

Disclosure for global systemically important banks (G-SIBs) indicators as of 31 December 2019

In order to comply with disclosure requirements and methodology described in the July 2013 document entitled “Global systemically important banks: updated assessment methodology and the higher loss absorbency requirement”¹, we attach information, corresponding to the fiscal year 2019.

Although BBVA group is not currently a GSIB, the obligation to disclose is defined as follows: “In accordance with the BCBS standards, all banks with a leverage ratio exposure measure exceeding 200 billion euros (using the exchange rate applicable at the financial year-end) are required to publically disclose information containing at least the 12 indicators defined in GSIB methodology within four months of the financial year end”.

The Basel Committee on Banking Supervision (BCBS) assesses the systemic importance of banks in a global context.

Global systemic importance is measured in terms of the impact a bank's failure can have on the global financial system and the wider economy, rather than the risk that a failure could occur.

The measurement approach of the global systemic importance is indicator-based. The indicators shall reflect the size of banks, their interconnectedness, the lack of readily available substitutes or financial institution infrastructure for the services they provide, their global (cross-jurisdictional) activity and their complexity.

The indicators provided below are calculated based on specific instructions by the BCBS and thus are not directly comparable against other disclosed information.

Please, be aware that this disclosed information could be subject to changes because is still under review by National Supervisor Authority and also by Basel Committee on Banking Supervision.

Articles 128 and 131 of Directive 2013/36/EU of the European Parliament incorporate at European level the obligation to maintain capital buffers for global systemically important entities. This has been transposed to Spanish regulation by the law 10/2014, “de ordenación, supervisión y solvencia de entidades de crédito”. According to this law, capital buffer for systemic entities is being required from January 1st, 2016, subject to transitional period.

Madrid, April 29, 2020

In Million € Category	Individual indicator	31.12.2019
Cross-Jurisdictional Activity	Cross-Jurisdictional claims	380.538
	Cross-Jurisdictional liabilities	289.647
Size	Total exposures as defined for use in the BIS Basel III leverage ratio ²	738.935
Interconnectedness	Intra-financial system assets	58.487
	Intra-financial system liabilities	68.078
	Securities outstanding	107.480
Substitutability/financial institution infrastructure	Assets under custody	768.596
	Payments activity	12.337.890
Complexity	Underwritten transactions in debt and equity markets	24.018
	Notional amount of over-the-counter (OTC) derivatives	3.706.618
	Level 3 Assets	3.499
	Trading and available for sale securities ³	14.472

¹ Document available at www.bis.org/publ/bcbs255.htm

² According to the instructions of GSIBs template requirements, this indicator match the definition of total exposures as defined in Basel III leverage ratio framework and disclosure requirements, January 2014, Basel Committee on Banking Supervision, available at www.bis.org/publ/bcbs270.htm.

BBVA official COREP total exposure for the calculation of leverage ratio as of end-2019 on a fully-loaded basis is € 730.278 millions.

³ After offsetting of trading and available-for-sale securities that meet the definition of unencumbered Level 1 and Level 2 (after haircuts) assets, as per BCBS definition

General Bank Data

Section 1 - General Information	GSIB	Response
a. General information provided by the relevant supervisory authority:		
(1) Country code	1001	
(2) Bank name	1002	
(3) Reporting date (yyyy-mm-dd)	1003	<select>
(4) Reporting currency	1004	<select>
(5) Euro conversion rate	1005	
(6) Submission date (yyyy-mm-dd)	1006	
b. General Information provided by the reporting institution:		
(1) Reporting unit	1007	1.000
(2) Accounting standard	1008	IFRS
(3) Date of public disclosure (yyyy-mm-dd)	1009	2020-04-29
(4) Language of public disclosure	1010	English
(5) Web address of public disclosure	1011	https://shareholdersandinvestors.

Size Indicator

Section 2 - Total Exposures	GSIB	Amount
a. Derivatives		
(1) Counterparty exposure of derivatives contracts	1012	10.850.121
(2) Capped notional amount of credit derivatives	1201	7.908.928
(3) Potential future exposure of derivative contracts	1018	14.707.732
b. Securities financing transactions (SFTs)		
(1) Adjusted gross value of SFTs	1013	34.126.688
(2) Counterparty exposure of SFTs	1014	3.325.677
c. Other assets	1015	600.850.552
d. Gross notional amount of off-balance sheet items		
(1) Items subject to a 0% credit conversion factor (CCF)	1019	62.748.400
(2) Items subject to a 20% CCF	1022	14.021.010
(3) Items subject to a 50% CCF	1023	92.340.812
(4) Items subject to a 100% CCF	1024	11.915.717
e. Regulatory adjustments	1031	8.656.262
f. Total exposures indicator (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	738.934.863

Interconnectedness Indicators

Section 3 - Intra-Financial System Assets	GSIB	Amount
a. Funds deposited with or lent to other financial institutions	1033	17.866.011
(1) Certificates of deposit	1034	0
b. Unused portion of committed lines extended to other financial institutions	1035	16.320.192
c. Holdings of securities issued by other financial institutions:		
(1) Secured debt securities	1036	1.421.968
(2) Senior unsecured debt securities	1037	7.966.587
(3) Subordinated debt securities	1038	88.024
(4) Commercial paper	1039	460.950
(5) Equity securities	1040	2.947.650
(6) Offsetting short positions in relation to the specific equity securities included in item 3.c.(5)	1041	36.076
d. Net positive current exposure of securities financing transactions with other financial institutions	1213	4.088.312
e. Over-the-counter derivatives with other financial institutions that have a net positive fair value:		
(1) Net positive fair value	1043	3.279.940
(2) Potential future exposure	1044	4.083.783
f. Intra-financial system assets indicator (sum of items 3.a., 3.b through 3.c.(5), 3.d., 3.e.(1), and 3.e.(2), minus 3.c.(6))	1045	58.487.341

Section 4 - Intra-Financial System Liabilities	GSIB	Amount
a. Funds deposited by or borrowed from other financial institutions:		
(1) Deposits due to depository institutions	1046	26.274.927
(2) Deposits due to non-depository financial institutions	1047	20.241.013
(3) Loans obtained from other financial institutions	1105	0
b. Unused portion of committed lines obtained from other financial institutions	1048	11.450.349
c. Net negative current exposure of securities financing transactions with other financial institutions	1214	957.297
d. Over-the-counter derivatives with other financial institutions that have a net negative fair value:		
(1) Net negative fair value	1050	4.855.287
(2) Potential future exposure	1051	4.298.939
e. Intra-financial system liabilities indicator (sum of items 4.a.(1) through 4.d.(2))	1052	68.077.813

Section 5 - Securities Outstanding	GSIB	Amount
a. Secured debt securities	1053	15.858.376
b. Senior unsecured debt securities	1054	28.742.394
c. Subordinated debt securities	1055	17.675.100
d. Commercial paper	1056	2.416.266
e. Certificates of deposit	1057	2.596.775
f. Common equity	1058	40.190.706
g. Preferred shares and any other forms of subordinated funding not captured in item 5.c.	1059	0
h. Securities outstanding indicator (sum of items 5.a through 5.g)	1060	107.479.617

Substitutability/Financial Institution Infrastructure Indicators

Section 6 - Payments made in the reporting year (excluding intragroup payments)	GSIB	Amount
a. Australian dollars (AUD)	1061	23.299.010
b. Brazilian real (BRL)	1062	2.008
c. Canadian dollars (CAD)	1063	46.668.876
d. Swiss francs (CHF)	1064	78.722.755
e. Chinese yuan (CNY)	1065	41.141.138
f. Euros (EUR)	1066	9.036.275.388
g. British pounds (GBP)	1067	328.110.533
h. Hong Kong dollars (HKD)	1068	29.757.842
i. Indian rupee (INR)	1069	7.161
j. Japanese yen (JPY)	1070	53.682.427
k. Mexican pesos (MXN)	1108	15.162.003
l. Swedish krona (SEK)	1071	14.395.209
m. United States dollars (USD)	1072	2.670.665.479
n. Payments activity indicator (sum of items 6.a through 6.m)	1073	12.337.889.828

Section 7 - Assets Under Custody	GSIB	Amount
a. Assets under custody indicator	1074	768.595.958

Section 8 - Underwritten Transactions in Debt and Equity Markets	GSIB	Amount
a. Equity underwriting activity	1075	0
b. Debt underwriting activity	1076	24.017.583
c. Underwriting activity indicator (sum of items 8.a and 8.b)	1077	24.017.583

Complexity indicators

Section 9 - Notional Amount of Over-the-Counter (OTC) Derivatives	GSIB	Amount
a. OTC derivatives cleared through a central counterparty	1078	2.255.648.923
b. OTC derivatives settled bilaterally	1079	1.450.969.134
c. OTC derivatives indicator (sum of items 9.a and 9.b)	1080	3.706.618.057

Section 10 - Trading and Available-for-Sale Securities	GSIB	Amount
a. Held-for-trading securities (HFT)	1081	34.177.909
b. Available-for-sale securities (AFS)	1082	45.888.045
c. Trading and AFS securities that meet the definition of Level 1 assets	1083	59.486.924
d. Trading and AFS securities that meet the definition of Level 2 assets, with haircuts	1084	6.107.213
e. Trading and AFS securities indicator (sum of items 10.a and 10.b, minus the sum of 10.c and 10.d)	1085	14.471.818

Section 11 - Level 3 Assets	GSIB	Amount
a. Level 3 assets indicator (Assets valued for accounting purposes using Level 3 measurement inputs)	1086	3.498.558

Cross-Jurisdictional Activity Indicators

Section 12 - Cross-Jurisdictional Claims	GSIB	Amount
a. Cross-jurisdictional claims indicator (Total foreign claims on an ultimate risk basis)	1087	380.537.972

Section 13 - Cross-Jurisdictional Liabilities	GSIB	Amount
a. Foreign liabilities (excluding derivatives and local liabilities in local currency)	1088	94.752.319
(1) Any foreign liabilities to related offices included in item 13.a.	1089	0
b. Local liabilities in local currency (excluding derivatives activity)	1090	194.894.182
c. Cross-jurisdictional liabilities indicator (sum of items 13.a and 13.b, minus 13.a.(1))	1091	289.646.501