



# **Disclosure in Accordance with Part 8 of Regulation (EU)**

**No. 575/2013 (CRR) as of 31<sup>st</sup> December 2024**

of Western Union International Bank GmbH

## Table of Contents

About this document.....	3
1. General information about Western Union International Bank GmbH.....	3
2. Key Metrics (Art. 447 CRR).....	5
List of Abbreviations .....	7

## About this document

In accordance with Part 8 of Regulation (EU) No. 575/2013 (Capital Requirements Regulation – CRR), institutions within the meaning of Art. 4 (3) CRR are required to fulfil increased information duties in relation to their organisational structure, their risk management and their risk capital situation within the scope of their external reporting.

With Part 8 of the CRR, the third pillar of Basel II (“Market Discipline”) was implemented in Europe. The CRR applies directly and uniformly in all Member States of the European Economic Area (EEA) as an EU Regulation and requires no implementation in national law. The latest revised version of the Capital Requirements Regulation (CRR 3) is applicable from 1 January 2025. In addition to Part 8 of the CRR, all implementing regulations of the European Commission and guidelines of the European Banking Authority (EBA) have been taken into consideration in the preparation of this document.

With this disclosure statement, Western Union International Bank GmbH complies with these regulatory information requirements at the consolidated level of the credit institution group. This Disclosure is available on the website [www.westernunionbank.com](http://www.westernunionbank.com). Unless stated otherwise, all data refer to 31 December 2024 and to the credit institution group of Western Union International Bank GmbH.

The structure of this document follows the structure from Part 8 of the CRR. As Western Union International Bank GmbH is a “small and non-complex institute” according to CRR, the disclosure follows the requirements under Art. 433b CRR. Additionally, the requirements of the implementing technical standards published by EBA and issued as an implementing regulation of the European Commission have been considered (Commission Implementing Regulation (EU) 2022/631).

## 1. General information about Western Union International Bank GmbH

Western Union International Bank GmbH (**WUIB**), with its registered office in Vienna and its business address at The Icon Vienna (Turm 24), Wiedner Gürtel 13, 1100 Vienna, registered with the commercial register under no. 256184 t, was founded in 2004 and is a wholly-owned indirect subsidiary of The Western Union Company, which is listed on the New York Stock Exchange (NYSE: WU) and is the leading service provider for money transfer globally.

WUIB provides banking services with a focus on payment solutions for private and business customers in the European Economic Area (EEA). As the European bank of the Western Union Group, we actively contribute to financial inclusion and integration with our products. Our payment and banking services cover a wide range of our customers' financial needs.

WUIB engages in the following business areas:

### Money transfer business (private and corporate clients):

WUIB engages in the money transfer business through an agent in Austria as well as through an Internet platform ([www.westernunion.com](http://www.westernunion.com)) in all countries in the European Economic Area, except for Greece and additionally including Switzerland.

At present, WUIB offers the following Money Transfer products:

- Online money transfer: This product version allows the sender to send funds from a credit card and/or from an online (bank) account via an Internet platform of Western Union ([www.westernunion.com](http://www.westernunion.com)) or via the online banking platform of specific banks. The sender specifies the recipient and the country in which the

money transfer shall be disbursed. The disbursement takes place in cash to the recipient. Alternatively, the disbursement can be made to a (bank) account. Additionally, WUIB offers the so-called Account Pay-out Network service (APN), which allows consumers to send money to bank accounts, to bank cards or to a mobile wallet.

- Money transfer for corporate clients (QuickPay/QuickCash): The first money transfer product version in the corporate client area (QuickPay) enables private individuals to pay amounts directly to a company, which is in a contractual relationship with WUIB, for the payment of invoices. The processing takes place by the private individual handing over the amount to a Western Union agent, which subsequently transfers the amount to the corporate client. The second money transfer product version in the corporate client area (QuickCash) enables corporate clients to send monetary amounts worldwide swiftly via the Western Union money transfer system to private individuals (for example, as “Emergency Cash”). The recipient may collect the money transfer from a Western Union agent. The corporate client subsequently transfers the owed monetary amounts to WUIB.

#### Consumer Banking:

As part of Western Union’s and WUIB’s future strategy to enhance its consumer banking offering, WUIB has launched a consumer banking product called Western Union Digital Banking (WUDB), which is a digital bank account and combines elements of money transfer, currency management, payments and stored value. WUIB aims to create a consumer ecosystem that supports customers through multiple needs. By delivering this capability, customers shift from an infrequent transactional relationship to a deeper account-based relationship that extends beyond cross-border money transfer. The underlying strategy of the WUDB account is to increase financial inclusion and improve the financial lives and general well-being of our customers, through a consumer ecosystem that supports their needs.

The foundation of the consumer ecosystem is the WUDB account with multicurrency capabilities, creating a direct relationship of senders and receivers. Additional features and financial services will be added as the product evolves.

Other business areas: The business activities of WUIB are complemented by banking business activities including deposit, current accounts, cash lodgement and credit business.

During the reporting year, we focused on optimizing the customer experience with regard to the performance and ease of use of our digital applications. We increased the attractiveness of our products by reactivating our branches in Germany and Italy.

## 2. Key Metrics (Art. 447 CRR)

The below table shows the own funds, risk-weighted exposure amounts (RWEA), buffer and own funds requirements as well as important ratios related to capital, leverage, liquidity coverage and net stable funding ratio.

in EURm

	31.12.2024	31.12.2023
<b>Available own funds (amounts)</b>		
Common Equity Tier 1 (CET1) capital	75.349	106.347
Tier 1 capital	75.349	106.347
Total capital	75.349	106.347
<b>Risk-weighted exposure amounts</b>		
Total risk-weighted exposure amount	262.159	349.539
<b>Capital ratios (as a percentage of RWEA)</b>		
Common Equity Tier 1 ratio (%)	28.74%	30.42%
Tier 1 ratio (%)	28.74%	30.42%
Total capital ratio (%)	28.74%	30.42%
<b>Additional own funds requirements based on SREP (as a percentage of RWEA)</b>		
Additional CET1 SREP requirements (%)	4.05%	2.10%
Additional AT1 SREP requirements (%)	1.18%	1.18%
Additional T2 SREP requirements (%)	1.58%	1.58%
Total SREP own funds requirements (%)	12.05%	10.10%
<b>Combined buffer requirement (as a percentage of RWEA)</b>		
Capital conservation buffer (%)	2.50%	2.50%
Conservation buffer due to macro-prudential or systemic risk identified at the level of a Member State (%)	0	0
Institution specific countercyclical capital buffer (%)	0.16%	0.32%
Systemic risk buffer (%)	0	0
Global Systemically Important Institution buffer (%)	0	0
Other Systemically Important Institution buffer	0	0
Combined buffer requirement (%)	2.66%	2.82%
Overall capital requirements (%)	14.71%	12.92%
CET1 available after meeting the total SREP own funds requirements (%)	0	0
<b>Leverage ratio</b>		
Leverage ratio total exposure measure	207.750	330.384
Leverage ratio	36.27%	32.19%
<b>Additional own funds requirements to address risks of excessive leverage (as a percentage of leverage ratio total exposure amount)</b>		
Additional CET1 leverage ratio requirements (%)	-	-
Additional AT1 leverage ratio requirements (%)	-	-
Additional T2 leverage ratio requirements (%)	3%	3%
Total SREP leverage ratio requirements (%)	-	-

Applicable leverage buffer	3%	3%
Overall leverage ratio requirements (%)	3%	3%
<b>Liquidity Coverage Ratio</b>		
Total high-quality liquid assets (HQLA) (Weighted value -average)	150.092	174.009
Cash outflows - Total weighted value	87.649	215.105
Cash inflows - Total weighted value	46.753	125.960
Total net cash outflows (adjusted value)	21.011	30.953
Liquidity coverage ratio (%)	841.04%	637.12%
<b>Net Stable Funding Ratio</b>		
Total available stable funding	90.364	127.810
Total required stable funding	27.750	36.731
NSFR ratio (%)	325.63%	347.97%

**Table 1: Template EU KM1 – Key metrics**

The own funds of WUIB are exclusively comprised of Common Equity Tier 1 and therefore Common Equity Tier 1 ratio equals Tier 1 ratio and Total capital ratio. WUIB is committed to maintain a target capital ratio of 20%, which is well above the early warning threshold of 17.5% and of the regulatory minimum of 15.5% for WUIB. The main drivers of WUIB's capital ratio are own funds requirement for operational risk, whereas own funds requirement for credit and market risk are less significant. Capital requirement for operational risk is driven by the revenues of WUIB, as WUIB applies the Basic Indicator Approach. Credit risk capital requirement was mainly driven by receivables from Quick Cash business, intercompany receivables and exposure to commercial banks. Market risk was exclusively driven by the fx positions in WUIB's balance sheet.

The calculation of the leverage ratio is based on the standards of the Delegated Regulation (EU) 2015/62 of the Commission dated 10 October 2014 on the amendment of Regulation (EU) No. 575/2013 of the European Parliament and the Council with respect to the leverage ratio. The leverage ratio is part of the Risk Appetite Statement of WUIB, it is a recovery indicator and is monitored and reported monthly in the Risk Committee and quarterly to the Supervisory Board of WUIB. The leverage ratio is primary driven by the on-balance sheet assets. WUIB had a leverage ratio well above the regulatory minimum of 3% throughout 2024.

The main drivers of the LCR are the changes funds at in central banks which are dependent on client activity and the outflows from deposits from financial institution customers and credit institutions. The LCR as of December 31, 2024 amounts to 1388% and through 2024 LCR ratio fluctuated between 495% and 1388%, well above the regulatory minimum threshold of 100%. Similarly, the NSFR was at 326% as of December 31, 2024 and it fluctuated between 161% and 485% through 2024, also well above the regulatory minimum threshold of 100%.

## List of Abbreviations

AT1	Additional Tier 1 Capital
CET 1	Common Equity Tier 1 Capital
CRR	Capital Requirements Regulation (Regulation (EU) No. 575/2013)
EBA	European Banking Authority
EEA	European Economic Area
FX	Foreign Exchange
LCR	Liquidity Coverage Ratio
NSFR	Net Stable Funding Ratio
RWEA	Risk Weighted Exposure Amount
SREP	Supervisory Review and Evaluation Process
T2	Tier 2 Capital
WU	Western Union
WUIB	Western Union International Bank GmbH
WUOL	Western Union Overseas Ltd