised institution ('AI')-specific CET1 buffer requirements (%)		**4.354**	4.346	4.335	4.328	4.313
12	CET1 available after meeting the AI's minimum capital requirements (%)		**13.0**	13.4	12.8	12.0	11.2
	Basel III leverage ratio ('LR')	*3*					
13	Total leverage ratio exposure measure (HK$m)		**1,544,703**	1,568,958	1,546,074	1,576,897	1,665,439
14	LR (%)		**8.6**	8.5	8.4	8.2	7.7
	Liquidity Coverage Ratio ('LCR')	*4*					
15	Total high quality liquid assets ('HQLA') (HK$m)		**393,230**	383,868	361,082	417,983	471,195
16	Total net cash outflows (HK$m)		**142,720**	147,600	150,750	170,826	171,100
17	LCR (%)		**276.8**	260.6	240.1	245.0	276.7
	Net Stable Funding Ratio ('NSFR')	*5*					
18	Total available stable funding ('ASF') (HK$m)		**1,151,589**	1,159,272	1,132,365	1,149,715	1,192,396
19	Total required stable funding ('RSF') (HK$m)		**670,874**	688,342	682,837	712,313	728,638
20	NSFR (%)		**171.7**	168.4	165.8	161.4	163.6

1 *The regulatory capital, RWA, risk-based regulatory capital ratios and additional CET1 buffer requirements above are based on or derived from the information as contained in the 'Capital Adequacy Ratio - (MA(BS)3)' return submitted to the HKMA on a consolidated basis under the requirements of section 3C(1) of the BCR.*

2 *The jurisdictional CCyB of Hong Kong used in the calculation of CCyB requirement has been 1.0% since 31 March 2020. The jurisdictional CCyB of other countries used in the calculation of the CCyB requirement ranged from 0% to 2.5% at 31 March 2024.*

3 *The Basel III LRs are disclosed in accordance with the information contained in the 'Leverage Ratio - (MA(BS)27)' return submitted to the HKMA under the requirements specified in Part 1C of the BCR.*

4 *The LCRs shown are the simple average values of all working days in the reporting periods and are made in accordance with the requirements specified in the 'Liquidity Position - (MA(BS)1E)' return submitted to the HKMA under rule 11(1) of the Banking (Liquidity) Rules ('BLR').*

5 *The NSFR disclosures are made in accordance with the information contained in the 'Stable Funding Position - (MA(BS)26)' return submitted to the HKMA under the requirements specified in rule 11(1) of the BLR.*

Table 2: KM2(A) – Key metrics – LAC requirements for material subsidiaries

			a	b	c	d	e
			At				
		Footnotes	**31 Mar 2024**	31 Dec 2023	30 Sep 2023	30 Jun 2023	31 Mar 2023
Of the material entity at LAC consolidation group level							
1	Internal loss-absorbing capacity available (HK$m)		**169,983**	171,724	168,177	166,788	166,447
2	Risk-weighted amount under the LAC Rules (HK$m)		**679,785**	674,269	677,322	696,197	722,516
3	Internal LAC risk-weighted ratio (%)		**25.0**	25.5	24.8	24.0	23.0
4	Exposure measure under the LAC Rules (HK$m)		**1,543,658**	1,567,913	1,545,029	1,575,852	1,664,394
5	Internal LAC leverage ratio (%)		**11.0**	11.0	10.9	10.6	10.0
6a	Does the subordination exemption in the antepenultimate paragraph of Section 11 of the Financial Stability Board ('FSB') Total Loss-absorbing Capacity ('TLAC') Term Sheet apply?	*1*	**Not applicable**	Not applicable	Not applicable	Not applicable	Not applicable
6b	Does the subordination exemption in the penultimate paragraph of Section 11 of the FSB TLAC Term Sheet apply?	*1*	**Not applicable**	Not applicable	Not applicable	Not applicable	Not applicable
6c	If the capped subordination exemption applies, the amount of funding issued that ranks pari passu with excluded liabilities and that is recognised as external loss-absorbing capacity, divided by funding issued that ranks pari passu with excluded liabilities and that would be recognised as external loss-absorbing capacity if no cap was applied	*1*	**Not applicable**	Not applicable	Not applicable	Not applicable	Not applicable

1 The subordination exemptions under Section 11 of the FSB TLAC Term Sheet do not apply in Hong Kong under the LAC Rules.

Capital and RWA

Leverage ratio

The following table shows the leverage ratio, Tier 1 capital and total exposure measure as contained in the 'Leverage Ratio' return submitted to the HKMA under the requirements specified in Part 1C of the BCR.

Table 3: LR2 – Leverage ratio

		a	b
		31 Mar 2024 HK$m	31 Dec 2023 HK$m
	On-balance sheet exposures		
1	On-balance sheet exposures (excluding those arising from derivative contracts and SFTs, but including collateral)	**1,447,031**	1,476,258
2	Less: Asset amounts deducted in determining T1 capital	**(28,576)**	(29,480)
3	**Total on-balance sheet exposures (excluding derivative contracts and SFTs)**	**1,418,455**	1,446,778
	Exposures arising from derivative contracts		
4	Replacement cost associated with all derivative contracts (where applicable net of eligible cash variation margin and/or with bilateral netting)	**11,375**	10,880
5	Add-on amounts for potential future exposure ('PFE') associated with all derivative contracts	**24,302**	18,688
6	Gross-up for collateral provided in respect of dervative contracts where deducted from the balance sheet assets pursuant to the applicable accounting framework	**-**	-
7	Less: Deductions of receivables assets for cash variation margin provided under derivative contracts	**-**	-
8	Less: Exempted central counterparty ('CCP') leg of client-cleared trade exposures	**-**	-
9	Adjusted effective notional amount of written credit-related derivative contracts	**-**	-
10	Less: Adjusted effective notional offsets and add-on deductions for written credit-related derivative contracts	**-**	-
11	**Total exposures arising from derivative contracts**	**35,677**	29,568
	Exposures arising from SFTs		
12	Gross SFT assets (with no recognition of netting), after adjusting for sale accounting transactions	**28,424**	32,811
13	Less: Netted amounts of cash payables and cash receivables of gross SFT assets	**-**	-
14	CCR exposure for SFT assets	**488**	566
15	Agent transaction exposures	**-**	-
16	**Total exposures arising from SFTs**	**28,912**	33,377
	Other off-balance sheet exposures		
17	Off-balance sheet exposure at gross notional amount	**536,102**	522,527
18	Less: Adjustments for conversion to credit equivalent amounts	**(459,398)**	(449,408)
19	**Off-balance sheet items**	**76,704**	73,119
	Capital and total exposures		
20	Tier 1 capital	**132,301**	134,003
20a	Total exposures before adjustments for specific and collective provisions	**1,559,748**	1,582,842
20b	Adjustments for specific and collective provisions	**(15,045)**	(13,884)
21	**Total exposures after adjustments for specific and collective provisions**	**1,544,703**	1,568,958
	LR		
22	LR[1] (%)	**8.6%**	8.5%

1 LR is the ratio of T1 capital to the total exposures after adjustments for specific and collective provisions.

Overview of RWA and the minimum capital requirements

Table 4: OV1 – Overview of RWA

		a	b	c
		RWA[1]		**Minimum capital requirements**[2]
		31 Mar 2024 HK$m	31 Dec 2023 HK$m	**31 Mar 2024 HK$m**
1	Credit risk for non-securitisation exposures	**527,569**	526,943	**44,494**
2	*Of which: Standardised (credit risk) ('STC') approach*	***50,989***	*53,702*	***4,079***
2a	*Of which: Basic ('BSC') approach*	-	-	-
3	*Of which: Foundation IRB approach*	-	-	-
4	*Of which: Supervisory slotting criteria approach*	***54,508***	*50,404*	***4,622***
5	*Of which: Advanced IRB approach*	***422,072***	*422,837*	***35,793***
6	Counterparty default risk and default fund contributions	8,793	6,243	**733**
7	*Of which: SA-CCR approach*	***8,433***	*5,918*	***703***
7a	*Of which: Current exposure method ('CEM')*	-	-	-
8	*Of which: Internal models (counterparty credit risk) ('IMM(CCR)') approach*	-	-	-
9	*Of which: Others*	***360***	*325*	***30***
10	Credit valuation adjustment ('CVA') risk	**9,340**	7,358	**747**
11	Equity positions in banking book under the simple risk-weight method and internal models method	**16,322**	16,300	**1,384**
12	CIS exposures – LTA	**558**	558	**47**
13	CIS exposures – Mandate-based ('MBA') approach	-	-	-
14	CIS exposures – Fall-back ('FBA') approach	-	-	-
14a	CIS exposures – combination of approaches	-	-	-
15	Settlement risk	-	-	-
16	Securitisation exposures in banking book	-	-	-
17	*Of which: Securitisation internal ratings-based ('SEC-IRBA') approach*	-	-	-
18	*Of which: Securitisation external ratings-based ('SEC-ERBA') approach (including internal assessment approach ('IAA'))*	-	-	-
19	*Of which: Securitisation standardised ('SEC-SA') approach*	-	-	-
19a	*Of which: Securitisation fall-back ('SEC-FBA') approach*	-	-	-
20	Market risk	**18,630**	19,898	**1,490**
21	*Of which: STM approach*	***299***	*223*	***24***
22	*Of which: IMM approach*	***18,331***	*19,675*	***1,466***
23	Capital charge for switch between exposures in trading book and banking book (not applicable before the revised market risk framework takes effect)*	**Not applicable**	Not applicable	**Not applicable**
24	Operational risk	**63,285**	62,088	**5,063**
24a	Sovereign concentration risk	-	-	-
25	Amounts below the thresholds for deduction (subject to 250% Risk-Weight ('RW'))	**17,653**	17,653	**1,497**
26	Capital floor adjustment	-	-	-
26a	Deduction to RWA	**(13,394)**	(13,513)	**(1,072)**
26b	*Of which: Portion of regulatory reserve for general banking risks and collective provisions which is not included in Tier 2 ('T2') Capital*	-	-	-
26c	*Of which: Portion of cumulative fair value gains arising from the revaluation of land and buildings which is not included in T2 Capital*	***(13,394)***	*(13,513)*	***(1,072)***
27	**Total**	**648,756**	643,528	**54,383**

1 RWA in this table are presented before the application of the 1.06 scaling factor, where applicable.

2 Minimum capital requirement represents the Pillar 1 capital charge at 8% of the RWA after application of the 1.06 scaling factor, where applicable.

3 Item marked with an asterisk (*) will be applicable only after the respective policy frameworks take effect. Until then, 'Not applicable' is reported in this row.

Total RWA increased by HK$5.2bn in the first quarter of 2024. Major movement came from below credit risk exposures:

Counterparty default risk and default fund contributions, and CVA risk

RWA increased by HK$4.5bn mainly due to an increase in exposures to foreign exchange derivative contracts.

Credit risk for non-securitisation exposures

RWA increased by HK$0.6bn. It is the net effect of unfavourable credit rating migration and a drop in loan size.

RWA flow statements

RWA flow statement for credit risk

Table 5: CR8 – RWA flow statement of credit risk[1] exposures under IRB approach

		a
		Amount HK$m
1	RWA as at end of previous reporting period (31 Dec 2023)	**473,241**
2	Asset size	**(12,539)**
3	Asset quality	**16,584**
4	Model updates	-
5	Methodology and policy	-
6	Acquisitions and disposals	-
7	Foreign exchange movements	**(683)**
8	Other	**(23)**
9	**RWA as at end of reporting period (31 Mar 2024)**	**476,580**

1 Credit risk in this table represents the credit risk for non-securitisation exposures excluding counterparty credit risk.

RWA increased by HK$3.3bn in the first quarter of 2024. It was mainly a net effect of unfavourable credit rating migration and a drop in corporate loan size.

RWA flow statement for market risk

Table 6: MR2 – RWA flow statement of market risk exposures under IMM approach

		a	b	c	d	e	f
		Value at risk ('VaR') HK$m	**Stressed VaR ('SVaR') HK$m**	**Incremental risk charge ('IRC') HK$m**	**Comprehensive risk charge ('CRC') HK$m**	**Other HK$m**	**Total RWA HK$m**
1	RWA as at end of previous reporting period (31 Dec 2023)	**4,753**	**14,922**	-	-	-	**19,675**
2	Movement in risk levels	**413**	**(1,790)**	-	-	-	**(1,377)**
3	Model updates/changes	-	-	-	-	-	-
4	Methodology and policy	-	-	-	-	-	-
5	Acquisitions and disposals	-	-	-	-	-	-
6	Foreign exchange movements	**8**	**25**	-	-	-	**33**
7	Other	-	-	-	-	-	-
8	**RWA as at end of reporting period (31 Mar 2024)**	**5,174**	**13,157**	-	-	-	**18,331**

The decrease in market risk RWA in the first quarter of 2024 was driven by US dollar interest rate trading positions.

Liquidity information

The Group is required to calculate its LCR and NSFR on a consolidated basis in accordance with rule 11(1) of the BLR and to maintain both LCR and NSFR of not less than 100%.

Table 7: Average liquidity coverage ratio

	Quarter ended
	31 Mar 2024
	%
Average LCR	**276.8**

The average LCR was 276.8% for the quarter ended 31 Mar 2024. The liquidity position of the Group remained strong and above the statutory requirement of 100%. The average LCR increased from 260.6% for the quarter ended 31 December 2023 to 276.8% for the quarter ended 31 March 2024, mainly reflecting the increase in holding of HQLA as a result of the increase in commercial surplus.

The composition of the Group's HQLA as defined under Schedule 2 of the BLR is shown as below. The majority of the HQLA held by the Group are Level 1 assets which comprise mainly of government debt securities.

Table 8: Total weighted amount of high quality liquid assets

	Weighted value (average) for the quarter ended
	31 Mar 2024
	HK$m
Level 1 assets	**379,665**
Level 2A assets	**10,378**
Level 2B assets	**3,187**
Total weighted amount of HQLA	**393,230**

Sources of funding

Our primary sources of funding are customer deposits. We issue wholesale securities to supplement our customer deposits and change the currency mix or maturity profile of our liabilities.

Currency mismatch

In times of stress it cannot automatically be assumed that one currency can always be converted for another, even if those currencies are 'hard' currencies. LCR is therefore assessed by single currency for those that are material. In some currencies, convertibility is restricted by regulators and central banks and this restriction results in local currency not being convertible offshore or even onshore. HSBC Group policy requires all operating entities to manage currency mismatch risks for material currencies. Limits are set to ensure that outflows can be met, given assumptions on stressed capacity in the foreign exchange swap markets. Limits are approved by the local Asset and Liability Management Committee ('ALCO')/Tactical Asset and Liability Management Committee ('TALCO'), and monitored by the local ALCO.

Additional contractual obligations

Most of the Group's derivative transactions are exchange rate contracts and interest rate contracts. Under the terms of our current collateral obligations under derivative contracts (which are International Swaps and Derivatives Association ('ISDA') compliant Credit Support Annex ('CSA') contracts), the additional collateral required to post in the event of downgrade in credit ratings is nil.

A summary of the Group's current policies and practices for the management of liquidity and funding risk is set out in pages 90 to 94 of the Group's 2023 Annual Report*.

** Refers to printed version. The page reference of Annual Report (text version) is pages 105 to 110.*

BANKING DISCLOSURE STATEMENT *(unaudited) (continued)*

The following table sets out the required disclosure items under the Liquidity Coverage Ratio Standard Disclosure Template as specified by the HKMA. Number of data points used in calculating the average value of the LCR and related components set out in this table for the quarter ended on 31 March 2024 was 72.

Table 9: LIQ1 – Liquidity coverage ratio – for category 1 institution

		Quarter ended 31 Mar 2024 (72 data points)	
		a	b
	Basis of disclosure: consolidated	**Unweighted value (average) HK$m**	**Weighted value (average) HK$m**
A	**HQLA**		
1	Total HQLA		**393,230**
B	**Cash outflows**		
2	Retail deposits and small business funding, of which:	**896,390**	**75,029**
3	*Stable retail deposits and stable small business funding*	***208,712***	***6,261***
4	*Less stable retail deposits and less stable small business funding*	***687,678***	***68,768***
4a	*Retail term deposits and small business term funding*	**-**	**-**
5	Unsecured wholesale funding (other than small business funding) and debt securities and prescribed instruments issued by the institution, of which:	**196,516**	**89,606**
6	*Operational deposits*	***24,021***	***5,401***
7	*Unsecured wholesale funding (other than small business funding) not covered in Row 6*	***169,504***	***81,214***
8	*Debt securities and prescribed instruments issued by the institution and redeemable within the LCR period*	***2,991***	***2,991***
9	Secured funding transactions (including securities swap transactions)		**-**
10	Additional requirements, of which:	**128,422**	**17,951**
11	*Cash outflows arising from derivative contracts and other transactions, and additional liquidity needs arising from related collateral requirements*	***3,410***	***3,410***
12	*Cash outflows arising from obligations under structured financing transactions and repayment of funding obtained from such transactions*	***2,480***	***2,480***
13	*Potential drawdown of undrawn committed facilities (including committed credit facilities and committed liquidity facilities)*	***122,532***	***12,061***
14	Contractual lending obligations (not otherwise covered in Section B) and other contractual cash outflows	**23,160**	**23,160**
15	Other contingent funding obligations (whether contractual or non-contractual)	**406,772**	**2,271**
16	Total cash outflows		**208,017**
C	**Cash inflows**		
17	Secured lending transactions (including securities swap transactions)	**12,611**	**8,668**
18	Secured and unsecured loans (other than secured lending transactions covered in Row 17) and operational deposits placed at other financial institutions	**76,518**	**43,320**
19	Other cash inflows	**26,300**	**13,309**
20	Total cash inflows	**115,429**	**65,297**
D	**LCR (adjusted value)**		
21	Total HQLA		**393,230**
22	Total net cash outflows		**142,720**
23	LCR (%)		**276.8%**

Other information

Abbreviations

A	
AI	Authorised institution
ALCO	Asset and Liability Management Committee
ASF	Available stable funding
B	
Bank	Hang Seng Bank Limited
BCBS	Basel Committee on Banking Supervision
BCR	Banking (Capital) Rules
BDR	Banking (Disclosure) Rules
BLR	Banking (Liquidity) Rules
BSC	Basic approach
C	
CCP	Central counterparty
CCR	Counterparty credit risk
CCyB	Countercyclical capital buffer
CEM	Current exposure method
CET1	Common Equity Tier 1
CIS	Collective investment scheme
CRC	Comprehensive risk charge
CSA	Credit Support Annex
CVA	Credit valuation adjustment
D	
D-SIB	Domestic systemically important authorised institution
F	
FBA	Fall-back approach
FIRO	Financial Institutions (Resolution) Ordinance
FSB	Financial Stability Board
G	
G-SIB	Global systemically important authorised institution
Group	Hang Seng Bank Limited together with its subsidiaries
H	
HK$bn	Billions (thousands of millions) of Hong Kong dollars
HK$m	Millions of Hong Kong dollars
HKMA	Hong Kong Monetary Authority
Hong Kong	The Hong Kong Special Administrative Region of the People's Republic of China
HQLA	High quality liquid assets
I	
IAA	Internal assessment approach
IMM	Internal models approach
IMM(CCR)	Internal models (counterparty credit risk) approach
IRB	Internal ratings-based approach
IRC	Incremental risk charge
ISDA	International Swaps and Derivatives Association
L	
LAC Rules	Financial Institutions (Resolution) (Loss-absorbing Capacity Requirements - Banking Sector) Rules
LAC	Loss-absorbing Capacity
LCR	Liquidity coverage ratio
LR	Leverage ratio
LTA	Look-through approach
M	
MBA	Mandate-based approach
N	
N/A	Not applicable
NSFR	Net stable funding ratio
P	
PFE	Potential future exposure
R	
RSF	Required stable funding
RWA	Risk-weighted asset(s)/risk-weighted amount(s)
RW	Risk-Weight
S	
SA-CCR	Standardised approach for counterparty credit risk
SEC-ERBA	Securitisation external ratings-based approach
SEC-FBA	Securitisation fall-back approach
SEC-IRBA	Securitisation internal ratings-based approach
SEC-SA	Securitisation standardised approach
SFT	Securities financing transaction
STC	Standardised (credit risk) approach
STM	Standardised (market risk) approach
STO	Standardised (operational risk) approach
SVaR	Stressed VaR
T	
T1	Tier 1
T2	Tier 2
TALCO	Tactical Asset and Liability Management Committee
TLAC	Total Loss-absorbing Capacity
V	
VaR	Value at risk