

Disclosure of own funds and liquidity

SBAB reports credit risk mainly in accordance with the IRB approach, and reports operational risk, market risk and CVA risk in accordance with the standardised approach. The regulatory framework (CRR and CRD IV) published by the European Commission include new rules for liquidity risk, the composition of the capital base, counterparty risk, pro-cyclicality and the implementation of leverage ratio. The framework is planned to be gradually implemented until 2019.

The tables below are based on Swedish Financial Supervisory Authority's Regulatory Code FFFS 2014:18 and FFFS 2014:12. According to these regulations SBAB shall publish the structure of own funds, risk exposure amount per exposure class and information about capital adequacy and buffers on a quarterly basis. In compliance with FFFS 2010:7 liquidity reserve and Liquidity Coverage Ratio is published.

SBAB, Consolidated situation

Transitional own funds disclosure

Disclosure according to Article 5 in Commission implementing regulation (EU) No 1423/2013

	30 June 2015 SEKm	31 December 2014 SEKm	30 June 2014 SEKm	(C) AMOUNTS SUBJECT TO PRE- REGULATION (EU) No 575/2013 TREATMENT OR PRESCRIBED RESIDUAL AMOUNT OF REGULATION (EU) 575/2013
Common Equity Tier 1 capital: instruments and reserves (1)				
Capital instruments and the related share premium accounts	1,958	1,958	1,958	N/A
Retained earnings	8,464	7,710	7,710	N/A
Accumulated other comprehensive income (and any other reserves)	1	77	-21	N/A
Independently reviewed interim profits net of any foreseeable charge or dividend	333	754	14	N/A
Common Equity Tier 1 (CET1) capital before regulatory adjustments	10,756	10,499	9,661	N/A
Common Equity Tier 1 (CET1) capital: regulatory adjustments				
Additional value adjustments (negative amount)	-66	-70	-35	N/A
Intangible assets (net of related tax liability) (negative amount)	-43	-43	-149	N/A
Fair value reserves related to gains or losses on cash flow hedges	-41	-100	-	N/A
Negative amounts resulting from the calculation of expected loss amounts	-65	-85	-89	N/A
Gains or losses on liabilities valued at fair value resulting from changes in own credit standing	-28	-2	-7	N/A
Total regulatory adjustments to Common Equity Tier 1 (CET1)	-243	-300	-280	N/A
Common Equity Tier 1 (CET1) capital	10,513	10,199	9,381	N/A
Additional Tier 1 (AT1) capital: instruments				
Capital instruments and the related share premium accounts	1,500	-	-	N/A
of which: classified as liabilities under applicable accounting standards	1,500	-	-	N/A
Amount of qualifying items referred to in Article 484 (4) and the related share premium accounts subject to phase out from AT1	994	2,395	2,395	0
Additional Tier 1 (AT1) capital before regulatory adjustments	2,494	2,395	2,395	N/A
Additional Tier 1 (AT1) capital: regulatory adjustments				
Total regulatory adjustments to Additional Tier 1 (AT1) capital		-	-	N/A
Additional Tier 1 (AT1) capital	2,494	2,395	2,395	N/A
Tier 1 capital (T1 = CET1 + AT1)	13,007	12,594	11,776	N/A

Tier 2 (T2) capital: instruments and provisions				
Capital instruments and the related share premium accounts	3,000	2,599	2,599	N/A
Amount of qualifying items referred to in Article 484 (5) and the related share premium accounts subject to phase out from T2	-	114	183	N/A
Tier 2 (T2) capital before regulatory adjustment	3,000	2,713	2,782	N/A
Tier 2 (T2) capital: regulatory adjustments				
Total regulatory adjustments to Tier 2 (T2) capital	-	-	-	N/A
Tier 2 (T2) capital	3,000	2,713	2,782	N/A
Total capital (TC = T1 + T2)	16,007	15,307	14,558	N/A
Risk weighted assets in respect of amounts subject to pre-CRR treatment and transitional treatments subject to phase out as prescribed in Regulation (EU) No 575/2013 (i.e. CRR residual amount)	39,162	34,247	39,892	N/A
Total risk-weighted assets	39,162	34,247	39,892	N/A
Capital ratios and buffers				
Common Equity Tier 1 (as a percentage of total risk exposure amount)	26,8%	29,8%	23,5%	N/A
Tier 1 (as a percentage of total risk exposure amount)	33,2%	36,8%	29,5%	N/A
Total capital (as a percentage of total risk exposure amount)	40,9%	44,7%	36,5%	N/A
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)	2,5%	2,5%	2,5%	N/A
of which: capital conservation buffer requirement	2,5%	2,5%	2,5%	N/A
of which: countercyclical buffer requirement	0,0%	-	-	N/A
of which: systemic risk buffer requirement	-	-	-	N/A
of which: Global Systemically Important Institution (G-SII) or Other Systemically Important Institution (O-SII) buffer	-	-	-	N/A
Common Equity Tier 1 available to meet buffers (as a percentage of risk exposure amount)	22,3%	25,3%	19,0%	N/A
Capital instruments subject to phase-out arrangements (only applicable between 1 Jan 2014 and 1 Jan 2022)				
- Current cap on AT1 instruments subject to phase-out arrangements	2,096	2,395	2,395	N/A
- Amount excluded from AT1 due to cap (excess over cap after redemptions and maturities)	-	599	599	N/A
- Current cap on T2 instruments subject to phase-out arrangements	910	1,040	1,040	N/A

Capital requirements

Consolidated situation

SEK million	Capital requirement 30 June 2015	Risk exposure amount 31 June 2015	Capital requirement 31 Dec 2014	Risk exposure amount 31 Dec 2014	Capital requirement 30 June 2014	Risk exposure amount 31 June 2014
Credit risk recognised in accordance with IRB approach						
Exposures to corporates	583	7,285	558	6,975	683	8,535
Retail exposures	1,070	13,373	1,028	12,851	1,058	13,231
- of which exposures to SME	127	1,590	139	1,737	141	1,759
- of which retail exposures secured by immovable property	943	11,783	889	11,114	918	11,472
Total exposures in accordance with IRB approach	1,653	20,658	1,586	19,826	2,016	25,204
Credit risk reported in accordance with standardised approach						
Exposures to governments and central banks	0	0	0	0	0	0
Exposures to regional governments or local authorities	0	0	0	0	0	0
Exposures to institutions*	149	1,865	111	1,388	73	907
- of which derivatives according to appendix 2 to CRR	133	1,658	103	1,291	72	894
- of which repos	16	199	7	85	0	1
Exposures to corporates	243	3,040	146	1,829	127	1,600
Retail exposures	185	2,316	143	1,783	127	1,582
Exposures in default	1	11	1	10	1	9
Exposures in the form of covered bonds	109	1,362	59	744	188	2,350
Exposures to institutions and corporates with a short-term credit assessment	122	1,529	7	86	18	225
Exposures to CIUs	-	-	20	253	19	238
Other items	72	901	86	1,070	81	1,015
Total exposures in accordance with standardised approach	881	11,024	573	7,163	634	7,926
Market risk	255	3,183	337	4,210	324	4,048
- of which traded debt instruments	205	2,557	279	3,491	293	3,663
- of which foreign exchange	50	626	58	719	31	385
Operational risk	239	2,989	164	2,047	164	2,047
CVA risk	105	1,308	80	1,001	53	667
Total capital requirements and risk exposure amount	3,133	39,162	2,740	34,247	3,191	39,892
Capital requirement for capital conservation buffer	979		856		997	
Capital requirement for countercyclical buffer	4		-		-	
Total capital requirement	4,116		3,596		4,188	

*The risk weighted exposure amount for counterparty risk according to Article 92, item 3f, of CRR amounts to SEK 1,857 million (1,376)

Capital adequacy

SEK million	Consolidated situation		
	30 June 2015	31 Dec 2014	30 June 2014
Common Equity Tier 1 capital	10,513	10,199	9,381
Tier 1 capital	13,007	12,594	11,776
Total capital	16,007	15,307	14,558
Without transition rules			
Risk exposure amount	39,162	34,247	39,892
Common Equity Tier 1 ratio	26,8%	29,8%	23,5%
Excess of Common Equity Tier 1 capital*	8,751	8,658	7,586
Tier 1 capital ratio	33,2%	36,8%	29,5%
Excess of Tier 1 capital*	10,658	10,539	9,383
Total capital ratio	40,9%	44,7%	36,5%
Excess of total capital*	12,874	12,567	11,367
With transition rules			
Own funds	16,072	15,392	14,647
Risk exposure amount	153,838	142,975	142,521
Total capital ratio	10,4%	10,8%	10,3%

* Excess of capital is calculated without buffer requirements

Internal capital requirement

The internal capital adequacy assessment process is to ensure that SBAB has sufficient capital to meet any financial problems that might arise. SBAB uses an economic capital model as the basis for its assessment of the company's capital requirement within the framework of the internal capital adequacy assessment process (ICAAP). Economic capital is defined as the amount of capital needed to ensure solvency over a one-year period, given a predetermined confidence interval. In the case of SBAB, the level of confidence is 99.97, which corresponds to the long term AA– target rating (according to Standard & Poor's rating scale). The internal capital requirement is defined as the larger of economic capital and regulatory capital requirement for each risk type. The internal capital requirement for the consolidated situation with and without regards for the Swedish Financial Supervisory practices regarding the risk weight floor for Swedish mortgages is presented below.

30 June 2015
SEK million

Risk category	Without risk weight floor			With risk weight floor for Swedish residential mortgages			
	Pillar 1	Economic capital and stress test	Internal capital requirements without risk weight floor	Pillar 1	Economic capital and stress test	Risk weight floor	Internal capital requirements with risk weight floor
Credit risk		2,639	3,653		2,639	3,653	7,953
Market risk		255	426		255	426	426
Operational risk		239	338		239	338	338
Concentration risk			472			472	472
Earnings volatility			651			651	651
Capital conservation buffer/ stress test buffer*		979	1,495		979	712	979
Total		4,112	7,034		4,112	6,250	10,817

* The higher of the stress test buffer and the capital planning buffer is included in internal capital requirements. With consideration for the risk weight floor, the stress test buffer is calculated without consideration for risk migration in the residential mortgage portfolios, resulting in a smaller buffer.

Liquidity Reserve

The assets in SBAB's liquidity reserve primarily comprises liquid, fixed income securities with a high rating and it is an integrated part of the Group's liquidity risk management. Holdings in securities are restricted by internal limits by asset class and by country, respectively, and must have AAA rating upon acquisition. In addition to these collective limits, limits for individual issuers may also be set.

30 June 2015
Group
 SEK million

Liquidity Reserve	June	Currency distribution			
	2 015	SEK	EUR	USD	Other
Cash and holdings in central banks	-	-	-	-	-
Deposits in other banks available o/n	-	-	-	-	-
Securities issued or guaranteed by sovereigns, central banks or multinational development banks	21,281	11,119	8,902	1,260	-
Securities issued or guaranteed by municipalities or Public Sector Entities	6,454	5,175	-	1,279	-
Covered bonds issued by other institutions	32,764	26,862	4,260	1,430	212
Covered bonds issued by SBAB	-	-	-	-	-
Securities issued by non-financial corporates	-	-	-	-	-
Securities issued by financial corporates (excl. covered bonds)	-	-	-	-	-
Other Securities	-	-	-	-	-
	60,499	43,156	13,162	3,969	212
Bank & Loan Facilities	-	-	-	-	-
Total	60,499	43,156	13,162	3,969	212
Currency distribution		71%	22%	7%	0%

Liquidity Coverage Ratio

Liquidity Coverage Ratio = Liquid Assets / (Cash Outflows – Cash inflows). The figures are reported in accordance with the definitions and weights in FFFS 2012:6. The calculation takes into account that assets with 85% weight must not represent more than 40% of the liquid assets, and that inflows cannot be higher than 75% of the outflows in each column.

30 June 2015
Group
 SEK million

	Total	EUR	USD
Liquidity Coverage Ratio %	403%	18690719%	1816%
Liquid assets	52,063	12,523	3,754
Assets with 100% weight	20,628	8,902	2,539
Assets with 85% weight	31,435	3,621	1,215
Cash Outflows	18,346	0	827
Retail Deposits	3,804	0	0
Market Funding	11,870	0	0
Other cash outflows	2,671	0	827
Cash Inflows	9,808	2,810	828
Inflow from retail lending	4,719	0	0
Other cash inflows	5,088	2,810	828

SBAB Bank AB (publ)

Transitional own funds disclosure

Disclosure according to Article 5 in Commission implementing regulation (EU) No 1423/2013

	31 June 2015 SEKm	31 December 2014 SEKm	31 June 2014 SEKm	(C) AMOUNTS SUBJECT TO PRE- REGULATION (EU) No 575/2013 TREATMENT OR PRESCRIBED RESIDUAL AMOUNT OF REGULATION (EU) 575/2013
Common Equity Tier 1 capital: instruments and reserves ⁽¹⁾				
Capital instruments and the related share premium accounts	1,958	1,958	1,958	N/A
Retained earnings	5,980	6,246	6,157	N/A
Accumulated other comprehensive income (and any other reserves)	-23	-4	-21	N/A
Common Equity Tier 1 (CET1) capital before regulatory adjustments	7,915	8,200	8,094	N/A
Common Equity Tier 1 (CET1) capital: regulatory adjustments				
Additional value adjustments (negative amount)	-67	-70	0	N/A
Intangible assets (net of related tax liability) (negative amount)	-14	-13	-16	N/A
Fair value reserves related to gains or losses on cash flow hedges	2	-	-	N/A
Negative amounts resulting from the calculation of expected loss amounts	-37	-49	-38	N/A
Gains or losses on liabilities valued at fair value resulting from changes in own credit standing	-29	-2	-3	N/A
Total regulatory adjustments to Common Equity Tier 1 (CET1)	-145	-134	-57	N/A
Common Equity Tier 1 (CET1) capital	7,770	8,066	8,037	N/A
Additional Tier 1 (AT1) capital: instruments				
Capital instruments and the related share premium accounts	1,500	-	-	N/A
<i>of which: classified as liabilities under applicable accounting standards</i>	1,500	-	-	N/A
Amount of qualifying items referred to in Article 484 (4) and the related share premium accounts subject to phase out from AT1	994	2,395	2,395	0
Additional Tier 1 (AT1) capital before regulatory adjustments	2,494	2,395	2,395	N/A
Additional Tier 1 (AT1) capital: regulatory adjustments				
Total regulatory adjustments to Additional Tier 1 (AT1) capital	-	-	-	N/A
Additional Tier 1 (AT1) capital	2,494	2,395	2,395	N/A
Tier 1 capital (T1 = CET1 + AT1)	10,264	10,461	10,432	N/A
Tier 2 (T2) capital: instruments and provisions				
Capital instruments and the related share premium accounts	3,000	2,599	2,599	N/A
Amount of qualifying items referred to in Article 484 (5) and the related share premium accounts subject to phase out from T2	-	114	183	N/A
Tier 2 (T2) capital before regulatory adjustment	3,000	2,713	2,782	N/A
Tier 2 (T2) capital: regulatory adjustments				
Total regulatory adjustments to Tier 2 (T2) capital	-	-	-	N/A
Tier 2 (T2) capital	3,000	2,713	2,782	N/A
Total capital (TC = T1 + T2)	13,264	13,174	13,214	N/A
Risk weighted assets in respect of amounts subject to pre-CRR treatment and transitional treatments subject to phase out as prescribed in Regulation (EU) No 575/2013 (i.e. CRR residual amount)	33,523	28,363	31,203	N/A
Total risk-weighted assets	33,523	28,363	31,203	N/A

Capital ratios and buffers				
Common Equity Tier 1 (as a percentage of total risk exposure amount)	23,2%	28,4%	25,8%	N/A
Tier 1 (as a percentage of total risk exposure amount)	30,6%	36,9%	33,4%	N/A
Total capital (as a percentage of total risk exposure amount)	39,6%	46,4%	42,3%	N/A
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)	2,5%	2,5%	2,5%	N/A
of which: capital conservation buffer requirement	2,5%	2,5%	2,5%	N/A
of which: countercyclical buffer requirement	0,0%	-	-	N/A
of which: systemic risk buffer requirement	-	-	-	N/A
of which: Global Systemically Important Institution (G-SII) or Other Systemically Important Institution (O-SII) buffer	-	-	-	N/A
Common Equity Tier 1 available to meet buffers (as a percentage of risk exposure amount)	18,7%	23,9%	21,3%	N/A
Capital instruments subject to phase-out arrangements (only applicable between 1 Jan 2014 and 1 Jan 2022)				
- Current cap on AT1 instruments subject to phase-out arrangements	2 096	2,395	2,395	N/A
- Amount excluded from AT1 due to cap (excess over cap after redemptions and maturities)	-	599	599	N/A
- Current cap on T2 instruments subject to phase-out arrangements	910	1,040	1,040	N/A

Capital requirements

SBAB Bank AB (publ)

SEK million	Capital requirement 30 June 2015	Risk exposure amount 30 June 2015	Capital requirement 31 Dec 2014	Risk exposure amount 31 Dec 2014	Capital requirement 30 June 2014	Risk exposure amount 30 June 2014
Credit risk recognised in accordance with IRB approach						
Exposures to corporates	224	2,804	188	2,341	251	3,142
Retail exposures	413	5,160	343	4,292	311	3,889
- of which exposures to SME	37	466	35	436	23	290
- of which retail exposures secured by immovable property	376	4,694	308	3,856	288	3,599
Total exposures in accordance with IRB approach	637	7,964	531	6,633	837	10,469
Credit risk reported in accordance with standardised approach						
Exposures to governments and central banks	0	0	0	0	0	0
Exposures to regional governments or local authorities	0	0	0	0	0	0
Exposures to institutions*	111	1,388	74	925	39	489
- of which derivatives according to appendix 2 to CRR	98	1,229	71	886	39	483
- of which repos	12	154	2	31	0	1
Exposures to corporates	241	3,015	145	1,817	128	1,601
Retail exposures	185	2,306	142	1,770	125	1,568
Exposures in default	1	11	1	10	1	9
Exposures in the form of covered bonds	109	1,362	59	744	54	676
Exposures to institutions and corporates with a short-term credit assessment	122	1,529	7	84	8	94
Exposures to CIUs	-	-	20	254	19	238
Equity exposures	824	10,300	824	10,300	830	10,376
Other items	9	110	7	90	8	97
Total exposures in accordance with standardised approach	1,602	20,021	1,279	15,994	1,212	15,148
Market risk	227	2,840	299	3,733	310	3,876
- of which traded debt instruments	204	2,558	279	3,491	293	3,663
- of which foreign exchange	23	282	20	242	17	213
Operational risk	137	1,709	112	1,402	112	1,402
CVA risk	79	989	48	601	25	308
Total capital requirements and risk exposure amount	2,682	33,523	2,269	28,363	2,496	31,203
Capital requirement for capital conservation buffer	838		709		780	
Capital requirement for countercyclical buffer	3		-		-	
Total capital requirement	3,523		2,978		3,276	

*The risk weighted exposure amount for counterparty risk according to Article 92, item 3f, of CRR amounts to SEK 1,383 million (917)

Capital adequacy

SEK million	SBAB Bank		
	30 June 2015	31 Dec 2014	30 June 2014
Common Equity Tier 1 capital	7,770	8,066	8,037
Tier 1 capital	10,264	10,461	10,432
Total capital	13,264	13,174	13,214
Without transition rules			
Risk exposure amount	33,523	28,363	31,203
Common Equity Tier 1 ratio	23,2%	28,4%	25,8%
Excess of Common Equity Tier 1 capital*	6,261	6,790	6,633
Tier 1 capital ratio	30,6%	36,9%	33,4%
Excess of Tier 1 capital*	8,252	8,760	8,560
Total capital ratio	39,6%	46,4%	42,3%
Excess of total capital*	10,582	10,905	10,718
With transition rules			
Own funds	13,301	13,223	13,252
Risk exposure amount	39,216	29,938	28,923
Total capital ratio	33,9%	44,2%	45,8%

* Excess of capital is calculated without buffer requirements

For SBAB Bank AB (publ) the internal capital requirement without the risk weight floor amounted to SEK 3,480 million.

The Swedish Covered Bond Corporation, SCBC (Swedish Covered Bond Corporation – SCBC)

Transitional own funds disclosure

Disclosure according to Article 5 in Commission implementing regulation (EU) No 1423/2013

Common Equity Tier 1 capital: instruments and reserves (1)	31 June 2015 SEKm	31 December 2014 SEKm	31 June 2014 SEKm	(C)
				AMOUNTS SUBJECT TO PRE-REGULATION (EU) No 575/2013 TREATMENT OR
Capital instruments and the related share premium accounts	9,600	9,600	9,600	N/A
Retained earnings	3,145	2,307	2,307	N/A
Accumulated other comprehensive income (and any other reserves)	44	100	-	N/A
Independently reviewed interim profits net of any foreseeable charge or dividend	563	838	-	N/A
Common Equity Tier 1 (CET1) capital before regulatory adjustments	13,352	12,845	11,907	N/A
Common Equity Tier 1 (CET1) capital: regulatory adjustments				
Additional value adjustments (negative amount)	-7	-9	-	N/A
Fair value reserves related to gains or losses on cash flow hedges	-44	-100	-	N/A
Negative amounts resulting from the calculation of expected loss amounts	-27	-36	-50	N/A
Any increase in equity that results from securitised assets (negative amount)	-	-	-	N/A
Gains or losses on liabilities valued at fair value resulting from changes in own credit standing	1	-	-4	N/A
Total regulatory adjustments to Common Equity Tier 1 (CET1)	-77	-145	-54	N/A
Common Equity Tier 1 (CET1) capital	13,275	12,700	11,853	N/A

Additional Tier 1 (AT1) capital: instruments				
Additional Tier 1 (AT1) capital before regulatory adjustments	-	-	-	N/A
Additional Tier 1 (AT1) capital: regulatory adjustments				
Total regulatory adjustments to Additional Tier 1 (AT1) capital	-	-	-	N/A
Additional Tier 1 (AT1) capital	-	-	-	N/A
Tier 1 capital (T1 = CET1 + AT1)	13,275	12,700	11,853	N/A
Tier 2 (T2) capital: instruments and provisions				
Tier 2 (T2) capital before regulatory adjustment	-	-	-	N/A
Tier 2 (T2) capital: regulatory adjustments				
Total regulatory adjustments to Tier 2 (T2) capital	-	-	-	N/A
Tier 2 (T2) capital	-	-	-	N/A
Total capital (TC = T1 + T2)	13,275	12,700	11,853	N/A
Risk weighted assets in respect of amounts subject to pre-CRR treatment and transitional treatments subject to phase out as prescribed in Regulation (EU) No 575/2013 (i.e. CRR residual amount)	16,755	17,565	20,777	N/A
Total risk-weighted assets	16,755	17,565	20,777	N/A
Capital ratios and buffers				
Common Equity Tier 1 (as a percentage of total risk exposure amount)	79,2%	72,3%	57,0%	N/A
Tier 1 (as a percentage of total risk exposure amount)	79,2%	72,3%	57,0%	N/A
Total capital (as a percentage of total risk exposure amount)	79,2%	72,3%	57,0%	N/A
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)	2,5%	2,5%	2,5%	N/A
of which: capital conservation buffer requirement	2,5%	2,5%	2,5%	N/A
of which: countercyclical buffer requirement	0,0%	-	-	N/A
of which: systemic risk buffer requirement	-	-	-	N/A
of which: Global Systemically Important Institution (G-SII) or Other Systemically Important Institution (O-SII) buffer	-	-	-	N/A
Common Equity Tier 1 available to meet buffers (as a percentage of risk exposure amount)	74,7%	67,8%	52,5%	N/A

Capital requirements

SCBC

SEK million	Capital requirement 30 June 2015	Risk exposure amount 30 June 2015	Capital requirement 31 Dec 2014	Risk exposure amount 31 Dec 2014	Capital requirement 30 June 2014	Risk exposure amount 30 June 2014
Credit risk recognised in accordance with IRB approach						
Exposures to corporates	359	4,482	371	4,633	431	5,393
Retail exposures	657	8,212	684	8,560	747	9,342
- of which exposures to SME	90	1,124	104	1,301	117	1,469
- of which retail exposures secured by immovable property	567	7,088	580	7,259	630	7,873
Total exposures in accordance with IRB approach	1,016	12,694	1,055	13,193	1,178	14,735
Credit risk reported in accordance with standardised approach						
Exposures to governments and central banks	0	0	0	0	0	0
Exposures to regional governments or local authorities	0	0	0	0	0	0
Exposures to institutions*	38	476	37	463	34	418
- of which derivatives according to appendix 2 to CRR	34	429	4	54	33	411
- of which repos	4	45	32	405	0	0
Exposures to corporates	2	26	1	12	2	25
Retail exposures	1	9	1	12	1	14
Exposures to institutions and corporates with a short-term credit assessment	0	0	1	11	8	101
Other items	81	1,013	100	1,246	101	1,255
Total exposures in accordance with standardised approach	122	1,524	140	1,744	279	3,487
Market risk	27	344	31	392	29	360
- of which traded debt instruments	-	-	-	-	-	-
- of which foreign exchange	27	344	31	392	29	360
Operational risk	150	1,874	147	1,836	147	1,836
CVA risk	25	319	32	400	29	359
Total capital requirements and risk exposure amount	1,340	16,755	1,405	17,565	1,662	20,777
Capital requirement for capital conservation buffer	419		439		519	
Capital requirement for countercyclical buffer	0					
Total capital requirement	1,759		1,844		2,181	

*The risk weighted exposure amount for counterparty risk according to Article 92, item 3f, of CRR amounts to SEK 474 million (459)

Capital adequacy

SEK million	Consolidated situation		
	30 June 2015	31 Dec 2014	30 June 2014
Common Equity Tier 1 capital	13,275	12,700	11,853
Tier 1 capital	13,275	12,700	11,853
Total capital	13,275	12,700	11,853
<i>Without transition rules</i>			
Risk exposure amount	16,755	17,565	20,777
Common Equity Tier 1 ratio	79,2%	72,3%	57,0%
Excess of Common Equity Tier 1 capital*	12,521	11,909	10,918
Tier 1 capital ratio	79,2%	72,3%	57,0%
Excess of Tier 1 capital*	12,269	11,646	10,606
Total capital ratio	79,2%	72,3%	57,0%
Excess of total capital*	11,934	11,295	10,190
<i>With transition rules</i>			
Own funds	13,312	12,736	11,903
Risk exposure amount	114,798	113,258	113,825
Total capital ratio	11,6%	11,2%	10,4%

* Excess of capital is calculated without buffer requirements

For SCBC the internal capital requirement without the risk weight floor amounted to SEK 3,554 million.