Revolut EEA Group

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Revised Capital adequacy and risk management report (Pillar 3)

31 December 2024

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Introduction

Notes on basis of preparation

This report is prepared in accordance with the requirements of the Capital Requirements Directive (CRD) and the Capital Requirements Regulation No 575/2013 (CRR).

Pillar 3 disclosures complement those disclosed in the Revolut Holdings Europe UAB (RHEUAB or EEA Group) 2024 annual Management report and financial statements and provide additional information about the EEA Group's risk profile, including its regulatory capital, risk weighted assets (RWAs), liquidity, leverage exposures as well as information about the EEA Group's approach to managing risk.

The Basel framework is structured around three 'pillars'. Pillar 1 defines minimum capital requirements for credit, market and operational risk. The Pillar 2 defines Supervisory Review and Evaluation Process (SREP) requiring the EEA Group to carry out an internal capital adequacy assessment process (ICAAP), identifying and assessing all the relevant risks which are not covered within Pillar 1 and supporting adequate capital level and an internal liquidity adequacy assessment process (ILAAP) primarily concentrating on the funding and liquidity risk management. Pillar 3 stands for market discipline with the aim to produce disclosures that allow market participants to assess the scope of application by banks of the Basel framework and the rules in their jurisdiction, their capital condition, risk exposures and risk management processes, and hence their capital adequacy.

The EEA Group prepares the financial statements in accordance with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB) and endorsed by the European Union (EU).

Disclosures are prepared on an individual basis.

LEI code of the Revolut Holdings Europe UAB is 485100FX5Y9YLAQLNP12.

Rationale for restatement

The table titled "Table 2: Key Metrics", disclosed in the Capital adequacy and risk management report (Pillar 3) as of 31 December 2024 within the Executive Summary Section, has been restated.

The restatement reflects a number of enhancements introduced to strengthen the quality and regulatory alignment of the disclosures:

- Expanded Disclosures: Additional line items (i.e. EU 7a-EU 7d) have been incorporated.
- Refined Liquidity Coverage Ratio: The 12-month average LCR calculation and average inflows/outflows have been updated to to align to final Implementing Technical Standards (ITS) submissions and to improve comparability with peer institutions and industry practice as set out in EBA Guidelines.
- Updated data alignment: Reported figures are now based on the final validated data submitted to the competent authority, ensuring full consistency with resubmitted ITS figures.

These enhancements ensure that the Pillar 3 disclosures are fully aligned with applicable regulatory requirements, while also improving transparency, comparability and reliability of the published information.

Attestation

The Head of Finance hereby attests that the disclosures in the EEA Group's Risk Management and Capital Adequacy Report (Pillar 3), provided according to Part Eight of Regulation (EU) No 575/2013, have been prepared in accordance with the internal controls and procedures.

The system of internal control that is designed to maintain effective and efficient operations, compliant with the applicable laws and regulations on Pillar 3 disclosure requirements, stipulates the general principles that apply for the control processes and structures regarding the disclosure of risk and capital adequacy information in the EEA Group. The system ensures that the disclosed information is subject to effective, timely and adequate internal controls and monitoring structures.

Vytautas Valvonis

Chief Executive Officer Revolut Holdings Europe UAB

Olga Kosiakova

Head of Finance Revolut Holdings Europe UAB

(all amounts in EUR thousand unless stated otherwise)

Executive Summary

Table 1 - KM1: Key Metrics - Restated

		31-Dec-24	30-Sep-24	30-Jun-24	31-Mar-24	31-Dec-23
Available own funds (amounts)						
1	Common Equity Tier 1 (CET1) capital	881,568	804,555	585,463	584,834	475,195
2	Tier 1 capital	881,568	804,555	585,463	584,834	475,195
3	Total capital	881,568	804,555	585,463	584,834	475,195
Risk-weighted exposure amounts						
4	Total risk-weighted exposure amount	2,851,138	2,733,419	2,551,933	2,340,461	2,135,267
Capital ratios (as a percentage of risk-weighted exposure amount)						
5	Common Equity Tier 1 ratio (%)	30.92%	29.43%	22.94%	24.99%	22.25%
6	Tier 1 ratio (%)	30.92%	29.43%	22.94%	24.99%	22.25%
7	Total capital ratio (%)	30.92%	29.43%	22.94%	24.99%	22.25%
Additional own funds requirements to address risks other than the risk of excessive leverage (as a percentage of risk-weighted exposure amount)						
EU 7a	Additional own funds requirements to address risks other than the risk of excessive leverage (%)	3.70%	3.70%	3.70%	3.70%	3.70%
EU 7b	of which: to be made up of CET1 capital (percentage points)	2.08%	2.08%	2.08%	2.08%	2.08%
EU 7c	of which: to be made up of Tier 1 capital (percentage points)	2.78%	2.78%	2.78%	2.78%	2.78%
EU 7d	Total SREP own funds requirements (%)	11.70%	11.70%	11.70%	11.70%	11.70%
Combined buffer requirement (as a percentage of risk-weighted exposure amount)						
8	Capital conservation buffer (%)	2.50%	2.50%	2.50%	2.50%	2.50%
EU 8a	Conservation buffer due to macro-prudential or systemic risk identified at the level of a Member State (%)	0.00%	0.00%	0.00%	0.00%	0.00%
9	Institution specific countercyclical capital buffer (%)	0.97%	0.94%	0.98%	0.86%	0.81%
EU 9a	Systemic risk buffer (%)	0.00%	0.00%	0.00%	0.00%	0.00%
10	Global Systemically Important Institution buffer (%)	0.00%	0.00%	0.00%	0.00%	0.00%
EU 10a	Other Systemically Important Institution buffer (%)	2.00%	2.00%	1.00%	1.00%	1.00%
11	Combined buffer requirement (%)	5.47%	5.44%	4.48%	4.36%	4.31%
EU 11a	Overall capital requirements (%)	17.17%	17.14%	16.18%	16.06%	16.01%
12	CET1 available after meeting the total SREP own	19.22%	17.73%	11.24%	13.29%	10.55%

(all amounts in EUR thousand unless stated otherwise)

	funds requirements (%)					
Leverage ratio						
13	Total exposure measure	19,844,205	16,286,692	14,437,894	12,766,098	11,636,289
14	Leverage ratio (%)	4.44%	4.94%	4.06%	4.58%	4.08%
Additional own funds requirements to address the risk of excessive leverage (as a percentage of total exposure measure)						
EU 14a	Additional own funds requirements to address the risk of excessive leverage (%)	0.00%	0.00%	0.00%	0.00%	0.00%
EU 14b	of which: to be made up of CET1 capital (percentage points)	0.00%	0.00%	0.00%	0.00%	0.00%
EU 14c	Total SREP leverage ratio requirements (%)	3.00%	3.00%	3.00%	3.00%	3.00%
Leverage ratio buffer and overall leverage ratio requirement (as a percentage of total exposure measure)						
EU 14d	Leverage ratio buffer requirement (%)	0.00%	0.00%	0.00%	0.00%	0.00%
EU 14e	Overall leverage ratio requirement (%)	3.00%	3.00%	3.00%	3.00%	3.00%
Liquidity Coverage Ratio						
15	Total high-quality liquid assets (HQLA) (Weighted value -average)	10,398,900	9,700,826	9,119,053	8,684,203	8,293,501
EU 16a	Cash outflows - Total weighted value	2,465,059	2,158,013	1,910,287	1,699,064	1,437,528
EU 16B	Cash inflows - Total weighted value	845,132	790,351	739,436	649,684	564,285
16	Total net cash outflows (adjusted value)	1,619,927	1,367,662	1,170,851	1,049,379	873,243
17	Liquidity coverage ratio (%)	663.08%	715.72%	829.70%	881.48%	1020.01%
Net Stable Funding Ratio						
18	Total available stable funding	16,802,834	13,872,021	12,179,666	11,105,630	10,033,413
19	Total required stable funding	5,274,421	3,845,001	3,328,355	2,270,215	2,178,555
20	NSFR ratio (%)	318.57%	360.78%	365.94%	489.19%	460.55%

(all amounts in EUR thousand unless stated otherwise)

Table 2 - KM1: Key Metrics - Figures published on 31 December 2024 (for illustrative purposes)

		31-Dec-24	30-Sep-24	30-Jun-24	31-Mar-24	31-Dec-23
Available capital (amounts)						
1	Common Equity Tier 1 (CET1)	881,568	804,555	585,463	584,834	475,195
2	Tier 1	881,568	804,555	585,463	584,834	475,195
3	Total capital	881,568	804,555	585,463	584,834	475,195
Risk-weighted assets (amounts)						
4	Total risk-weighted assets (RWA)	2,851,138	2,733,419	2,551,933	2,340,461	2,120,236
Risk-based capital ratios as a percentage of RWA						
5	Common Equity Tier 1 ratio (%)	30.92	29.43	22.94	24.99	22.41
6	Tier 1 ratio (%)	30.92	29.43	22.94	24.99	22.41
7	Total capital ratio (%)	30.92	29.43	22.94	24.99	22.41
Additional CET1 buffer requirements as a percentage of RWA						
8	Capital conservation buffer requirement (2.5% from 2019) (%)	2.50%	2.50%	2.50%	2.50%	2.50%
9	Countercyclical buffer requirement (%)	0.97%	2.02%	0.98%	0.86%	0.63%
10	Other Systemically Important Institution buffer (%)	2.00%	2.00%	1.00%	1.00%	1.00%
11	Total of bank CET1 specific buffer requirements (%)	5.47%	6.52%	3.48%	3.36%	4.13%
12	CET1 available after meeting the bank's minimum capital requirements (%)	19.22%	17.73%	11.24%	13.29%	11.21%
Leverage ratio						
13	Total leverage ratio exposure measure	19,844,205	16,286,705	14,437,903	12,766,098	11,638,898
14	Leverage ratio (%) (row 2 / row 13)	4.44%	4.94%	4.06%	4.58%	4.08%
Liquidity Coverage Ratio						
15	Total HQLA	10,398,900	9,711,180	9,213,973	9,701,507	8,978,830
16	Total net cash outflow	1,619,927	1,367,253	1,555,204	1,581,906	1,422,998
17	LCR ratio (%)	641.94%	710.27%	592.46%	613.28%	630.98%
Net Stable Funding Ratio						
18	Total available stable funding	16,802,835	13,872,021	12,179,645	9,510,416	10,033,413
19	Total required stable funding	5,274,421	3,845,001	3,328,355	1,829,892	2,178,555
20	NSFR ratio (%)	318.57%	360.78%	365.94%	519.73%	460.55%