

## Financial Institution Ratings Placed Under Criteria Observation After Risk-Adjusted Capital Framework Criteria Published

### **Analytical Contacts:**

Angela Cruz, Madrid (34) 91-389-6945; [angela.cruz@spglobal.com](mailto:angela.cruz@spglobal.com)  
Bernd Ackermann, Frankfurt (49) 69-33-999-153; [bernd.ackermann@spglobal.com](mailto:bernd.ackermann@spglobal.com)  
Matthew B Albrecht, CFA, New York (1) 212-438-1867; [matthew.albrecht@spglobal.com](mailto:matthew.albrecht@spglobal.com)  
Devi Aurora, New York (1) 212-438-3055; [devi.aurora@spglobal.com](mailto:devi.aurora@spglobal.com)  
Andy Chang, CFA, FRM, Taipei (8862) 8722-5815; [andy.chang@spglobal.com](mailto:andy.chang@spglobal.com)  
Philip P Chung, CFA, Singapore (65) 6239-6343; [philip.chung@spglobal.com](mailto:philip.chung@spglobal.com)  
Sergio A Garibian, Sao Paulo (55) 11-3039-9749; [sergio.garibian@spglobal.com](mailto:sergio.garibian@spglobal.com)  
Pierre Gautier, Paris (33) 1-4420-6711; [pierre.gautier@spglobal.com](mailto:pierre.gautier@spglobal.com)  
Boris Kopeykin, Moscow (7) 495-783-40-62; [boris.kopeykin@spglobal.com](mailto:boris.kopeykin@spglobal.com)  
Kiyoko Ohora, Tokyo (81) 3-4550-8704; [kiyoko.ohora@spglobal.com](mailto:kiyoko.ohora@spglobal.com)  
Rian M Pressman, CFA, New York (1) 212-438-2574; [rian.pressman@spglobal.com](mailto:rian.pressman@spglobal.com)  
Antonio Rizzo, Madrid (34) 91-788-7205; [Antonio.Rizzo@spglobal.com](mailto:Antonio.Rizzo@spglobal.com)

### **Criteria Officers:**

Michelle M Brennan, London (44) 20-7176-7205; [michelle.brennan@spglobal.com](mailto:michelle.brennan@spglobal.com)  
Nik Khakee, New York (1) 212-438-2473; [nik.khakee@spglobal.com](mailto:nik.khakee@spglobal.com)  
Tom Connell, Toronto (1) 416-507-2501; [thomas.connell@spglobal.com](mailto:thomas.connell@spglobal.com)  
Mark Button, London (44) 20-7176-7045; [mark.button@spglobal.com](mailto:mark.button@spglobal.com)

NEW YORK (S&P Global Ratings) July 20, 2017--S&P Global Ratings today published its criteria "Risk-Adjusted Capital Framework Methodology." S&P Global Ratings uses its risk-adjusted capital framework (RACF) criteria to evaluate the capital adequacy of bank and certain nonbank financial institutions.

The RACF criteria apply to banks and certain nonbank financial institutions and financial services companies (including nonoperating holding companies of such groups), all referred to as financial institutions. The RACF criteria do

not apply to multilateral lending institutions and insurance companies.

Following changes in rating methodology, credit rating agencies regulated under Regulation (EC) No 1060/2009, as amended, are required to immediately place credit ratings potentially affected by such changes "under observation" (see "Standard & Poor's Announces "Under Criteria Observation" Identifier For Ratings Potentially Affected By Criteria Changes," published May 7, 2013). The ratings placed under criteria observation (UCO) are under review. These ratings have the UCO identifier listed in the Regulatory Identifier column on the individual issuer pages of S&P Global Ratings' online credit rating products and on the relevant ratings listed on our free website [standardandpoors.com](http://standardandpoors.com). The UCO identifier will remain in place until the conclusion of the review under the changed criteria, at which time the ratings may be affirmed, changed, or placed on CreditWatch, or the outlook revised. The UCO identifier does not modify any rating definition, nor is it equivalent to a CreditWatch listing.

The financial institutions with issuer credit and issue ratings on UCO as a result of the changes to our criteria are:

- 77 Bank Ltd.
- Abanca Corporacion Bancaria S.A.
- Banco Intermedium S.A.
- Banco Pan S.A.
- Banco Paulista S.A.
- Banco Popular Espanol S.A.
- Banco Santander S.A.
- Santander Bank N.A.
- Santander Consumer Bank AG
- Santander Consumer Finance S.A.
- Santander Holdings USA Inc.
- Bank for Foreign Trade of Vietnam
- Bank of Ireland
- Bank of Ireland Group PLC
- Bank of N.T. Butterfield & Son Ltd.
- Bank of the West
- BGL BNP Paribas S.A.
- BNP Paribas
- BNP Paribas (China) Ltd.
- BNP Paribas (London Branch)
- BNP Paribas (New York Branch)
- BNP Paribas Fortis (New York Branch)
- BNP Paribas Fortis SA/NV
- BNP Paribas Issuance B.V.
- BNP Paribas Personal Finance
- BNP Paribas SA (Dublin Branch)
- BNP Paribas SA (Milan Branch)
- BNP Paribas Securities Corp.
- BNP Paribas Securities Services

- BNP Paribas Securities Services (Frankfurt Branch)
- BNP Paribas Securities Services (London Branch)
- BNP Paribas Securities Services (Luxembourg Branch)
- BNP Paribas Securities Services (Madrid Branch)
- BNP Paribas Securities Services (Milan Branch)
- BRB - Banco de Brasilia S.A.
- CaixaBank S.A.
- Commerzbank AG
- mBank S.A.
- Corporacion Financiera de Desarrollo S.A.
- Capital Desjardins Inc.
- Desjardins Group
- Federation des Caisses Desjardins du Quebec
- DFCC Bank
- ING Bank (Australia) Ltd.
- ING Bank N.V.
- ING Bank N.V. (Dublin Branch)
- ING Belgium S.A./N.V.
- ING Financial Markets LLC
- ING Groep N.V.
- Japan Trustee Services Bank Ltd.
- JSC Eurasian Bank
- Jefferies Group LLC
- Jefferies International Ltd.
- Jefferies LLC
- Leucadia National Corp.
- Mega Bills Finance Corp.
- Mega Financial Holding Co. Ltd.
- Mega Securities Co. Ltd.
- Bank of Tokyo-Mitsubishi UFJ (China) Ltd.
- Bank of Tokyo-Mitsubishi UFJ Ltd.
- Mitsubishi UFJ Financial Group Inc.
- Mitsubishi UFJ Investor Services & Banking (Luxembourg) S.A.
- Mitsubishi UFJ Lease & Finance Co. Ltd.
- Mitsubishi UFJ Morgan Stanley Securities Co. Ltd.
- Mitsubishi UFJ Securities Holdings Co. Ltd.
- Mitsubishi UFJ Trust and Banking Corp.
- MUFG Americas Holdings Corp.
- MUFG Bank (Europe) N.V.
- MUFG Securities Americas Inc.
- MUFG Securities EMEA plc
- MUFG Union Bank N.A.
- The Master Trust Bank of Japan Ltd.
- Nationwide Building Society
- Parana Banco S.A.
- Shizuoka Bank Ltd.
- Bank SinoPac
- SinoPac Holdings
- SinoPac Securities Corp.
- SMBC Nikko Securities Inc.

- Sumitomo Mitsui Banking Corp.
- Sumitomo Mitsui Banking Corp. (China) Ltd.
- Sumitomo Mitsui Banking Corp. Europe Ltd.
- Sumitomo Mitsui Financial Group Inc.
- Sumitomo Mitsui Trust Bank (USA) Ltd.
- Sumitomo Mitsui Trust Bank Ltd.
- Trustmark Corp.
- Trustmark National Bank
- UniCredit Bank AG
- UniCredit Luxembourg S.A.
- Vietnam Joint Stock Commercial Bank for Industry and Trade

The financial institutions with issue or program ratings on UCO as a result of the changes to our criteria are:

- BCH Financial Services Ltd.
- BCH International Finance Ltd.
- BPE Financiaciones S.A.
- mFinance France S.A.
- Dresdner Funding Trust I
- Dresdner Funding Trust IV
- HTI Funding GmbH
- Goldman Sachs Capital I
- Goldman Sachs Capital II
- Goldman Sachs Capital III
- The Goldman Sachs Group Inc.
- ING Bank N.V. (Sydney Branch)
- ING (US) Funding LLC
- ING (US) Issuance LLC
- ING Americas Issuance B.V.
- ING Capital Funding Trust III
- BNP Paribas Fortis Funding
- Banca Nazionale del Lavoro SpA
- Jefferies Group Capital Finance Inc.
- Mega International Commercial Bank Co. Ltd.
- MUFG Capital Finance 9 Ltd.
- Morgan Stanley
- Morgan Stanley Australia Finance Ltd.
- Morgan Stanley Capital Trust III
- Morgan Stanley Capital Trust IV
- Morgan Stanley Capital Trust VI
- Morgan Stanley Capital Trust VII
- Morgan Stanley Capital Trust VIII
- The Law Debenture Intermediary Corp. PLC
- SMFG Preferred Capital GBP 2 Ltd.
- SMFG Preferred Capital USD 3 Ltd.
- SMFG Preferred Capital JPY 3 Ltd.
- SMBC Capital Markets Inc.
- HVB Capital LLC I

- HVB Capital LLC II
- HVB Capital LLC III
- HVB Funding Trust I
- HVB Funding Trust II
- HVB Funding Trust III
- Hypovereins Finance N.V.
- EMISORA SANTANDER ESPANA S.A.U.
- Santander Central Hispano Issuances Ltd.
- Santander Consumer Bank AS
- Santander Consumer Bank SpA
- Santander Finance Capital S.A. Unipersonal
- Santander Finance Preferred S.A. Unipersonal
- Santander International Debt S.A. Unipersonal
- Santander International Preferred S.A. Unipersonal
- Santander Issuances S.A. Unipersonal
- Santander Perpetual S.A. Unipersonal
- Sovereign Capital Trust VI
- Santander Central Hispano International Ltd.
- Sovereign Real Estate Investment Trust

#### RELATED CRITERIA AND RESEARCH

##### Related Criteria

- Risk-Adjusted Capital Framework Methodology, July 20, 2017
- Bank Rating Methodology And Assumptions: Additional Loss-Absorbing Capacity, April 27, 2015
- Bank Hybrid Capital And Nondeferrable Subordinated Debt Methodology And Assumptions, Jan. 29, 2015
- Nonbank Financial Institutions Rating Methodology, Dec. 9, 2014
- Ratings Above The Sovereign--Corporate And Government Ratings: Methodology And Assumptions, Nov. 19, 2013
- Banks: Rating Methodology And Assumptions, Nov. 9, 2011
- Banking Industry Country Risk Assessment Methodology And Assumptions, Nov. 9, 2011
- Refined Methodology And Assumptions for Analyzing Insurer Capital Adequacy Using The Risk-Based Insurance Capital Model, June 7, 2010
- Understanding Standard & Poor's Rating Definitions, June 3, 2009

##### Related Research

- The Application Of Key Aspects Of The Risk-Adjusted Capital Framework Criteria, July 20, 2017
- Calibrating The Risk-Adjusted Capital Framework, July 20, 2017
- RFC Process Summary: Risk-Adjusted Capital Framework Methodology, July 20, 2017
- Credit FAQ: What's Behind S&P Global Ratings' Risk-Adjusted Capital Framework Update, July 20, 2017

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