

SPARKASSE
Bank Malta plc

Financial & Regulatory Fact Sheet

BANKING | CUSTODY | INVESTMENTS

As at 30.06.2024

€938Mn

Balance Sheet

€60.3Mn

Own Funds

24.3%

Return on Equity

39.8%

Capital Adequacy Ratio

Authorisations

Sparkasse Bank Malta plc is authorised by the Malta Financial Services Authority and holds the following licenses:

Credit Institution Licence in terms of the Banking Act (Chapter 371 of the Laws of Malta): licensed to accept deposits of money from the public withdrawable or repayable on demand or after a fixed period or after notice or to borrow or raise money from the public (including the borrowing or raising of money by the issue of debentures or debenture stock or other instruments creating or acknowledging indebtedness), in either case for the purpose of employing such money in whole or in part by lending to others or otherwise investing for the account and at the risk of the licensee accepting such money. The Bank is also licensed to provide certain other banking services, including payment services.

Investment Firms License in terms of the Investment Services Act (Chapter 370 of the Laws of Malta): authorised to provide certain investment services and ancillary services to Retail Customers, Professional Customers and Eligible Counterparties in relation to certain financial instruments

Depository License in terms of the Investment Services Act (Chapter 370 of the Laws of Malta): authorised to provide Trustee, Custodian or Nominee Services to all types of collective investment schemes.

Registered Custodian in terms of the Retirement Pensions Act (Cap. 514 of the Laws of Malta): authorised to act as custodian of retirement schemes.

You may visit the Financial Services Register on the MFSA site by clicking [here](#) for further information and search for "Sparkasse Bank Malta".

Sparkasse Bank Malta plc Ireland Branch is authorised by the Central Bank of Ireland (CBI) to act as Depository to Irish authorised investment funds.

You may visit the Financial Services Register on the CBI site by clicking [here](#) for further information and search for "Sparkasse Bank Malta".

Bank Identifier Numbers

GIIN Number U2CW4K.00002.ME.470

LEI Number 21380099RT73NFBYS559

BIC SBMTMTMTXXX

VAT Number MT19716322

Annual Report, Certificate of Incorporation & Memorandum & Articles of Association



Sparkasse Bank Malta plc's most recent Annual Report may be downloaded from the Bank's website by clicking [here](#).

Previous Annual Reports are available upon request.

The Bank was registered by the Registrar of Companies as a public limited liability company on the 24th of October 2000 with Registration No. C 27152. The Bank is registered in Ireland as an external company, in respect of the Ireland Branch, with registration number 908881.

A copy of the Bank's Certificate of Incorporation and Memorandum and Articles of Association can be provided upon request.



Governance & Organisation

Board of Directors

The responsibilities of the Board of Directors in general, and acting in its management and supervisory function respectively, are described in the Bank's Internal Governance Policy, which includes the Terms of Reference of the Board of Directors. The key responsibilities of the Board of Directors consist of setting, approving and overseeing the implementation of the overall business strategy and key policies of the Bank, its overall risk strategy and internal governance and internal control framework.

Information on the members of the Board of Directors may be found by clicking [here](#).

The Board has established an Audit Committee and a Risk Committee. The Board of Directors itself fulfils the duties and role of the remuneration committee and the nomination committee without having established such committees.

The objective of the Audit Committee is to advise the Board on the Bank's internal control, internal audit and risk management systems and the Bank's accounting policies and external audit. The Risk Committee's objective is to advise the Board of Directors on risk appetite and risk management within the Bank and overseeing the implementation of the Bank's risk management framework. The functions of the respective Committees are set out in their Terms of Reference.

Senior Management and Management Committees

The Board of Directors has delegated certain management functions to Senior Management, namely the Managing Director and the Chief Technology Officer.

The Bank has created a Management Committee ('MANCO') in Malta, which is composed of the senior Heads or Managers of all departments. Its objective is to support and assist Senior Management in the performance of its management tasks, in particular by ensuring effective continuity, communication, coordination and cooperation between Senior Management and the departments, unit and functions within the Bank and between the various departments, units and functions themselves. The MANCO is chaired by and reports to the Managing Director.

The Regulatory Steering Committee is also a management committee, created to assist the Managing Director in managing and coordinating projects and initiatives to ensure compliance with regulatory and supervisory requirements and expectations across various departments and functions, managing and coordinating the Bank's internal resolution planning and resolvability work programme, and facilitating the supervisory review and evaluation process (SREP) and resolution planning process conducted by the MFSA.

Organisational Structure - 'three lines of defence'

The Bank follows the three lines of defence model for risk management and is organised so that the departments responsible for the business lines are separate from those responsible for support functions and internal control functions respectively.

The first line of defense, the business departments, is designed to distinguish between the Bank's core business lines. Each department is headed by a separate Head or Manager of Department who holds overall responsibility for that department. Apart from the business departments, the Bank's first line of defense provides for a number of support functions including the Account Management Department, Finance Department, IT Department, HR Department, Legal Department, Operations Department and Premises & Logistics Department., The Bank's second line of defense are the internal control functions including the Risk Management Function, Compliance Department and AML/CFT Department. Internal Audit acts as the third line of defense.

Anti-Money Laundering & Prevention of Financing of Terrorism

The law that regulates anti-money laundering and funding of terrorism in Malta is the Prevention of Money Laundering Act (Chapter 373 of the Laws of Malta), a copy of which may be accessed by clicking [here](#).

SBM, being a subject person in terms of the Prevention of Money Laundering and Funding of Terrorism Regulations (S.L. 373.01), is required to carry out customer due diligence on its clients. The Bank has adequate policies, and procedures in place which are in line with the Financial Intelligence Analysis Unit (FIAU) Implementing Procedures. Please follow the link to access the relative Implementing Procedures by clicking [here](#).

The Bank's Ireland branch is a "designated person" for the purposes of The Criminal Justice (Money Laundering and Terrorist Financing) Act 2010 and most recently Amendment Act of 2021 and has taken the necessary measures to meet its obligations under prevention of money laundering and funding of terrorism legislation and regulation that apply to it in Ireland.

Services & Products

- Provision of multiple currency cash accounts (current accounts and term deposits up to 1 year);
- Payment services in terms of PSD2 (direct participants in SWIFT, SEPA and TARGET2);
- Foreign exchange;
- Online banking access and services;
- Portfolio / Securities accounts
- Receipt and transmission / execution of orders in financial instruments in terms of MiFID2;
- Investment Advisory Services;
- Securities settlement;
- Custody / nominee services;
- Precious metals transactions and storage;
- Custody and depositary services for collective investment schemes (UCITS, PIFS, AIFS and NAIFS);
- Liquidity Management Accounts;
- LEI Management Services



Compensation Schemes

The Depositor Compensation Scheme

The Depositor Compensation Scheme is a rescue fund for depositors of failed banks which are licensed by the Malta Financial Services Authority. The Scheme can only pay compensation if a bank is unable to meet its obligations towards depositors or has otherwise suspended payment. The Scheme is based on the EU Directive 2014/49/EU on deposit guarantee schemes.

More information on the Depositor Compensation Scheme may be obtained from the compensation Scheme website by clicking [here](#). More information may also be obtained by clicking [here](#) and viewing the Depositor Compensation Scheme Information Sheet.

The Investor Compensation Scheme

The Investor Compensation Scheme is a rescue fund for customers of failed investment firms which are licensed by the Malta Financial Services Authority. The Scheme can only pay compensation if a licensed investment firm is unable or likely to be unable to pay claims against it. In general this is when the licensed firm stops trading or becomes insolvent. The Scheme is based on the EU Directive 97/9 on investor compensation schemes.

More information on the Investor Compensation Scheme may be obtained from the Compensation Scheme website by clicking [here](#).

Selected Key Financial Figures - Q2 2024

Indicator / Ratio	Jun-23	Sep-23	Dec-23	Mar-24	Jun-24
LEVERAGE					
Total On Balance Sheet Exposures	965,660	921,898	936,540	957,059	936,727
Total Off Balance Sheet Exposures	31,332	30,111	30,102	30,292	29,336
Leverage Ratio	4.7%	4.9%	6.2%	6.1%	6.2%
PROFITABILITY					
Return on Assets	1.9%	1.9%	1.4%	1.9%	2.1%
Return of Equity	29.9%	27.6%	19.7%	24.3%	24.3%
Cost to Income Ratio	33.1%	33.1%	39.5%	37.3%	34.9%
LIQUIDITY (ILAAP)					
Liquid Assets to Short-Term Liabilities	67.1%	66.6%	68.7%	68.9%	74.1%
Liquid Assets to Total Assets	62.1%	58.4%	63.2%	63.0%	65.4%
Liquidity Coverage Ratio	338.3%	351.8%	344.7%	368.6%	364.2%
Net Stable Funding Ratio	445.1%	399.5%	423.9%	450.3%	415.3%
PILLAR 1 PILLAR 2 OWN FUNDS (ICAAP)					
Credit Risk	106,847	107,196	118,909	118,098	115,395
Market Risk	117	104	109	114	100
Operational Risk	23,828	23,828	35,831	35,831	35,831
Total Pillar 1 Risk	130,791	131,128	154,849	154,043	151,326
Total SREP Capital Requirements (TSCR)	10,463	10,490	12,388	12,323	12,106
Capital Conservation Buffer	3,270	3,278	3,871	3,851	3,783
Counter-cyclical Capital Buffer	137	171	480	456	529
Pillar 2 Requirement	6,540	5,901	6,968	6,932	6,810
Pillar 2 Guidance	1,308	1,967	2,323	2,311	2,270
Overall Capital Requirements	21,718	21,807	26,030	25,873	25,498
Own Funds	46,693	46,782	60,079	60,165	60,251
Risk Weighted Assets as a % of Total Assets	13.5%	14.2%	16.5%	16.1%	16.2%
Capital Adequacy Ratio	35.7%	35.7%	38.8%	39.1%	39.8%

ABSOLUTE (IN € 000's)



Registered Offices

Sparkasse Bank Malta plc

101 Townsquare, Ix Xatt ta' Qui-si-Sana,
Sliema, SLM 3112
Malta

Sparkasse Bank Malta plc | Ireland Branch

9 Windsor Place,
1st Floor, Dublin 2
D02 YF30 Ireland

SPARKASSE

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