



ISLE OF MAN
FINANCIAL SERVICES AUTHORITY

Lught-Reill Shirveishyn Argidoil Ellan Vannin

QUARTERLY STATISTICAL BULLETIN

30 September 2016

Deposit Takers (Banks)

Class 1(1)

Data for 30 September 2016

Data encapsulates business held in the Isle of Man offices only of licensed deposit takers (“banks”) holding Class 1(1) permissions. Where applicable, the data is expressed in £’millions. The data is taken from prudential returns submitted to the Authority by banks. Two banks incorporated in the Isle of Man also operate overseas branches; the data excludes business undertaken in these branches.

The Isle of Man’s Alternative Banking Regime came into force on 1 August 2016. At the reporting date, no Class 1(2) banks or Class 1(3) rep offices had been licenced.

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Date issued: December 2016

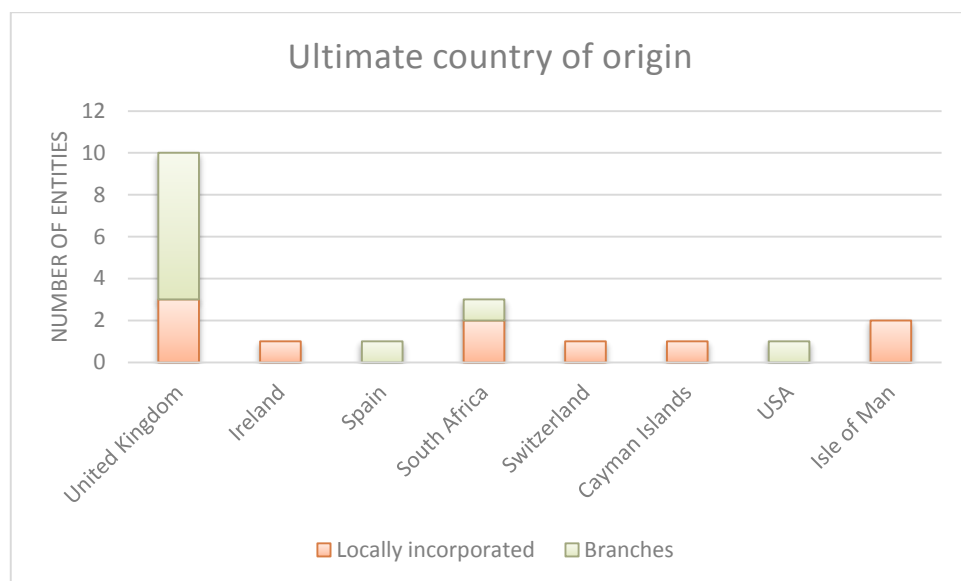
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1. High level summary

| | | Number of Class 1(1) banks | Retail deposits £'m | Total deposits £'m | Quarterly change | Total assets / liabilities £'m | Quarterly change |
|------|------|----------------------------------|---------------------------|--------------------------|---------------------|--------------------------------------|---------------------|
| 2010 | Dec | 34 | 19,680 | 51,658 | | 54,627 | |
| 2011 | Mar | 34 | 19,106 | 49,914 | -3.38% | 52,793 | -3.36% |
| | Jun | 34 | 18,989 | 50,165 | 0.50% | 53,149 | 0.67% |
| | Sept | 33 | 18,931 | 50,790 | 1.25% | 53,626 | 0.90% |
| | Dec | 33 | 18,170 | 48,813 | -3.89% | 51,763 | -3.47% |
| 2012 | Mar | 33 | 18,194 | 49,325 | 1.05% | 52,300 | 1.04% |
| | Jun | 33 | 17,590 | 48,774 | -1.12% | 51,754 | -1.04% |
| | Sept | 33 | 17,645 | 48,807 | 0.07% | 51,867 | 0.22% |
| | Dec | 32 | 17,839 | 47,100 | -3.50% | 50,192 | -3.23% |
| 2013 | Mar | 32 | 18,580 | 50,734 | 7.72% | 53,822 | 7.23% |
| | Jun | 30 | 18,058 | 46,010 | -9.31% | 48,596 | -9.71% |
| | Sept | 30 | 17,695 | 43,939 | -4.50% | 46,457 | -4.40% |
| | Dec | 29 | 17,481 | 43,166 | -1.76% | 45,573 | -1.90% |
| 2014 | Mar | 28 | 17,848 | 43,142 | -0.06% | 45,424 | -0.33% |
| | Jun | 26 | 17,506 | 42,515 | -1.45% | 44,971 | -1.00% |
| | Sept | 25 | 17,320 | 42,868 | 0.83% | 45,435 | 1.03% |
| | Dec | 25 | 17,172 | 43,515 | 1.51% | 45,710 | 0.61% |
| 2015 | Mar | 23 | 17,546 | 44,226 | 1.63% | 46,402 | 1.51% |
| | Jun | 23 | 17,250 | 43,094 | -2.56% | 45,310 | -2.35% |
| | Sept | 23 | 17,162 | 43,056 | -0.09% | 45,105 | -0.45% |
| | Dec | 23 | 17,481 | 43,642 | 1.36% | 45,724 | 1.37% |
| 2016 | Mar | 22 | 18,010 | 43,208 | -0.99% | 45,262 | -1.01% |
| | Jun | 21 | 18,634 | 45,268 | 4.77% | 47,260 | 4.41% |
| | Sept | 20 | 19,095 | 47,129 | 4.11% | 49,121 | 3.94% |

2. Ultimate country of origin of banking groups operating in the Isle of Man



Notes for Editors:

- i. Information regarding the ownership structure for all banks in the Isle of Man and their home supervisory authorities is contained within the Authority's document "FAQs – banks" which is available from the consumers section of the Authority's website www.iomfsa.im
- ii. Included in "Isle of Man" is the licence granted to the liquidator of Kaupthing Singer & Friedlander (Isle of Man) Limited – in liquidation.
- iii. Habib European Bank Ltd, previously shown under "Switzerland" above, surrendered its licence on 31 July 2016.
- iv. Barclays Private Clients International Limited, shown under "United Kingdom" above, will be surrendering its licence following the transfer of its Isle of Man business to the Isle of Man branch of Barclays Bank plc.
- v. Nationwide Building Society, shown under "United Kingdom" above, has given notice of its intention to close and surrender the licence for its branch in the Isle of Man during 2017.

3. Assets and liabilities of licensed banks

a. Balance sheet

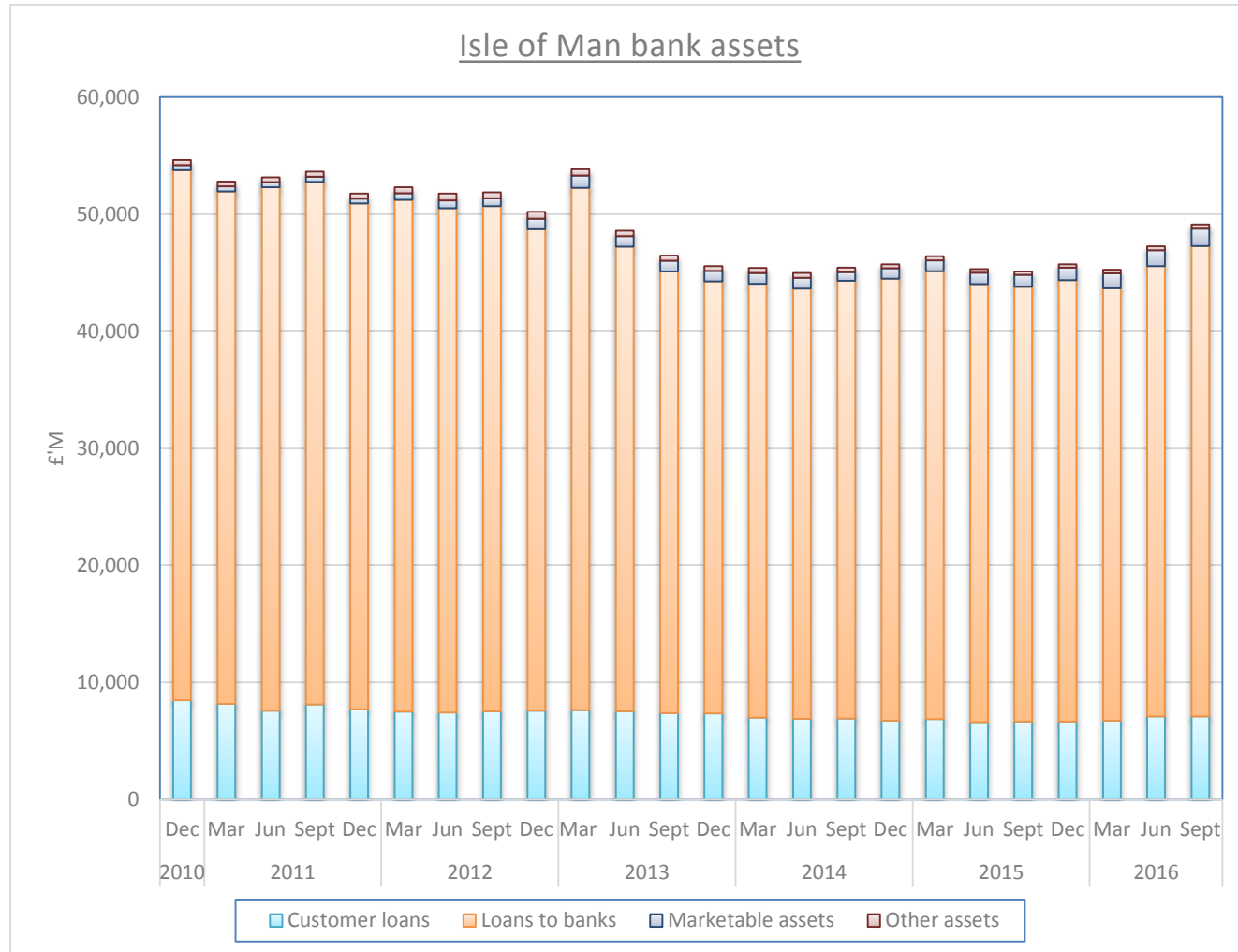
Total assets / liabilities of Isle of Man banks, not including those held in overseas branches of Isle of Man incorporated banks:

| Assets | | £'m | £'m |
|-----------------------------------|---------------------------------|--------------|----------------------|
| Loans to banks | Loans due from group | 35,374 | |
| | Loans due from other banks | <u>4,791</u> | |
| | Total loans to banks | | 40,165 |
| Marketable Assets | Government & public sector debt | 900 | |
| | Group | 0 | |
| | Other banks | 559 | |
| | Other holdings | <u>5</u> | |
| Total marketable assets | | 1,464 | |
| Loans, advances and assets leased | | | 7,130 |
| Investments | | | 9 |
| Other assets (including cash) | | | 353 |
| Total assets | | | <u><u>49,121</u></u> |
| Liabilities | | £'m | £'m |
| Deposits | Due to group | 11,214 | |
| | Due to other banks | 2,670 | |
| | Retail | 19,095 | |
| | Corporate / trust / fiduciary | 13,858 | |
| | Other (including government) | <u>292</u> | |
| Total deposits | | | 47,129 |
| CDs and other debt issued | | | 0 |
| Other liabilities | | | 261 |
| Capital and reserves | | | 1,731 |
| Total liabilities | | | <u><u>49,121</u></u> |

The above data is taken from prudential returns SR-1A.

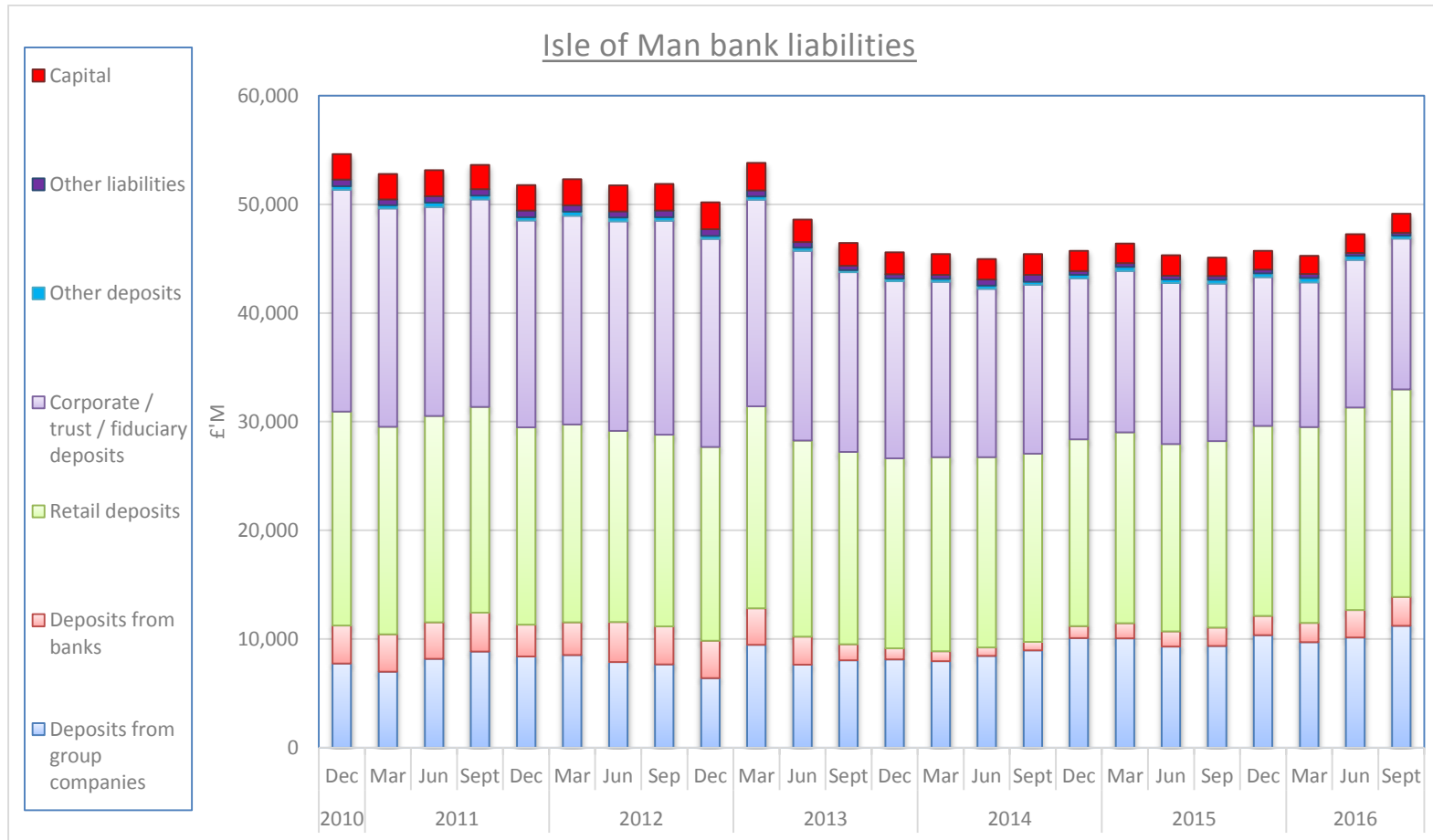
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b. Breakdown of assets



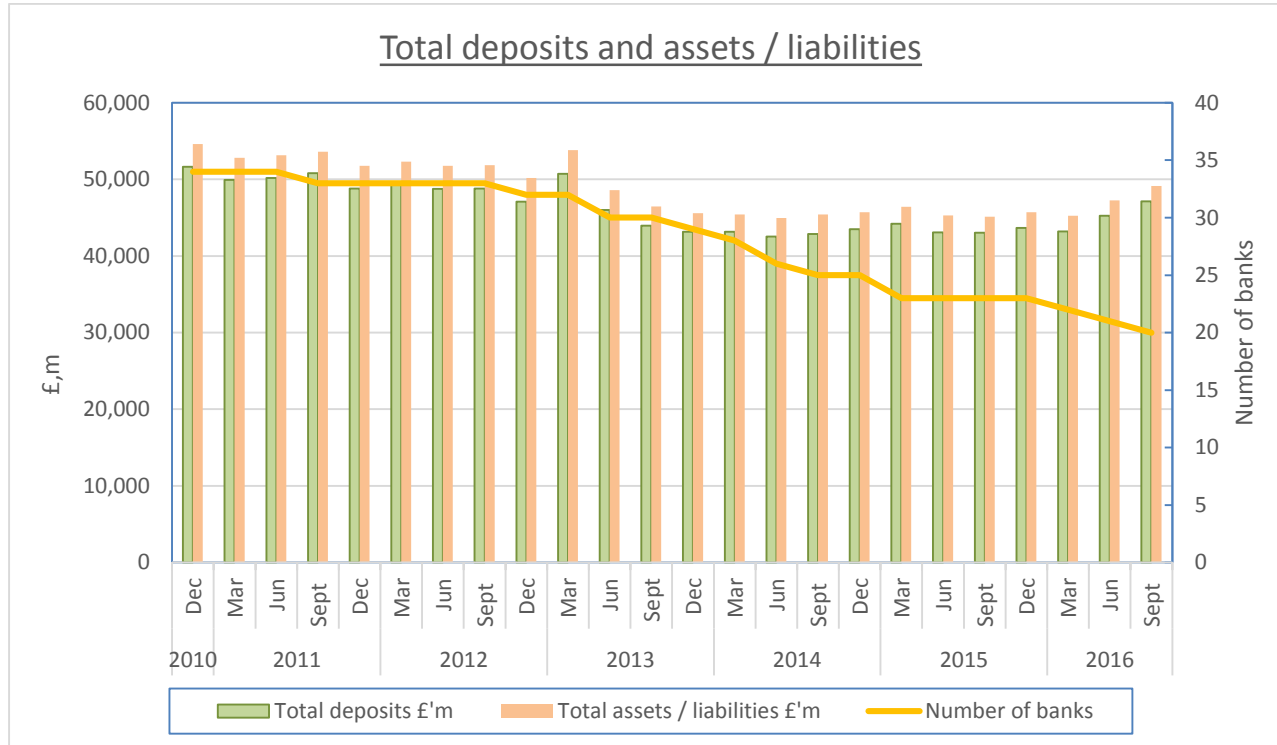
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c. Breakdown of liabilities



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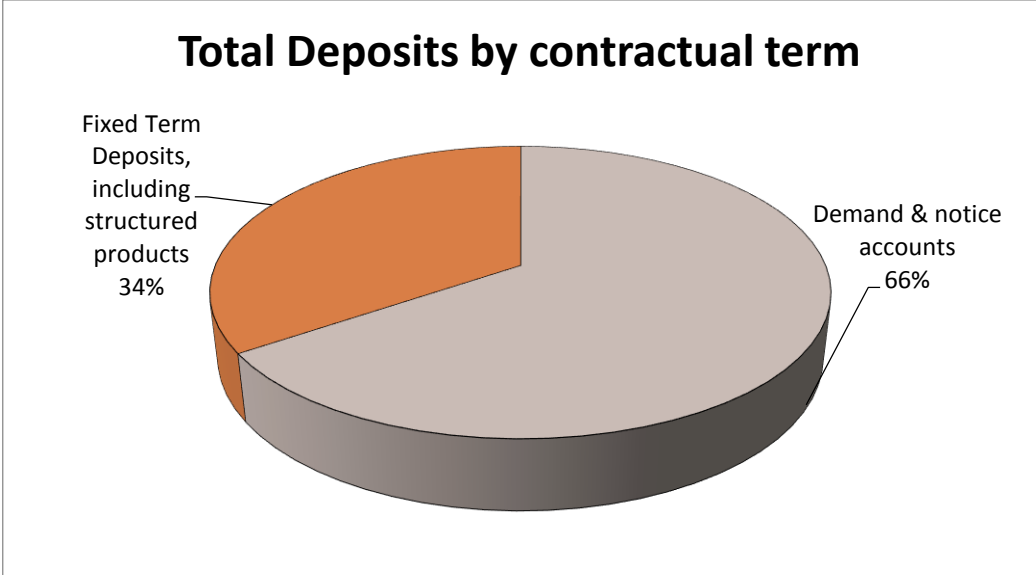
d. Total deposits and assets / liabilities



Notes for Editors:

- i. The Authority also publishes a “deposit base” figure and press release for each quarter. The “deposit base” figure excludes interbank flows between banks in the Isle of Man. The press releases include commentary on any material quarterly movements.

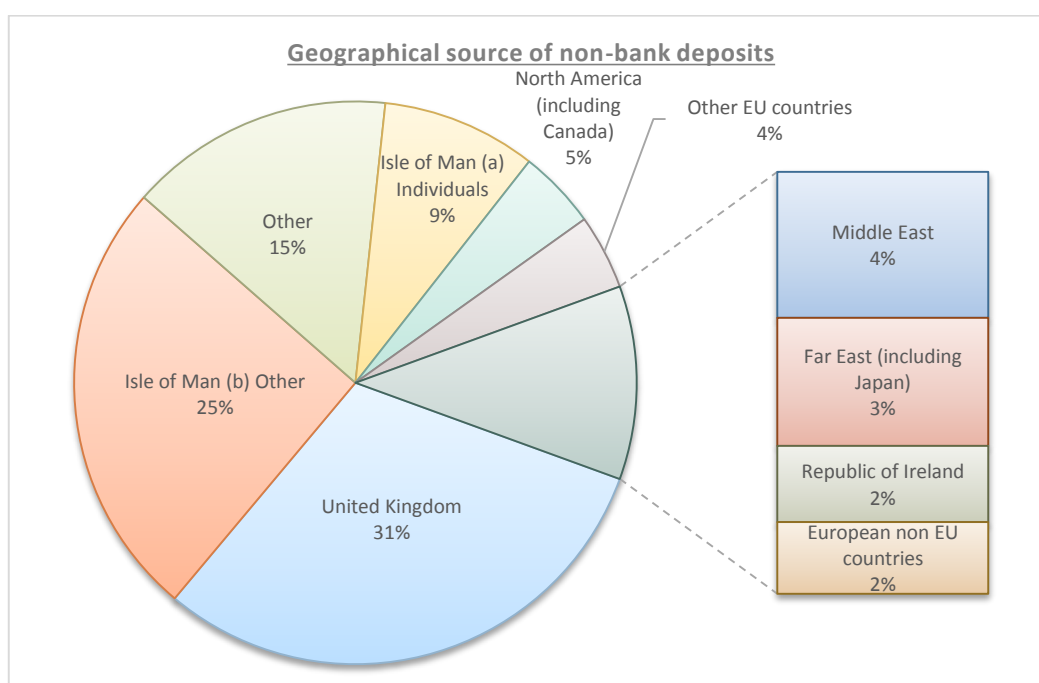
e. Deposit term (including inter-IOM banks)



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f. Geographical source of non-bank customer deposits

| | % of total |
|----------------------------------|------------|
| Isle of Man (a) Individuals | 9 |
| Isle of Man (b) Other | 25 |
| United Kingdom | 31 |
| Republic of Ireland | 2 |
| Other EU countries | 4 |
| European non EU countries | 2 |
| Middle East | 4 |
| Far East (including Japan) | 3 |
| North America (including Canada) | 5 |
| Other | 15 |



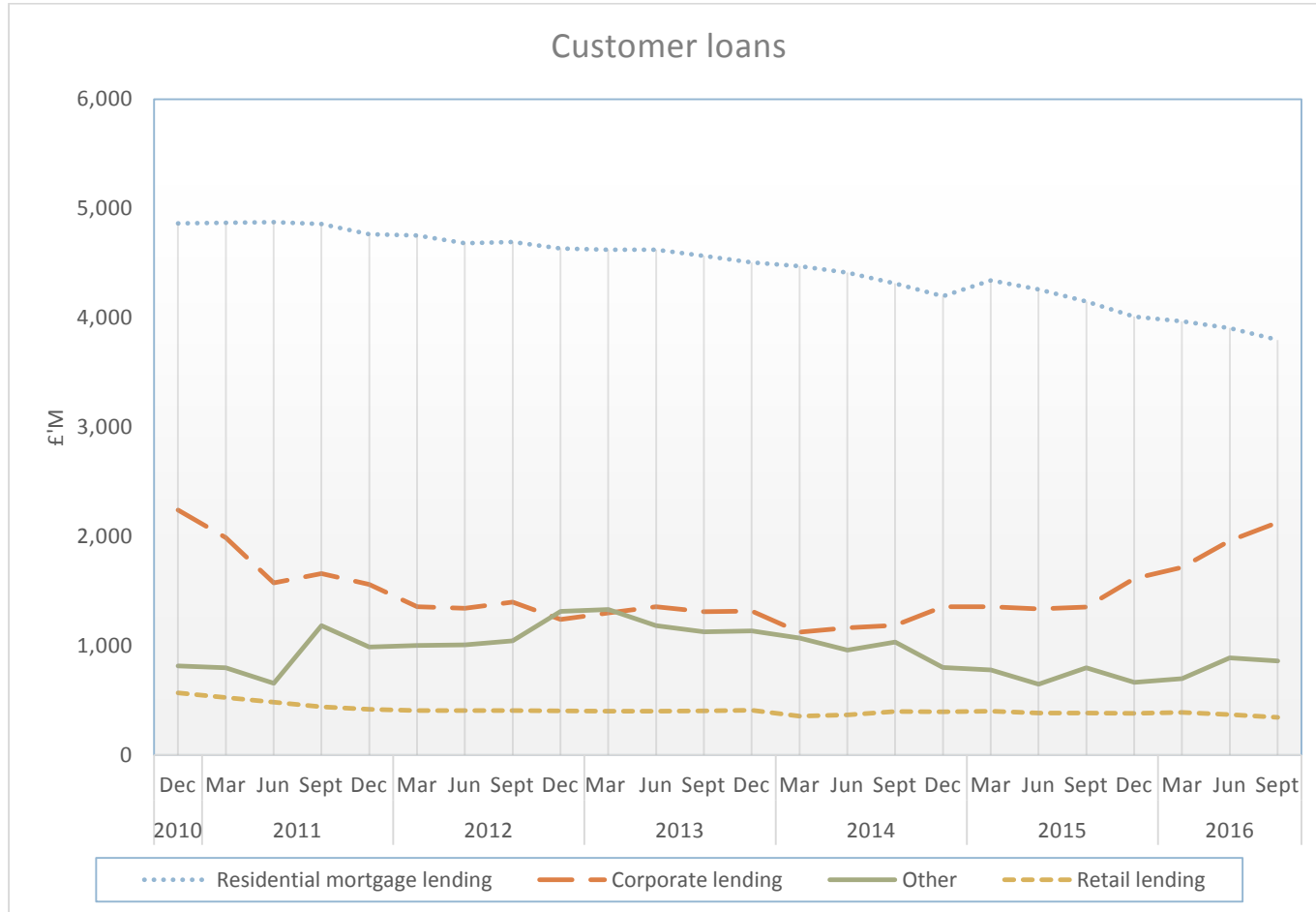
The above data is taken from prudential returns SR-3A.

Notes for Editors:

- i. Residence of a deposit is classified according to the address to which the bank corresponds, if no better classification is available.

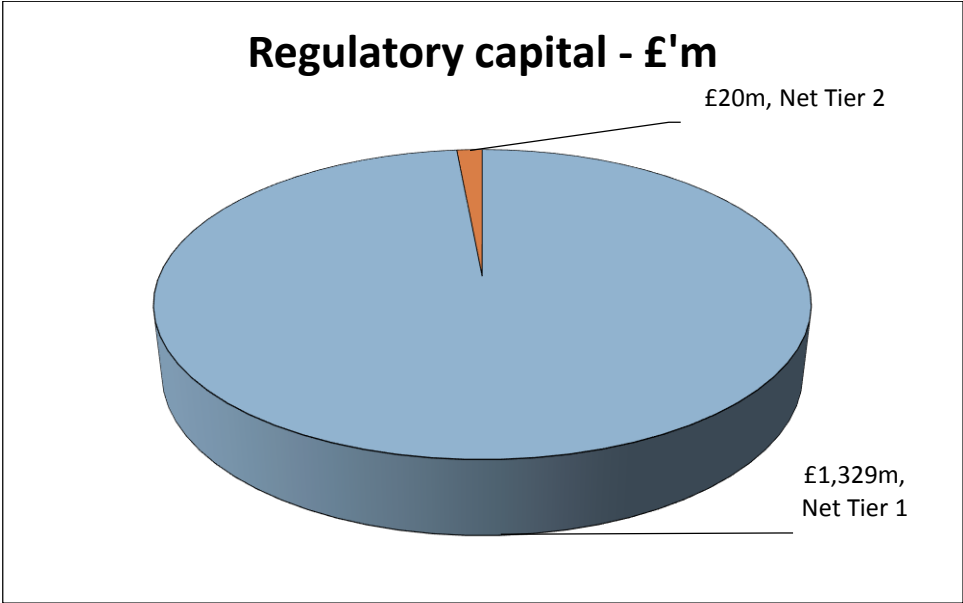
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g. Customer loans



4. Capital adequacy

a. Regulatory capital



The above data is taken from prudential returns SR-2A.

Notes for Editors:

- i. The figures represent net tier 1 and net tier 2 capital for Class 1(1) banks incorporated in the Isle of Man only. The figure for net tier 1 capital has fallen by £8m compared to June 2016.

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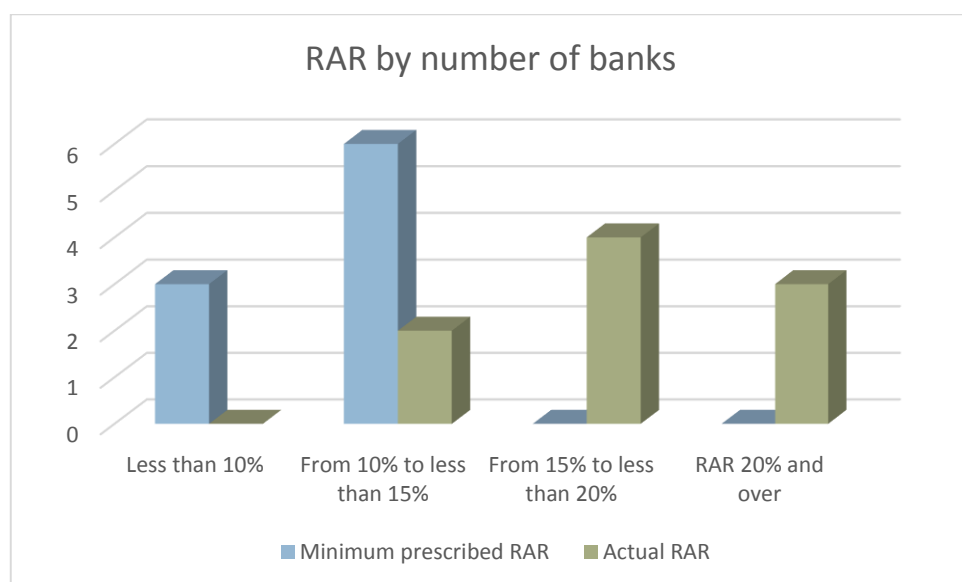
b. Capital ratios (risk asset ratio "RAR")

"Minimum risk asset ratio" means —

- (a) such risk asset ratio as the Authority may direct in the case of that licenceholder;
- (b) where no such direction is given, 8 per cent.

All banks must notify the Authority if their ratio falls to within 1% (or higher) of their prescribed minimum, and a minimum notification level of at least 10% is set for banks with a prescribed minimum below 9%.

The figures exclude Kaupthing Singer & Friedlander (Isle of Man) Limited, in liquidation.



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Appendix i - Deposit breakdown figures

| £'m | Dec-08 | Dec-09 | Dec-10 | Dec-11 | Dec-12 | Dec-13 | Dec-14 | Dec-15 | Mar-16 | Jun-16 | Sept-16 |
|--|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|---------|
| Other deposits | 451 | 706 | 331 | 310 | 288 | 247 | 313 | 353 | 399 | 384 | 292 |
| Other deposit takers | 3,271 | 3,606 | 3,509 | 2,918 | 3,437 | 1,007 | 1,107 | 1,761 | 1,780 | 2,534 | 2,670 |
| Group depositors | 7,053 | 8,382 | 7,737 | 8,399 | 6,392 | 8,124 | 10,084 | 10,359 | 9,714 | 10,142 | 11,214 |
| Retail deposits | 20,129 | 19,345 | 19,680 | 18,170 | 17,839 | 17,481 | 17,172 | 17,481 | 18,010 | 18,634 | 19,095 |
| Corporate / trust / fiduciary deposits | 27,229 | 22,213 | 20,401 | 19,016 | 19,144 | 16,307 | 14,839 | 13,688 | 13,305 | 13,574 | 13,858 |
| Total deposits | 58,133 | 54,252 | 51,658 | 48,813 | 47,100 | 43,166 | 43,515 | 43,642 | 43,208 | 45,268 | 47,129 |

For September 2016, the above figures include deposits / loans received from other Isle of Man credit institutions of £4,148m (£3,683m at June 2016).

The above data is taken from prudential returns SR-1A.

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Appendix ii – Lending breakdown figures

| £'m | Residential mortgage lending | Corporate lending | Other | Retail lending | Total lending |
|---------------|------------------------------|-------------------|--------------|----------------|---------------|
| Dec-08 | 4,168 | 2,143 | 1,589 | 1,712 | 9,612 |
| Dec-09 | 4,641 | 2,864 | 1,223 | 842 | 9,570 |
| Dec-10 | 4,864 | 2,240 | 816 | 569 | 8,489 |
| Dec-11 | 4,766 | 1,561 | 988 | 417 | 7,732 |
| Dec-12 | 4,636 | 1,239 | 1,314 | 403 | 7,592 |
| Dec-13 | 4,507 | 1,317 | 1,135 | 408 | 7,367 |
| Dec-14 | 4,198 | 1,357 | 800 | 394 | 6,749 |
| Dec-15 | 4,012 | 1,615 | 665 | 381 | 6,673 |
| Mar-16 | 3,968 | 1,717 | 697 | 387 | 6,769 |
| Jun-16 | 3,907 | 1,960 | 888 | 368 | 7,123 |
| Sept-16 | 3,797 | 2,129 | 860 | 344 | 7,130 |

The above data is taken from prudential returns SR-1A. 'Other lending' includes lending to other non-bank group entities, sovereigns and public sector entities. All lending is shown net of impairment charges (bad debts) and excludes loans classified as past due (90 days have passed since a payment is missed).