

Annex 3 - Insolvency Ranking in the jurisdictions of the Banking Union

Several tabs of the LDR require information on the insolvency ranking of the liabilities (tabs T03.01, T03.02 and T03.03 on intragroup exposures, T04.00 on securities, T05.00 on deposits non covered non preferred, T06.00 on financial liabilities, T07.00 on derivatives, T08.00 on secured finance).

This annex provides the insolvency ranking for each jurisdiction of the Banking Union. The ranking is presented from the more junior to the more senior.

When the law of the reporting entity and the one of the contract are not the same, the ranking should be provided on the basis of the insolvency law of the issuing entities.

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This annex is for informative purposes only and shall neither be binding nor construed as constituting a commitment or an interpretation by the SRB or by the national resolution authorities. This annex contains a general and simplified overview of the national legal frameworks concerning the insolvency ranking of liabilities, which is not intended to be comprehensive or exhaustive and which was prepared for the sole purpose of providing assistance when completing the LDT. This annex shall not be used without checking the primary sources. The insolvency ranking concerning each specific debtor can only be accurately, precisely and definitively prepared when the specificities of all the credit claims, the relevant contractual terms of the instruments governing those credit claims and all the relevant insolvency legislation are all taken into account. This annex does not represent any official position of the SRB or of the national resolution authorities and does not constitute any form of legal advice or administrative practice. Neither the SRB nor the national resolution authorities may be held responsible for any use of the information contained herein. The SRB and the national resolution authorities could take views different from the ones expressed in this annex, for instance after a detailed examination of a specific case or on the basis of any additional legal or factual elements that may be brought to their attention. The SRB and the national resolution authorities reserve the right to amend or modify this annex at any time and in such case the most recent version replaces the previous one in its entirety. Any unauthorised disclosure, use or dissemination of this annex out of the context of the LDR, either in whole or in part, is prohibited.

Summary of Changes:

The table below summarises any changes to the Annex on Insolvency Ranking following the publication on 29 January 2021.

| Version | Date | Countries Updated |
|---------|------------|-------------------|
| 1.1 | 11/02/2021 | Spain |
| 1.2 | 25/02/2021 | Lithuania |
| 1.3 | 03/03/2021 | Portugal |
| 1.4 | 29/03/2021 | France |
| 1.5 | 21/06-2021 | Spain |
| 1.6 | 01/07/2021 | Spain |

Insolvency ranking – Countries of the Banking Union

| | |
|-----------------------|----|
| 1. Austria | 3 |
| 2. Belgium | 6 |
| 3. Bulgaria | 11 |
| 4. Croatia | 16 |
| 5. Cyprus | 20 |
| 6. Estonia | 25 |
| 7. Finland | 27 |
| 8. France | 29 |
| 9. Germany | 35 |
| 10. Greece | 37 |
| 11. Ireland | 40 |
| 12. Italy | 48 |
| 13. Latvia | 49 |
| 14. Lithuania | 53 |
| 15. Luxembourg | 55 |
| 16. Malta | 57 |
| 17. Netherlands | 59 |
| 18. Portugal | 61 |
| 19. Slovakia | 66 |
| 20. Slovenia | 69 |
| 21. Spain | 72 |

1. Austria

| Rank | Label of the claims | Legal basis | Comments |
|------|--|---|---|
| 1 | Common equity Tier 1 instruments | § 90 (1) no. 1 BaSAG | |
| 2 | Additional Tier 1 instruments | § 90 (1) no. 2 BaSAG | |
| 3 | Tier 2 capital instruments | § 90 (1) no. 3 BaSAG | |
| 4 | Subordinated claims | § 57a IO § 67 (3) IO § 90 (1) no. 4 BaSAG | Claims originating from performances in substitution of equity (§ 57a IO). The subordination can also be agreed on an individual basis. |
| 5 | Senior non-preferred claims | § 131 (3) and (4) BaSAG | Unsecured claims resulting from debt instruments which meet the following conditions: (a) the initial contractual maturity of debt instruments spans one year (b) they have no derivative features (c) the relevant contractual documentation related to the issuance explicitly refers to the low ranking. |
| 6 | Senior unsecured claims | § 51 (1) IO § 131 (3) BaSAG | Unsecured claims (insolvency claims) that do not meet the requirements of § 131 (3) BaSAG. This includes not covered and not preferred deposits. |
| 7 | Eligible deposits from natural persons and micro, small and medium-sized enterprises | § 131(1) BaSAG | Eligible deposits from natural persons and micro, small and medium-sized enterprises which exceed the coverage level pursuant to Article 6 of Directive 2014/49/EU (§ 7 (1) no. 5 ESAEG). |
| 8 | Covered deposits and deposit guarantee schemes after subrogating to the rights and obligations of covered depositors in insolvency (The final determination of the ranking is under the | § 131 (2) BaSAG | Secured deposits within the meaning of § 7 (1) no. 5 ESAEG. Deposit guarantee schemes that assume the rights and obligations of secured depositors by way of subrogation if an institution becomes insolvent. Disclaimer: Ranking has to be clarified by the competent court, Insolvency Ranking 8-10 for LDT reporting purposes. |

| Rank | Label of the claims | Legal basis | Comments |
|------|--|--------------------|---|
| | competence of the Insolvency Court.) | | |
| 9 | <p>Claims against the insolvency estate (“Massegäubiger”)</p> <p>(The final determination of the ranking is under the competence of the Insolvency Court.)</p> | §§ 46, 47 IO | <p>Claims that were established after the opening of insolvency proceedings and were created by the insolvency administrator or with the insolvency administrator’s consent.</p> <p>Claims are, as a rule, immediately satisfied in full form from the insolvency estate.</p> <p>If full satisfaction cannot be achieved, a special ranking pursuant to § 47 (2) IO applies. Unpaid claims may lead to liability of the insolvency administrator.</p> |
| 10 | <p>Claims of preferred creditors (“Absonderungsgläubiger”),</p> <p>Claims of creditors entitled to separation and recovery (“Aussonderungsgläubiger”)</p> <p>(the final determination of the ranking is under the competence of the Insolvency Court.)</p> | § 44 IO § 48 IO | <p>Preferred creditors (“Absonderungsgläubiger”) hold the right to preferred satisfaction from a specific pool of the debtor’s assets that includes liens and satisfaction rights, rights of retention and the assignments of collateral. Depending on the amount of their secured claims, these creditors might exclude insolvency creditors from being satisfied from the sub-estate. While the latter belongs to the insolvency estate, it still constitutes a separate pool of assets that initially serves to satisfy only preferred creditors.</p> <p>Creditors entitled to separation and recovery (“Aussonderungsgläubiger”) may claim, on the basis of a real right (in rem) or a contractual right, that assets not belonging to the debtor be separated and recovered from the insolvency estate. The most common reasons for the separation and recovery of assets are that the assets are subject to property rights and/or retention of title. If an asset is subject to the right to separation and recovery, the insolvency administrator is not entitled to realize this asset as it does not belong to the insolvency estate.</p> |

2. Belgium

Belgian law is marked by a complex system of statutory liens based upon the Mortgage Act and numerous other statutes creating specific classes of creditors, as well as security interests granted by the debtor (mortgage, pledge, charge). Due to this complex system, conflicts of ranking between creditors often arise. Ranking agreements between secured creditors are valid and common (just like subordination agreement on the other end of the hierarchy). Ranking amongst secured and special lien creditors varies depending on the modalities (composition of the estate, composition of the liabilities, date, etc.) of the case. As a consequence, the creditor hierarchy may vary from case to case. The below hierarchy is an indication and may not be construed as a universally valid ranking of creditors.

| Rank | Label of the claims | Legal basis | Comments |
|------|---|---------------------------|---|
| 1 | Common Equity Tier 1 | | Share capital |
| 2 | Subordinated Additional Tier 1 | | Subordinated claims (contractual subordination) whose rank depends on the contractual provisions governing the claims. |
| 3 | Subordinated Tier 2 | | |
| 4 | Other instruments ranking senior to Subordinated Tier 2 but junior to ordinary claims | | |
| 5 | Non-preferred senior claims | Article 389/1 Banking Act | <p>This new ranking has been introduced in 2017. It refers to debt instruments:</p> <ul style="list-style-type: none"> a) incorporating a monetary claim against the credit institution or brokerage firm, the principal and interest of which are not contingent on the occurrence of an event that is uncertain at the time of issue (except, as relates to interest, if it can be calculated at any time according to a formula set out in the rules governing issue of the debt instrument); b) with a maturity at issue of not less than one year; c) the rules governing the issuance provide that holders must qualify as professional customers (as specified in a Royal Decree); and d) on the condition that the contract for issuance provides that the claim is unsecured within the meaning of the new provision |

| Rank | Label of the claims | Legal basis | Comments |
|------|---|---|----------|
| 6 | Other ordinary claims paid pari passu between all the ordinary creditors | Article 8 Mortgage Act of 16 December 1851. | |
| 7 | General statutory lien on the moveable assets for company income tax claims owed to tax administration [vennootschapsbelasting] | Article 422 and 423 of the Belgian Income Tax Code | |
| 8 | General statutory lien on the moveable assets of the debtor which secures the part of the deposits which exceeds the standard level of cover (100.000€). It only benefits to the deposits owned by natural persons and small and medium enterprises. | Article 389, §2 of the Act of 25 April 2014 regarding the status and the control of credit institutions (Banking Act) | |
| 9 | General statutory lien of the depositors (for the part covered, max. 100.000€) | Article 389, §2 of the Act of 25 April 2014 regarding the status and the control of credit institutions (Banking Act) | |
| 10 | General statutory lien on the moveable assets of the debtor securing the claims of the insurance company for cash allowances and annuities related to an accident at work and paid during the suspension of the insurance contract. | Article 19, 4° nonies Mortgage Act of 16 December 1851. | |
| 11 | General statutory lien on moveable assets for social security liabilities: | | |
| | - General statutory lien for social security contribution claims of the national office for social security, of other offices responsible for collection of social security contributions | | |
| | - General statutory lien for the claims owed to the business closure fund for compensation of workers made redundant due to the closure of their companies on the basis of Article 61, §1, 1° and 3° and 61, §2, 1° and 3° of the Act of 26 June 2002 (special redundancy compensation and the special compensation for trade | Article 19, 4° ter Mortgage Act of 16 December 1851. | |

| Rank | Label of the claims | Legal basis | Comments |
|------|--|--|----------|
| | union representatives) and on the basis of Article 62, 2° of that Act | | |
| | - General statutory lien for the claims owed to the Pension organisations | | |
| | - General statutory lien on the moveable assets of the debtors for the contributions and surcharges of the Fund for occupational diseases. | | |
| | - General statutory lien on the moveable assets for the wage tax claims (deducted at source) owed to the tax administration [bedrijfsvoorheffing] | Article 422 and 423 of the Belgian Income Tax Code | |
| | - General statutory lien on the moveable assets for the VAT claims owed to the tax administration [BTW/TVA] | Article 86 and 87 of the Belgian VAT Code | |
| 12 | General statutory lien on the moveable assets for the claims of the Accidents at work Compensation Fund (which covers the costs incurred by it) on the moveable assets of the debtor, whose ranking comes after the ones mentioned above. | Article 19,4°bis Mortgage Act of 16 December 1851. | |
| 13 | General statutory lien on the moveable assets for the claims owed to the RIZIV/INAMI (National institute for insurance of illness and invalidity - Institut National d'Assurance de Maladie/Invalidité) following benefits wrongly received for medical treatment and maternity insurance benefits | Article 19, 4° Mortgage Act of 16 December 1851 | |
| | General statutory lien on the moveable assets for the holiday allowance claims owed to workers for the current and previous year of service | | |
| 14 | General statutory lien for social liabilities: | | |
| | - wages (up to EUR 7,500) and severance payment [opzeggingsvergoeding] claims owed to workers | | |
| | - claims owed to the business closure fund for compensation of workers made redundant due to the closure of their companies on the basis of Article 61, §1, | Article 19, 3°ter Mortgage Act of 16 December 1851 | |

| Rank | Label of the claims | Legal basis | Comments |
|------|--|--|----------|
| | 2° and 4° and 61, §2, 2° and 4° of the Act of 26 June 2002 (wages and additional compensation in case of early pension [bruggpensioen]) | | |
| | - claims borrowed in the framework of an investment savingsplan in accordance with Chapter IV of the Act of 22 May 2001 regarding participation of workers in the share capital and profit of companies | | |
| | - claims owed to workers pursuant to Collective Bargaining Agreement nr. 17 (additional compensation for elderly workers) | | |
| 15 | The general statutory lien of the Resolution Authority (which guarantees the costs incurred by the Resolution Authority during the resolution process) on the moveable assets of the debtor comes right after the privilege mentioned under 1°. | Article 272, §2 of the Law of 25 April 2014 regarding the status and the control of the credit institutions. | |
| 16 | Special statutory liens (excluded from bail-in): [please note that these liens provide the creditor with a security right in rem over a certain asset. Therefore, it is not possible to integrate them in one comprehensive ranking with general statutory liens, since these give a priority right over the net proceeds after liquidation of all moveable assets. It is neither possible to provide a ranking of special statutory liens that is universally valid, since the ranking of special statutory liens may vary depending on the circumstances of the case, notably particular assets, claims and liens present in the estate). Taking into account the above, please note that the list below is not an exhaustive list and the order in which the liens are listed should not be conceived as a ranking] | | |
| | - special statutory lien owed to the insurance company for the unpaid insurance premiums on the insured asset (e.g. credit insurance: lien on the proceeds of the insured, collected claim) | Article 114 of the Insurance Act of 4 April 2014 | |
| | - special statutory lien owed to creditors for the costs caused by the preservation or protection of specific assets | Article 22, 1° Mortgage Act of 16 December 1851 | |

| Rank | Label of the claims | Legal basis | Comments |
|------|---|--|----------|
| | - special lien for the unpaid rent for immoveable assets owed to the lessor on all moveable assets present in the rented premises. | Article 20, 1° Mortgage Act of 16 December 1851 | |
| | - special lien for the unpaid balance of the purchase price owed to the seller on the purchased goods | Article 20, 5° Mortgage Act of 16 December 1851 | |
| 17 | Claims of the estate (costs made by the bankruptcy trustee after the opening of insolvency proceedings and for the management of the estate) | Article 192 Book XX 'Insolvency of Undertakings' in the Code of Economic Law | |
| 18 | Other secured liabilities: | | |
| | [Please note that some of these security rights in rem may conflict with special statutory liens (as listed above depending on the circumstances of the case) | | |
| | liabilities secured by a charge, pledge, mortgage | | |
| 19 | Special statutory lien for the claims owed to creditors for the costs relating to execution/liquidation and safekeeping of the estate spent in the common interest of the creditors under judicial supervision on the moveable and real estate assets of the debtor, is ranking first vis-à-vis all the creditors in the interest of which the costs were spent (lien with relative effect) (only senior to mortgage and pledge creditors if the costs spent were also to the benefit of the mortgage and pledge creditors) | Article 17, 19, 1° and 21 Mortgage Act of 16 December 1851 | |

3. Bulgaria

| Rank | Label of the claims | Legal basis | Comments ¹ |
|------|----------------------------------|--|--|
| 1 | Common equity Tier 1 (CET 1) | Art.94 (1), point 15 of Bank Insolvency Act | Claims arising from CET 1 instruments with due regard to the rights under each instrument |
| 2 | Additional Tier 1 capital | Art.94 (1), point 14 of Bank Insolvency Act | Claims arising from AT 1 instruments with due regard to the rights under each instrument |
| 3 | Tier 2 capital | Art.94 (1), point 13 of Bank Insolvency Act | Claims arising from Tier 2 instruments with due regard to the rights under each instrument |
| 4 | Subordinated liabilities | Art.94 (1), point 12 of Bank Insolvency Act | Claims arising from subordinated instruments and subordinated loans, not qualified as Additional Tier 1 or Tier 2 capital |
| 5 | Senior non-preferred liabilities | Art.94 (1), point 11 and Art.94 (3) of Bank Insolvency Act | <p>Claims arising from debt instruments meeting the following conditions:</p> <ul style="list-style-type: none"> a) have an original contractual maturity of at least one year; b) do not contain embedded derivatives and are not derivatives themselves; c) the relevant contractual documentation related to their issuance and, where applicable, the prospectus explicitly refer to their lower ranking under normal insolvency proceedings. <p>Debt instruments with variable interest derived from a broadly used reference rate, and debt instruments not denominated in the domestic currency of the issuer, provided that principal, repayment and interest are denominated in the same currency, are not considered to be debt instruments containing embedded derivatives solely because of those features.</p> |

¹ As a general comment please note that according to Art. 99 (3) of Bank Insolvency Act the distribution list composed by the trustee of a bank in insolvency proceedings is subject to appeal by interested creditors and the final determination of the ranking is within the competence of the Insolvency Court.

| Rank | Label of the claims | Legal basis | Comments ¹ |
|------|---|--|---|
| 6 | Liabilities with a remaining maturity of less than seven days, owed to systems or operators of systems | Art.94 (1), points 7 and 8 of Bank Insolvency Act | <p>This category of liabilities can be ranked in two different ranks, depending on the time of occurrence of the liability as follows:</p> <p>Art. 94 (1), p.7 Bank Insolvency Act Claims emerged within one year before the date of the court decision for institution of the insolvency proceedings</p> <p>Art. 94 (1), p.8 Bank Insolvency Act Any other claims that do not meet the conditions under points 11 - 15</p> <p>Within each of the two ranks the liabilities are subject to <i>pari passu</i> satisfaction with one another.</p> |
| | Liabilities to providers of services or goods, that are critical to the daily functioning of the institution. | | |
| | Liabilities to the Bulgarian Deposit Insurance Fund | | |
| | Balance sheet liabilities, arising from derivatives | | |
| | Secured liabilities – unsecured part | | |
| | Structured debt instruments | | |
| | Senior unsecured liabilities | | |
| | Other (MREL) eligible liabilities | | |
| 7 | Liabilities to tax and social security authorities | Art.94 (1), points 6, 7 and 8 of Bank Insolvency Act | <p>This category of liabilities can be ranked in three different ranks, depending on the type of the liability and the time of occurrence of the liability, as follows:</p> <p>Art. 94 (1), p.6 Bank Insolvency Act „Current social insurance contributions for the State Social Insurance, emerged within one year prior to the date of the court decision for institution of the insolvency proceedings...”</p> |

| Rank | Label of the claims | Legal basis | Comments ¹ |
|------|--|--|---|
| | | | <p>Art. 94 (1), p.7 Bank Insolvency Act Current public claims of the state and the municipalities such as taxes, customs duties, fees, and others, as well as claims that have emerged within one year prior to the date of the court decision for institution of the insolvency proceedings;</p> <p>Art. 94 (1), p. 8 Bank Insolvency Act Any other claim that does not satisfy the conditions under p. 11- 15</p> <p>Within each of the two ranks the liabilities are subject to <i>pari passu</i> satisfaction with one another.</p> |
| 8 | Liabilities to employees | Art.94 (1), points 6 and 8 of Bank Insolvency Act | <p>This category of liabilities can be ranked in two different ranks, depending on the time of occurrence of the liability as follows:</p> <p>Art. 94 (1), p.6 Bank Insolvency Act “... as well as claims arising from employment relations, which have emerged within one year prior to the date of the court decision for institution of the insolvency proceedings;”</p> <p>Art. 94 (1), p. 8 Bank Insolvency Act Any other claim that does not satisfy the conditions under p. 11- 15</p> <p>Within each of the two ranks the liabilities are subject to <i>pari passu</i> satisfaction with one another.</p> |
| 9 | Liabilities to institutions with an original maturity of less than seven days; | Art.94 (1), points 5, 7 and 8 of Bank Insolvency Act | <p>This category of liabilities can be ranked in two different ranks, depending on the type of the liability and the time of occurrence of the liability, as follows:</p> <p>Art. 94 (1), p. 5 Bank Insolvency Act Credit institutions’ claims that do not meet the conditions under p.11-15</p> <p>Art. 94 (1), p.7 Bank Insolvency Act Claims emerged within one year before the date of the court decision for institution of the insolvency proceedings</p> <p>Art. 94 (1), p. 8 Bank Insolvency Act Any other claim that does not satisfy the conditions under p. 11- 15</p> |

| Rank | Label of the claims | Legal basis | Comments ¹ |
|------|--|---|---|
| | | | Within each of the two ranks the liabilities are subject to <i>pari passu</i> satisfaction with one another. |
| 10 | Deposits non-covered and non-preferred | Art.94 (1), point 4b of Bank Insolvency Act | Any depositors' claims not covered by the national deposit guarantee scheme (Bulgarian Deposit Insurance Fund) |
| 11 | Deposits non-covered but preferred | Art.94 (1), point 4a of Bank Insolvency Act | Claims of depositors that are natural persons or micro- , small and medium enterprises for the part of eligible deposits which exceeds the coverage level provided for under the Law on Bank Deposit Guaranty, as well as claims of depositors that are natural persons or micro- , small and medium enterprises for deposits that would be eligible were they not made through branches located outside the Union of an institution under insolvency established within the Union. |
| 12 | Covered Deposits | Art.94 (1), point 4 of Bank Insolvency Act | Claims for which the Bulgarian Deposit Insurance Fund has subrogated |
| 13 | Secured liabilities – secured part | Art.94 (1), points 1 and 2 of Bank Insolvency Act | <p>This category of liabilities can be ranked in two different ranks, depending on the type of the collateral, as follows:</p> <p>Art. 94 (1), p.1 Bank Insolvency Act Claims secured by a pledge or mortgage – from the received sum from the realisation of the security;</p> <p>Art. 94 (1), p.2 Bank Insolvency Act Claims because of which the right of lien is exercised - from the value of the property subject to lien</p> |
| 20 | Liabilities arising by virtue of the holding by the institution of client assets or client money | - | NOT SATISFIED UNDER ANY OF THE RANKS PROVIDED FOR IN ART. 94 OF THE OF BANK INSOLVENCY ACT |

| Rank | Label of the claims | Legal basis | Comments ¹ |
|------|--|-------------|-----------------------|
| | Liabilities arising by virtue of a fiduciary relationship between the institution (as fiduciary) and another person (as beneficiary) | | |

4. Croatia

| Rank* | Label of the claims | Legal basis | Comments |
|----------------------------|---|--|--|
| 1 | Shareholder's equity | Act on Compulsory Liquidation (OG 146/20), Article 41 para 2 | In addition to equity related claims, all other shareholders' claims, irrespective of the legal basis that created the institution's obligation towards the shareholder shall be settled from the remaining proceeds in proportion to their equity participation (taking into consideration whether the shares have been paid in full) only after all other creditors, including the costs of the proceedings have been settled in full. |
| SUBORDINATED CLAIMS | | | |
| 2 | Claims for which certain creditors agreed with the credit institution that in compulsory liquidation proceedings against the institution those creditors will be settled only after all other senior and junior creditors have been settled in full – to be settled from 2f towards 2a: | Act on Compulsory Liquidation (OG 146/20), Article 33 para 8 in conjunction with para 11 | |
| 2a | the principal amount of subordinated debt that is included in additional tier 1 capital | | |
| 2b | the principal amount of subordinated debt that is included in tier 2 capital | | |
| 2c | claims of parent undertakings as owners of instruments used by subsidiaries to meet the minimum requirement for own funds and eligible liabilities on an individual basis | | |
| 2d | claims of owners of instruments used in accordance with the Act on the Resolution of Credit Institutions and Investment Firms to meet the minimum requirement for own funds and eligible liabilities and for which it has been arranged that when bail-in tool is | | |

| Rank* | Label of the claims | Legal basis | Comments |
|---------------|--|---|--|
| | applied, the instruments shall be written down or converted to shares or other instruments of ownership | | |
| 2e | claims of the holder of subordinated debt that is not additional tier 1 or tier 2 capital | | |
| 2f | subordinated claims which are not included in classes 2.a to 2.e | | |
| JUNIOR CLAIMS | | | |
| 3 | Claims for repayment of loans granted by the shareholders as means of raising the capital of the company or equivalent claim | Act on Compulsory Liquidation (OG 146/20), Article 33 para 10 | |
| 4 | Claims concerning the debtor's considerations free of charge | | |
| 5 | Fines imposed for a criminal or misdemeanour offense and the costs of criminal or misdemeanour proceedings | | |
| 6 | Claims for reimbursement of creditors' expenses (costs) incurred by their participation in the liquidation proceedings | | Nor relevant for liabilities data report |
| 7 | Interests on creditors' claims as of the opening of liquidation proceedings | | Nor relevant for liabilities data report |
| SENIOR CLAIMS | | | |
| 8 | Sixth senior class All other claims against the credit institution <u>apart from</u> : 1) those classified as junior claims; and 2) subordinated claims, i.e. claims for which certain creditors agreed with the credit institution that in compulsory liquidation proceedings against the institution those creditors will be settled after all | Act on Compulsory Liquidation (OG 146/20), Article 33 para 7 | |

| Rank* | Label of the claims | Legal basis | Comments |
|-------|---|--|----------|
| | other senior and junior creditors have been settled in full | | |
| 9 | Fifth senior class Claims arising from eligible deposits that exceed the coverage level provided for in the law governing deposit insurance and claims that would be eligible deposits if they were not held with a branch of the credit institution located in a third country, which are not included in the fourth senior class | Act on Compulsory Liquidation (OG 146/20), Article 33 para 6 | |
| 10 | Forth senior class Claims arising from eligible deposits held by natural persons, micro, small and medium-sized enterprises that exceed the coverage level provided for in the law governing deposit insurance and deposits held by natural persons, micro, small and medium-sized enterprises that would be eligible deposits if they were not held with a branch of the credit institution located in a third country | Act on Compulsory Liquidation (OG 146/20), Article 33 para 5 | |
| 11 | Third senior class Claims arising from insured deposits, i.e. claims of the Croatian Deposit Insurance Agency that were subrogated to it after the repayment of insured deposits in accordance with <i>lex specialis</i> | Act on Compulsory Liquidation (OG 146/20), Article 33 para 4 | |
| 12 | Second senior class Claims of Croatian National Bank and claims for public charges as defined by tax laws | Act on Compulsory Liquidation (OG 146/20), Article 33 para 3 | |
| 13 | First senior class 1) Claims of employees and former employees of the credit institution incurred before the date of the opening of the compulsory liquidation proceedings 2) Claims of the state budget, institutes or funds in accordance with <i>lex specialis</i> in the amount of the | Act on Compulsory Liquidation (OG 146/20), Article 33 para 2 | |

| Rank* | Label of the claims | Legal basis | Comments |
|-------|--|---|--|
| | corresponding part of the total costs of salary or salary compensation 3) Severance payments up to the amount laid down by law or the collective agreement and claims for damages due to an injury at work or an occupational hazard. | | |
| 14 | Liquidation estate's liabilities Costs of the compulsory liquidation proceedings and other obligations of the liquidation estate | Act on Compulsory Liquidation (OG 146/20), Article 12 para 3 | Nor relevant for liabilities data report This type of claim can only incur in compulsory liquidation proceedings, not before |
| 15 | Creditors with separate satisfaction right (secured creditors) | Act on Compulsory Liquidation (OG 146/20), Article 7 in conjunction with the Bankruptcy Act (OG 71/15 and 104/17), Article 149 | Entitled to be settled separately against the secured assets outside of the compulsory liquidation proceedings. Remaining proceeds belong to the liquidation estate and are divided to other creditors |
| 16 | Creditors with exclusion rights | Act on Compulsory Liquidation (OG 146/20), Article 7 in conjunction with the Bankruptcy Act (OG 71/15 and 104/17), Article 147 para 1 | Entitled to exclude certain assets from the liquidation estate |

* Claims shall be settled in a way that number 16 is settled first and number 1 as last.

** The HR insolvency reflects the situation updated at 01/01/21. However, it should be used as the basis to report LDR figures at 31/12/20.

5. Cyprus

| Rank | Label of the claims | Legal basis | Comments |
|------|---|-------------------|----------|
| CY1 | Common Equity Tier 1 (CET1) | BCIL 33O(2)(l) | |
| CY2 | Additional Tier 1 (AT1) | BCIL 33O(2)(k) | |
| CY3 | Tier 2 (T2) | BCIL 33O(2)(j) | |
| CY4 | Debts or claims from subordinated debt instruments except for T2 and AT1 claims | BCIL 33O(2)(i) | |
| CY5 | <p>Unsecured claims resulting from debt instruments that cumulatively meet the following conditions:</p> <p>(i) the original contractual maturity of the debt instruments is of at least one year;</p> <p>(ii) the debt instruments contain no embedded derivatives and are not derivatives themselves (debt instruments with variable interest, derived from a broadly used reference rate and debt instruments not denominated in the domestic currency of the issuer, provided that principal, repayment and interest are denominated in the same currency, are not considered debt instruments containing embedded derivatives solely because of those features);</p> <p>(iii) the relevant contractual documentation and, where applicable, the prospectus related to the issuance, explicitly refer to the lower ranking;</p> | BCIL 33O(2)(h) | |

| Rank | Label of the claims | Legal basis | Comments |
|------|--|----------------|----------|
| CY6 | <p>Ordinary unsecured claims, against:</p> <ul style="list-style-type: none"> (i) Authorised Credit Institutions, (ii) Authorised Credit Institutions which are branches of third country institutions, in accordance with the special conditions set out in Part IX of the Resolution Law, (iii) financial institutions that are established in the Union when the financial institution is a subsidiary of a credit institution, or of a company referred to in subparagraph (ii) or (iii), and is covered by the supervision of the parent undertaking on a consolidated basis in accordance with Articles 6 to 17 of Regulation (EU) No 575/2013, (iv) financial holding companies, mixed financial holding companies and mixed activity holding companies that are established in the Republic, (v) parent financial holding companies established in the Republic, parent financial holding companies established in the EU, parent mixed financial holding companies established in the EU, <p>including claims from derivatives, as well as claims from debt instruments, excluding the claims from debt instruments referred to in categories CY5, CY4, CY3 and CY2 above.</p> | BCIL 33O(2)(g) | |
| CY7 | <p>The following with the same priority ranking:</p> <ul style="list-style-type: none"> (i) other deposits (ii) claims from trade creditor or supplier, associated with the provision of goods and services to the institution or to the person concerned for the daily functioning of its operations, including common IT services, as well as rental, care and maintenance of installations. | BCIL 33O(2)(f) | |

| Rank | Label of the claims | Legal basis | Comments |
|------|--|--------------------|---|
| CY8 | The following with the same priority ranking: (i) that part of eligible deposits from natural persons and micro, small and medium-sized enterprises which exceeds the coverage level provided for in the Regulations 8 and 9 of the Deposit Guarantee and Resolution of Credit and Other Institutions Scheme, (ii) deposits from natural persons, micro, small and medium-sized enterprises that would be eligible deposits if they were not made through branches located outside the European Union of ACIs established in the European Union; | BCIL 33O(2)(e) | |
| CY9 | The following with the same priority ranking: (i) covered deposits, (ii) the deposit guarantee scheme that restores the rights and obligations of the covered depositors in the case of insolvency | BCIL 33O(2)(d) | |
| CY10 | Necessary and reasonable expenses of the liquidator or the special liquidator, including business expenses during the application of the provisions of the liquidation or the special liquidation, accordingly. | BCIL 33O(2)(c) | |
| CY11 | Claims resulting from credits granted by the Central Bank before the appointment of a liquidator or a special liquidator. | BCIL 33O(2)(b) | |
| CY12 | Debts or claims secured by a charge on the assets of the ACI up to the amount resulting from the liquidation of the collateral or the guarantee is delivered to the beneficiary creditor. | BCIL 33O(2)(a) | |
| CY13 | The following with the same priority ranking: (i) Preferential debts, pursuant to Section 300 (1)&(2) of the Companies Law (ii) Resolution expenses of the National Resolution Authority(NRA) and National Resolution Fund, pursuant to Section 45(7)(b) of Resolution Law, (iii) Resolution expenses to the SRB, pursuant to Article 22(6) of the SRMR | BCIL 33O(1)&(2) | Subsection (2) of 330 of the BCIL specifies the ranking of claims, without prejudice to: a) Subsection (1) of 330 of the BCIL (preferred claims under Sect 300 of the Companies Law - taxes and employee claims), b) Section 45(7)(b) of Resolution Law (resolution expenses of resolution authority and resolution fund) and c) Article 22(6) of the SRMR (resolution expenses of the SRB). The opinion of the CBC legal department is that these rank highest (most senior) with the same ranking (pari passu). |

| Rank | Label of the claims | Legal basis | Comments |
|------|---------------------|-------------|---|
| | | | <p>With respect to point (i), preferential claims comprise of (Section 300 of the Companies Law):</p> <ul style="list-style-type: none"> all government and local taxes and duties due at the date of liquidation and having become due and payable within 12 months before that date and, in the case of assessed taxes, not exceeding one year's assessment; all sums due to employees, including wages, up to one year's accrued holiday pay, deductions from wages (such as provident fund contributions) and compensation for injury. <p>Claims of employees who are shareholders or directors may not rank as preferential depending on the nature of the shareholding or directorship (section 300(1), Companies Law).</p> <p>A person who has advanced funds for the purpose of paying employees will have a subrogated preferential claim to the extent that the employees' direct preferential claims have been diminished because of the advances (section 300(2), Companies Law).</p> |

The Rank provided above is from more Junior to more Senior

NOTES:

1. Section 33O(3) of BCIL states that (i) Claims, resulting from the granting of state aid, which is incompatible with the internal market of the European Union as referred to in sections 107 to 109 of the Treaty on the Functioning of the European Union, have priority over claims of the same form which do not result from the granting of state aid; (ii) notwithstanding the provisions set out in Section 33O(2)(c)-(d) of BCIL, claims resulting from the granting of state aid, which was declared compatible with the internal market of the European Union referred to in sections 107 to 109 of the Treaty on the Functioning of the European Union, have priority over claims of the same form which do not result from the granting of state aid.

2. Section 299 of the Companies Law incorporates into Cyprus law the right of set-off in corporate insolvencies. This applies the relevant provisions of the Bankruptcy Law (Cap. 5) to corporate insolvencies. In the event of mutual credits, mutual debts or other mutual dealings between a debtor and any of his creditors, the sums due in respect of these mutual dealings are netted off to arrive at a balance (section 35, Bankruptcy Law). If the outcome is a balance owed by the insolvent company, the creditor claims in the insolvency proceedings for the net balance and does not have to pay anything to the company. If the outcome is a balance owed to the insolvent company, only the net amount is payable. The right of set-off is automatic.

6. Estonia

| Rank | Label of the claims | Legal basis | Comments |
|------|--|--|---|
| 1 | Equity | | |
| 2 | Accepted claims arising from own funds | Subsection 131 (2) of the Credit Institutions Act | Accepted claims of a credit institution which arise from own funds provided for in Articles 26-88 of Regulation (EU) No 575/2013 of the European Parliament and of the Council. |
| 3 | Subordinated loans not included in own funds | Clause 131 (1) 6) of the Credit Institutions Act | Subordinated loans which are not included in the own funds specified in Articles 26 to 88 of Regulation (EU) No 575/2013 of the European Parliament and of the Council. |
| 4 | Other unsecured claims | Clause 131 (1) 5 ¹) of the Credit Institutions Act | Other unsecured claims arising from debt instruments with a contractual maturity of at least one year as of the date of their issue, which do not contain the characteristics of derivatives and which are not derivative instruments, and for which the contractual documentation and prospectus related to their issue, where available, clearly indicate the degree of satisfaction. |
| 5 | Late | Clause 131 (1) 5) of the Credit Institutions Act | Not submitted on time but accepted other claims. |
| 6 | Other | Clause 131 (1) 4) of the Credit Institutions Act | Other accepted claims submitted on time. |
| 7 | Dep-ISME | Clause 131 (1) 3) of the Credit Institutions Act | Claims arising from deposits of natural persons and microenterprises, small and medium-sized enterprises which are subject to guarantee by the Guarantee Fund in the part which exceeds the limits for compensation (including branches in 3rd countries). |
| 8 | Ins-Dep | Clause 131 (1) 2) of the Credit Institutions Act | Secured deposits and claims of the Guarantee Fund which have arisen from the right of recourse of depositors whose deposits have been compensated by the Guarantee Fund. |

| Rank | Label of the claims | Legal basis | Comments |
|------|---------------------|--|--|
| 9 | Pledged | Clause 153 (1) 1) of the Bankruptcy Act | Accepted claims secured by a pledge (to the extent provided in section 153 subsection 2). If a pledged object has been encumbered with several rights of security, the claims shall be satisfied according to the rankings of the rights of security. If a claim secured by a pledge is not satisfied in full, the rest of the claim shall be satisfied together with the claims specified in clause 153 (1) 2) of the Bankruptcy Act. The latter does not apply if a bankrupt has pledged the assets thereof in order to secure a debt of a third person. |
| 10 | Ban-Act | Subsection 146 (1) of the Bankruptcy Act | Estonian Bankruptcy Act (section 146): Payments shall be made first to: (1) claims from the exclusion or recovery of assets, (2) maintenance support to the debtor and dependants, (3) consolidated obligations and (4) cost of the proceedings. |

7. Finland

| Rank | Label of the claims | Legal basis | Comments |
|------|---|---|----------|
| 1 | Equity | | |
| 2 | Subordinated loan with a lower priority than all other liabilities | Act on Creditor's Payment Ranking 6.1,4 | |
| 3 | Junior bonds, if juniority is defined in the terms of the bond | Act on Creditor's Payment Ranking 6.1,3 | |
| 4 | Fines and other sanctions | Act on Creditor's Payment Ranking 6.1,2 | |
| 5 | Interest accrued after debtor has been declared bankrupt | Act on Creditor's Payment Ranking 6.1,1 | |
| 6 | Senior non-preferred liabilities | Act on Credit Institutions 1:4a.1,4 | |
| 7 | Claims without priority or guarantee. | Act on Creditor's Payment Ranking 2 § | |
| 8 | FFSA's claim for the costs resulting from using resolution tools | Resolution Act 7:2.3 Act on Credit Institutions 1:4a.1,3 | |
| 9 | Eligible deposit of private persons and SMEs, with annual turnover of max. 50 M€, which are not covered by deposit guarantee. | Act on Credit Institutions 1:4a.1,2 | |

| Rank | Label of the claims | Legal basis | Comments |
|------|--|---|----------|
| 10 | a) Covered deposits b) FFSA's claim based on amount repaid to depositors | Resolution Act 7:2.3 Act on Financial Stability Authority 5:15 Act on Credit Institutions 1:4a.1,1 | |
| 11 | Claims secured by a floating charge. 50 % of the value of pledged property is distributed to pledgee. | Act on Creditor's Payment Ranking 5 § | |
| 12 | Claims where legal basis has arisen during debtor company's restructuring proceedings (after the District Court approved the application for restructuring). | Act on Creditor's Payment Ranking 3 a § Company Restructuring Act 32.2 § Company Restructuring Act 87.5 § | |
| 13 | A claim that is secured by a pledge or retention of a title of movable property. | Act on Creditor's Payment Ranking 3.1 § | |
| 14 | A claim that is secured by a registered mortgage on real estate, registered mortgage on vessel or vehicle (i.e. public registration entry required). | Act on Creditor's Payment Ranking 1.2 § | |
| 15 | Mass debt = costs and debts of bankruptcy estate. Legal basis of the debt has arisen after debtor has been declared bankrupt. | Bankruptcy Act 16:2.1 | |

8. France²

| Rank | Label of the claims | Legal basis | Comments |
|------|---|---|---|
| 1 | Equity | | |
| 2 | <u>Statutory subordinated claims</u> | | These subordinated claims constitute instruments eligible to AT1 or T2 if required conditions pursuant to Capital Requirements Regulation (EU) N° 575/2013 (CRR) are met. This category includes 4 sub-categories - (a), b), c) and d) - listed in accordance with their ranking, from the most to less subordinated, ie a) to d). |
| | a) Deeply subordinated notes (titres super-subordonnés) | Article L228-97 of the Commercial Code | |
| | b) Subordinated notes (titres subordonnés) | Article L218-97 of the Commercial Code | |
| | c) Equity securities (titres participatifs) | Articles L228-36 and L228-37 of the Commercial Code Articles L213-32 to L213-35 of the MFC | |
| | d) Equity loans (prêts participatifs) | Articles L313-13 and seq of the MFC | |

² Creditors' hierarchy in the insolvency of credit institutions.

| Rank | Label of the claims | Legal basis | Comments |
|------|--|--|---|
| 3 | <p>Subordinated creditors including holders of debt instruments referred to in Article L228-97 of the Commercial Code (see rang 2 a) and b) above).</p> <p><u>Among those creditors, the holders of subordinated securities, claims, instruments or rights which do not qualify and have not qualified before 28 December 2020, wholly or partially, as additional Tier 1 own funds instruments or Tier 2 own funds instruments, compete for allocation of proceeds, in proportion to the amount of their claims admitted to the insolvency estate, before the holders of subordinated securities, claims, instruments or rights which are, or have been, accepted, before 28 December 2020, wholly or partially, as additional Tier 1 own funds instruments or Tier 2 own funds instruments.</u></p> | Article L613-30-3, (I) (5°) of the MFC | This insolvency rank results from the transposition of Article 48(7) of the BRRD2 of by Ordinance n° 2020-1636 of 21 December 2020 relating to resolution regime in banking sector. |
| 4 | <p>Other statutory subordinated claims: Senior non-preferred unsecured claims (Article L613-30-3 (I) (4°) of the MFC)</p> <p>This category includes only the following unsecured creditors:</p> <ul style="list-style-type: none"> a) Owners of debt securities referred to in Article L211-1 (II) of the MFC which are not structured; b) Owners of an instrument or right representing a placement in an entity, issued pursuant to foreign laws, referred to in Article L211-41 of the MFC, and having similar features to those of debt instruments mentioned in (a) above; c) Owners or holders of saving certificates (bons de caisse), within the meaning of Article L223-1 of the MFC, or of any instrument, right or claim, issued pursuant to the law of another EU Member State with similar features to those mentioned in 1st paragraph of Article L223-1, which are not | <p>Article L613-30-3 (I) (4°) of the MFC</p> <p>Article L211-1 (II) of the MFC Article L211-41 of the MFC</p> <p>Article L223-1 of the MFC</p> | <p>This new category has been introduced by Sapin II Law of 9 December 2016 which, among others, modifies the creditor hierarchy in insolvency of credit institutions.</p> <p>Decree no 2018-710 of 3 August 2018, published in the Official Journal of the French Republic of 5 August 2018, specifies the conditions under which debt securities, claims, instruments or rights shall be considered as being unstructured within the meaning of 4° of I of article L613-30-3 MFC.</p> <p>The new hierarchy established by</p> |

| Rank | Label of the claims | Legal basis | Comments |
|------|---|---------------------------------------|--|
| | <p>structured and have not been subject to an offer to public at the time of their issuance.</p> <p>Whose claims under those securities, instruments or rights:</p> <ul style="list-style-type: none"> - have an initial maturity which cannot be less than one year; - their issuance contract provides that the owner / holder is unsecured and non-preferred within the meaning of Article L613-30-3 (I) (4°) of the MFC – i.e. his/her rank in the creditors hierarchy in insolvency below the senior preferred unsecured creditors referred to in Article L613-30-3 (I) (3°) - cf rank 5 below; and - have a minimum denomination amount of €50,000 at the time of the issuance (only for securities, instruments or rights issued after 28 December 2020). | | <p>Sapin II Law applies only to the debt securities, instruments or rights issued after the entry into force of the law.</p> <p>This new category includes instruments which are not eligible to AT1 or T2.</p> <p>Minimum denomination amount of €50,000 introduced following transposition of Article 44a of BRRD2 by Ordinance n° 2020-1636 of 21 December 2020 relating to resolution regime in banking sector.</p> |
| 5 | <p><u>Senior preferred unsecured creditors (Article L613-30-3 (I) (3°) of the MFC)</u></p> <p>Unsecured creditors which are not mentioned in Article L613-30-3 (I) (4°) and (5°) of the MFC</p> | Article L613-30-3 (I) (3°) of the MFC | <p>This category encompasses ordinary unsecured claims including, among others, non-eligible deposits and deposits of legal persons other than small-sized companies and medium-sized companies which exceed the coverage level provided for in article L312-4 of the MFC, senior unsecured debt instruments, issued before the entry into force of the Sapin II Law and unsecured debt securities, instruments or rights, issued after the entry into force of Sapin II Law which do not meet the conditions set out in Article L613-30-3 (I) (4°) and (5°)</p> |

| Rank | Label of the claims | Legal basis | Comments |
|------|---|---|--|
| | | | of the MFC. This law has no retroactive effect. |
| 6 | <p><u>Deposits</u></p> <p>a) The deposits of natural persons, and deposits of micro, small-medium-sized enterprises, as defined with regard to their annual turnover criterion referred to in paragraph 1 of Art. 2 of Annex to European Commission Recommendation 2003/361/CE of 6 May 2003, which exceed the coverage level provided for in article L312-16 of the MFC and deposits from natural persons, micro, small and medium-sized enterprises that would be eligible deposits if they were not made through branches located outside the Union of institutions established within the Union.</p> | Article L613-30-3 (I) (2°) (a) and (b) of the MFC | This category is divided in two sub-categories a) and b) with different ranks, sub-category a) being subordinated to sub-category b). |
| | b) The deposits covered by the FGDR (French deposit and resolution guarantee scheme) and FGDR subrogated to the rights of depositors for the amounts paid under the guarantee. | Article L613-30-3 (I) (1°) of the MFC | |
| 7 | Pre-insolvency judgment claims with a special or general preferential right over property | Article 2331, 2° à 8° of Civil Code | <p>This category includes the preferential right other than those included in categories (7° to 9°). Examples: tax authorities privileges, social security contributions, seller of immovable property's preferential right (Article 2331, 2° à 8° of Civil Code).</p> <p>This broad category includes various claims with different ranks which may raise legal issues in</p> |

| Rank | Label of the claims | Legal basis | Comments |
|------|---|---|---|
| | | | certain cases. For the purposes of the completion of LDT Template, the ACPR chose not to detail the ranks of these types of claims |
| 8 | Other pre-insolvency judgment, secured claims by a security interest | | The liabilities to fill in this category are those which do not meet the conditions required for rank 9°. |
| 9 | Post-insolvency judgment claims | Article L641-13 of the Commercial Code Paragraph III of this Article specifies the rank of the different categories of claims within this class. | These claims arose in a regular manner after the issue of the commencement order for the needs of the proceedings or the provisory continuation of the activity pursuant to Article L641-10 of the Commercial Code, or as consideration for a service provided to the debtor during the continuation of activity or for the performance of an outstanding contract regularly decided (following the order mentioned in Article L641-13 (I) of the Commercial Code). |
| 10 | <ul style="list-style-type: none"> - Pre-insolvency judgment claims (créances antérieures) secured by a special security over immovable property (mortgage, seller of immovable property's preferential right, etc). - Pre-insolvency judgment claims secured by virtue of a (possessory and non-possessory) right of retention (droit de rétention). Ex (gage, nantissement, autres créances bénéficiant d'un droit de rétention). | Article L641-13-II of the Commercial Code | |
| 11 | Debts secured by the privilege of « new money » in case of previous conciliation procedure (pre-insolvency procedure). | Article L611-11 of the Commercial Code | |

| Rank | Label of the claims | Legal basis | Comments |
|------|--|--|----------|
| 12 | Legal costs properly incurred after the issue of the commencement order for the needs of the proceedings (remuneration due to the creditors' representative, liquidator, etc). | Article L641-13-II of the Commercial Code | |
| 13 | Employees wage claims guaranteed by the super priority conferred to employees. | Articles L3253-2, L3253-4 and L7313-8 of the Labour law Code | |
| 14 | Costs and expenses incurred in relation to the sales of assets | | |

9. Germany

| Rank | Label of the claims | Code | Comments |
|------|--|--|---|
| 1 | Common equity Tier 1 instruments | Section 199 of the Insolvency Code | |
| 2 | Additional Tier 1 instruments | Section 39 (2) of the Insolvency Code | |
| 3 | Tier 2 instruments | | |
| 4 | Claims subordinated by virtue of a contractual subordination clause not specifying the pertinent rank (other than Additional Tier 1 or Tier 2 instruments) | | |
| 5 | Claims for repayment of shareholder loans and accrued interest thereon | Section 39 (1) no. 5 of the Insolvency Code | |
| 6 | Claims for the delivery of goods or provision of services free of charge | Section 39 (1) no. 4 of the Insolvency Code | Will not be relevant for LDT |
| 7 | Criminal and administrative fines | Section 39 (1) no. 3 of the Insolvency Code | |
| 8 | Creditors' costs related to the insolvency proceeding | Section 39 (1) no. 2 of the Insolvency Code | Will not be relevant for LDT |
| 9 | Interest and late payment surcharges accrued after the opening of insolvency proceedings | Section 39 (1) no. 1 of the Insolvency Code | Will not be relevant for LDT |
| 10 | Claims subordinated by virtue of a contractual subordination clause which specifies the relevant ranking | Section 39 (2) of the Insolvency Code | |
| 11 | Non-preferred creditor claims arising from non-subordinated, unsecured non-structured debt instruments which (i) are issued before 21 July 2018 and are neither deposits within the positions of no. 13 and 14 nor money market instruments | Section 38 of the Insolvency Code in conjunction with Section 46f (6) sentence 1; where applicable, in conjunction with Section 46f (9) of the Banking Act | Liabilities arising from (e.g.) structured debt instruments will be covered within the ranking of general creditors' claims (next row). |

| Rank | Label of the claims | Code | Comments |
|------|--|--|---|
| | (ii) are issued from 21 July 2018 onwards, have an original contractual maturity of at least one year, do not qualify as deposits within the position of no. 13 and 14 and the contractual documentation and, where applicable, the prospectus explicitly refer to the lower ranking | | |
| 12 | General creditors' claims | Section 38 of the Insolvency Code in conjunction with Section 46f (5) of the Banking Act, including instruments covered by Section 46f (6) sentence 3 and 46f (7) of the Banking Act | |
| 13 | Deposits not covered, but preferential | Section 46f (4) no. 2 of the Banking Act | |
| 14 | Deposits covered and preferential | Section 46f (4) no. 1 of the Banking Act | |
| 15 | Costs of proceeding and obligations binding on the estate | Sections 53 to 55 of the Insolvency Code | Will not be relevant for LDT |
| 16 | Claims subject to a right of separation in insolvency proceedings | Sections 49 to 51 of the Insolvency Code | Liabilities which are secured by a security interest granting a right of separation in insolvency proceedings (<i>Absonderungsrechte</i>) |
| 17 | Claims subject to a right of segregation in insolvency proceedings | Sections 47 and 48 of the Insolvency Code | <i>Aussonderungsrechte</i> |

10. Greece

| Rank | Label of the claims | Legal basis | Comments |
|------|--|---|---|
| 1 | Common equity Tier 1 instruments | Art.28-29 Regulation (EE) 575/2013 | |
| 2 | Additional Tier 1 instruments | Art.52 Regulation (EE) 575/2013 | |
| 3 | Tier 2 instruments | Art.63 Regulation (EE) 575/2013 | |
| 4 | Other contractually subordinated claims | Art. 145a para 1 of Law 4261/2014 combined with Art. 21 para 1 (d) of Law 3588/2007 (Bankruptcy Code) | According to Art. 21 para 1 (d) of Law 3588/2007 (Bankruptcy Code), contractually subordinated claims are satisfied after non-secured creditors are satisfied |
| 5 | A) Claims arising from common non-preferred bonds (which are statutorily or contractually subordinated) s.t to the conditions referred to Art. 145a para 1a of Law 4261/2014 B) Claims arising from common bonds (which are statutorily or contractually subordinated, and thus rank lower than the group of claims immediately above) issued prior to 18.12.2018 | A) Art. 145a para 1a of Law 4261/2014 (as it has been amended by art. 104 para 8 of Law 4583/2018 that transposed Directive 2399/2017) Art. 145a of Law 4261/2014 and art. 104 para 9 of Law 4583/2018 | |
| 6 | All claims, which neither fall under the cases below nor are subordinated according to the respective contract, arising in particular from loans and other credit contracts, from supply or service contracts or from derivatives e.g | Art. 145a para 1 (θ) of Law 4261/2014 (as it has been amended by art. 104 para 7 of Law 4583/2018) | |
| 7 | Non-eligible deposits, excluded from any repayment by the HDIGF (L. 4370/2016) | Art. 145a para 1 (η) of Law 4261/2014 | |
| 8 | Non-covered deposits not held by natural persons, micro, small or medium-sized enterprises | Art. 145a para 1 (ζ) of Law 4261/2014 | |

| Rank | Label of the claims | Legal basis | Comments |
|------|--|---|----------|
| 9 | Claims from covered investment services according to the provisions of art. 12 Law 4370/2016, or HDIGF claims | Art. 145a para 1 (στ) of Law 4261/2014 | |
| 10 | A) Claims of the Resolution Fund, if the latter has funded the institution's resolution, B) Non-covered deposits held by natural persons, micro, small and medium-sized enterprises and C) Deposits that would be eligible deposits from natural persons, micro, small and medium-sized enterprises were they not made through branches located outside the Union of institutions established within the Union | Art. 145a para 1 (ε) of Law 4261/2014 (as it has been amended by art. 104 para 3 of Law 4583/2018) | |
| 11 | Any other state claim | Art. 145a para 1 (δ) of Law 4261/2014 | |
| 12 | Claims relating to guaranteed deposits or claims of HDIGF, if the latter has already compensated depositors | Art. 145a para 1 (γ) of Law 4261/2014 | |
| 13 | Claims of the State if public funding was granted according to internal article 57 and 58 of art. 2 Law 4335/2015 (on GFSTs) | Art. 145a para 1 (β) of Law 4261/2014 | |
| 14 | Claims of employees born within two years before the initiation of the proceeding, claims of social security funds, VAT Claims | Art. 145a para 1(α) of Law 4261/2014 | |
| 15 | Claims of clients, whose financial assets are held by the institution - acting as an intermediary, to the extent that they cannot be satisfied out of the institution's omnibus account and its own account in the same depository. | Art. 21 paragraph 3 of Law 4569/2018 | |
| 16* | Claims of secured creditors within the meaning of art. 2 Law 3301/2004, satisfied only up to the amount of collateral security Claims of clients, whose financial assets are held by the institution -acting as an intermediary- in an omnibus | Art. 145 par. 4 and 145a par.2a of Law 4261/2014, Art. 26, of Law 3588/2007 (Bankruptcy Code) Art. 21 paragraph 1 and 2 of Law 4569/2018 | |

| Rank | Label of the claims | Legal basis | Comments |
|------|--|---|----------|
| | account, to the extent that they cannot be satisfied out of the omnibus account, but they can be satisfied out of the institution's own account in the same depository. | | |
| 17* | Funds deposited by HDIGF in the credit institution and past due contributions to HDIGF, under Deposit Cover Scheme and Investment Cover Scheme Clients' financial assets held by the institution -acting as an intermediary- in an omnibus account. | Art. 145a paragraph 2(b-c) of Law 4261/2014 Art. 21 paragraph 1 of Law 4569/2018 | |

* Claims and liabilities ranked in 16th and 17th classes are not specific classes of insolvency ranking, but claims and liabilities subject to particular and ultimately preferential treatment. In particular:

- Regarding claims of secured creditors: As stipulated in art. 26 of Law 3588/2007 (Bankruptcy Code) and para 4 of art. 145 as well as para 2(a) of art. 145a of Law 4261/2014 read alongside Law 3301/2004 on financial collateral, the claims of secured creditors are satisfied out of the collateral in full priority to all other claims. Similarly, claims of clients with financial assets, who have not been satisfied from the omnibus account, are satisfied out of any own account of the credit institution in the same depository in priority to all other claims.
- HDIGF's deposits and/or claims, as well as clients' financial assets held in an omnibus account (17th class), are separated and returned to the HDIGF / clients in insolvency proceedings (para (2)(b-c) of art. 145 of Law 4261/2014; art. 21(1) of Law 4569/2018).

11. Ireland

| Rank | Category of Claim | Legal basis | Comments |
|------|-------------------------------------|--|---|
| 1 | Equity | Section 618(1)(b) of the Companies Act, 2014 | All equity / share capital, including convertible bonds that have converted prior to or on insolvency, will rank <i>pari passu</i> on a winding-up save to the extent that the provisions of the constitution of the institution and / or the terms of the relevant equitable instrument provide otherwise. |
| 2 | Subordinated claims | Section 618(2) of the Companies Act, 2014 | The extent and depth of the subordination of a claim in this category will depend on the terms of the relevant debt instrument issued by the institution. |
| 3 | Unsecured claims | Section 618(1) of the Companies Act, 2014 | <p>These claims rank <i>pari passu</i> with one another (save to the extent that any creditors may have agreed to subordination amongst themselves or with the institution) and will typically include:</p> <ul style="list-style-type: none"> - all claims owing to senior and junior bondholders to the extent unsecured (including residual claims arising after the realisation / valuation of security); and - all claims owing by other ordinary course unsecured creditors, including and amounts owing to any preferential creditors over any applicable statutory cap on preferential claims. |
| 4 | Claims secured by a floating charge | Section 621(7)(b) of the Companies Act, 2014 | <p>This category includes all claims (other than claims owing to the Central Bank of Ireland) that are secured by a floating charge over all or certain of the assets of the institution which did not crystallise prior to the commencement of the winding-up.</p> <p>Where there is more than one floating charge over any such assets in favour of multiple creditors, the priority of such claims will be determined by the terms of any subordination, inter-creditor or priorities agreement amongst those creditors, or in the absence of such agreement by the date upon which the relevant charges were registered with the Companies Registration Office.</p> |

| Rank | Category of Claim | Legal basis | Comments |
|------|------------------------|--|---|
| 5 | Certain deposit claims | Section 621(2A) of the Companies Act, 2014 | <p>This category includes any claims that constitute:</p> <ul style="list-style-type: none"> - that part of eligible deposits from natural persons and micro, small and medium-sized enterprises which exceed the coverage level in Article 6(1) of Directive 2014/49/EU of the European Parliament and of the Council, and - deposits that would be eligible deposits from natural persons, micro, small and medium-sized enterprises were they not made through branches located outside the Union of institutions established within the Union. <p>The transposition of the Bank Creditor Hierarchy Directive (the “BCHD”) into Irish law after 29 December 2018 by the European Union (Bank Recovery and Resolution) Regulations 2018 will affect the order of priority of payment of deposits in the winding-up of an institution under the Companies Act, 2014 by inserting a new section Part 13A into the Companies Act, 2014 and revoking certain provisions of Section 621(2) of the Companies Act, 2014 (See Box 6 Certain claims owing by preferential creditors below). In the event of action in accordance with European Union (Bank Recovery and Resolution) Regulations (S.I. No. 289 of 2015 (the “2015 Regulations”) which transposed Directive 2014/49 EU into Irish Law, the priority of claims will be as follows:</p> <ul style="list-style-type: none"> • Preferential debts as listed in Section 621(2) of the Companies Act, 2014; • Any reasonable expenses properly incurred by the resolution authority in connection with the use of the resolution tools or powers under the 2015 Regulations; <ul style="list-style-type: none"> ➤ (a) The part of eligible deposits up to the coverage level in Article 6 of Directive 2014/49/EU; and (b) deposit guarantee scheme where it is subrogating to the rights and obligations of the part of the eligible deposits referred to in (a). • The part of the eligible deposits from natural persons and micro, small and medium-sized enterprises which exceed the coverage level in Article 6(1) of Directive 2014/49/EU; and |

| Rank | Category of Claim | Legal basis | Comments |
|------|--|---|---|
| | | | <ul style="list-style-type: none"> • Deposits that would be eligible deposits from natural persons, micro, small and medium enterprises were they not made through branches located outside the EU of institutions established within the Union. • Claims resulting from debt instrument that meet the following conditions: <ul style="list-style-type: none"> ➤ The original contractual maturity of the debt instruments is not less than one year; and ➤ The debt instrument contain no embedded derivatives and are not derivatives themselves. |
| 6 | Certain claims owing by preferential creditors | <p>Section 621 of the Companies Act, 2014</p> <p>Section 621(2)(a)(ii) of the Companies Act, 2014</p> <p>Section 621(2)(a)(iv) of the Companies Act, 2014</p> <p>Section 621(2)(a)(v) of the Companies Act, 2014</p> <p>Section 621(2)(a)(iii) of the Companies Act, 2014</p> | <p>These claims include the following (all of which rank <i>pari passu</i> with one another:</p> <ul style="list-style-type: none"> - all assessed but unpaid taxes, including income, corporation, and capital gains tax, assessed on the institution up to the end of the tax year before the date of the commencement of the winding up, including interest, subject to a maximum of one year's assessment, however, the Irish Revenue Commissioners can choose any previous year's assessment where taxes have not been paid; - any amounts due in respect of VAT for the six complete taxable periods within 12 months of the date of commencement of the winding up together with interest; - certain local property taxes arising prior the commencement of the winding up of the institution together with interest; - any amounts due at the date of the commencement of the winding up that were or should have been deducted from employees and subcontractors in respect of income tax during the period of 12 months |

| Rank | Category of Claim | Legal basis | Comments |
|------|-------------------|--|---|
| | | <p>Section 5(9) of the National Training Fund Act, 2000</p> <p>Section 621(2)(d) of the Companies Act, 2014</p> <p>Section 621(2)(a)(i) of the Companies Act, 2014</p> <p>Section 621(2)(b) of the Companies Act, 2014</p> <p>Section 621(4) of the Companies Act, 2014</p> <p>Section 621(2)(c) of the Companies Act, 2014</p> <p>Section 622(3) of the Companies Act, 2014</p> <p>Section 621(2)(f) of the Companies Act, 2014</p> | <p>before the date of the commencement of the winding up, together with interest;</p> <p>- training levy payable within the period of 12 months prior to the date of the commencement of the winding up;</p> <p>- any amounts due in respect of employer's PRSI, PAYE or other contributions which were payable, or would have been payable, in respect of any period of employment during the 12 months before the date of the commencement of the winding up, but excluding any interest arising (which will rank as an ordinary unsecured claim);</p> <p>- all local rates which have become due and payable by the institution to local authorities within the 12 months before the commencement of the winding up;</p> <p>- all wages and salaries of employees in respect of services rendered to the institution during the four months before the date of the commencement of the winding up, subject to a maximum of €10,000 per claimant;</p> <p>- all accrued holiday remuneration owing to employees either on the date of the commencement of the winding up or where redundancy arises as a result of the winding-up;</p> <p>- all sums due to an employee pursuant to any sick leave scheme;</p> |

| Rank | Category of Claim | Legal basis | Comments |
|------|-------------------|--|---|
| | | <p>Section 49 of the Workplace Relations Act, 2015</p> <p>Section 12 of the Unfair Dismissals Act, 1977</p> <p>Section 621(2)(g) of the Companies Act, 2014</p> <p>Section 42 of the Redundancy Payments Act, 1967, (as substituted by Section 42 Redundancy Payments Act, 1979)</p> <p>Section 621(2)(e) of the Companies Act, 2014</p> <p>Sections 621(6), 622(1) and 622(2) of the Companies Act, 2014</p> <p>Section 621 (2)(h) of the Companies Act, 2014</p> | <p>- any compensation awarded by the Employment Appeals Tribunal in respect of pay in lieu of notice, and in respect of a claim for unfair dismissal;</p> <p>- contributions due by the institution in respect of any superannuation benefits scheme (including a PRSA) and any contributions deducted from employees but unpaid to the trustees of any such scheme;</p> <p>- statutory redundancy lump sums due to employees (less the amount of any rebate received from the State);</p> <p>- any compensation due from the institution to any employee in respect of any accident occurring prior to the date of the commencement of the winding up and during the course of that person's employment with the institution, unless the institution is indemnified in respect of such claims; and</p> <p>- all subrogated claims relating to amounts paid to preferential creditors by the State or other parties, including those of the Employer's Insolvency Fund;</p> <p>- where the company being wound up has been the subject of a resolution action pursuant to the Bank Recovery and Resolution Regulations, any reasonable expenses properly incurred by the resolution authority in connection with the use of the resolution tools or powers under those Regulations; and</p> |

| Rank | Category of Claim | Legal basis | Comments |
|------|--|--|---|
| | | Section 621(2)(i) of the Companies Act, 2014 | <p>- the part of eligible deposits up to the coverage level in Article 6 of Directive 2014/49/EU of the European Parliament and of the Council, and deposit guarantee scheme where it is subrogating.</p> <p>The transposition of the BCHD into Irish law after 29 December 2018 by the European Union (Bank Recovery and Resolution) Regulations 2018 will revoke Sections 621(2)(h) and 621(2)(i) of the Companies Act, 2014 and the order of priority of payment of deposits in the winding up of an institution will be made in the order set out in Box 5 Certain deposit claims above.</p> |
| 7 | Certain payroll taxes deducted from employees' remuneration | Section 19(2) of the Social Welfare Consolidation Act, 2005 | <p>This category of claims includes:</p> <ul style="list-style-type: none"> - any PAYE and PRSI contributions deducted by the institution from an employee's remuneration paid prior to the commencement of the winding-up; or - any PAYE and PRSI contributions which would have been deducted by the institution from an employee's remuneration relating to a period of employment arising prior to the commencement of the winding-up had that remuneration been paid before the winding up. |
| 8 | Fees and expenses incurred in realising the assets of the institution | Section 617(1) of the Companies Act, 2014 | This category of claim includes all fees and expenses properly incurred in preserving, realising or getting in the assets of the institution. |
| 9 | All costs, charges and expenses properly incurred in the winding up of the institution, including the remuneration of the liquidator | <p>Section 617(2) of the Companies Act, 2014</p> <p>Section 617(2)(a) of the Companies Act, 2014</p> | <p>This category of claim includes all costs, charges and expenses that are properly incurred in the winding up of the institution and the following order of priority shall, unless otherwise ordered by the Court, apply to such claims:</p> <ul style="list-style-type: none"> - the costs of the petition, including the costs of any person appearing on the petition whose costs are allowed by the court; |

| Rank | Category of Claim | Legal basis | Comments |
|------|--|---|---|
| | | <p>Section 617(2)(b) of the Companies Act, 2014</p> <p>Section 617(2)(c) of the Companies Act, 2014</p> <p>Section 617(2)(d) of the Companies Act, 2014</p> <p>Section 617(2)(e) of the Companies Act, 2014</p> <p>Section 617(2)(f) of the Companies Act, 2014</p> <p>Section 617(2)(g) of the Companies Act, 2014</p> | <p>- any costs and expenses necessarily incurred in connection with the summoning, advertisement and holding of a creditors' meeting;</p> <p>- the costs and expenses necessarily incurred in and about the preparation and making of, or concurring in the making of, the statement of the institution's affairs and the accompanying list of creditors and the amounts due to them;</p> <p>- the necessary disbursements of the liquidator (other than expenses properly incurred in preserving, realising or getting in the assets)</p> <p>- the costs payable to the solicitor for the liquidator;</p> <p>- the remuneration of the liquidator; and</p> <p>- the out-of-pocket expenses necessarily incurred by the committee of inspection (if any).</p> |
| 10 | Claims in respect of liabilities that have been "certified" by an examiner | Section 529 and section 554(4) of the Companies Act, 2014 | This category includes certain claims incurred by the institution during the course of any examinership arising prior the commencement of the winding up. In order to qualify, the claims must have been certified by the examiner as having been incurred by the institution in order to avoid seriously prejudicing its ability to survive as a going concern. |
| 11 | Claims secured by fixed security, financial collateral arrangements or where a right or set-off / netting arises | <p>Applicable case law.</p> <p>Regulation 7, regulation 14 and regulation 16 of the European Communities (Financial Collateral Arrangements) Regulations 2010</p> <p>Section 4(1) of the Netting of Financial Contracts Act 1995.</p> | <p>Claims secured by fixed security over certain assets of the institution up to the value of the security – any excess claims will rank as unsecured.</p> <p>Where more than one creditor has a claim that is secured by fixed security over the same asset, the priority of such claims will be determined by the terms of any subordination, inter-creditor or priorities agreement amongst those creditors, or in the absence of such agreement by the date upon which the relevant charges were registered.</p> |

| Rank | Category of Claim | Legal basis | Comments |
|------|---|---|---|
| | | Regulation 28 of the European Communities (Reorganisation and Winding-Up of Credit Institutions) Regulations 2011 | Where a creditor has an exercisable right of set-off against a debt owing to the institution, that creditor will be able to exercise set-off to the full extent of the corresponding claim notwithstanding the commencement of the winding-up. |
| 12 | Examiner's remuneration, costs and expenses | Section 554(2) and section 554 (3) of the Companies Act, 2014 | This category of claim includes any unpaid remuneration, costs and expenses of any examiner appointed to the institution prior to the commencement of the winding up. |
| 13 | Secured claims of the Central Bank or the European Central Bank | Regulation 11(4) of the European Communities (Settlement Finality) Regulations 2010 | Pursuant to the Regulation 11(4) of the European Communities (Settlement Finality) Regulations 2010, all claims owing by an institution to the Central Bank of Ireland or the European Central Bank that are secured by any asset(s) of that institution shall have priority over all other claims of any person to that secured asset unless the terms of the security granted to the Central Bank of Ireland or the European Central Bank expressly provides otherwise. |

12. Italy

| Rank | Label of the claims | Legal basis ³ | Comments |
|------|---|--|---|
| 1 | Equity | | CET1 |
| 2 | Capital instruments and Subordinated Claims according to the subordination ranking contractually agreed upon by the parties | | The category includes AT1 and T2 instruments and other subordinated claims; the ranking is determined by the contractual provisions governing each instrument. In principle, the ranking within the class is the following: - AT1 instruments - T2 instruments - Subordinated liabilities not qualifying as own funds. |
| 3 | Senior Non-Preferred Debt (<i>strumenti di debito chirografario di secondo livello</i>) | Art. 12- <i>bis</i> of the Banking Law (D.Lgs. 385/1993, “BL”) as introduced by Art. 1, par. 1103, Italian budget law (L. 205/2017); Art. 91, par. 1- <i>bis</i> , lett. c) <i>bis</i> BL, derogating to Art. 2741 of the civil code and Art. 111 R.D. 267/1942 (Insolvency Law – “IL”) ⁴ when distributing the bankruptcy assets | . |
| 4 | Unsecured Claims | Art. 91, par. 1 BL; Art. 111 IL ⁵ . | The class includes unsecured senior claims, liabilities stemming from derivatives and structured notes. |
| 5 | Deposits different from those referred to under the layers IT 6 and IT 7 | Art. 91, par. 1- <i>bis</i> , lett. c) BL, derogating to Article 2741 of the civil code and Article 111 IL ⁶ when distributing the bankruptcy assets | Starting from 1/1/2019. Until 31/12/2018 these deposits ranked <i>pari passu</i> with the Unsecured Claims (IT 4). |
| 6 | The part of deposits held by individuals, SME above the threshold established by Art. 96-bis.1, parr. 3 e 4, BL [i.e. 100,000 €]; | Art. 91, par. 1- <i>bis</i> , lett. a) BL, derogating to Article 2741 of the | |

³ In January 2019 the new Insolvency Code (D.Lgs. 14/ 2019 – “IC”) has been adopted; its entry into force has been recently postponed to 1 September 2021. For reference, the footnotes indicate the relevant provisions of the new piece of legislation. The insolvency ranking will remain substantially unchanged.

⁴ Art. 221 IC.

⁵ Art. 221 IC.

⁶ Art. 221 IC.

| Rank | Label of the claims | Legal basis ³ | Comments |
|------|--|---|---|
| | the same deposits held at branches located outside the EU of banks established in Italy. | civil code and article 111 IL ⁷ when distributing the bankruptcy assets | |
| 7 | Covered deposits - Claims of a DGS following its subrogation in the rights and obligations of covered depositors | Art. 91, par. 1- <i>bis</i> , lett. b) BL, derogating to Article 2741 of the civil code and article 111 IL ⁸ when distributing the bankruptcy assets | |
| 8 | Secured creditors | Art. 91, par. 1, BL. Artt. 111 ⁹ , 111 ter ¹⁰ , and 111- <i>quarter</i> , IL ¹¹ ; Art. 2741 civil code. | This class includes secured claims with different ranks that shall be paid in full before the unsecured debts. It includes: <ul style="list-style-type: none"> - privileged claims; - claims secured by mortgage or pledge. |
| 9 | Predeductible Claims including Liquidation Expenses | Art. 91, par. 1, BL. Artt. 111 ¹² and 111- <i>bis</i> ¹³ , IL | This class includes claims that shall be paid with priority over secured creditors. It includes all costs, charges and expenditures that are properly incurred in the winding up of the institution in preserving, realising or getting in the assets (the remunerations and the disbursements of the liquidator, the costs of petition and legal claims, etc...). |

13. Latvia

⁷ Art. 221 IC.

⁸ Art. 221 IC

⁹ Art. 221 IC.

¹⁰ Art. 223 IC.

¹¹ Art. 224 IC.

¹² Art. 6 and 221 IC.

¹³ Art. 222 IC.

| Rank | Label of the claims | Legal basis | Comments |
|------|--|--|---|
| 1 | Equity | Section 139. ⁵ of Credit Institutions Law of Latvia | Funds which remain after the satisfaction of the claims referred to in Section 139. ² and 139. ³ shall be distributed to stockholders (shareholders) proportionately to the amount of the contribution of each (Section 139. ⁵). |
| 2 | Definite (Subordinated Claims) | Section 139. ³ of Credit Institutions Law of Latvia | Claims regarding funds which creditors have loaned to the credit institution for a definite time period, which may be requested before the expiration of such time period only in the case of liquidation (Section 139. ³ paragraph 4). |
| 3 | Non-preferred creditor claims arising from non-subordinated, unsecured non-structured debt instruments | Section 139. ³ of Credit Institutions Law of Latvia | Claims arising from an issued debt security, the initial maturity of which according to the prospectus is at least one year, which is not considered to be a financial derivative which does not include a financial derivative and for which the prospectus defines a lower priority than the claims of creditors which are similar to those specified in Section 139. ² of this Law and in paragraphs 1 and 3 of Section 139. ³ . Issued debt securities with variable interest rates that is determined on the basis of a generally recognised reference interest rate on the financial market and issued debt securities not denominated in the national currency of the issuer, provided that the principal amount, the repayment amount and the interest rate are denominated in the same currency, shall not be considered to be such an issued debt security, covered by a financial derivative only for the purposes of this sentence (Section 139. ³ paragraph 3 ¹). |
| 4 | Rem-Leg | Section 139. ³ of Credit Institutions Law of Latvia | Claims reported late - claims of such creditors who have submitted their claims after the specified time limit, and also claims of the State and local government authorities that are responsible for the accounting and control of taxes (Section 139. ³ paragraph 3). |
| 5 | Rem-Leg | Section 139. ³ of Credit Institutions Law of Latvia | Remaining legal claims of creditors after the initiation of the insolvency proceedings. Deferred tax payments, remaining deposits and salary debts and other compensations. (Section 139. ³ paragraph 1). |
| 6 | State | Section 139. ² of Credit Institutions Law of Latvia | State claims regarding repayment of state guaranteed credits (Section 139. ² paragraph 6). |

| Rank | Label of the claims | Legal basis | Comments |
|------|--|--|---|
| 7 | Tax-Soc | Section 139. ² of Credit Institutions Law of Latvia | Claims regarding non fulfilled payment orders from clients regarding money transfer to accounts of the State or local government budgets (Section 139. ² paragraph 5). |
| 8 | Tax-Soc | Section 139. ² of Credit Institutions Law of Latvia | Taxes and other payments (debt) to the State budget (and the budgets of local governments), as well as such transit credits and interest payments for the use of such credits which were paid back to the credit institution before the day when insolvency was declared (Section 139. ² paragraph 4). |
| 9 | Emp | Section 139. ² of Credit Institutions Law of Latvia | Claims of employees with respect to the salary of the last 3 months in the last 12 month prior to the court judgement regarding the declaration of insolvency (other compensations included) (Section 139. ² paragraph 3). |
| 10 | Dep-ISME | Section 139. ² of Credit Institutions Law of Latvia | Payments to depositors which are natural persons, micro, small and medium sized enterprises, in the amount of deposit in excess of the guaranteed compensation (Section 139. ² paragraph 2). |
| 11 | Ins-Dep | Section 139. ² of Credit Institutions Law of Latvia | Payments to depositors who -in accordance with the law- are entitled to a guaranteed compensation (Section 139. ² paragraph 1). |
| 12 | Insolv | Section 139. ² of Credit Institutions Law of Latvia | Expenses of the insolvency proceedings or liquidation (Section 139. ² of Credit Institutions Law of Latvia). |
| n/a* | Claims subject to a right of segregation in insolvency proceedings | Section 172(1) of the Credit Institution Law of Latvia | Other property belonging to third parties, which is in possession of the credit institution, and funds of State funded pension scheme investment plans, private pension fund pension schemes, the funds provided for fulfilment of the obligations laid down in pension schemes and insurance contracts, if such condition is referred to in the deposit contract, and the funds of the Guarantee Fund of the Compulsory Civil Liability Insurance of Motor Vehicle Owners. |

***Disclaimer:**

In accordance with Section 172(1) of the Credit Institution Law the list of property of a credit institution shall include deposits and interest on deposits, but shall not include other property belonging to third parties, which is in possession of the credit institution, and funds of State funded pension scheme investment plans, private pension fund pension schemes, the funds provided for fulfilment of the obligations laid down in pension schemes and insurance contracts, if such condition is referred to in the deposit contract, and the funds of the Guarantee Fund of the Compulsory Civil Liability Insurance of Motor Vehicle Owners.

This means that in Latvia other property belonging to third parties, which is in possession of the credit institution (including the funds of third parties), falls outside the above listed ranks and is regarded as "claims subject to a right of segregation in insolvency proceedings".

Please note that these liabilities are protected in insolvency and excluded from bail-in.

14. Lithuania

| Rank | Label of the claims | Legal basis | Comments |
|------|---|--|--|
| 1 | Equity | Art. 93(3) of the Law on Insolvency of Legal Persons, on 13 June 2019, No. XIII-2221 | Under Lithuanian law shareholders cannot be qualified as creditors by virtue of their shares. In the event that all claims on the bankrupt estate are satisfied and certain assets/a sum of money remains, the remainder of the assets/money shall be distributed to the shareholders (Art. 93(3) of the Law on Insolvency of Legal Persons). |
| 2 | Claims of persons participating in the management of the bank | Art. 87 (9) of the Law on Banks, 30 March 2004, No. IX-2085 | Claims of bank's shareholders holding a qualifying holding in the bank's authorised capital and/or voting rights, members of the supervisory board, members of the bank's board, and heads of the administration. |
| 3 | Hybrids | Art. 87 (8) of the Law on Banks, 30 March 2004, No. IX-2085 | Claims of creditors related to non-equity securities issued by the bank with all characteristics of a subordinated loan which provide claims that shall be satisfied only after the claims over subordinated loans and other non-equity securities. |
| 4 | Subordinated | Art. 87 (7) of the Law on Banks, 30 March 2004, No. IX-2085 | Claims related to subordinated loans and non-equity securities issued by the bank with the characteristics of a subordinated loan, excluding hybrids ranking row 3above. |
| 5 | Non- preferred senior debt | Art. 87 (6) of the Law on Banks, 30 March 2004, No. IX-2085 | Creditors' claims on debt instruments - debt or other forms of debt, financial instruments that create or recognize debt, if they: (1) have an original maturity of at least one year; (2) are not derivative financial instruments and do not form part of an embedded derivative; (3) the contractual documents relating to the issue and the prospectus, when it is drawn up, stipulate that the claim of the holder of the debt instrument will be satisfied by the sixth ranking row under the bankruptcy proceedings. |
| 6 | Other | Art. 87 (5) of the Law on Banks, 30 March 2004, No. IX-2085 | Other claims not referred to in the rest of the categories. |
| 7 | Dep-ISME | Art. 87 (4) of the Law on Banks, 30 March 2004, No. IX-2085 | Claims of natural persons, micro, small and medium-size enterprises as provided for in the law, regarding part of the deposits exceeding the amount covered by insurance and their claims of deposits in branches in third countries. |

| Rank | Label of the claims | Legal basis | Comments |
|------|---------------------|---|--|
| 8 | Tax-Soc | Art. 87 (3) of the Law on Banks, 30 March 2004, No. IX-2085 | Claims related to the payment of taxes and to the budget and benefits of compulsory State social and health insurance and granted loans received on behalf of the State and with the guarantee of the State as well as recourse claims of the Guarantee Fund Administrator and representatives and/or of state institutions. |
| 9 | Ins-Dep | Art. 87 (2) of the Law on Banks, 30 March 2004, No. IX-2085 | Claims on the insured deposits, as well as the claims of the state undertaking "Deposit and Investment Insurance" on the expenses related to the use of the resources of the DIF (Deposit insurance fund) in accordance with the law. |
| 10 | Emp | Art. 87 (1) of the Law on Banks, 30 March 2004, No. IX-2085 | Claims of employees related to employment relationship. |

15. Luxembourg

| Rank | Label of the claims | Legal basis | Comments |
|------|---|---|--|
| 1 | Equity | | |
| 2 | Subordinated liabilities | | |
| 3 | Unsecured claims resulting from debt instruments, in accordance with Art 152 (3) of the law of 18 December 2015 concerning the failing of banks and certain investment firms (Senior non-preferred debt) | Art 152 (3) of the law of 18 December 2015 concerning the failing of banks and certain investment firms | This new ranking has been introduced in accordance with the Law of 25 July 2018 transposing Directive (EU) 2017/2399 of the European Parliament and of the Council of 12 December 2017 amending Directive 2014/59/EU as regards the ranking of unsecured debt instruments in insolvency hierarchy and amending the Law of 18 December 2015 on the failure of credit institutions and certain investment firms, as amended; and amending certain provisions of the Law of 5 April 1993 on the financial sector, as amended. |
| 4 | Unsecured senior debt (except rank 3), including eligible deposits (except ranks 6 and 8) | | |
| 5 | Secured instruments | | |
| 6 | Part of the eligible deposits held by natural persons and SME's exceeding the level of guarantee provided by article 171 of the law of 18 December 2015 concerning the failing of banks and certain investment firms; Deposits of natural persons and SME's which would have been eligible if they had not been done by branches located in third countries of EU institutions. | Art 152 (2) of the law of 18 December 2015 concerning the failing of banks and certain investment firms | |
| 7 | Unpaid wages/salaries of employees referring to the last 6 months and amounting to a maximum of six times the minimum social salary, except rank 10 (super-privilege of employees claims) | Art 2101 of the Luxembourg Civil Code | |
| 8 | Covered deposits: Luxembourg Deposit Guarantee Fund subrogated in the rights and obligations covered by Part III, Title II of the law of 18 December 2015 concerning the failing of banks and certain investment firms. | Art 152 (1) of the law of 18 December 2015 concerning the failing of banks and certain investment firms | |

| Rank | Label of the claims | Legal basis | Comments |
|------|---|---|----------|
| 9 | Luxembourg treasury (direct taxes and VAT) and of EU organisms of social security (Luxembourg: part of the employer) | Art 1 of the law of 27 November 1933 concerning the recovery of direct taxes and social insurance contributions; Art 83 of the law of 12 February 1979 on VAT; and Art 429 of the Luxembourg Social Security Code (Art 84 EC regulation 883/2004) | |
| 10 | Super-privilege of employee claims: Unpaid wages/salaries of employees referring to the last 6 months and amounting to a maximum of six times the minimum social salary | Art 2101 and Art 2102 8° of the Luxembourg Civil Code; and Art L. 126-1 of the Luxembourg Labour Code | |
| 11 | Court costs include the fees and expenses of the legal administrator, the liquidator appointed by the court and the special administrator appointed by the Resolution Board | Art 36 (10), Art 122 (23) and Art 129 (20) of the law of 18 December 2015 concerning the failing of banks and certain investment firms | |

16. Malta

| Rank | Label of the claims | Legal basis | Comments |
|------|---|----------------------------|--|
| 1 | Common Equity Tier 1 instruments | Art 29A (4)(d) Banking Act | |
| 2 | Additional Tier 1 instruments | Art 29A (4)(c) Banking Act | |
| 3 | Tier 2 instruments | Art 29A (4)(b) Banking Act | |
| 4 | the amount of subordinated debt that is not Additional Tier 1 or Tier 2 capital | Art 29A (4)(a) Banking Act | |
| 5 | Other unsecured creditors | Art. 29A (4) Banking Act | |
| 6 | Unsecured claims resulting from debt instruments | Art. 29A (3A) | |
| 7 | Ordinary unsecured claims | Art. 29A (3A) | |
| 8 | <p>(a) That part of eligible deposits from natural persons and micro, small and medium-sized enterprises which exceeds the coverage level provided for in regulation 10 of the Depositor Compensation Scheme Regulations;</p> <p>(b) Deposits that would be eligible deposits from natural persons, micro, small and medium-sized enterprises were they not made through branches located outside the European Union of institutions established within the European Union.</p> | Art 29A(3) Banking Act | These creditors shall rank <i>pari passu</i> between themselves. |
| 9 | <p>(a) covered deposits;</p> <p>(b) the Depositor Compensation Scheme:</p> | Art 29A (2) Banking Act | These creditors shall rank <i>pari passu</i> between themselves. |

| Rank | Label of the claims | Legal basis | Comments |
|------|---|-------------------------|---|
| | <ul style="list-style-type: none"> (i) subrogating to the rights and obligations of covered depositors in insolvency; (ii) in relation to contribution/s that are due to it by the credit institution under the Depositor Compensation Scheme Regulations. (c) The Resolution Fund in relation to any contribution or contributions that may be due to it by the credit institution in accordance with the provisions of the Recovery and Resolution Regulations (Subsidiary Legislation 330.07 of the Laws of Malta). | | |
| 10 | pledges, privileges whether resulting from registration or granted by law, or hypothecs. | Art 29A (1) Banking Act | This includes various legislations like the VAT Act, The Employment and Industrial Relations Act and the Income Tax Act. Furthermore it also captures expenses due to a liquidator. |

17. Netherlands

| Rank | Label of the claims | Legal basis | Comments |
|------|--|---|--|
| 1 | Common equity Tier 1 instruments | Article 2:23b of the Dutch civil code | Under Dutch law shareholders cannot be qualified as creditors by virtue of their shares. In the event that all claims on the bankrupt estate are satisfied and certain assets/a sum of money remains, The remainder of the assets/money shall be distributed to the remaining shareholders (article 2:23b of the Dutch civil code) |
| 2 | Additional Tier 1 instruments | | Under the Dutch insolvency ranking there is no distinction made between AT1, T2 and other subordinated debt. In principle all these type of debt will be treated equally (i.e. as subordinated debt) and distinction can only be made based contractual clauses. |
| 3 | Tier 2 capital instruments | | See comment under 2 |
| 4 | Other subordinated debt that is not additional Tier 1 or Tier 2 capital | | See comment under 2 |
| 5 | "Tier 3" debt instruments | Article 212rb Dutch insolvency code ¹⁴ | Implementation of EU Directive 2017/2399 of 12 December 2017 into Dutch law |
| 6 | Other liabilities | Article 3:277 (1) of the Dutch civil code | |
| 7 | Preferred deposits retail + SME | Article 108(a) BRRD and 212ra (1) (b) of the Dutch insolvency code | |
| 8 | Covered deposits - Claims of a DGS following its subrogation in the rights and obligations of covered depositors | Article 108(b) BRRD and 212ra (1) (a) of the Dutch insolvency code | |
| 9 | Claims that have a preferential status by law. Examples are claims of the Dutch Tax authority and some claims of employees | Article 278 and further of the Dutch civil code and article 21 'Invorderingswet'. | |
| 10 | Liquidation Expenses | Article 182 of the Dutch insolvency code | |

¹⁴ Approved by Dutch parliament on 27 September 2018 and by senate on 16 October 2018. Entry into force after official publication, which is expected end of 2018

| Rank | Label of the claims | Legal basis | Comments |
|------|---|---|----------|
| 11 | Secured creditors (collateralised part) | Article 3:278 and 3:279 of the Dutch civil code | |

18. Portugal

| Rank * | Claims* | Legal basis | Comments |
|--------|---|---|--|
| 1 | Common Equity Tier 1 instruments | Articles 48(c) and 177(1) and (2) of the Portuguese Insolvency and Corporate Recovery Code (CIRE) Article 28(1)(j) and (k) CRR | |
| 2 | Additional Tier 1 instruments | Articles 48(c) and 177(1) and (2) CIRE Article 52(1)(d) CRR | Additional Tier 1 instruments and Tier 2 instruments are contractually subordinated, which means that the parties can agree to a different ranking in insolvency than the one provided by law. For the purposes of this table, it is assumed that the parties have agreed that the claims arising from those instruments are ranked in insolvency junior to all other subordinated claims. |
| 3 | Tier 2 instruments | Articles 48(c) and 177(1) and (2) CIRE Article 63(d) CRR | Additional Tier 1 instruments and Tier 2 instruments are contractually subordinated, which means that the parties can agree to a different ranking in insolvency than the one provided by law. For the purposes of this table, it is assumed that the parties have agreed that the claims arising from those instruments are ranked in insolvency junior to all other subordinated claims. |
| 4 | Shareholder loans which are not Additional Tier 1 or Tier 2 instruments | Articles 48(g) and 177(1) and (2) CIRE | |

| Rank * | Claims* | Legal basis | Comments |
|--------|---|--|----------|
| 5 | Claims relating to services provided free of payment by the debtor | Articles 48(d) and 177(1) and (2) CIRE | |
| 6 | Claims that are contractually subordinated by agreement between the parties (<i>please note that the parties can agree to graduate these credits in a more junior position</i>) | Articles 48(c) and 177(1) and (2) CIRE | |
| 7 | <p>Claims of persons with a special relationship with the debtor and of those to whom such claims have been transferred in the two years prior to the start of insolvency proceedings. The following are considered to have a special relationship with legal persons:</p> <ul style="list-style-type: none"> • Shareholders and partners which are personally liable for the company's debts, as well as the persons who were shareholders and partners in the previous two years; • Persons who have been in a controlling or group relationship with the concerned institution, as provided for in Article 21 of the Portuguese Securities Code, in the previous two years; • Members of the administration body as well as the persons who were members of the administration body in the previous two years; • Persons related to any of the persons mentioned above (spouse, divorce spouse in the previous two years, ascending and descending relatives, siblings, spouses of the ascending and descending relatives and siblings, persons who live or have lived in cohabitation in the previous two years). | Articles 48(a), 49 and 177(1) and (2) CIRE | |
| 8 | <p>Non-preferred senior debt: corresponds to debt issued under the rules resulting from the transposition of Directive (EU) 2017/2399, as long as it fulfils the following conditions:</p> <ul style="list-style-type: none"> • The original contractual maturity of the debt instrument is of at least one year; • The debt instruments contain no derivatives and are not derivatives themselves; and | Article 8-A(1) and (2) of Decree Law 199/2006 (Credit Institution Liquidation Act) | |

| Rank * | Claims* | Legal basis | Comments |
|--------|---|--|----------|
| | <ul style="list-style-type: none"> The relevant contractual documentation and, where applicable, the prospectus of the issuance explicitly acknowledge its lower ranking. | | |
| 9 | <p>Common claims: unsecured, unpreferred and unsubordinated credit claims. These include the following credit claims, among others, unless they are otherwise subordinated, preferred or secured:</p> <ul style="list-style-type: none"> Liabilities to credit institutions; Senior bonds; Deposits explicitly excluded from any of the preferred categories and which would not be subordinated according to criterion 7; and Liabilities to suppliers of goods and services. | <ul style="list-style-type: none"> Article 47(4)(c) CIRE Articles 166-A(5) (<i>a contrario</i>) and 165(1) of the Portuguese Legal Framework of Credit Institutions and Financial Companies; Article 14-A(5) of Decree-Law No. 345/98, of 9 November. | |
| 10 | Claims owed to the Portuguese State in relation to a personal guarantee granted by the State | Article 22(1) and (2) of Law No. 112/97, of 16 September | |
| 11 | Claims owed to Social Security | Articles 204 and 205 of the Contributory Regimes of the Protection Systems of Social Security Code | |
| 12 | <ul style="list-style-type: none"> Deposits above EUR 100,000 that are not held by natural persons and micro, small and medium sized enterprises (i.e., deposits held by larger companies and some excluded deposits, such as deposits made on behalf and for the account of credit institutions), except if such deposits result from: Operations pertaining to which a criminal court decision has been issued on account of money laundering; The depositor has not been identified pursuant to the anti-money laundering legislation in force; and Deposits held by persons or entities that have, in the two years before the date on which deposits became unavailable or on which a resolution measure was adopted, a direct or indirect holding which represents at least 2% of the share capital of the credit institution or | <ul style="list-style-type: none"> Articles 166-A(5) and 165(1) of the Portuguese Legal Framework of Credit Institutions and Financial Companies; Article 14-A(5) of Decree-Law No. 345/98, of 9 November. | |

| Rank * | Claims* | Legal basis | Comments |
|--------|---|---|----------|
| | have been members of the management body of the credit institution, except if proven that they did not cause through their action or failure to act the financial difficulties experienced by the credit institution or helped to aggravate that situation. | | |
| 13 | Eligible deposits above EUR 100,000 held by natural persons and micro, small and medium sized enterprises | <ul style="list-style-type: none"> Article 166-A(4) of the Portuguese Legal Framework of Credit Institutions and Financial Companies; Article 14-A(4) of Decree-Law No. 345/98, of 9 November. | |
| 13 | Deposits that would be eligible deposits from natural persons, micro, small and medium-sized enterprises were they not made through branches located outside the EU of institutions established within the EU | <ul style="list-style-type: none"> Article 166-A(4) of the Portuguese Legal Framework of Credit Institutions and Financial Companies; Article 14-A(4) of Decree-Law No. 345/98, of 9 November. | |
| 14 | Covered deposits (deposits guaranteed by the FGD, up to the coverage level) | <ul style="list-style-type: none"> Article 166-A(1) of the Portuguese Legal Framework of Credit Institutions and Financial Companies; Article 14-A(1) of Decree-Law No. 345/98, of 9 November. | |
| 15 | Taxes owed to local authorities: <ul style="list-style-type: none"> Municipal Real Estate Transfer Tax; Municipal Tax on Property; Other direct or indirect taxes owed to local authorities. | <ul style="list-style-type: none"> Article 39 of the Municipal Real Estate Transfer Tax Code and Article 744(2) of the Portuguese Civil Code; Article 122(1) of the Municipal Tax on Property Code and Article 744(1) of the Portuguese Civil Code; Article 736(1) of the Portuguese Civil Code. | |
| 15 | Claims owed to victims arising from civil liability | Article 741 of the Portuguese Civil Code | |
| 16 | Taxes owed to the Portuguese State: <ul style="list-style-type: none"> Stamp duty; | <ul style="list-style-type: none"> Article 47(1) of the Portuguese Stamp Duty Code; | |

| Rank * | Claims* | Legal basis | Comments |
|--------|---|---|---|
| | <ul style="list-style-type: none"> Personal Income Tax; Corporate Income Tax; Other direct or indirect taxes owed to the Portuguese State. | <ul style="list-style-type: none"> Article 111 of the Corporate Income Tax Code; Article 116 of the Corporate Income Tax Code; Article 736 of the Portuguese Civil Code. | |
| 17 | Claims owed to employees | Article 333 of the Portuguese Labour Code | |
| 18 | Court expenses | Articles 738(1) and 743 of the Portuguese Civil Code | |
| 19 | Claims owed to special purpose vehicles | Article 63(1) of Decree-Law No. 453/99, of 5 November | |
| 19 | Claims owed to holders of covered bonds | Article 3 of Decree-Law No. 59/2006, of 20 March | |
| 20 | Claims that benefit from an in rem guarantee (up to the amount of the value of the guarantee) | Article 47(4)(a) CIRE Articles 656, 666, 686 and 754 of the Portuguese Civil Code | See also Articles 746 to 751 of the Portuguese Civil Code and 174(1) and 175(1) CIRE. |

*Please note that this table does not include the entirety of subordinated, preferred and secured claims provided by the relevant legislation. It only includes the claims deemed most relevant taking into account the specificities of a credit institution and that can be identified before the institution becomes insolvent. Also, with regards to secured and prefer claims (PT9 to PT17), this table does not reflect the fact that they may benefit from special preference over the moveable assets, special preference over the immoveable assets, general preference over the moveable assets and/or general preference over the immoveable assets of the institution concerned. It also does not take into account that, depending on the preference from which they benefit, the ranking order may differ.

19. Slovakia

| Rank | Label of the claims | Legal basis | Comments |
|------|---|--|--|
| 1. | Equity -shares (CET1) | Articles 179 (8) and 220 (1), (3) of the Commercial Code | Shareholders are not satisfied in the context of the bankruptcy proceedings. Shareholders are entitled to their share of the liquidation balance. After satisfaction of all the creditor's claims, the liquidation balance shall be distributed among the shareholders pro rata to the nominal value of their shares, unless the Article of Association stipulate otherwise. |
| 2. | AT1 instruments | Article 180a (4) of the Bankruptcy Act | Claims arising out of perpetual securities with no redemption obligation containing a mechanism that permanently or temporarily reduces the value of the security or enable conversion of security into Common Equity Tier 1 capital under a CRR. |
| 3. | T2 instruments | Article 180a (5) of the Bankruptcy Act | Following the transposition of Art. 48 (7) BRRD2 a new class of creditor for T2 instruments was created. With effect from 28.12.2020 T2 instruments will no longer be part of subordinated claims. |
| 4. | Subordinated claims contractual subordinated claims claims from contractual penalties | Article 95 (2) and (3) of the Bankruptcy Act | Contractually subordinated claims, claims arising out of contractual penalties and related party claims. |

| Rank | Label of the claims | Legal basis | Comments |
|------|---|---|---|
| 5. | Senior Non-Preferred claims | 180a (2) of the Bankruptcy Act | Claims resulting from debt instruments that cumulatively meet following conditions: (a) the original contractual maturity of the debt instruments is of at least one year; (b) the debt instruments contain no embedded derivatives and are not derivatives themselves; (c) the relevant contractual documentation and, where applicable, the prospectus related to the issuance explicitly refer to the lower ranking under Art. 180a (2) of the Bankruptcy Act. |
| 6. | Ordinary claims (including related party claims) | Articles 95 (1) and 94 of the Bankruptcy Act Article 176 (6) of the Bankruptcy Act | Ordinary creditors are satisfied from the general bankruptcy estate. Secured creditors, which were not completely satisfied from the separate bankruptcy estate are also satisfied from general bankruptcy estate. With effect from 28.12.2020 related party claims will be removed from the class of subordinated claims and will be satisfied pari passu within ordinary claims |
| 7. | Eligible deposits exceeding the coverage level and deposits that would be eligible deposits from natural persons, micro, small and medium-sized enterprises were they not made through branches located outside the EU of institutions established within the EU. | Article 180a (1) (b) of the Bankruptcy Act | The part of eligible deposits (from natural persons and micro, small and medium-sized enterprises) which exceeds the coverage level (in general - 100.000 EUR). |
| 8. | Claims from covered deposits | Article 180a (1) (a) of the Bankruptcy | Claims of a DGS following its subrogation in the rights and obligations of covered depositors. |
| 9. | Claims against the bankruptcy estate | Article 87 (2) and (4) of the Bankruptcy Act | Claims against general bankruptcy estate (e.g. costs of converting bankruptcy estate into money, administrator's remuneration etc.) shall be settled by the administrator on a continuous basis during insolvency proceeding. |

| Rank | Label of the claims | Legal basis | Comments |
|------|---|---|--|
| 10. | Secured claims | Article 94 of the Bankruptcy Act | Secured creditors are satisfied from the separate bankruptcy estate. |
| 11. | Claims against the separate bankruptcy estate | Articles 87 (5), (6) and 94 of the Bankruptcy Act | Claims against separate bankruptcy estate (e.g. costs of converting bankruptcy estate into money, administrator's remuneration etc.) shall be settled by the administrator on a continuous basis during insolvency proceeding. |

20. Slovenia

| Rank | Label of the claims | Legal basis | Comments |
|------|--|--|--|
| 1 | Claims for instruments of ownership, including claims for instruments that were issued by a bank and meet the conditions for a bank's Common Equity Tier 1 instruments, and other subordinated claims repaid simultaneously with claims for instruments of ownership under the contractual arrangement in the event of proceedings for compulsory winding-up of a bank | Article 207 (Order of payment of the liabilities of a bank in bankruptcy) of the Resolution and Compulsory Winding-Up of Banks Act (Official Gazette of the Republic of Slovenia, No. 44/16, 71/16 – odl. US, 9/19 and 72/19 – ZPSVIKOB) | |
| 2 | Subordinated claims repaid under a contractual arrangement between the parties in the event of proceedings for compulsory winding-up of a bank after the repayment of the claims referred to in points 11 to 3 | | <p>These subordinated claims shall be further divided into priority classes and shall be repaid from the overall bankrupt's estate in the following order:</p> <ol style="list-style-type: none"> 1. subordinated claims not classified into any category referred to in points 2 to 3 of this paragraph 2. claims for instruments that were issued by a bank and meet the conditions for Tier I capital instruments of a bank and other subordinated claims repaid simultaneously with claims for additional Tier 1 capital instruments with regard to the contractual arrangement for the bank's insolvency 3. claims for instruments that were issued by a bank and meet the conditions for a bank's Tier 1 capital instruments and other subordinated claims repaid simultaneously with claims for additional Tier 1 capital instruments with regard to the contractual arrangement for the bank's insolvency |

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| 3 | <p>Unsecured claims for debt securities that fulfil all the following conditions:</p> <ul style="list-style-type: none"> – their original contractual maturity is at least one year – they are not derivatives nor do they have built-in characteristics of derivatives – the contractual documents concerned or prospectus related to their issue expressly state that in the event of proceedings for compulsory winding-up of a bank claims for these instruments shall be recovered after the claims referred to in points 11 to 4 and before the subordinated claims referred to in point 2 | <p>Article 207 (Order of payment of the liabilities of a bank in bankruptcy) of the Resolution and Compulsory Winding-Up of Banks Act (Official Gazette of the Republic of Slovenia, No. 44/16, 71/16 – odl. US, 9/19 and 72/19 – ZPSVIKOB)</p> | |
| 4 | Unsecured claims for debt instruments and other similar financial instruments issued by a bank | | |
| 5 | Unsecured claims except claims for debt securities and similar instruments issued by a bank | | |
| 6 | <p>Bank deposits which are not deemed to be eligible or claims referred to in point 9, including:</p> <ul style="list-style-type: none"> – deposits by banks and investment firms and other financial institutions made on their behalf and for their account – deposits by insurance undertakings, reinsurance undertakings and insurance holding companies – deposits by undertakings for collective investment in transferable securities, including investment undertakings of the closed-ended type – deposits by pension funds and pension companies – deposits by states and central banks and deposits by entities that are direct or indirect users of the state budget – deposits by local communities and deposits by direct and indirect users of the budgets of local communities | | |
| 7 | Other eligible deposits not included in points 10 or 8 | | |

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|----|--|--|---|
| 8 | Eligible deposits by depositors who are natural or legal persons that meet the criteria for micro, small and medium-sized enterprises as defined by the Act governing companies, in amounts exceeding guaranteed deposits including deposits that could be deemed eligible if they had not been paid into a bank subsidiary in a third country | Article 207 (Order of payment of the liabilities of a bank in bankruptcy) of the Resolution and Compulsory Winding-Up of Banks Act (Official Gazette of the Republic of Slovenia, No. 44/16, 71/16 – odl. US, 9/19 and 72/19 – ZPSVIKOB) | |
| 9 | Claims with original maturity of less than seven days, held by: <ul style="list-style-type: none"> – an institution other than those belonging to the same group, or – payment or settlement systems or operators of or participants in these systems if the claims arise from the resolution entity's involvement in a payment or settlement system and the settlement in such system is subject to the final settlement of orders in the event of insolvency or other membership termination procedure, as defined by the Act governing payment services and systems or the Act governing the financial instruments market | | |
| 10 | Guaranteed deposits | Article 207 (Order of payment of the liabilities of a bank in bankruptcy) of the Resolution and Compulsory Winding-Up of Banks Act (Official Gazette of the Republic of Slovenia, No. 44/16, 71/16 – odl. US, 9/19 and 72/19 – ZPSVIKOB) | <p>These claims shall be enforced by the deposit guarantee fund in bankruptcy proceedings and shall include the claims of the deposit guarantee fund arising from:</p> <ol style="list-style-type: none"> 1. payments for covering guaranteed deposits under the Act governing the deposit guarantee scheme, where depositors' claims are transferred to the deposit guarantee fund up to the paid cover amount 2. payment of the contribution provided under the Resolution and Compulsory Winding-Up of Banks Act by the deposit guarantee fund in the resolution or compulsory |

| | | | |
|----|---|--|--|
| | | | liquidation proceedings against a bank |
| 11 | Priority claims | | |
| 12 | Payments from the bankrupt's estate to settle the outstanding costs of compulsory liquidation proceedings and the costs of bankruptcy proceedings | | |

* The debt instruments referred to in points 11 to 1 shall be bonds and other forms of transferable debt and instruments incurring or confirming the debt. Debt instruments with floating interest rate based on a widely used reference rate and debt instruments not denominated in the national currency of the issuer, provided that the principal, repayments and interest are denominated in the same currency, shall not be deemed debt instruments with built-in characteristics of derivatives solely on the basis of the aforementioned characteristics.

21. Spain

| Rank | Label of the claims | Legal basis | Comments |
|------|---------------------|---|--|
| 1 | CET1 ¹⁵ | | |
| 2 | AT1 | Instruments eligible as Additional Tier 1 capital (AT1), in accordance with point 3 ^o of Paragraph 3 ^o of Fourteenth Additional Provision of Law 11/2015, of 18 June 2015, on recovery and resolution of credit institutions and investment firms ¹⁶ and point 2 ^o of article 281 (1) of RDL 1/2020). | Paragraph 3 ^o of Fourteenth Additional Provision of Law 11/2015, of 18 June 2015, on recovery and resolution of credit institutions and investment firms has transposed the provision stated in point 7 ^o of article 48 of Directive (EU) 2014/59 as amended by Directive (EU) 2019/879. |

¹⁵ Please note that, shareholder's treatment is not mentioned in the Spanish Insolvency Act.

¹⁶ Please find the consolidated text of Ley 11/2015, de 18 de junio, de recuperación y resolución de entidades de crédito y empresas de servicios de inversión in the following link: <https://www.boe.es/buscar/act.php?id=BOE-A-2015-6789>.

| Rank | Label of the claims | Legal basis | Comments |
|------|------------------------------|---|--|
| | | All claims arising from an instrument partly recognised as a AT1 instrument. shall be treated as claims resulting from the whole AT1 instrument and shall rank lower than any claim that does not result from an own funds item. | |
| 3 | T2 | <p>Instruments eligible as Tier 2 (T2), in accordance with point 2º) of Paragraph 3º of Fourteenth Additional Provision of Law 11/2015 and point 2º of article 281 (1) of RDL 1/2020).</p> <p>All claims arising from an instrument partly recognised as a T2 instrument. shall be treated as claims resulting from the whole T2 instrument and shall rank lower than any claim that does not result from an own funds item.</p> | Paragraph 3º of Fourteenth Additional Provision of Law 11/2015, of 18 June 2015, on recovery and resolution of credit institutions and investment firms has transposed the provision stated in point 7º of article 48 of Directive (EU) 2014/59 as amended by Directive (EU) 2019/879. |
| 4 | Specific Subordinated Claims | <p>Claims included in the following paragraphs of article 281 of Royal Legislative Decree 1/2020 of May 5 which approves the recast text of the Insolvency Law¹⁷ (RDL 1/2020).</p> <ul style="list-style-type: none"> - 7º: Claims arising from contracts with reciprocal obligations, to be fulfilled by the counterparty of the debtor, or by the creditor, in the event of reinstatement of financing contracts or acquisition of good with deferred payment contracts, where the court finds, following the report by the insolvency practitioner, that the creditor has repeatedly hindered fulfilment of the contract to the detriment of the insolvency interests. - 6º: Claims which, as a consequence of the insolvency revocation, have resulted in favour of whom the ruling has declared to be in bad faith in the act contested; - 5º: Claims held by any of the persons especially related to the debtor (as defined in accordance with article and 283 of Law RDL 1/2020), except claims foreseen in numbers 1º and 4º of article 283, where the relevant holders of the credits meet the conditions of participation indicated therein, except where the credits derive from loans or acts with the same purpose. - 4º: Claims for fines and other monetary penalties; - 3º: Claims relating to an interest of any kind, including those of late payments except those arising from a security in rem, up to the limit stated in the guarantee. | <p>Article 435 of RDL 1/2020 states that the order of payment of subordinated claims is done following the order of claims listed in article 281 of RDL 1/2020 (and pari passu within each category of claim listed in the numbers of the article). Hence, claims are listed in inverted order (e.g. claims included in point 7º of article 281 rank below claims in point 3º).</p> <p>Pursuant to article 283 of RDL 1/2020 claims arising from intragroup liabilities are considered held by any persons especially related to the debtor-</p> |

¹⁷ Please find the RDL 1/2020 in the following link: <https://www.boe.es/buscar/act.php?id=BOE-A-2020-4859>.

| Rank | Label of the claims | Legal basis | Comments |
|------|---------------------------------------|---|--|
| 5 | Other subordinated debt and claims | <p>-2°) The principal amount of subordinated debt instruments which are not AT1 or T2 instruments in accordance with point 1°) of Paragraph 3° of Fourteenth Additional Provision of Law 11/2015 and point 2° of article 281 (1) of RDL 1/2020) and claims arising from contracts which provide their subordination with respect to the rest of the claims against the debtor, including participating loans.</p> <p>-1°): Claims categorized as subordinated by the insolvency practitioner as a result of their submission out of time, except in the event of claims of compulsory recognition or where there is a court's decision ruling on appeals of the list of creditors or those which attribute the claim to other category (point 2° of article 281 (1) of RDL 1/2020).</p> | Claims are listed in inverted order. |
| 6 | Senior non preferred claims | <p>Paragraph 2° of Fourteenth Additional Provision of Law 11/2015.</p> <p>This category includes ordinary non preferred claims arising from debt instruments which comply with the following conditions:</p> <ul style="list-style-type: none"> a) They have been issued or created with a maturity date equal to or exceeding 1 year; b) They are not derivative instruments nor do they have implicit derivative features; and c) Their contractual terms and conditions or their issuance prospectuses contain a clause stating that they rank below the rest of ordinary claims and therefore claims derived from such debt instruments always rank below ordinary claims. | |
| 7 | Ordinary claims | <p>According to article 269 (3) of RDL 1/2020, ordinary claims are claims which cannot be categorized as preferential or subordinated.</p> <p>Article 433 (1) of RDL 1/2020 states that ordinary claims will be paid after insolvency state claims and privileged claims.</p> | This category includes ordinary unsecured, non-preferred claims such as senior debt, outstanding commercial paper, uncovered non-preferential deposits, unsecured liabilities, trade liabilities, uncollateralised derivatives liabilities, etc. |
| 8 | Preferred deposits exceeding coverage | Eligible deposits from natural persons and micro, small and medium-sized enterprises which exceeds the coverage level as well as deposits from natural persons and micro, small and medium-sized enterprises which would have been | They are claims with general privilege. |

| Rank | Label of the claims | Legal basis | Comments |
|------|-------------------------------------|--|--|
| | | classified as covered deposits if they had not been constituted through branches located outside the EU of parent undertakings located in the EU (point b) of paragraph 1º of Fourteenth Additional Provision of Law 11/2015). | |
| 9 | Covered deposits | Deposits covered by the Spanish DGS and the rights in which the Spanish DGS has been subrogated in case the guarantee has been made effective (point a) of paragraph 2º of Fourteenth Additional Provision of Law 11/2015). | They are claims with general privilege. |
| 10 | Other claims with general privilege | <p>Claims included in the following paragraphs of article 280 of RDL 1/2020.</p> <ul style="list-style-type: none"> - 7º Claims held by the creditor who required the declaration of the insolvency proceedings, excluding subordinated debt up to 50% of its amount; - 6º Claims which involve new cash inflows granted under a refinancing agreement not subject to cancellation in the amount not recognised as claims against the insolvency estate; - 5º: claims for non-contractual or tortious civil liability; - 4º: up to 50% of the amounts owing on tax and social security claims as well as any other public debts, if they do not enjoy any other preferential treatment; - 3º: claims by individuals arising from free-lance work and those due to the author himself for assigning exploitation rights of works protected by copyright, if accrued in the six months before declaration of insolvency; - 2º: owed amounts relating to tax and Social Security withholdings owed by the insolvent debtor in fulfilment of a legal obligation; - 1º: claims for salaries that are not recognized special preference, up to the amount obtained by multiplying by three the minimum interprofessional salary by the number of days of salary pending payments; compensation arising from extinction of the contracts, up to the amount corresponding to the minimum legal compensation calculated on a basis that does not exceed three times the minimum interprofessional salary; compensations arising from workplace accidents or diseases as well as debts owed for breaches of occupational health and safety obligations (if accrued before the declaration of insolvency). | <p>Article 432 of RDL 1/2020 states the order of payment of claims with general privilege is done following the order of the claims listed in article 280 of RDL 1/2020 (and pari passu within each type of claim listed in the article).</p> <p>Hence, claims are listed in inverted order (e-g. claims included in point 7º of article 280 rank below claims in point 1º).</p> |
| 11 | Claims with special privilege: | <p>Claims included in the following paragraphs of article 270 of RDL 1/2020:</p> <ul style="list-style-type: none"> - 1º: claims secured with a voluntary or legal mortgage, either on moveable or immovable assets, or lien on mortgaged or pledged assets; - 2º: claims secured with an antichresis, on the yield of the immovable assets encumbered; | <p>Claims are listed in usual order to show that the claims are paid with the inflows provided by the guarantee they refer to.</p> <p>In order for the claims mentioned in points 1º to 5º of article 270 of RDL 1/2020 to be classified as having special preference, the relevant security must</p> |

| Rank | Label of the claims | Legal basis | Comments |
|------|--------------------------------------|--|--|
| | | <ul style="list-style-type: none"> - 3^o: claims for manufacturing purposes on the goods manufactured including those of employees on objects prepared by them while they are the property of or are in the possession of the insolvent debtor; - 4^o: claims for financial leases or purchase by instalment contracts of moveable or immovable assets, in favour of the lessors or sellers and, when appropriate, the financier, on assets leased with reservation of ownership, with prohibition of disposal or with a termination condition in the event of failure to pay; - 5^o: claims guaranteed with securities represented by book entries, on the encumbered securities; and - 6^o: claims guaranteed with a pledge constituted in a public document, on the pledged goods or rights that are in the possession of the creditor or a third party. | <p>have been constituted before the declaration of insolvency with the requirements foreseen in the specific legislation thereof to be opposable to third parties, except in the case of tacit legal mortgages or those referring to the goods manufactured by employees.</p> <p>The special preference shall only affect the part of the claim that does not exceed the value of the respective security that is recorded on the list of creditors, calculated according to the terms set forth in articles 273 to 279 of RDL 1/2020. The amount of the credit that exceeds that recognized as especially preferential shall be classified according to its nature.</p> |
| 12 | Claims against the insolvency estate | <p>Claims included in the following paragraphs of article 242 of RDL 1/2020:</p> <ul style="list-style-type: none"> - 1^o: credits for salaries for the last 30 days worked before the declaration of insolvency on amount not exceeding twice the minimum wage, which shall be paid; - 2^o: legal costs and necessary expenses for the application and declaration of insolvency, for the adoption of precautionary measures and for the publication of the court decisions foreseen in RDL 1/2020; - 3^o: The assistance and representation of the insolvent and the insolvency practitioner throughout the proceeding in case it is mandatory or results in interest of the insolvency state; - 4^o: Legal costs and necessary expenses for the assistance and representation of the insolvent debtor, the insolvency practitioners or creditors in proceedings in which, in interest of the insolvency state, are in process or are to be initiated. - 5^o: Credits for the obligation to pay the costs of dismissed appeals; - 6^o: Insolvency practitioner's fees; - 7^o: Alimony of the debtor and the people to whom he had a legal duty to provide it; | <p>According to article 429 of RDL 1/2020 before paying any other claims or credits the claims against the insolvency estate (<i>créditos contra la masa</i>) must be paid first. The order of credits when the insolvency estate is not sufficient to pay the claims against the insolvency estate is established in articles 249, 250, 470, 473, 474, 475, 476 of RDL 1/2020.</p> |

| Rank | Label of the claims | Legal basis | Comments |
|------|---------------------|--|----------|
| | | <ul style="list-style-type: none"> - 8^o: credits generated by the practice of professional or business activity of the debtor after the declaration of insolvency, including wage debts, severance pay and termination of employment contracts; - 9^o: credits arising from services provided by the insolvent debtor under reciprocal contracts and obligations pending of fulfillment that remain in force after the insolvency proceedings are declared open, and that derive from obligations to return and indemnify in cases of voluntary termination or due to breach by the insolvent debtor; - 10^o: those that derive from payment of claims with special preference, without disposal of goods or assets affected, or of rehabilitation of contracts or of stoppage of eviction, and in other cases foreseen in RDL 1/2020, for the sums due and those to accrue in the future borne by the insolvent debtor; - 11^o: those that, in cases of insolvency revocation of acts performed by the debtor, are related to the refund of considerations received by him, except if the ruling were to appreciate bad faith by the claimholder; - 12^o: those arising from obligations validly entered into by the insolvency practitioners during the proceedings, or with their authorization or approval; - 13^o: those arising from legal obligations or tortious liability of the insolvent debtor after the insolvency proceedings are declared open and until their conclusion; and - 14^o: In case of winding-up, credits granted to the insolvent debtor before the opening of the winding-up proceeding to finance the feasibility plan required in the composition approved by the Court. - 15^o: any other claims to which RDL 1/2020 specifically attributes such status. | |