



2016 EU-wide Transparency Exercise

Bank Name	The Royal Bank of Scotland Group Public Limited Company
LEI Code	2138005O9XJIJN4JPN90
Country Code	UK

2016 EU-wide Transparency Exercise Capital

The Royal Bank of Scotland Group Public Limited Company

		(mín EUR, %)	As of 31/12/2015	As of 30/06/2016	COREP CODE	REGULATION
OWN FUNDS Transitional period	A	OWN FUNDS	81,706	68,304	C 01.00 (r010,d10)	Articles 4(118) and 72 of CRR
	A.1	COMMON EQUITY TIER 1 CAPITAL (net of deductions and after applying transitional adjustments)	51,274	43,139	C 01.00 (r020,d10)	Article 50 of CRR
	A.1.1	Capital instruments eligible as CET1 Capital (including share premium and net own capital instruments)	45,977	41,232	C 01.00 (r030,d10)	Articles 26(1) points (a) and (b), 27 to 29, 36(1) point (f) and 42 of CRR
	A.1.2	Retained earnings	-5,476	-8,277	C 01.00 (r130,d10)	Articles 26(1) point (c), 26(2) and 36 (1) points (a) and (f) of CRR
	A.1.3	Accumulated other comprehensive income	3,322	5,495	C 01.00 (r180,d10)	Articles 4(100), 36(1) point (d) and 36 (1) point (f) of CRR
	A.1.4	Other Reserves	20,868	18,496	C 01.00 (r200,d10)	Articles 4(117) and 24(1) point (e) of CRR
	A.1.5	Funds for general banking risk	0	0	C 01.00 (r210,d10)	Articles 4(112), 26(1) point (f) and 36 (1) point (f) of CRR
	A.1.6	Minority interest given recognition in CET1 capital	0	0	C 01.00 (r230,d10)	Article 84 of CRR
	A.1.7	Adjustments to CET1 due to prudential filters	-1,286	-3,380	C 01.00 (r250,d10)	Articles 32 to 35 of and 36 (1) point (f) of CRR
	A.1.8	(-) Intangible assets (including Goodwill)	-8,946	-7,846	C 01.00 (r300,d10) + C 01.00 (r340,d10)	Articles 4(113), 36(1) point (b) and 37 of CRR. Articles 4(115), 34(1) point (b) and 37 point (a) of CRR
	A.1.9	(-) DTAs that rely on future profitability and do not arise from temporary differences net of associated DTLs	-1,512	-1,258	C 01.00 (r370,d10)	Articles 36(1) point (c) and 38 of CRR
	A.1.10	(-) IIRB shortfall of credit risk adjustments to expected losses	-1,410	-1,005	C 01.00 (r380,d10)	Articles 36(1) point (d), 40 and 159 of CRR
	A.1.11	(-) Defined benefit pension fund assets	-219	-253	C 01.00 (r390,d10)	Articles 4(109), 36(1) point (e) and 41 of CRR
	A.1.12	(-) Reciprocal cross holdings in CET1 Capital	0	0	C 01.00 (r430,d10)	Articles 4(122), 36(1) point (g) and 44 of CRR
	A.1.13	(-) Excess deduction from AT1 items over AT1 Capital	0	0	C 01.00 (r440,d10)	Article 36(1) point (j) of CRR
	A.1.14	(-) Deductions related to assets which can alternatively be subject to a 1.250% risk weight	0	0	C 01.00 (r450,d10) + C 01.00 (r460,d10) + C 01.00 (r470,d10) + C 01.00 (r471,d10) + C 01.00 (r472,d10)	Articles 4(36), 36(1) point (k) (i) and 89 to 91 of CRR; Articles 36(1) point (k) (i), 243(1) point (b), 244(1) point (b) and 258 of CRR; Articles 36(1) point (k) (ii) and 379(3) of CRR; Articles 36(1) point (k) (iv) and 153(B) of CRR and Articles 36(1) point (k) (v) and 155(c) of CRR.
	A.1.14.1	Of which: from securitisation positions (-)	0	0	C 01.00 (r460,d10)	Articles 36(1) point (k) (i), 243(1) point (b), 244(1) point (b) and 258 of CRR
	A.1.15	(-) Holdings of CET1 capital instruments of financial sector entities where the institution does not have a significant investment	0	0	C 01.00 (r480,d10)	Articles 4(27), 36(1) point (h); 43 to 46, 49 (2) and (3) and 79 of CRR
	A.1.16	(-) Deductible DTAs that rely on future profitability and arise from temporary differences	0	0	C 01.00 (r490,d10)	Articles 36(1) point (c) and 38; Articles 48(1) point (a) and 48(2) of CRR
	A.1.17	(-) Holdings of CET1 capital instruments of financial sector entities where the institution has a significant investment	0	0	C 01.00 (r500,d10)	Articles 4(27); 36(1) point (i); 43, 45; 47; 48(1) point (b); 49(1) to (3) and 79 of CRR
	A.1.18	(-) Amount exceeding the 17.65% threshold	0	0	C 01.00 (r510,d10)	Article 48 of CRR
	A.1.19	(-) Additional deductions of CET1 Capital due to Article 3 CRR	0	0	C 01.00 (r524,d10)	Article 3 CRR
	A.1.20	CET1 capital elements or deductions - other	-75	-64	C 01.00 (r529,d10)	-
	A.1.21	Transitional adjustments	30	0	CA1 (1.1.1.6 + 1.1.1.8 + 1.1.1.26)	-
	A.1.21.1	Transitional adjustments due to grandfathered CET1 Capital instruments (+/-)	0	0	C 01.00 (r220,d10)	Articles 483(1) to (3), and 484 to 487 of CRR
	A.1.21.2	Transitional adjustments due to additional minority interests (+/-)	0	0	C 01.00 (r240,d10)	Articles 479 and 480 of CRR
	A.1.21.3	Other transitional adjustments to CET1 Capital (+/-)	30	0	C 01.00 (r520,d10)	Articles 469 to 472, 478 and 481 of CRR
A.2	ADDITIONAL TIER 1 CAPITAL (net of deductions and after transitional adjustments)	11,875	9,384	C 01.00 (r530,d10)	Article 61 of CRR	
A.2.1	Additional Tier 1 Capital instruments	2,721	2,416	C 01.00 (r540,d10) + C 01.00 (r670,d10)		
A.2.2	(-) Excess deduction from T2 items over T2 capital	0	0	C 01.00 (r720,d10)		
A.2.3	Other Additional Tier 1 Capital components and deductions	0	0	C 01.00 (r690,d10) + C 01.00 (r700,d10) + C 01.00 (r710,d10) + C 01.00 (r740,d10) + C 01.00 (r744,d10) + C 01.00 (r748,d10)		
A.2.4	Additional Tier 1 transitional adjustments	9,155	6,968	C 01.00 (r660,d10) + C 01.00 (r680,d10) + C 01.00 (r730,d10)		
A.3	TIER 1 CAPITAL (net of deductions and after transitional adjustments)	63,149	52,523	C 01.00 (r015,d10)	Article 25 of CRR	
A.4	TIER 2 CAPITAL (net of deductions and after transitional adjustments)	18,557	15,781	C 01.00 (r750,d10)	Article 71 of CRR	
A.4.1	Tier 2 Capital instruments	10,902	10,923	C 01.00 (r760,d10) + C 01.00 (r890,d10)		
A.4.2	Other Tier 2 Capital components and deductions	0	0	C 01.00 (r910,d10) + C 01.00 (r920,d10) + C 01.00 (r930,d10) + C 01.00 (r940,d10) + C 01.00 (r950,d10) + C 01.00 (r970,d10) + C 01.00 (r974,d10) + C 01.00 (r978,d10)		
A.4.3	Tier 2 transitional adjustments	7,655	4,858	C 01.00 (r880,d10) + C 01.00 (r900,d10) + C 01.00 (r960,d10)		
OWN FUNDS REQUIREMENTS	B	TOTAL RISK EXPOSURE AMOUNT	330,581	296,636	C 02.00 (r010,d10)	Articles 92(3), 95, 96 and 98 of CRR
	B.1	Of which: Transitional adjustments included	0	0	C 05.01 (r010,d40)	
CAPITAL RATIOS (%) Transitional period	C.1	COMMON EQUITY TIER 1 CAPITAL RATIO (transitional period)	15.51%	14.54%	CA3 (1)	-
	C.2	TIER 1 CAPITAL RATIO (transitional period)	19.10%	17.71%	CA3 (3)	-
	C.3	TOTAL CAPITAL RATIO (transitional period)	24.72%	23.03%	CA3 (5)	-
CET1 Capital Fully loaded	D	COMMON EQUITY TIER 1 CAPITAL (fully loaded)	51,244	43,139	[A.1-A.1.13-A.1.21+MIN(A.2+A.1.13-A.2.2-A.2.4+MIN(A.4+A.2.2-A.4.3,0))]	-
CET1 RATIO (%) Fully loaded¹	E	COMMON EQUITY TIER 1 CAPITAL RATIO (fully loaded)	15.50%	14.54%	[D.1]/[B-B.1]	-

⁽¹⁾ Fully loaded CET1 capital ratio estimation based on the formulae stated in column "COREP CODE"



2016 EU-wide Transparency Exercise

Risk exposure amounts

The Royal Bank of Scotland Group Public Limited Company

(mln EUR)	as of 31/12/2015	as of 30/06/2016
Risk exposure amounts for credit risk	250,520	233,752
Risk exposure amount for securitisation and re-securitisations in the banking book	4,622	3,861
Risk exposure amount for contributions to the default fund of a CCP	13	35
Risk exposure amount Other credit risk	245,886	229,856
Risk exposure amount for position, foreign exchange and commodities (Market risk)	28,959	25,340
of which: Risk exposure amount for securitisation and re-securitisations in the trading book ¹	2,220	1,774
Risk exposure amount for Credit Valuation Adjustment	8,025	6,442
Risk exposure amount for operational risk	43,051	31,090
Other risk exposure amounts	25	12
Total Risk Exposure Amount	330,581	296,636

⁽¹⁾ May include hedges, which are not securitisation positions, as per Article 338.3 of CRR

2016 EU-wide Transparency Exercise P&L

The Royal Bank of Scotland Group Public Limited Company

(mln EUR)	As of 31/12/2015	As of 30/06/2016
Interest income	16,390	6,987
Of which debt securities income	785	411
Of which loans and advances income	14,184	6,130
Interest expenses	4,306	1,651
(Of which deposits expenses)	1,868	634
(Of which debt securities issued expenses)	2,430	897
(Expenses on share capital repayable on demand)	0	0
Dividend income	74	9
Net Fee and commission income	3,947	1,576
Gains or (-) losses on derecognition of financial assets and liabilities not measured at fair value through profit or loss, and of non financial assets, net	-1,093	-142
Gains or (-) losses on financial assets and liabilities held for trading, net	1,532	-23
Gains or (-) losses on financial assets and liabilities designated at fair value through profit or loss, net	88	207
Gains or (-) losses from hedge accounting, net	66	-68
Exchange differences [gain or (-) loss], net	17	8
Net other operating income /(expenses)	1,155	324
TOTAL OPERATING INCOME, NET	17,870	7,227
(Administrative expenses)	12,581	4,803
(Depreciation)	1,596	423
(Provisions or (-) reversal of provisions)	6,135	1,829
(Commitments and guarantees given)	0	0
(Other provisions)	6,135	1,829
Of which pending legal issues and tax litigation ¹	2,935	
Of which restructuring ¹	668	
(Impairment or (-) reversal of impairment on financial assets not measured at fair value through profit or loss)	-965	514
(Loans and receivables)	-1,130	515
(Held to maturity investments, AFS assets and financial assets measured at cost)	166	0
(Impairment or (-) reversal of impairment of investments in subsidiaries, joint ventures and associates and on non-financial assets)	1,703	112
(of which Goodwill)	678	0
Negative goodwill recognised in profit or loss	0	0
Share of the profit or (-) loss of investments in subsidiaries, joint ventures and associates	-306	40
Profit or (-) loss from non-current assets and disposal groups classified as held for sale not qualifying as discontinued operations	-208	84
PROFIT OR (-) LOSS BEFORE TAX FROM CONTINUING OPERATIONS	-3,694	-330
PROFIT OR (-) LOSS AFTER TAX FROM CONTINUING OPERATIONS	-3,713	-742
Profit or (-) loss after tax from discontinued operations	2,100	0
PROFIT OR (-) LOSS FOR THE YEAR	-1,614	-742
Of which attributable to owners of the parent	-2,171	-776

⁽¹⁾ Information available only as of end of the year

2016 EU-wide Transparency Exercise

Credit Risk - Standardised Approach

The Royal Bank of Scotland Group Public Limited Company

		Standardised Approach							
		As of 31/12/2015				As of 30/06/2016			
		Original Exposure ¹	Exposure Value ¹	Risk exposure amount	Value adjustments and provisions	Original Exposure ¹	Exposure Value ¹	Risk exposure amount	Value adjustments and provisions
		(m EUR, %)							
Consolidated data	Central governments or central banks	89,116	88,501	37		76,426	65,816	27	
	Regional governments or local authorities	739	393	267		678	361	234	
	Public sector entities	0	0	0		0	0	0	
	Multilateral Development Banks	23	59	0		46	46	0	
	International Organisations	0	0	0		0	0	0	
	Institutions	7,442	7,442	1,073		7,223	7,078	994	
	Corporates	34,420	26,750	25,656		31,153	24,569	23,822	
	of which: SME	2,662	2,097	2,007		2,204	1,802	1,731	
	Retail	11,507	4,976	3,489		7,858	4,211	2,905	
	of which: SME	1,550	1,549	923		1,427	1,421	817	
	Secured by mortgages on immovable property	19,227	18,764	10,415		18,060	17,548	9,606	
	of which: SME	272	255	232		343	325	239	
	Exposures in default	1,161	860	1,015	274	1,227	879	1,023	321
	Items associated with particularly high risk	260	260	290		0	0	0	
	Covered bonds	196	196	20		174	174	18	
	Claims on institutions and corporates with a ST credit assessment	0	0	0		0	0	0	
	Collective investments undertakings (CIU)	16	16	16		124	124	37	
Equity	836	824	1,745		533	523	1,134		
Securitisation	0	0	0		0	0	0		
Other exposures	12,008	12,008	9,907		10,020	10,018	7,554		
Standardised Total²	176,952	161,051	54,028	367	153,523	131,348	47,354	400	

⁽¹⁾ Original exposure, unlike Exposure value, is reported before taking into account any effect due to credit conversion factors or credit risk mitigation techniques (e.g. substitution effects).

		Standardised Approach							
		As of 31/12/2015				As of 30/06/2016			
		Original Exposure ¹	Exposure Value ¹	Risk exposure amount	Value adjustments and provisions ²	Original Exposure ¹	Exposure Value ¹	Risk exposure amount	Value adjustments and provisions ²
		(m EUR, %)							
UNITED KINGDOM	Central governments or central banks	85,383	84,560	6		73,052	62,408	0	
	Regional governments or local authorities	339	9	2		320	7	1	
	Public sector entities	0	0	0		0	0	0	
	Multilateral Development Banks	0	0	0		0	0	0	
	International Organisations	0	0	0		0	0	0	
	Institutions	2,352	2,358	330		2,143	2,140	288	
	Corporates	11,111	8,896	8,139		9,970	7,594	7,133	
	of which: SME	1,521	1,271	1,216		1,265	1,076	1,034	
	Retail	9,782	3,466	2,371		6,302	2,698	1,810	
	of which: SME	1,245	1,244	710		1,171	1,165	665	
	Secured by mortgages on immovable property	11,880	11,697	6,029		10,973	10,768	5,201	
	of which: SME	135	131	119		136	122	112	
	Exposures in default	650	575	678	56	656	573	686	72
	Items associated with particularly high risk	245	245	368		0	0	0	
	Covered bonds	0	0	0		0	0	0	
	Claims on institutions and corporates with a ST credit assessment	0	0	0		0	0	0	
	Collective investments undertakings (CIU)	0	0	0		0	0	0	
Equity	648	647	1,566		425	425	1,035		
Securitisation	0	0	0		0	0	0		
Other exposures	9,603	9,603	7,972		8,248	8,248	6,096		
Standardised Total²	9,603	9,603	7,972	79	8,248	8,248	6,096	97	

⁽¹⁾ Original exposure, unlike Exposure value, is reported before taking into account any effect due to credit conversion factors or credit risk mitigation techniques (e.g. substitution effects).

⁽²⁾ Total value adjustments and provisions per country of counterparty does not include Securitisation exposures

		Standardised Approach							
		As of 31/12/2015				As of 30/06/2016			
		Original Exposure ¹	Exposure Value ¹	Risk exposure amount	Value adjustments and provisions ²	Original Exposure ¹	Exposure Value ¹	Risk exposure amount	Value adjustments and provisions ²
		(m EUR, %)							
UNITED STATES	Central governments or central banks	139	139	0		0	0	0	
	Regional governments or local authorities	10	10	2		22	22	4	
	Public sector entities	0	0	0		0	0	0	
	Multilateral Development Banks	0	0	0		0	0	0	
	International Organisations	0	0	0		0	0	0	
	Institutions	3,019	3,003	318		2,958	2,929	341	
	Corporates	1,071	938	929		933	927	923	
	of which: SME	19	3	10		0	0	5	
	Retail	13	12	9		10	10	7	
	of which: SME	0	0	0		0	0	0	
	Secured by mortgages on immovable property	225	224	133		252	251	165	
	of which: SME	0	0	0		0	0	0	
	Exposures in default	35	17	22	18	31	11	13	20
	Items associated with particularly high risk	0	0	0		0	0	0	
	Covered bonds	0	0	0		0	0	0	
	Claims on institutions and corporates with a ST credit assessment	0	0	0		0	0	0	
	Collective investments undertakings (CIU)	16	16	16		124	124	37	
Equity	40	34	34		41	34	34		
Securitisation	0	0	0		0	0	0		
Other exposures	550	550	550		225	225	209		
Standardised Total²	550	550	550	27	225	225	209	29	

⁽¹⁾ Original exposure, unlike Exposure value, is reported before taking into account any effect due to credit conversion factors or credit risk mitigation techniques (e.g. substitution effects).

⁽²⁾ Total value adjustments and provisions per country of counterparty does not include Securitisation exposures

		Standardised Approach							
		As of 31/12/2015				As of 30/06/2016			
		Original Exposure ¹	Exposure Value ¹	Risk exposure amount	Value adjustments and provisions ²	Original Exposure ¹	Exposure Value ¹	Risk exposure amount	Value adjustments and provisions ²
		(m EUR, %)							
GERMANY	Central governments or central banks	0	0	0		56	196	0	
	Regional governments or local authorities	8	8	0		8	8	0	
	Public sector entities	0	0	0		0	0	0	
	Multilateral Development Banks	0	0	0		0	0	0	
	International Organisations	0	0	0		0	0	0	
	Institutions	161	161	18		438	442	10	
	Corporates	163	45	45		280	34	28	
	of which: SME	0	0	0		12	11	5	
	Retail	39	39	29		39	39	29	
	of which: SME	0	0	0		0	0	0	
	Secured by mortgages on immovable property	3	3	1		48	22	16	
	of which: SME	0	0	0		0	0	0	
	Exposures in default	1	0	0	0	1	0	0	0
	Items associated with particularly high risk	0	0	0		0	0	0	
	Covered bonds	0	0	0		0	0	0	
	Claims on institutions and corporates with a ST credit assessment	0	0	0		0	0	0	
	Collective investments undertakings (CIU)	0	0	0		0	0	0	
Equity	2	0	0		2	0	0		
Securitisation	0	0	0		0	0	0		
Other exposures	33	33	33		25	25	25		
Standardised Total²	33	33	33	2	25	25	25	3	

⁽¹⁾ Original exposure, unlike Exposure value, is reported before taking into account any effect due to credit conversion factors or credit risk mitigation techniques (e.g. substitution effects).

⁽²⁾ Total value adjustments and provisions per country of counterparty does not include Securitisation exposures

2016 EU-wide Transparency Exercise

Credit Risk - Standardised Approach

The Royal Bank of Scotland Group Public Limited Company

		Standardised Approach							
		As of 31/12/2015				As of 30/06/2016			
		Original Exposure ¹	Exposure Value ¹	Risk exposure amount	Value adjustments and provisions ²	Original Exposure ¹	Exposure Value ¹	Risk exposure amount	Value adjustments and provisions ²
(m EUR, %)									
IRELAND	Central governments or central banks	0	148	0		0	0	0	
	Regional governments or local authorities	1	1	1		1	1	1	
	Public sector entities	0	0	0		0	0	0	
	Multilateral Development Banks	0	0	0		0	0	0	
	International Organisations	0	0	0		0	0	0	
	Institutions	0	0	0		0	0	0	
	Corporates	988	660	604		887	761	722	
	of which: SME	323	265	209		254	218	179	
	Retail	5	5	3		5	4	3	
	of which: SME	0	0	0		0	0	0	
	Secured by mortgages on immovable property	55	52	29		80	70	46	
	of which: SME	0	0	0		0	0	0	
	Exposures in default	84	46	59	37	79	42	53	34
	Items associated with particularly high risk	0	0	0		0	0	0	
	Covered bonds	0	0	0		0	0	0	
	Claims on institutions and corporates with a ST credit assessment	0	0	0		0	0	0	
Collective investments undertakings (CIU)	0	0	0		0	0	0		
Equity	0	0	0		0	0	0		
Securitisation									
Other exposures	674	674	466		467	467	399		
Standardised Total²				37				34	

⁽¹⁾ Original exposure, unlike Exposure value, is reported before taking into account any effect due to credit conversion factors or credit risk mitigation techniques (e.g. substitution effects).

⁽²⁾ Total value adjustments and provisions per country of counterparty does not include Securitisation exposures

		Standardised Approach							
		As of 31/12/2015				As of 30/06/2016			
		Original Exposure ¹	Exposure Value ¹	Risk exposure amount	Value adjustments and provisions ²	Original Exposure ¹	Exposure Value ¹	Risk exposure amount	Value adjustments and provisions ²
(m EUR, %)									
NETHERLANDS	Central governments or central banks	0	0	0		0	0	0	
	Regional governments or local authorities	28	28	6		23	23	5	
	Public sector entities	0	0	0		0	0	0	
	Multilateral Development Banks	0	0	0		0	0	0	
	International Organisations	0	0	0		0	0	0	
	Institutions	9	9	2		9	9	2	
	Corporates	1,645	992	968		1,606	1,291	1,282	
	of which: SME	5	5	5		5	5	5	
	Retail	9	8	6		8	8	6	
	of which: SME	0	0	0		0	0	0	
	Secured by mortgages on immovable property	11	11	5		11	11	4	
	of which: SME	0	0	0		1	1	1	
	Exposures in default	1	1	1	0	1	1	0	0
	Items associated with particularly high risk	0	0	0		0	0	0	
	Covered bonds	0	0	0		0	0	0	
	Claims on institutions and corporates with a ST credit assessment	0	0	0		0	0	0	
Collective investments undertakings (CIU)	0	0	0		0	0	0		
Equity	0	0	0		0	0	0		
Securitisation									
Other exposures	155	155	155		152	152	151		
Standardised Total²				1				0	

⁽¹⁾ Original exposure, unlike Exposure value, is reported before taking into account any effect due to credit conversion factors or credit risk mitigation techniques (e.g. substitution effects).

⁽²⁾ Total value adjustments and provisions per country of counterparty does not include Securitisation exposures

		Standardised Approach							
		As of 31/12/2015				As of 30/06/2016			
		Original Exposure ¹	Exposure Value ¹	Risk exposure amount	Value adjustments and provisions ²	Original Exposure ¹	Exposure Value ¹	Risk exposure amount	Value adjustments and provisions ²
(m EUR, %)									
FRANCE	Central governments or central banks	0	0	0		0	0	0	
	Regional governments or local authorities	81	79	16		85	83	17	
	Public sector entities	0	0	0		0	0	0	
	Multilateral Development Banks	0	0	0		0	0	0	
	International Organisations	0	0	0		0	0	0	
	Institutions	605	605	44		508	508	18	
	Corporates	396	316	316		185	146	146	
	of which: SME	0	0	0		3	3	3	
	Retail	19	19	14		15	15	11	
	of which: SME	0	0	0		0	0	0	
	Secured by mortgages on immovable property	34	34	13		30	30	10	
	of which: SME	0	0	0		0	0	0	
	Exposures in default	0	0	0	0	1	1	1	0
	Items associated with particularly high risk	0	0	0		0	0	0	
	Covered bonds	9	9	1		9	9	1	
	Claims on institutions and corporates with a ST credit assessment	0	0	0		0	0	0	
Collective investments undertakings (CIU)	0	0	0		0	0	0		
Equity	0	0	0		0	0	0		
Securitisation									
Other exposures	47	47	47		19	19	18		
Standardised Total²				2				3	

⁽¹⁾ Original exposure, unlike Exposure value, is reported before taking into account any effect due to credit conversion factors or credit risk mitigation techniques (e.g. substitution effects).

⁽²⁾ Total value adjustments and provisions per country of counterparty does not include Securitisation exposures

		Standardised Approach							
		As of 31/12/2015				As of 30/06/2016			
		Original Exposure ¹	Exposure Value ¹	Risk exposure amount	Value adjustments and provisions ²	Original Exposure ¹	Exposure Value ¹	Risk exposure amount	Value adjustments and provisions ²
(m EUR, %)									
SAUDI ARABIA	Central governments or central banks	2,473	2,473	0		2,176	2,176	0	
	Regional governments or local authorities	0	0	0		0	0	0	
	Public sector entities	0	0	0		0	0	0	
	Multilateral Development Banks	0	0	0		37	37	0	
	International Organisations	0	0	0		0	0	0	
	Institutions	426	426	169		616	488	210	
	Corporates	7,472	7,460	7,422		8,778	7,389	7,350	
	of which: SME	0	0	0		215	193	193	
	Retail	903	903	677		907	907	680	
	of which: SME	218	218	164		33	33	25	
	Secured by mortgages on immovable property	860	860	846		1,016	1,015	996	
	of which: SME	0	0	0		0	0	0	
	Exposures in default	81	3	4	78	89	5	5	84
	Items associated with particularly high risk	0	0	0		0	0	0	
	Covered bonds	0	0	0		0	0	0	
	Claims on institutions and corporates with a ST credit assessment	0	0	0		0	0	0	
Collective investments undertakings (CIU)	0	0	0		0	0	0		
Equity	49	49	51		45	45	47		
Securitisation									
Other exposures	259	259	183		303	303	209		
Standardised Total²				78				84	

⁽¹⁾ Original exposure, unlike Exposure value, is reported before taking into account any effect due to credit conversion factors or credit risk mitigation techniques (e.g. substitution effects).

⁽²⁾ Total value adjustments and provisions per country of counterparty does not include Securitisation exposures

2016 EU-wide Transparency Exercise

Credit Risk - Standardised Approach

The Royal Bank of Scotland Group Public Limited Company

		Standardised Approach							
		As of 31/12/2015				As of 30/06/2016			
		Original Exposure ¹	Exposure Value ²	Risk exposure amount	Value adjustments and provisions ²	Original Exposure ¹	Exposure Value ²	Risk exposure amount	Value adjustments and provisions ²
(m EUR, %)									
SWITZERLAND	Central governments or central banks	690	687	0		782	780	0	
	Regional governments or local authorities	0	0	0		0	0	0	
	Public sector entities	0	0	0		0	0	0	
	Multilateral Development Banks	0	0	0		0	0	0	
	International Organisations	0	0	0		0	0	0	
	Institutions	197	194	39		133	125	25	
	Corporates	60	24	20		30	19	14	
	of which: SME	0	0	0		0	0	0	
	Retail	29	28	21		15	15	11	
	of which: SME	0	0	0		0	0	0	
	Secured by mortgages on immovable property	140	140	50		105	105	37	
	of which: SME	0	0	0		0	0	0	
	Exposures in default	0	0	0	0	0	0	0	0
	Items associated with particularly high risk	0	0	0		0	0	0	
	Covered bonds	182	182	18		160	160	16	
	Claims on institutions and corporates with a ST credit assessment	0	0	0		0	0	0	
Collective investments undertakings (CIU)	0	0	0		0	0	0		
Equity	66	66	66		12	12	12		
Securitisation									
Other exposures									
Standardised Total²	126	126	119	0	115	115	108	0	

⁽¹⁾ Original exposure, unlike Exposure value, is reported before taking into account any effect due to credit conversion factors or credit risk mitigation techniques (e.g. substitution effects).

⁽²⁾ Total value adjustments and provisions per country of counterparty does not include Securitisation exposures

		Standardised Approach							
		As of 31/12/2015				As of 30/06/2016			
		Original Exposure ¹	Exposure Value ²	Risk exposure amount	Value adjustments and provisions ²	Original Exposure ¹	Exposure Value ²	Risk exposure amount	Value adjustments and provisions ²
(m EUR, %)									
BELGIUM	Central governments or central banks	0	0	0		0	0	0	
	Regional governments or local authorities	0	0	0		0	0	0	
	Public sector entities	0	0	0		0	0	0	
	Multilateral Development Banks	0	0	0		0	0	0	
	International Organisations	0	0	0		0	0	0	
	Institutions	169	169	24		29	29	6	
	Corporates	78	50	50		50	29	29	
	of which: SME	15	15	15		3	3	3	
	Retail	10	8	6		9	8	6	
	of which: SME	0	0	0		0	0	0	
	Secured by mortgages on immovable property	6	6	3		5	5	2	
	of which: SME	0	0	0		0	0	0	
	Exposures in default	0	0	0	0	0	0	0	0
	Items associated with particularly high risk	0	0	0		0	0	0	
	Covered bonds	0	0	0		0	0	0	
	Claims on institutions and corporates with a ST credit assessment	0	0	0		0	0	0	
Collective investments undertakings (CIU)	0	0	0		0	0	0		
Equity	9	7	7		8	6	6		
Securitisation									
Other exposures									
Standardised Total²	1	1	1	16	1	1	1	21	

⁽¹⁾ Original exposure, unlike Exposure value, is reported before taking into account any effect due to credit conversion factors or credit risk mitigation techniques (e.g. substitution effects).

⁽²⁾ Total value adjustments and provisions per country of counterparty does not include Securitisation exposures

		Standardised Approach							
		As of 31/12/2015				As of 30/06/2016			
		Original Exposure ¹	Exposure Value ²	Risk exposure amount	Value adjustments and provisions ²	Original Exposure ¹	Exposure Value ²	Risk exposure amount	Value adjustments and provisions ²
(m EUR, %)									
LUXEMBOURG	Central governments or central banks	0	0	0		0	0	0	
	Regional governments or local authorities	0	0	0		0	0	0	
	Public sector entities	0	0	0		0	0	0	
	Multilateral Development Banks	0	0	0		0	0	0	
	International Organisations	0	0	0		0	0	0	
	Institutions	0	3	2		0	0	0	
	Corporates	1,184	911	594		1,070	920	637	
	of which: SME	39	38	38		0	0	0	
	Retail	2	2	2		2	2	1	
	of which: SME	0	0	0		0	0	0	
	Secured by mortgages on immovable property	256	222	222		213	200	203	
	of which: SME	0	0	0		0	0	0	
	Exposures in default	0	0	0	0	0	0	0	0
	Items associated with particularly high risk	0	0	0		0	0	0	
	Covered bonds	0	0	0		0	0	0	
	Claims on institutions and corporates with a ST credit assessment	0	0	0		0	0	0	
Collective investments undertakings (CIU)	0	0	0		0	0	0		
Equity	0	0	0		0	0	0		
Securitisation									
Other exposures									
Standardised Total²	7	7	7	1	9	9	9	1	

⁽¹⁾ Original exposure, unlike Exposure value, is reported before taking into account any effect due to credit conversion factors or credit risk mitigation techniques (e.g. substitution effects).

⁽²⁾ Total value adjustments and provisions per country of counterparty does not include Securitisation exposures

2016 EU-wide Transparency Exercise

Credit Risk - IRB Approach
The Royal Bank of Scotland Group Public Limited Company

		IRB Approach											
		As of 31/12/2015						As of 30/06/2016					
		Original Exposure ¹	Exposure Value ²	Risk exposure amount	Value adjustments and provisions	Original Exposure ¹	Exposure Value ²	Risk exposure amount	Value adjustments and provisions				
(m EUR, %)			Of which: defaulted		Of which: defaulted		Of which: defaulted		Of which: defaulted		Of which: defaulted		Of which: defaulted
Consolidated data	Central banks and central governments	129,356	0	100,315	5,828	0	0	108,165	0	86,800	5,850	0	0
	Institutions	45,095	1	32,573	11,461	0	5	41,057	1	30,223	12,667	0	2
	Corporates	341,732	6,146	250,516	121,232	285	6,714	299,658	5,595	221,980	110,105	146	4,947
	Corporates - Of Which: Specialised Lending	40,758	378	39,910	27,687	0	1,998	36,656	1,092	36,043	24,974	0	1,527
	Corporates - Of Which: SME	40,133	2,720	35,733	16,585	0	2,020	33,333	1,931	29,853	13,893	0	1,028
	Retail	265,963	10,195	244,439	49,344	8,448	3,916	244,495	9,138	229,908	51,017	8,070	3,742
	Retail - Secured on real estate property	192,723	6,694	192,864	29,139	6,194	2,554	183,086	6,143	183,560	32,515	6,036	1,707
	Retail - Secured on real estate property - Of Which: SME	1,682	72	1,652	881	62	0	1,635	61	1,607	550	43	31
	Retail - Secured on real estate property - Of Which: non-SME	191,041	6,622	191,212	28,558	6,122	2,554	182,051	6,082	181,953	31,965	5,993	1,676
	Retail - Qualifying Revolving	55,162	1,197	32,416	8,697	431	271	43,826	1,047	28,370	7,664	562	447
	Retail - Other Retail	18,078	2,305	17,509	11,509	1,832	1,091	16,984	1,948	17,977	10,837	1,472	1,589
	Retail - Other Retail - Of Which: SME	10,956	1,232	11,713	5,290	1,125	632	10,519	1,070	11,239	5,144	915	749
	Retail - Other Retail - Of Which: non-SME	7,122	1,072	7,445	6,218	707	459	6,464	878	6,738	5,693	558	840
	Equity	433	0	421	1,212	0	192	192	0	192	576	0	0
	Securitisation	14,120	0	13,979	6,622	0	110	12,842	0	12,842	3,861	0	108
Other non credit-obligation assets				562									
IRB Total				194,281						184,595			

⁽¹⁾ Original exposure, unlike Exposure value, is reported before taking into account any effect due to credit conversion factors or credit risk mitigation techniques (e.g. substitution effects).

		IRB Approach											
		As of 31/12/2015						As of 30/06/2016					
		Original Exposure ¹	Exposure Value ²	Risk exposure amount	Value adjustments and provisions	Original Exposure ¹	Exposure Value ²	Risk exposure amount	Value adjustments and provisions				
(m EUR, %)			Of which: defaulted		Of which: defaulted		Of which: defaulted		Of which: defaulted		Of which: defaulted		Of which: defaulted
UNITED KINGDOM	Central banks and central governments	242	0	84	18	0	0	0	0	4,620	0	0	0
	Institutions	7,840	0	4,850	1,422	0	4	7,464	0	4,620	1,861	0	1
	Corporates	174,407	2,234	132,223	59,734	10	1,920	160,379	1,814	121,863	56,171	4	4
	Corporates - Of Which: Specialised Lending	15	0	15	8	0	0	13	0	13	8	0	0
	Corporates - Of Which: SME	36,598	1,475	32,315	14,917	0	739	30,621	1,061	27,240	12,668	0	750
	Retail	243,363	5,969	221,999	32,055	2,997	2,404	221,998	5,035	207,472	34,828	2,503	1,948
	Retail - Secured on real estate property	172,632	2,933	172,578	13,297	1,197	1,107	163,921	2,478	163,226	17,715	903	271
	Retail - Secured on real estate property - Of Which: SME	1,672	71	1,643	578	62	0	1,627	61	1,599	547	43	30
	Retail - Secured on real estate property - Of Which: non-SME	170,959	2,862	170,935	12,719	1,135	1,107	161,894	2,417	161,627	17,167	860	240
	Retail - Qualifying Revolving	53,693	1,156	31,468	8,309	422	266	42,546	1,010	27,496	7,334	548	426
	Retail - Other Retail	17,036	1,879	17,953	10,449	1,378	1,030	15,931	1,548	16,750	9,779	1,052	1,251
	Retail - Other Retail - Of Which: SME	10,158	863	10,756	4,423	685	632	9,716	722	10,267	4,267	507	457
	Retail - Other Retail - Of Which: non-SME	6,881	1,017	7,197	6,026	693	399	6,216	826	6,483	5,512	544	794
	Equity	386	0	373	1,071	0	2	123	0	123	375	0	0
	Securitisation												
Other non credit-obligation assets													
IRB Total													

⁽¹⁾ Original exposure, unlike Exposure value, is reported before taking into account any effect due to credit conversion factors or credit risk mitigation techniques (e.g. substitution effects).

		IRB Approach											
		As of 31/12/2015						As of 30/06/2016					
		Original Exposure ¹	Exposure Value ²	Risk exposure amount	Value adjustments and provisions	Original Exposure ¹	Exposure Value ²	Risk exposure amount	Value adjustments and provisions				
(m EUR, %)			Of which: defaulted		Of which: defaulted		Of which: defaulted		Of which: defaulted		Of which: defaulted		Of which: defaulted
UNITED STATES	Central banks and central governments	58,142	0	35,118	1,305	0	0	34,135	0	26,115	1,211	0	0
	Institutions	5,484	0	2,884	898	0	0	5,014	0	2,736	1,285	0	0
	Corporates	22,020	66	13,776	5,671	0	30	16,695	212	10,491	4,750	0	61
	Corporates - Of Which: Specialised Lending	0	0	0	0	0	0	0	0	0	0	0	0
	Corporates - Of Which: SME	42	11	39	2	0	0	41	1	39	5	0	0
	Retail	204	7	267	27	3	0	273	5	246	30	3	1
	Retail - Secured on real estate property	194	4	194	13	2	0	182	3	183	17	1	0
	Retail - Secured on real estate property - Of Which: SME	1	0	1	0	0	0	1	0	1	0	0	0
	Retail - Secured on real estate property - Of Which: non-SME	193	4	193	13	2	0	181	3	182	17	1	0
	Retail - Qualifying Revolving	106	2	67	11	1	0	88	1	59	10	1	1
	Retail - Other Retail	4	1	5	3	1	0	3	1	4	2	1	1
	Retail - Other Retail - Of Which: SME	2	0	2	1	0	0	2	0	2	1	0	0
	Retail - Other Retail - Of Which: non-SME	2	1	3	2	0	0	1	1	1	1	0	1
	Equity	6	0	6	18	0	0	10	0	10	30	0	0
	Securitisation												
Other non credit-obligation assets													
IRB Total													

⁽¹⁾ Original exposure, unlike Exposure value, is reported before taking into account any effect due to credit conversion factors or credit risk mitigation techniques (e.g. substitution effects).

		IRB Approach											
		As of 31/12/2015						As of 30/06/2016					
		Original Exposure ¹	Exposure Value ²	Risk exposure amount	Value adjustments and provisions	Original Exposure ¹	Exposure Value ²	Risk exposure amount	Value adjustments and provisions				
(m EUR, %)			Of which: defaulted		Of which: defaulted		Of which: defaulted		Of which: defaulted		Of which: defaulted		Of which: defaulted
GERMANY	Central banks and central governments	39,450	0	39,272	1,159	0	0	42,328	0	33,538	1,085	0	0
	Institutions	2,789	0	2,068	905	0	0	2,684	0	2,179	1,001	0	0
	Corporates	9,020	121	5,158	1,834	0	27	7,849	114	4,273	1,529	0	38
	Corporates - Of Which: Specialised Lending	69	69	69	0	0	16	70	0	70	0	0	26
	Corporates - Of Which: SME	0	0	0	0	0	0	0	0	0	0	0	0
	Retail	74	1	64	9	0	0	62	1	54	7	0	0
	Retail - Secured on real estate property	40	0	40	2	0	0	34	0	34	2	0	0
	Retail - Secured on real estate property - Of Which: SME	0	0	0	0	0	0	0	0	0	0	0	0
	Retail - Secured on real estate property - Of Which: non-SME	40	0	40	2	0	0	34	0	34	2	0	0
	Retail - Qualifying Revolving	30	0	20	4	0	0	26	0	18	3	0	0
	Retail - Other Retail	4	0	4	3	0	0	2	0	2	2	0	0
	Retail - Other Retail - Of Which: SME	1	0	1	0	0	0	1	0	1	0	0	0
	Retail - Other Retail - Of Which: non-SME	3	0	3	3	0	0	1	0	1	2	0	0
	Equity	0	0	0	0	0	0	0	0	0	0	0	0
	Securitisation												
Other non credit-obligation assets													
IRB Total													

⁽¹⁾ Original exposure, unlike Exposure value, is reported before taking into account any effect due to credit conversion factors or credit risk mitigation techniques (e.g. substitution effects).

2016 EU-wide Transparency Exercise

Credit Risk - IRB Approach

The Royal Bank of Scotland Group Public Limited Company

		IRB Approach											
		As of 31/12/2015					As of 30/06/2016						
		Original Exposure ¹	Exposure Value ²	Risk exposure amount	Value adjustments and provisions	Original Exposure ¹	Exposure Value ²	Risk exposure amount	Value adjustments and provisions				
			Of which: defaulted		Of which: defaulted		Of which: defaulted		Of which: defaulted				
(m€ EUR, %)													
IRELAND	Central banks and central governments	2,289	0	2,252	395	0	0	2,849	0	2,838	483	0	0
	Institutions	478	0	235	151	0	0	531	0	222	142	0	0
	Corporates	10,438	2,320	8,696	4,542	19	2,260	9,330	1,505	7,785	4,392	15	1,123
	Corporates - Of Which: Specialised Lending	0	0	0	0	0	0	0	0	0	0	0	0
	Corporates - Of Which: SME	2,787	1,164	2,707	1,254	0	1,244	2,225	837	2,137	996	0	572
	20,653	4,180	20,794	17,085	5,432	1,512	20,794	4,066	20,970	15,988	5,550	1,783	1,783
	Retail	18,990	3,738	19,182	15,760	4,979	1,447	19,168	3,647	19,333	14,703	5,126	1,434
	Retail - Secured on real estate property	1	0	1	1	0	0	1	0	1	0	0	0
	Retail - Secured on real estate property - Of Which: SME	18,889	3,738	19,180	15,760	4,979	1,447	19,167	3,647	19,332	14,703	5,126	1,434
	Retail - Secured on real estate property - Of Which: non-SME	666	26	455	297	4	5	607	446	251	7	16	0
	Retail - Qualifying Revolving	997	416	1,157	1,027	449	61	1,019	393	1,190	1,034	416	332
	Retail - Other Retail	784	367	939	860	438	0	791	346	957	870	406	290
	Retail - Other Retail - Of Which: SME	213	50	218	168	11	61	228	47	233	164	10	42
	Retail - Other Retail - Of Which: non-SME	0	0	0	0	0	0	0	0	0	0	0	0
Equity													
Securitisation													
Other non credit-obligation assets													
IRB Total													

¹ Original exposure, unlike Exposure value, is reported before taking into account any effect due to credit conversion factors or credit risk mitigation techniques (e.g. substitution effects).

		IRB Approach											
		As of 31/12/2015					As of 30/06/2016						
		Original Exposure ¹	Exposure Value ²	Risk exposure amount	Value adjustments and provisions	Original Exposure ¹	Exposure Value ²	Risk exposure amount	Value adjustments and provisions				
			Of which: defaulted		Of which: defaulted		Of which: defaulted		Of which: defaulted				
(m€ EUR, %)													
NETHERLANDS	Central banks and central governments	3,786	0	2,137	132	0	0	3,903	0	3,050	165	0	0
	Institutions	7,341	0	7,142	1,511	0	0	7,310	0	7,130	1,601	0	0
	Corporates	15,742	298	7,061	2,719	0	78	12,812	239	6,161	2,423	0	86
	Corporates - Of Which: Specialised Lending	3	3	3	0	0	3	0	0	0	0	0	0
	Corporates - Of Which: SME	20	4	18	2	0	0	12	4	12	1	0	0
	Retail	35	0	30	3	0	0	30	0	26	4	0	0
	Retail - Secured on real estate property	20	0	20	1	0	0	17	0	17	2	0	0
	Retail - Secured on real estate property - Of Which: SME	0	0	0	0	0	0	0	0	0	0	0	0
	Retail - Secured on real estate property - Of Which: non-SME	20	0	20	1	0	0	17	0	17	2	0	0
	Retail - Qualifying Revolving	14	0	9	2	0	0	12	0	8	1	0	0
	Retail - Other Retail	0	0	1	0	0	0	1	0	1	0	0	0
	Retail - Other Retail - Of Which: SME	0	0	0	0	0	0	0	0	0	0	0	0
	Retail - Other Retail - Of Which: non-SME	0	0	0	0	0	0	0	0	0	0	0	0
	Equity	29	0	29	89	0	0	26	0	26	79	0	0
Securitisation													
Other non credit-obligation assets													
IRB Total													

¹ Original exposure, unlike Exposure value, is reported before taking into account any effect due to credit conversion factors or credit risk mitigation techniques (e.g. substitution effects).

		IRB Approach											
		As of 31/12/2015					As of 30/06/2016						
		Original Exposure ¹	Exposure Value ²	Risk exposure amount	Value adjustments and provisions	Original Exposure ¹	Exposure Value ²	Risk exposure amount	Value adjustments and provisions				
			Of which: defaulted		Of which: defaulted		Of which: defaulted		Of which: defaulted				
(m€ EUR, %)													
FRANCE	Central banks and central governments	2,583	0	2,539	191	0	0	3,410	0	3,392	336	0	0
	Institutions	5,990	0	4,878	1,902	0	0	4,010	0	3,324	1,545	0	0
	Corporates	10,774	9	5,279	2,019	0	3	10,473	7	5,282	2,182	0	3
	Corporates - Of Which: Specialised Lending	0	0	0	0	0	0	0	0	0	0	0	0
	Corporates - Of Which: SME	6	6	6	0	0	1	6	6	6	0	0	0
	Retail	167	4	124	20	2	0	141	3	106	18	2	2
	Retail - Secured on real estate property	56	1	56	4	0	0	47	1	47	4	0	0
	Retail - Secured on real estate property - Of Which: SME	1	0	1	0	0	0	1	0	1	0	0	0
	Retail - Secured on real estate property - Of Which: non-SME	55	1	55	4	0	0	46	1	47	3	0	0
	Retail - Qualifying Revolving	104	2	61	11	0	0	88	2	53	10	1	1
	Retail - Other Retail	7	2	7	5	1	0	6	1	6	4	1	1
	Retail - Other Retail - Of Which: SME	3	1	3	2	1	0	2	1	2	1	1	1
	Retail - Other Retail - Of Which: non-SME	4	0	4	3	0	0	4	0	4	3	0	0
	Equity	0	0	0	0	0	0	0	0	0	0	0	0
Securitisation													
Other non credit-obligation assets													
IRB Total													

¹ Original exposure, unlike Exposure value, is reported before taking into account any effect due to credit conversion factors or credit risk mitigation techniques (e.g. substitution effects).

		IRB Approach											
		As of 31/12/2015					As of 30/06/2016						
		Original Exposure ¹	Exposure Value ²	Risk exposure amount	Value adjustments and provisions	Original Exposure ¹	Exposure Value ²	Risk exposure amount	Value adjustments and provisions				
			Of which: defaulted		Of which: defaulted		Of which: defaulted		Of which: defaulted				
(m€ EUR, %)													
SAUDI ARABIA	Central banks and central governments	0	0	0	0	0	0	0	0	0	0	0	0
	Institutions	37	0	29	19	0	0	52	0	43	29	0	0
	Corporates	31	0	16	4	0	0	66	0	54	6	0	0
	Corporates - Of Which: Specialised Lending	0	0	0	0	0	0	0	0	0	0	0	0
	Corporates - Of Which: SME	0	0	0	0	0	0	0	0	0	0	0	0
	Retail	12	0	10	1	0	0	9	0	7	1	0	0
	Retail - Secured on real estate property	8	0	8	0	0	0	6	0	6	1	0	0
	Retail - Secured on real estate property - Of Which: SME	8	0	8	0	0	0	6	0	6	1	0	0
	Retail - Secured on real estate property - Of Which: non-SME	4	0	2	0	0	0	3	0	2	0	0	0
	Retail - Qualifying Revolving	0	0	0	0	0	0	0	0	0	0	0	0
	Retail - Other Retail	0	0	0	0	0	0	0	0	0	0	0	0
	Retail - Other Retail - Of Which: SME	0	0	0	0	0	0	0	0	0	0	0	0
	Retail - Other Retail - Of Which: non-SME	0	0	0	0	0	0	0	0	0	0	0	0
	Equity	0	0	0	0	0	0	0	0	0	0	0	0
Securitisation													
Other non credit-obligation assets													
IRB Total													

¹ Original exposure, unlike Exposure value, is reported before taking into account any effect due to credit conversion factors or credit risk mitigation techniques (e.g. substitution effects).

2016 EU-wide Transparency Exercise

Credit Risk - IRB Approach

The Royal Bank of Scotland Group Public Limited Company

		IRB Approach										
		As of 31/12/2015					As of 30/06/2016					
	(m EUR, %)	Original Exposure ¹	Exposure Value ²	Risk exposure amount	Value adjustments and provisions	Original Exposure ¹	Exposure Value ²	Risk exposure amount	Value adjustments and provisions			
		Of which: defaulted		Of which: defaulted		Of which: defaulted		Of which: defaulted				
SWITZERLAND	Central banks and central governments	2,057	0	1,725	32	0	2,524	0	2,427	42	0	0
	Institutions	1,054	0	713	221	0	953	0	625	247	0	0
	Corporates	5,328	141	2,980	954	0	4,583	143	2,411	849	0	133
	Corporates - Of Which: Specialised Lending	0	0	0	0	0	0	0	0	0	0	0
	Corporates - Of Which: SME	0	0	0	0	0	0	0	0	0	0	0
	Retail	98	0	89	9	0	85	0	78	8	0	0
	Retail - Secured on real estate property	74	0	75	5	0	65	0	65	5	0	0
	Retail - Secured on real estate property - Of Which: SME	0	0	0	0	0	0	0	0	0	0	0
	Retail - Secured on real estate property - Of Which: non-SME	74	0	75	5	0	65	0	65	5	0	0
	Retail - Qualifying Revolving	23	0	14	3	0	20	0	12	2	0	0
	Retail - Other Retail	1	0	1	1	0	0	0	1	1	0	0
	Retail - Other Retail - Of Which: SME	0	0	0	0	0	0	0	0	0	0	0
	Retail - Other Retail - Of Which: non-SME	1	0	1	1	0	0	0	1	1	0	0
	Equity	0	0	0	0	0	24	0	24	66	0	0
Securitisation												
Other non credit-obligation assets												
IRB Total												

¹ Original exposure, unlike Exposure value, is reported before taking into account any effect due to credit conversion factors or credit risk mitigation techniques (e.g. substitution effects).

		IRB Approach										
		As of 31/12/2015					As of 30/06/2016					
	(m EUR, %)	Original Exposure ¹	Exposure Value ²	Risk exposure amount	Value adjustments and provisions	Original Exposure ¹	Exposure Value ²	Risk exposure amount	Value adjustments and provisions			
		Of which: defaulted		Of which: defaulted		Of which: defaulted		Of which: defaulted				
BELGIUM	Central banks and central governments	590	0	589	76	0	790	0	800	109	0	0
	Institutions	2,484	0	1,315	388	0	1,930	0	939	318	0	0
	Corporates	5,858	0	4,913	1,471	0	2,948	0	1,973	703	0	0
	Corporates - Of Which: Specialised Lending	0	0	0	0	0	0	0	0	0	0	0
	Corporates - Of Which: SME	0	0	0	0	0	0	0	0	0	0	0
	Retail	25	0	21	2	0	20	0	17	2	0	0
	Retail - Secured on real estate property	15	0	15	1	0	12	0	12	1	0	0
	Retail - Secured on real estate property - Of Which: SME	0	0	0	0	0	0	0	0	0	0	0
	Retail - Secured on real estate property - Of Which: non-SME	14	0	14	1	0	12	0	12	1	0	0
	Retail - Qualifying Revolving	10	0	6	1	0	8	0	5	1	0	0
	Retail - Other Retail	0	0	0	0	0	0	0	0	0	0	0
	Retail - Other Retail - Of Which: SME	0	0	0	0	0	0	0	0	0	0	0
	Retail - Other Retail - Of Which: non-SME	0	0	0	0	0	0	0	0	0	0	0
	Equity	6	0	6	18	0	5	0	5	13	0	0
Securitisation												
Other non credit-obligation assets												
IRB Total												

¹ Original exposure, unlike Exposure value, is reported before taking into account any effect due to credit conversion factors or credit risk mitigation techniques (e.g. substitution effects).

		IRB Approach										
		As of 31/12/2015					As of 30/06/2016					
	(m EUR, %)	Original Exposure ¹	Exposure Value ²	Risk exposure amount	Value adjustments and provisions	Original Exposure ¹	Exposure Value ²	Risk exposure amount	Value adjustments and provisions			
		Of which: defaulted		Of which: defaulted		Of which: defaulted		Of which: defaulted				
LUXEMBOURG	Central banks and central governments	341	0	92	2	0	303	0	90	2	0	0
	Institutions	646	0	628	132	0	212	0	212	65	0	0
	Corporates	6,013	1	2,743	1,159	0	3,973	1	1,895	845	0	2
	Corporates - Of Which: Specialised Lending	0	0	0	0	0	0	0	0	0	0	0
	Corporates - Of Which: SME	121	0	116	89	0	47	0	47	12	0	0
	Retail	5	0	5	1	0	5	0	4	1	0	0
	Retail - Secured on real estate property	3	0	3	0	0	3	0	3	0	0	0
	Retail - Secured on real estate property - Of Which: SME	0	0	0	0	0	0	0	0	0	0	0
	Retail - Secured on real estate property - Of Which: non-SME	3	0	3	0	0	3	0	3	0	0	0
	Retail - Qualifying Revolving	2	0	2	0	0	2	0	1	0	0	0
	Retail - Other Retail	0	0	0	0	0	0	0	0	0	0	0
	Retail - Other Retail - Of Which: SME	0	0	0	0	0	0	0	0	0	0	0
	Retail - Other Retail - Of Which: non-SME	0	0	0	0	0	0	0	0	0	0	0
	Equity	0	0	0	1	0	0	0	0	0	0	0
Securitisation												
Other non credit-obligation assets												
IRB Total												

¹ Original exposure, unlike Exposure value, is reported before taking into account any effect due to credit conversion factors or credit risk mitigation techniques (e.g. substitution effects).

2016 EU-wide Transparency Exercise
Sovereign Exposure

The Royal Bank of Scotland Group Public Limited Company

(mln EUR)

Country / Region	As of 31/12/2015																	
	Financial assets: Carrying Amount			Memo: breakdown by accounting portfolio														
		of which: loans and advances	of which: debt securities	Held for trading ¹	of which: Loans and advances	of which: Debt securities	Designated at fair value through profit or loss ²	of which: Loans and advances	of which: Debt securities	Available-for-sale ³	of which: Loans and advances	of which: Debt securities	Loans and Receivables ⁴	of which: Loans and advances	of which: Debt securities	Held-to-maturity investments	of which: Loans and advances	of which: Debt securities
TOTAL - ALL COUNTRIES	101,853.0	9,591.5	92,261.4	45,834.3	3,657.4	42,177.0	151.3	0.0	151.3	42,936.4	0.0	42,936.4	6,077.6	5,934.2	143.5	6,691.4	0.0	6,691.4
Austria	868.3	0.0	868.3															
Belgium	1,798.0	47.8	1,750.2															
Bulgaria	0.0	0.0	0.0															
Croatia	0.0	0.0	0.0															
Cyprus	0.0	0.0	0.0															
Czech Republic	0.3	0.0	0.3															
Denmark	1.1	0.0	1.1															
Estonia	0.0	0.0	0.0															
Finland	873.6	87.9	785.7															
France	7,864.5	437.9	7,426.7															
Germany	13,291.6	293.1	12,998.6															
Greece	0.4	0.0	0.4															
Hungary	213.6	200.2	13.4															
Ireland	313.2	67.3	245.8															
Italy	6,417.1	12.5	6,404.6															
Latvia	0.0	0.0	0.0															
Lithuania	9.5	0.0	9.5															
Luxembourg	0.0	0.0	0.0															
Malta	0.0	0.0	0.0															
Netherlands	4,971.5	2,781.3	2,190.2															
Poland	3.9	0.0	3.9															
Portugal	307.8	0.0	307.8															
Romania	2.2	0.0	2.2															
Slovakia	98.7	36.8	61.9															
Slovenia	7.2	0.0	7.2															
Spain	1,262.6	0.0	1,262.6															
Sweden	488.3	340.5	147.8															
United Kingdom	29,109.4	4,344.9	24,764.4															
Iceland	0.0	0.0	0.0															
Liechtenstein	0.0	0.0	0.0															
Norway	52.7	27.2	25.5															
Switzerland	0.0	0.0	0.0															
Australia	32.1	16.5	15.6															
Canada	237.9	0.0	237.9															
China	267.9	89.9	178.1															
Hong Kong	0.0	0.0	0.0															
Japan	9,786.0	0.0	9,786.0															
U.S.	20,393.3	102.0	20,291.3															
Other advanced economies non EEA	929.4	27.4	901.9															
Other Central and eastern Europe countries non EEA	138.8	37.7	101.1															
Middle East	268.7	123.7	145.0															
Latin America and the Caribbean	75.3	10.2	65.1															
Africa	5.3	0.0	5.3															
Others	1,797.6	506.7	1,290.9															

Note:

The information reported covers all exposures to "General governments" as defined in paragraph 41. (b) of Annex V of ITS on Supervisory reporting: "central governments, state or regional governments, and local governments, including administrative bodies and non-commercial undertakings, but excluding public companies and private companies held by these administrations that have a commercial activity (which shall be reported under "non-financial corporations"); social security funds; and international organisations, such as the European Community, the International Monetary Fund and the Bank for International Settlements.

Regions:

Other advanced non EEA: Israel, Korea, New Zealand, Russia, San Marino, Singapore and Taiwan.

Other CEE non EEA: Albania, Bosnia and Herzegovina, FYR Macedonia, Montenegro, Serbia and Turkey.

Middle East: Bahrain, Doha, Iran, Iraq, Jordan, Kuwait, Lebanon, Libya, Mauritania, Oman, Qatar, Saudi Arabia, Sudan, Syria, United Arab Emirates and Yemen.

Latin America: Argentina, Belize, Bolivia, Brazil, Chile, Colombia, Costa Rica, Dominican Republic, Ecuador, El Salvador, Grenada, Guatemala, Guyana, Haiti, Honduras, Jamaica, Mexico, Nicaragua, Panama, Paraguay, Peru, St. Kitts and Nevis, St. Lucia, St. Vincent and the Grenadines, Suriname, Trinidad and Tobago, Uruguay, Venezuela.

Africa: Algeria, Egypt, Morocco, South Africa and Tunisia.

⁽¹⁾ Includes "Trading financial assets" portfolio for banks reporting under GAAP

⁽²⁾ Includes "Non-trading non-derivative financial assets measured at fair value through profit or loss" portfolio for banks reporting under GAAP

⁽³⁾ Includes "Non-trading non-derivative financial assets measured at fair value to equity" portfolio for banks reporting under GAAP

⁽⁴⁾ Includes "Non-trading debt instruments measured at a cost-based method" and "Other non-trading non-derivative financial assets" portfolio for banks reporting under GAAP

2016 EU-wide Transparency Exercise
Sovereign Exposure

The Royal Bank of Scotland Group Public Limited Company

(mln EUR)

Country / Region	Financial assets: Carrying Amount			Memo: breakdown by accounting portfolio														
		of which: loans and advances	of which: debt securities	Held for trading ¹	Designated at fair value through profit or loss ²			Available-for-sale ³	Loans and Receivables ⁴			Held-to-maturity investments						
					of which: Loans and advances	of which: Debt securities	of which: Loans and advances		of which: Debt securities	of which: Loans and advances	of which: Debt securities	of which: Loans and advances	of which: Debt securities					
TOTAL - ALL COUNTRIES	95,145.3	9,775.8	85,369.5	43,805.7	3,853.0	39,952.7	147.7	0.0	147.7	39,036.8	0.0	39,036.8	6,082.8	5,922.9	160.0	5,916.1	0.0	5,916.1
Austria	1,161.6	0.0	1,161.6															
Belgium	1,853.6	36.1	1,817.5															
Bulgaria	0.0	0.0	0.0															
Croatia	0.0	0.0	0.0															
Cyprus	0.0	0.0	0.0															
Czech Republic	0.0	0.0	0.0															
Denmark	0.5	0.0	0.5															
Estonia	0.0	0.0	0.0															
Finland	1,295.1	91.0	1,204.1															
France	7,803.4	432.0	7,371.4															
Germany	12,613.5	370.6	12,242.8															
Greece	0.0	0.0	0.0															
Hungary	119.2	117.6	1.6															
Ireland	436.0	50.6	385.4															
Italy	3,863.2	10.4	3,852.8															
Latvia	0.0	0.0	0.0															
Lithuania	22.1	0.0	22.1															
Luxembourg	0.0	0.0	0.0															
Malta	0.0	0.0	0.0															
Netherlands	5,692.2	2,677.9	3,014.3															
Poland	6.0	0.0	6.0															
Portugal	462.6	0.0	462.6															
Romania	5.4	0.0	5.4															
Slovakia	26.4	26.4	0.0															
Slovenia	3.4	0.0	3.4															
Spain	2,194.4	0.0	2,194.4															
Sweden	584.6	253.7	330.9															
United Kingdom	25,296.0	4,661.5	20,634.5															
Iceland	0.0	0.0	0.0															
Liechtenstein	0.0	0.0	0.0															
Norway	26.2	24.2	2.0															
Switzerland	95.6	0.0	95.6															
Australia	13.3	10.4	2.9															
Canada	266.9	0.0	266.9															
China	74.0	0.0	74.0															
Hong Kong	9.4	0.0	9.4															
Japan	10,673.8	0.0	10,673.8															
U.S.	17,821.8	452.7	17,369.0															
Other advanced economies non EEA	807.8	0.0	807.8															
Other Central and eastern Europe countries non EEA	137.0	33.0	104.0															
Middle East	277.0	116.8	160.2															
Latin America and the Caribbean	93.2	8.0	85.2															
Africa	2.4	0.0	2.4															
Others	1,407.8	403.1	1,004.7															

Note:

The information reported covers all exposures to "General governments" as defined in paragraph 41 (b) of Annex V of ITS on Supervisory reporting: "central governments, state or regional governments, and local governments, including administrative bodies and non-commercial undertakings, but excluding public companies and private companies held by these administrations that have a commercial activity (which shall be reported under "non-financial corporations"); social security funds; and international organisations, such as the European Community, the International Monetary Fund and the Bank for International Settlements.

Regions:

Other advanced non EEA: Israel, Korea, New Zealand, Russia, San Marino, Singapore and Taiwan.

Other CEE non EEA: Albania, Bosnia and Herzegovina, FYR Macedonia, Montenegro, Serbia and Turkey.

Middle East: Bahrain, Doha, Iran, Iraq, Jordan, Kuwait, Lebanon, Libya, Mauritania, Oman, Qatar, Saudi Arabia, Sudan, Syria, United Arab Emirates and Yemen.

Latin America: Argentina, Belize, Bolivia, Brazil, Chile, Colombia, Costa Rica, Dominican Republic, Ecuador, El Salvador, Grenada, Guatemala, Guyana, Haiti, Honduras, Jamaica, Mexico, Nicaragua, Panama, Paraguay, Peru, St. Kitts and Nevis, St. Lucia, St. Vincent and the Grenadines, Suriname, Trinidad and Tobago, Uruguay, Venezuela.

Africa: Algeria, Egypt, Morocco, South Africa and Tunisia.

⁽¹⁾ Includes "Trading financial assets" portfolio for banks reporting under GAAP

⁽²⁾ Includes "Non-trading non-derivative financial assets measured at fair value through profit or loss" portfolio for banks reporting under GAAP

⁽³⁾ Includes "Non-trading non-derivative financial assets measured at fair value to equity" portfolio for banks reporting under GAAP

⁽⁴⁾ Includes "Non-trading debt instruments measured at a cost-based method" and "Other non-trading non-derivative financial assets" portfolio for banks reporting under GAAP

2016 EU-wide Transparency Exercise

Performing and non-performing exposures

The Royal Bank of Scotland Group Public Limited Company

	As of 31/12/2015							As of 30/06/2016						
	Gross carrying amount				Accumulated impairment, accumulated changes in fair value due to credit risk and provisions		Collaterals and financial guarantees received on non-performing exposures	Gross carrying amount				Accumulated impairment, accumulated changes in fair value due to credit risk and provisions		Collaterals and financial guarantees received on non-performing exposures
		Of which performing but past due >30 days and <=90 days	Of which non-performing ¹	Of which: defaulted	On performing exposures ²	On non-performing exposures ³		Of which performing but past due >30 days and <=90 days	Of which non-performing ¹	Of which: defaulted	On performing exposures ²	On non-performing exposures ³		
							(min EUR, %)							
Debt securities (including at amortised cost and fair value)	64,918	0	455	208	7	258	0	59,263	0	390	165	18	226	0
Central banks	2,299	0	0	0	0	0	0	2,437	0	0	0	0	0	0
General governments	49,923	0	0	0	0	0	0	45,261	0	0	0	0	0	0
Credit institutions	1,686	0	0	0	0	0	0	1,847	0	0	0	0	0	0
Other financial corporations	10,660	0	451	204	7	258	0	9,350	0	387	162	18	225	0
Non-financial corporations	349	0	4	4	0	0	0	368	0	3	3	0	1	0
Loans and advances (including at amortised cost and fair value)	552,609	1,220	22,547	15,984	821	9,014	10,218	510,482	1,343	20,013	15,893	837	7,122	9,379
Central banks	109,814	0	0	0	1	-1	0	81,835	0	0	0	0	0	0
General governments	5,937	10	0	0	0	3	0	5,923	20	0	0	0	0	0
Credit institutions	27,155	57	37	0	2	8	0	32,535	59	37	1	0	0	0
Other financial corporations	31,682	24	253	137	105	64	68	38,641	23	223	141	12	111	71
Non-financial corporations	157,280	326	9,463	6,839	146	5,030	2,260	144,689	510	8,629	7,052	258	3,771	2,322
of which: small and medium-sized enterprises at amortised cost	43,042	112	3,635	1,688	63	2,120	806	37,631	104	2,719	1,532	64	1,436	650
Households	220,741	803	12,793	9,008	567	3,909	7,890	206,859	730	11,124	8,700	567	3,241	6,987
DEBT INSTRUMENTS other than HFT	617,526	1,220	23,002	16,193	827	9,271	10,218	569,745	1,343	20,403	16,058	855	7,348	9,379
OFF-BALANCE SHEET EXPOSURES	270,014		1,832	864	0	10	187	238,961		1,269	897	0	9	192

⁽¹⁾ For the definition of non-performing exposures please refer to COMMISSION IMPLEMENTING REGULATION (EU) 2015/227 of 9 January 2015, ANNEX V, Part 2-Template related instructions, subtitle 29

⁽²⁾ Institutions report here collective allowances for incurred but not reported losses (instruments at amortised cost) and changes in fair value of performing exposures due to credit risk and provisions (instruments at fair value other than HFT)

⁽³⁾ Institutions report here specific allowances for financial assets, individually and collectively estimated (instruments at amortised cost) and changes in fair value of NPE due to credit risk and provisions (instruments at fair value other than HFT)

2016 EU-wide Transparency Exercise

Forborne exposures

The Royal Bank of Scotland Group Public Limited Company

	As of 31/12/2015					As of 30/06/2016				
	Gross carrying amount of exposures with forbearance measures	Accumulated impairment, accumulated changes in fair value due to credit risk and provisions for exposures with forbearance measures		Collateral and financial guarantees received on exposures with forbearance measures	Gross carrying amount of exposures with forbearance measures	Accumulated impairment, accumulated changes in fair value due to credit risk and provisions for exposures with forbearance measures		Collateral and financial guarantees received on exposures with forbearance measures		
		Of which non-performing exposures with forbearance measures	Of which on non-performing exposures with forbearance measures			Of which non-performing exposures with forbearance measures	Of which on non-performing exposures with forbearance measures			
(min EUR, %)										
Debt securities (including at amortised cost and fair value)	0	0	0	0	0	0	0	0	0	0
Central banks	0	0	0	0	0	0	0	0	0	0
General governments	0	0	0	0	0	0	0	0	0	0
Credit institutions	0	0	0	0	0	0	0	0	0	0
Other financial corporations	0	0	0	0	0	0	0	0	0	0
Non-financial corporations	0	0	0	0	0	0	0	0	0	0
Loans and advances (including at amortised cost and fair value)	16,766	10,842	2,787	2,654	7,978	14,964	9,954	2,726	2,560	9,740
Central banks	0	0	0	0	0	0	0	0	0	0
General governments	0	0	0	0	0	0	0	0	0	0
Credit institutions	36	36	0	0	0	0	0	0	0	0
Other financial corporations	102	97	52	52	25	104	95	49	48	47
Non-financial corporations	6,935	3,986	1,045	1,027	1,928	5,913	3,693	1,092	1,040	2,565
of which: small and medium-sized enterprises at amortised cost	2,499	1,510	287	271	672	1,969	1,131	298	284	937
Households	9,693	6,723	1,690	1,576	6,024	8,947	6,166	1,585	1,472	7,128
DEBT INSTRUMENTS other than HFT	16,766	10,842	2,787	2,654	7,978	14,964	9,954	2,726	2,560	9,740
Loan commitments given	812	243	0	0	99	799	358	0	0	115

⁽¹⁾ For the definition of forborne exposures please refer to COMMISSION IMPLEMENTING REGULATION (EU) 2015/227 of 9 January 2015, ANNEX V, Part 2-Template related instructions, subtitle 30□