Pillar 3 Disclosure 2021

Appendices

Contents

1 Appendix 1

Reconciliation of statutory to regulatory capital (GBP 000s)

Rows	ID	Item	Audited financial statements	Regulatory submissions (pre-audit)
010	**1**	**OWN FUNDS**	**236,981**	**238,839**
015	**1.1**	**TIER 1 CAPITAL**	**236,981**	**238,839**
020	**1.1.1**	**COMMON EQUITY TIER 1 CAPITAL**	**236,981**	**238,839**
030	**1.1.1.1**	**Capital instruments eligible as CET1 Capital**	**201,367**	**201,368**
040	1.1.1.1.1	Paid up capital instruments	60,744	60,744
050	1.1.1.1.2*	Memorandum item: Capital instruments not eligible		
060	1.1.1.1.3	Share premium	140,623	140,623
070	1.1.1.1.4	(-) Own CET1 instruments		
080	1.1.1.1.4.1	(-) Direct holdings of CET1 instruments		
090	1.1.1.1.4.2	(-) Indirect holdings of CET1 instruments		
091	1.1.1.1.4.3	(-) Synthetic holdings of CET1 instruments		
092	1.1.1.1.5	(-) Actual or contingent obligations to purchase own CET1 instruments		
130	**1.1.1.2**	**Retained earnings**	**32,194**	**35,020**
140	1.1.1.2.1	Previous years retained earnings	41,118	41,181
150	1.1.1.2.2	Profit or loss eligible	(8,924)	(6,160)
160	1.1.1.2.2.1	Profit or loss attributable to owners of the parent	(8,924)	(6,160)
170	1.1.1.2.2.2	(-) Part of interim or year-end profit not eligible		
180	**1.1.1.3**	**Accumulated other comprehensive income**	**(107)**	**(98)**
200	**1.1.1.4**	**Other reserves**	**3,527**	**3,527**
210	**1.1.1.5**	**Funds for general banking risk**		
220	**1.1.1.6**	**Transitional adjustments due to grandfathered CET1 Capital instruments**		
230	**1.1.1.7**	**Minority interest given recognition in CET1 capital**		
240	**1.1.1.8**	**Transitional adjustments due to additional minority interests**		
250	**1.1.1.9**	**Adjustments to CET1 due to prudential filters**		
260	1.1.1.9.1	(-) Increases in equity resulting from securitised assets		
270	1.1.1.9.2	Cash flow hedge reserve		
280	1.1.1.9.3	Cumulative gains and losses due to changes in own credit risk on fair valued liabilities		

285	1.1.1.9.4	Fair value gains and losses arising from the institution's own credit risk related to derivative liabilities		
290	1.1.1.9.5	(-) Value adjustments due to the requirements for prudent valuation		
300	**1.1.1.10**	**(-) Goodwill**		
310	1.1.1.10.1	(-) Goodwill accounted for as intangible asset		
320	1.1.1.10.2	(-) Goodwill included in the valuation of significant investments		
330	1.1.1.10.3	Deferred tax liabilities associated to goodwill		
340	**1.1.1.11**	**(-) Other intangible assets**		(977)
350	1.1.1.11.1	(-) Other intangible assets gross amount		(977)
360	1.1.1.11.2	Deferred tax liabilities associated to other intangible assets		
370	**1.1.1.12**	**(-) Deferred tax assets that rely on future profitability and do not arise from temporary differences net of associated tax liabilities**		
380	**1.1.1.13**	**(-) IRB shortfall of credit risk adjustments to expected losses**		
390	**1.1.1.14**	**(-)Defined benefit pension fund assets**		
400	1.1.1.14.1	(-)Defined benefit pension fund assets gross amount		
410	1.1.1.14.2	Deferred tax liabilities associated to defined benefit pension fund assets		
420	1.1.1.14.3	Defined benefit pension fund assets which the institution has an unrestricted ability to use		
430	**1.1.1.15**	**(-) Reciprocal cross holdings in CET1 Capital**		
440	**1.1.1.16**	**(-) Excess of deduction from AT1 items over AT1 Capital**		
450	**1.1.1.17**	**(-) Qualifying holdings outside the financial sector which can alternatively be subject to a 1.250% risk weight**		
460	**1.1.1.18**	**(-) Securitisation positions which can alternatively be subject to a 1.250% risk weight**		
470	**1.1.1.19**	**(-) Free deliveries which can alternatively be subject to a 1.250% risk weight**		
471	**1.1.1.20**	**(-) Positions in a basket for which an institution cannot determine the risk weight under the IRB approach, and can alternatively be subject to a 1.250% risk weight**		
472	**1.1.1.21**	**(-) Equity exposures under an internal models approach which can alternatively be subject to a 1.250% risk weight**		
480	**1.1.1.22**	**(-) CET1 instruments of financial sector entites where the institution does not have a significant investment**		
490	**1.1.1.23**	**(-) Deductible deferred tax assets that rely on future profitability and arise from temporary differences**		
500	**1.1.1.24**	**(-) CET1 instruments of financial sector entities where the institution has a significant investment**		

510	**1.1.1.25**	**(-) Amount exceeding the 17.65% threshold**		
520	**1.1.1.26**	**Other transitional adjustments to CET1 Capital**		
524	**1.1.1.27**	**(-) Additional deductions of CET1 Capital due to Article 3 CRR**		
529	**1.1.1.28**	**CET1 capital elements or deductions - other**		
530	**1.1.2**	**ADDITIONAL TIER 1 CAPITAL**		
540	**1.1.2.1**	**Capital instruments eligible as AT1 Capital**		
550	1.1.2.1.1	Paid up capital instruments		
560	1.1.2.1.2*	Memorandum item: Capital instruments not eligible		
570	1.1.2.1.3	Share premium		
580	1.1.2.1.4	(-) Own AT1 instruments		
590	1.1.2.1.4.1	(-) Direct holdings of AT1 instruments		
620	1.1.2.1.4.2	(-) Indirect holdings of AT1 instruments		
621	1.1.2.1.4.3	(-) Synthetic holdings of AT1 instruments		
622	1.1.2.1.5	(-) Actual or contingent obligations to purchase own AT1 instruments		
660	**1.1.2.2**	**Transitional adjustments due to grandfathered AT1 Capital instruments**		
670	**1.1.2.3**	**Instruments issued by subsidiaries that are given recognition in AT1 Capital**		
680	**1.1.2.4**	**Transitional adjustments due to additional recognition in AT1 Capital of instruments issued by subsidiaries**		
690	**1.1.2.5**	**(-) Reciprocal cross holdings in AT1 Capital**		
700	**1.1.2.6**	**(-) AT1 instruments of financial sector entities where the institution does not have a significant investment**		
710	**1.1.2.7**	**(-) AT1 instruments of financial sector entities where the institution has a significant investment**		
720	**1.1.2.8**	**(-) Excess of deduction from T2 items over T2 Capital**		
730	**1.1.2.9**	**Other transitional adjustments to AT1 Capital**		
740	**1.1.2.10**	**Excess of deduction from AT1 items over AT1 Capital (deducted in CET1)**		
744	**1.1.2.11**	**(-) Additional deductions of AT1 Capital due to Article 3 CRR**		
748	**1.1.2.12**	**AT1 capital elements or deductions - other**		
750	**1.2**	**TIER 2 CAPITAL**		
760	**1.2.1**	**Capital instruments and subordinated loans eligible as T2 Capital**		
770	1.2.1.1	Paid up capital instruments and subordinated loans		
780	1.2.1.1*	Memorandum item: Capital instruments and subordinated loans not eligible		

790	1.2.1.3	Share premium		
800	1.2.1.4	(-) Own T2 instruments		
810	1.2.1.4.1	(-) Direct holdings of T2 instruments		
840	1.2.1.4.2	(-) Indirect holdings of T2 instruments		
841	1.2.1.4.3	(-) Synthetic holdings of T2 instruments		
842	1.2.1.5	(-) Actual or contingent obligations to purchase own T2 instruments		
880	**1.2.2**	**Transitional adjustments due to grandfathered T2 Capital instruments and subordinated loans**		
890	**1.2.3**	**Instruments issued by subsidiaries that are given recognition in T2 Capital**		
900	**1.2.4**	**Transitional adjustments due to additional recognition in T2 Capital of instruments issued by subsidiaries**		
910	**1.2.5**	**IRB Excess of provisions over expected losses eligible**		
920	**1.2.6**	**SA General credit risk adjustments**		
930	**1.2.7**	**(-) Reciprocal cross holdings in T2 Capital**		
940	**1.2.8**	**(-) T2 instruments of financial sector entities where the institution does not have a significant investment**		
950	**1.2.9**	**(-) T2 instruments of financial sector entities where the institution has a significant investment**		
960	**1.2.10**	**Other transitional adjustments to T2 Capital**		
970	**1.2.11**	**Excess of deduction from T2 items over T2 Capital (deducted in AT1)**		
974	**1.2.12**	**(-) Additional deductions of T2 Capital due to Article 3 CRR**		
978	**1.2.13**	**T2 capital elements or deductions - other**		

2 Appendix 2

Capital Instruments - main features and terms

1	Issuer	Bank of London and The Middle East Plc	BLME Holdings Plc
2	Unique identifier (ISIN)	N/A not listed	GB00BBORJ113
3	Governing law of the instrument	English	
	Regulatory treatment		
4	Transitional CRR rules	CET 1	
5	Post-transitional CRR rules	CET 1	
6	Eligible at:	Solo	Consolidated
7	Instrument type	Share capital	
8	Amount recognised in regulatory capital (£m)	48.9	
9	Nominal amount of instrument (£m)	48.9	
9a	Issue price		
9b	Redemption price	n/a	
10	Accounting classification	Shareholders' Equity	
11	Original date of issuance	02 Oct 2013	
12	Perpetual or dated	Perpetual	
13	Original maturity date	No maturity	
14	Issuer call subject to prior supervisory approval	No	
15	Optional call date, contingent call dates and redemption amount	n/a	
16	Subsequent call dates	n/a	
	Coupons/dividends		
17	Fixed or floating dividend/coupon	Floating	
18	Coupon rate and any related index	Nil	
19	Existence of a dividend stopper	No	
20a	Fully discretionary, partially discretionary or mandatory (in terms of timing)	Fully discretionary	
20b	Fully discretionary, partially discretionary or mandatory (in terms of amt)	Partially discretionary	
21	Existence of step up or other incentive to redeem	No	
22	Noncumulative or cumulative	Noncumulative	
23	Convertible or non-convertible	Nonconvertible	
24	If convertible, conversion trigger(s)	n/a	
25	If convertible, fully or partially	n/a	
26	If convertible, conversion rate	n/a	
27	If convertible, mandatory or optional conversion	n/a	
28	If convertible, specify instrument type convertible into	n/a	
29	If convertible, specify issuer of instrument it converts into	n/a	
30	Write-down features	No	
31	If write-down, write-down trigger(s)	n/a	
32	If write-down, full or partial	n/a	
33	If write-down, permanent or temporary	n/a	
34	If temporary write-down, description of write-up mechanism	n/a	
35	Position in subordination hierarchy in liquidation	None	
36	Non-compliant transitional features	No	
37	If yes, specify non-compliant features	n/a	

3 Appendix 3

Transitional own funds disclosure template

The table below above follows the template set out in the relevant EU Delegated Act, except certain rows have been omitted that are not relevant

Common Equity Tier 1 capital: instruments and reserves		GBP 000s
1	Capital instruments and the related share premium accounts	201,368
2	Retained earnings	35,020
3	Accumulated other comprehensive income (and any other reserves)	3,429
3a	Funds for general banking risk	
4	Amount of qualifying items referred to in Article 484 (3) and the related share premium accounts subject to phase out from CET1	
	Public sector capital injections grandfathered until 1 january 2018	
5	Minority interests (amount allowed in consolidated CET1)	
5a	Independently reviewed interim profits net of any foreseeable charge or dividend	
6	**Common Equity Tier 1 (CET1) capital before regulatory adjustments**	239,816
7	Additional value adjustments (negative amount)	
8	Intangible assets (net of related tax liability) (negative amount)	(977)
9	Empty set in the EU	
10	Deferred tax assets that rely on future profitability excluding those arising from temporary difference (net of related tax liability where the conditions in Article 38 (3) are met) (negative amount)	
11	Fair value reserves related to gains or losses on cash flow hedges	
12	Negative amounts resulting from the calculation of expected loss amounts	
13	Any increase in equity that results from securitised assets (negative amount)	
14	Gains or losses on liabilities valued at fair value resulting from changes in own credit standing	
15	Defined-benefit pension fund assets (negative amount)	
16	Direct and indirect holdings by an institution of own CET1 instruments (negative amount)	
17	Direct, indirect and synthetic holdings of the CET1 instruments of financial sector entities where those entities have reciprocal cross holdings with the institution designed to inflate artificially the own funds of the institution (negatvie amount)	
18	Direct, indirect and synthetic holdings of the CET1 instruments of financial sector entities where the institution does not have a significant investment in those entities (amount above 10% threshold and net of eligible short positions) (negative amount)	
19	Direct, indirect and synthetic holdings of the CET1 instruments of financial sector entities where the institution has a significant investment in those entities (amount above 10% threshold and net of eligible short positions) (negative amount)	
20a	Exposure amount of the following items which qualify for a RW of 1250%, where the institution opts for the deduction alternative	
20b	of which: qualifying holdings outside the financial sector (negative amount)	

20c	of which: securitisation positions (negative amount)	
20d	of which: free deliveries (negative amount)	
21	Deferred tax assets arising from temporary difference (amount above 10 % threshold , net of related tax liability where the conditions in Article 38 (3) are met) (negative amount)	
22	Amount exceeding the 15% threshold (negative amount)	
23	of which: direct and indirect holdings by the institution of the CET1 instruments of financial sector entities where the institution has a significant investment in those entities	
25	of which: deferred tax assets arising from temporary difference	
25a	Losses for the current financial year (negative amount)	
25b	Foreseeable tax charges relating to CET1 items (negative amount)	
26	Regulatory adjustments applied to Common Equity Tier 1 in respect of amounts subject to pre-CRR treatment	
26a	Regulatory adjustments relating to unrealised gains and losses pursuant to Articles 467 and 468	
26b	Amount to be deducted from or added to Common Equity Tier 1 capital with regard to additional filters and deductions required pre CRR	
27	Qualifying AT1 deductions that exceeds the AT1 capital of the institution (negative amount)	
28	**Total regulatory adjustments to Common Equity Tier 1 (CET1)**	(977)
29	**Common Equity Tier 1 (CET1) capital**	238,839
43	**Total regulatory adjustments to Additional Tier 1 (AT1) capital**	
44	**Additional Tier 1 (AT1) capital**	
45	**Tier 1 capital (T1 = CET1 + AT1)**	238,839
51	**Tier 2 (T2) capital before regulatory adjustment**	
57	**Total regulatory adjustments to Tier 2 (T2) capital**	
58	**Tier 2 (T2) capital**	
59	**Total capital (TC = T1 + T2)**	238,839
60	**Total risk-weighted assets**	1,313,776
61	Common Equity Tier 1 (as a percentage of total risk exposure amount	18.18%
62	Tier 1 (as a percentage of total risk exposure amount	18.18%
63	Total capital (as a percentage of total risk exposure amount	18.18%
64	Institution specific buffer requirement (CET1 requirement in accordance with article 92 (1) (a) plus capital conservation and countercyclical buffer requirements plus a systemic risk buffer, plus systemically important institution buffer expressed as a percentage of total risk exposure amount)	7%
65	of which: capital conservation buffer requirement	2.50%
66	of which: countercyclical buffer requirement	0%
67	of which: systemic risk buffer requirement	
67a	of which: Global Systemically Important Institution (G-SII) or Other Systemically Important Institution (O-SII) buffer	
68	Common Equity Tier 1 available to meet buffers (as a percentage of risk exposure amount)*	13.68%

*CET1 ratio less the minimum CRR requirement of 4.5%