

Barclays PLC
Global Systemically Important Institutions
(G-SIIs)
Disclosure

31 December 2019

Barclays G-SII Disclosure December 2019

Background

In 2011, the Financial Stability Board (FSB) published a list of banks and other financial institutions that were considered Global Systemically Important Banks (G-SIBs). G-SIBs are defined as banks or other financial institutions that could be expected to have the greatest impact on the global financial system and the global economy, should they fail. The Basel Committee on Banking Supervision (BCBS) concurrently established a framework to identify G-SIBs on an ongoing basis through an indicator based scoring methodology.

In July 2013, the BCBS published a revised G-SIB assessment methodology. The list of G-SIBs and applicable capital buffers is updated by the FSB on an annual basis. Barclays' status as a G-SIB was confirmed by the FSB in November 2019. The FSB is expected to publish an updated G-SIBs list in November 2020.

The BCBS methodology has been implemented in the European Union via article 131 of the Capital Requirements Directive, in which G-SIBs are referred to as Global Systemically Important Institutions (G-SIIs). Depending on the overall score of a G-SII a capital buffer is applied to the institution's capital requirements. Those institutions identified as G-SIIs are required to disclose, on an annual basis, the values of the indicators used for determining the G-SII status and capital requirements, in accordance with article 441 of the accompanying Capital Requirements Regulation.

Identification

G-SIIs are identified as prescribed by the BCBS methodology using a score based system dependent upon twelve indicators. The indicators are based on the following criteria:

- Size – bank size, as measured per its leverage exposures
- Interconnectedness – transactions with and securities held in other financial institutions
- Substitutability – the extent to which the banks services could be substituted by other institutions, such as payment infrastructure, underwriting transactions, custodian activities
- Complexity – the degree of complex transactions a bank is party to, including OTC derivatives, trading and AFS securities, and those assets classified as level 3 assets under IFRS (i.e. least observable market prices)
- Cross-jurisdictional activity – bank's activities outside its home jurisdiction

Capital buffer requirements

G-SIIs are required to hold between 1% and 3.5% of additional Common Equity Tier 1 (CET1) loss absorbing capital buffer. There is a two-year time lag between the data point used for G-SII score calculation and the capital applicability.

For 2020, based on 31 December 2017 indicators, Barclays falls within the 1.5% capital buffer category. The G-SII indicators as at 31 December 2019 that are included in this document will determine the capital buffer applicable to Barclays for 2022.

Basis of preparation

The disclosure of G-SII indicators is required by the EBA. In May 2016, the EBA issued Commission Delegated Regulation (EU) 2016/1608 that aligns EBA requirements with BCBS methodology and Commission Delegated Regulation (EU) 2016/818 that aligns disclosure requirements with the latest BCBS templates and instructions. The BCBS update reporting instructions on an annual basis, with instructions for the year ended 31 December 2019 issued on 17 January 2020.

The data disclosed in this document may not be directly comparable with other disclosures. Differences may also arise with other external disclosures as the G-SII indicators are based on the regulatory scope of consolidation for most data points. For further information on the difference between financial reporting and the regulatory scope of consolidation please refer to page 9 of the 2019 Barclays Pillar 3 Report.

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General Bank Data			
Section 1 - General Information		GSIB	Response
a. General information provided by the relevant supervisory authority:			
(1) Country code	1001		GB
(2) Bank name	1002		Barclays
(3) Reporting date (yyyy-mm-dd)	1003		2019-12-31
(4) Reporting currency	1004		GBP
(5) Euro conversion rate	1005		1.175364363
(6) Submission date (yyyy-mm-dd)	1006		2020-04-09
b. General Information provided by the reporting institution:			
(1) Reporting unit	1007		1,000,000
(2) Accounting standard	1008		IFRS
(3) Date of public disclosure (yyyy-mm-dd)	1009		2020-04-30
(4) Language of public disclosure	1010		English
(5) Web address of public disclosure	1011		https://home.barclays/investor-relations/reports-and-events/annual-reports/
Size Indicator			
Section 2 - Total Exposures		GSIB	Amount in million GBP
a. Derivatives			
(1) Counterparty exposure of derivatives contracts	1012		21,480
(2) Capped notional amount of credit derivatives	1201		13,784
(3) Potential future exposure of derivative contracts	1018		119,118
b. Securities financing transactions (SFTs)			
(1) Adjusted gross value of SFTs	1013		111,307
(2) Counterparty exposure of SFTs	1014		18,339
c. Other assets			
(1) Gross notional amount of off-balance sheet items	1015		750,052
d. Gross notional amount of off-balance sheet items			
(1) Items subject to a 0% credit conversion factor (CCF)	1019		147,783
(2) Items subject to a 20% CCF	1022		30,390
(3) Items subject to a 50% CCF	1023		137,569
(4) Items subject to a 100% CCF	1024		15,648
e. Regulatory adjustments			
(1) Regulatory adjustments	1031		11,365
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		1,139,369
Interconnectedness Indicators			
Section 3 - Intra-Financial System Assets		GSIB	Amount in million GBP
a. Funds deposited with or lent to other financial institutions			
(1) Certificates of deposit	1033		30,766
(2) Certificates of deposit	1034		0
b. Unused portion of committed lines extended to other financial institutions	1035		23,275
c. Holdings of securities issued by other financial institutions:			
(1) Secured debt securities	1036		9,010
(2) Senior unsecured debt securities	1037		4,701
(3) Subordinated debt securities	1038		600
(4) Commercial paper	1039		0
(5) Equity securities	1040		23,514
(6) Offsetting short positions in relation to the specific equity securities included in item 3.c.(5)	1041		0
d. Net positive current exposure of securities financing transactions with other financial institutions	1213		13,653
e. Over-the-counter derivatives with other financial institutions that have a net positive fair value:			
(1) Net positive fair value	1043		7,968
(2) Potential future exposure	1044		48,804
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		162,290
Section 4 - Intra-Financial System Liabilities		GSIB	Amount in million GBP
a. Funds deposited by or borrowed from other financial institutions:			
(1) Deposits due to depository institutions	1046		9,817
(2) Deposits due to non-depository financial institutions	1047		70,274
(3) Loans obtained from other financial institutions	1105		0
b. Unused portion of committed lines obtained from other financial institutions	1048		91
c. Net negative current exposure of securities financing transactions with other financial institutions	1214		22,892
d. Over-the-counter derivatives with other financial institutions that have a net negative fair value:			
(1) Net negative fair value	1050		10,676
(2) Potential future exposure	1051		42,692
e. Intra-financial system liabilities indicator (sum of items 4.a.(1) through 4.d.(2))	1052		156,442
Section 5 - Securities Outstanding		GSIB	Amount in million GBP
a. Secured debt securities	1053		13,865
b. Senior unsecured debt securities	1054		86,500
c. Subordinated debt securities	1055		18,156
d. Commercial paper	1056		7,079
e. Certificates of deposit	1057		11,274
f. Common equity	1058		31,117
g. Preferred shares and any other forms of subordinated funding not captured in item 5.c.	1059		11,586
h. Securities outstanding indicator (sum of items 5.a through 5.g.)	1060		179,577

Substitutability/Financial Institution Infrastructure Indicators

Section 6 - Payments made in the reporting year (excluding intragroup payments)	GSIB	Amount in million GBP
a. Australian dollars (AUD)	1061	488,510
b. Brazilian real (BRL)	1062	34
c. Canadian dollars (CAD)	1063	852,671
d. Swiss francs (CHF)	1064	1,340,665
e. Chinese yuan (CNY)	1065	794,327
f. Euros (EUR)	1066	2,109,045
g. British pounds (GBP)	1067	11,618,384
h. Hong Kong dollars (HKD)	1068	709,086
i. Indian rupee (INR)	1069	20,575
j. Japanese yen (JPY)	1070	8,853,373
k. Mexican pesos (MXN)	1108	295,957
l. Swedish krona (SEK)	1071	409,911
m. United States dollars (USD)	1072	16,593,290
n. Payments activity indicator (sum of items 6.a through 6.m)	1073	44,085,828

Section 7 - Assets Under Custody	GSIB	Amount in million GBP
a. Assets under custody indicator	1074	112,699

Section 8 - Underwritten Transactions in Debt and Equity Markets	GSIB	Amount in million GBP
a. Equity underwriting activity	1075	14,748
b. Debt underwriting activity	1076	233,248
c. Underwriting activity indicator (sum of items 8.a and 8.b)	1077	247,996

Complexity indicators

Section 9 - Notional Amount of Over-the-Counter (OTC) Derivatives	GSIB	Amount in million GBP
a. OTC derivatives cleared through a central counterparty	1078	18,764,431
b. OTC derivatives settled bilaterally	1079	10,073,394
c. OTC derivatives indicator (sum of items 9.a and 9.b)	1080	28,837,825

Section 10 - Trading and Available-for-Sale Securities	GSIB	Amount in million GBP
a. Held-for-trading securities (HFT)	1081	142,088
b. Available-for-sale securities (AFS)	1082	65,239
c. Trading and AFS securities that meet the definition of Level 1 assets	1083	98,294
d. Trading and AFS securities that meet the definition of Level 2 assets, with haircuts	1084	38,350
e. Trading and AFS securities indicator (sum of items 10.a and 10.b, minus the sum of 10.c and 10.d)	1085	70,683

Section 11 - Level 3 Assets	GSIB	Amount in million GBP
a. Level 3 assets indicator (Assets valued for accounting purposes using Level 3 measurement inputs)	1086	14,774

Cross-Jurisdictional Activity Indicators

Section 12 - Cross-Jurisdictional Claims	GSIB	Amount in million GBP
a. Cross-jurisdictional claims indicator (Total foreign claims on an ultimate risk basis)	1087	693,623

Section 13 - Cross-Jurisdictional Liabilities	GSIB	Amount in million GBP
a. Foreign liabilities (excluding derivatives and local liabilities in local currency)	1088	831,337
(1) Any foreign liabilities to related offices included in item 13.a.	1089	416,968
b. Local liabilities in local currency (excluding derivatives activity)	1090	106,887
c. Cross-jurisdictional liabilities indicator (sum of items 13.a and 13.b, minus 13.a.(1))	1091	521,256