

Euroclear Bank

Stand-alone financial statements
at 31 December 2016

has the adequate personal attributes in order for each committee to fulfil its role efficiently.

Board advisory committees

Audit Committee (AC)

The AC assists the Board in fulfilling its financial reporting, audit and compliance oversight responsibilities. The AC is comprised of three non-executive directors of the Company and is supported by an observer. All members of the AC collectively have in-depth knowledge of the financial markets and services and also collectively have an understanding of the company's business, accounting and audit matters. At least one member is competent in accounting and/or audit matters.

Risk Committee (RC)

The RC assists the Board in fulfilling its risk oversight responsibilities. The RC is comprised of three non-executive directors of the Company and is supported by an observer. The RC assists and advises the Board of Directors in its oversight of the Company's risk management governance structure, risk tolerance, appetite and strategy and key risks as well as the processes for monitoring and mitigating such risks. The RC members have the skills and experience to be able to understand and oversee such risk strategy, risk appetite and risk tolerance of the Company.

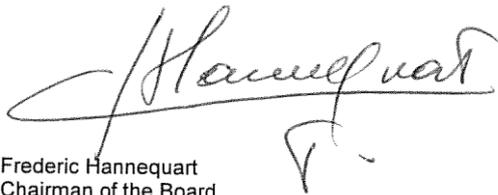
Nominations and Governance Committee (NGC)

The NGC assists and advises the Board of Directors in all matters in relation to the nomination of Board and Management Committee members, Board and Committee composition, succession planning as well as corporate governance matters as they apply to the Company. The NGC is comprised of two non-executive directors of the Company and is composed in such a way so as to be able to properly and independently advise the Board of Directors on the composition and the functioning of the Board and Board Committees of the Company and, in particular, on the fit and proper character of their members.

Remuneration Committee (RemCom)

The RemCom assists and advises the Board of Directors in defining a global compensation philosophy for the Company and in ensuring that the members of the Management Committee ("Executives"), the non-executive Board and Board Committee members of the Company are compensated as per the principles described in Euroclear's compensation principles and overseeing management's implementation of the compensation principles. The RemCom is comprised of two non-executive directors of the Company. The RemCom is composed in such a way to be able to properly and independently advise the Board of Directors on remuneration policies and practices as a whole taking into account the risks and liquidity needs of the Company.

By order of the Board



Frederic Hannequart
Chairman of the Board

27 February 2017

Euroclear Bank Board and Committees - composition

as at 31 December 2016

Members	Euroclear Bank Board	Audit Committee	Risk Committee	Management Committee	Nominations & Governance Committee	Remuneration Committee
Frédéric Hannequart (Chairman)	•				• (chair)	• (chair)
Pierre Berger Independent Director	•				•	•
Victoria Cochrane Independent Director	•	•	•			
Mike Martin Independent Director	•	• (chair)	• (chair)			
Lieve Mostrey	•	•	•			
Valérie Urbain Executive Director CEO Euroclear Bank	•			• (chair)		
Didier Boonen Executive Director CFO Euroclear Bank	•			•		
Pierre Slechten Executive Director	•			•		
Peter Sneyers Executive Director CRO Euroclear Bank	•			•		
OBSERVER						
Franco Passacantando		•	•			

Balance sheet

For the year ended 31 December

(€'000)	Notes	2016	2015
Assets			
I. Cash in hand, balances with central banks and post offices		-	-
II. Government securities eligible for refinancing at the central bank		1,430,307	1,343,481
III. Amounts receivable from credit institutions	I	13,982,924	13,484,627
A. On demand		5,635,538	1,833,978
B. Other amounts receivable (at fixed term or period of notice)		8,347,386	11,650,649
IV. Amounts receivable from customers	II	3,349,836	3,968,812
V. Bonds and other fixed-income securities	III	1,169,437	809,729
A. Of public issuers		919,404	566,610
B. Of other issuers		250,033	243,119
VI. Corporate shares and other variable-income securities	IV	-	-
VII. Financial fixed assets	V, VI	31,118	31,242
A. Participating interests in affiliated enterprises		23,200	23,200
B. Participating interests in other associated enterprises		-	-
C. Other shares or stakes constituting financial fixed assets		7,918	8,042
D. Subordinated loans with affiliated enterprises and with other associated enterprises		-	-
VIII. Formation expenses and intangible fixed assets	VII	9	13
IX. Tangible fixed assets	VIII	2,584	2,998
X. Own shares		-	-
XI. Other assets	IX	18,178	15,765
XII. Deferred charges and accrued income	X	143,233	99,697
Total assets		20,127,626	19,756,364

The accompanying Notes form part of these financial statements.

Balance sheet (continued)

For the year ended 31 December

(€'000)	Notes	2016	2015
Liabilities			
I. Amounts payable to credit institutions	XI	13,896,586	12,957,520
A. On demand		13,555,997	12,552,002
B. Resulting from refinancing by rediscounting of trade bills		-	-
C. Other amounts payable at fixed term or period of notice		340,589	405,518
II. Amounts payable to customers	XII	4,415,625	5,104,978
A. Savings deposits		-	-
B. Other amounts payable		4,415,625	5,104,978
1. On demand		3,688,825	4,634,310
2. At fixed term or period of notice		726,800	470,668
3. Resulting from refinancing by rediscounting of trade bills		-	-
III. Debt securities in issue	XIII	-	-
A. Bills and bonds in circulation		-	-
B. Other		-	-
IV. Other amounts payable	XIV	162,567	159,573
V. Accrued charges and deferred income	XV	105,391	81,538
VI. A. Provisions for risks and charges		15,163	5,714
1. Pensions and similar obligations		828	1,065
2. Fiscal charges		-	-
3. Other risks and charges	XVI	14,335	4,649
B. Deferred taxes		-	-
VII. Fund for general banking risks		-	-
VIII. Subordinated liabilities	XVII	-	-
Shareholders' equity		1,532,294	1,447,041
IX. Capital	XVIII	285,497	285,497
A. Called up share capital		285,497	285,497
B. Uncalled capital		-	-
X. Share premium account		558,008	558,008
XI. Revaluation reserve		-	-
XII. Reserves		94,047	94,047
A. Legal reserve		28,549	28,549
B. Non available reserve		-	-
1. For own shares		-	-
2. Others		-	-
C. Untaxed reserve		-	-
D. Available reserve		65,498	65,498
XIII. Profit (loss (-)) carried forward		594,742	509,489
Total liabilities		20,127,626	19,756,364

The accompanying Notes form part of these financial statements.

Off-balance sheet items

For the year ended 31 December

(€'000)	Notes	2016	2015
Off-balance sheet items			
I. Contingent liabilities	XXII	28,298,635	18,576,063
A. Unnegotiated acceptances		-	-
B. Guarantees in the nature of credit substitutes		28,298,635	18,576,063
C. Other guarantees		-	-
D. Documentary credits		-	-
E. Assets pledged by secured guarantees on behalf of third parties		-	-
II. Commitments which can give rise to a credit risk	XXII	3,751,833	2,195,948
A. Firm commitments to make funds available		3,751,833	2,195,948
B. Commitments in respect of spot purchases of transferable securities or other assets		-	-
C. Available margin under confirmed credit lines		-	-
D. Commitments to underwrite and place securities		-	-
E. Repurchase commitments resulting from imperfect repurchase agreements		-	-
III. Assets entrusted to the institution		12,861,757,628	12,550,755,920
A. Assets held on an organised trusteeship basis		-	-
B. Assets in safe custody and under similar arrangements		12,861,757,628	12,550,755,920
IV. To be paid upon corporate shares and units		-	-

Under the terms of the Euroclear Securities Lending and Borrowing Programme, Euroclear Bank provides a guarantee to securities lenders whereby if a securities borrower is unable to return the securities, Euroclear Bank guarantees the lender to receive replacement securities or their cash equivalent. A similar guarantee applies to Euroclear Bank's GC Access Programme. The guarantee is valued at market value of the loan securities plus accrued interest. Euroclear Bank's policy is that all securities borrowings are covered by collateral pledged by the borrowing banks and customers.

The accompanying Notes form part of these financial statements.

Profit and loss statement

As at 31 December

(€'000)	Notes	2016	2015
Income statement			
<i>(list form)</i>			
I. Interest and similar income	XXIII	184,372	149,000
Of which : from fixed-income securities		(8,234)	(4,203)
II. Interest and similar charges (-)		(33,805)	(26,216)
III. Income from variable-income securities	XXIII	1,007	39
A. Corporate shares and other variable-income securities		-	-
B. Participating interests in affiliated enterprises		1,007	-
C. Participating interests in associated enterprises		-	-
D. Other shares or stakes representing financial fixed assets		-	39
IV. Commissions received	XXIII	1,016,289	977,219
A. Brokerage and similar commissions		285,385	269,765
B. Management, advisory and safekeeping services		513,542	494,565
C. Other commissions received		217,362	212,889
V. Commissions paid		(425,687)	(408,094)
VI. Profit from (loss on) financial operations	XXIII	9,157	3,771
A. Foreign exchange transactions and transactions in securities and other financial instruments		6,642	3,771
B. Sale of investment securities and similar operations		2,515	-
VII. General administrative expenses		(456,811)	(428,209)
A. Wages and salaries, social charges and pensions		(131,166)	(119,736)
B. Other administrative expenses		(325,645)	(308,473)
VIII. Depreciation and amounts written off (-) on formation expenses and intangible and tangible fixed assets		(1,729)	(1,409)
IX. Write-back of amounts written off (amounts written off (-)) on amounts receivable and write-back provisions (provision (-))for headings "I. Contingent liabilities" and "II. Commitments which can give rise to a credit risk" in the off-balance sheet section		322	(288)
X. Write-back of amounts written off (amounts written off(-))on the investment portfolio of bonds, shares and other fixed-income or variable-income securities		-	-
XI. Uses and write-back of provisions for risks and charges other than those referred to in heading "I. Contingent liabilities"and "II. Commitments which can give rise to a credit risk" in the off-balance sheet section		246	224
XII. Provisions for risks and charges other than those covered in headings "I. Contingent liabilities" and "II. Commitments which can give rise to a credit risk" in the off-balance sheet section (-)		(11,185)	(1,764)
XIII. Transfers from (Appropriation to) the fund for general banking risks		-	-
XIV. Other operating income	XXIII	5,330	4,696
XV. Other operating charges (-)	XXIII	(38,360)	(37,239)
XVI. Current profit (loss) before taxes		249,144	231,729

The accompanying Notes form part of these financial statements.

Profit and loss statement (continued)

As at 31 December

(€'000)	Notes	2016	2015
Income statement (continued)			
<i>(list form)</i>			
XVII. Exceptional income		-	513
A. Write-back of depreciation and amounts written off on intangible and tangible fixed assets		-	-
B. Write-back of amounts written off on financial fixed assets		-	-
C. Write-back of provisions for exceptional risks and charges		-	-
D. Capital gains on disposal of fixed assets		-	513
E. Other exceptional income	XXV	-	-
XVIII. Exceptional charges		(121,200)	(39)
A. Exceptional depreciation on and amounts written off on formation expenses, intangible and tangible fixed assets		-	(38)
B. Amounts written off on financial fixed assets		-	-
C. Provisions for extraordinary risks and charges		-	-
D. Capital losses on disposal of fixed assets		-	(1)
E. Other exceptional charges	XXV	(121,200)	-
XIX. Profit (Loss (-)) for the year before taxes		127,944	232,203
XIX. Bis. Deferred taxes		-	-
A. Transfers to deferred taxes (-)		-	-
B. Transfers from deferred taxes		-	-
XX. Taxes on profit	XXVI	(42,691)	(67,752)
A. Taxes (-)		(42,691)	(68,704)
B. Adjustment of income taxes and write-back of tax provisions		-	952
XXI. Profit (Loss (-)) for the year		85,253	164,451
XXII. Transfers to the non taxable reserve (-)		-	-
XXII. Transfers from the non taxable reserve		-	-
XXIII. Profit (loss (-)) for the year to be appropriated		85,253	164,451

The accompanying Notes form part of these financial statements.

Appropriation and transfer

As at 31 December

(€'000)	2016	2015
Appropriation and transfer		
A. Profit (loss (-)) to be appropriated	594,742	654,494
1. Profit (loss (-)) of the year to be appropriated	85,253	164,451
2. Carried forward profit (loss (-)) of previous financial years	509,489	490,043
B. Transfer from shareholder's equity	-	-
1. From capital and share premium	-	-
2. From reserves	-	-
C. Appropriation to shareholder's equity (-)	-	-
1. To the capital and to the share premium	-	-
2. To the legal reserve	-	-
3. To the other reserves	-	-
D. Carried forward result	(594,742)	(509,489)
1. Carried forward profit (-)	(594,742)	(509,489)
2. Carried forward loss	-	-
E. Shareholders' intervention in the loss	-	-
F. Profit to be distributed (-)	-	(145,005)
1. Shareholders (a)	-	(145,005)
2. Directors (a)	-	-
3. Other beneficiaries (a)	-	-

(a) solely in Belgian limited companies

The accompanying Notes form part of these financial statements.

Notes to the stand-alone financial statements

I. Amounts receivable from credit institutions

(Heading III of balance sheet assets)

As at 31 December

(€'000)	2016	2015
<i>(heading III of the assets)</i>		
A. For the heading as a whole	13,982,924	13,484,627
1. Amount receivable from affiliated enterprises	-	-
2. Amount receivable from other enterprises linked by participating interests	-	-
3. Subordinated amounts receivable	-	-
In terms of nature, the following additional analysis is relevant		
- Surplus funds with banks	13,567,877	13,065,021
- Loans to banks	415,047	419,606
	13,982,924	13,484,627
B. Other amounts receivable (with a term or period of notice) from credit institutions	8,347,386	11,650,649
<i>(heading III B. of the assets)</i>	-	-
1. Bills eligible for refinancing at the central bank of the country or countries of establishment of the credit institution	-	-
2. Breakdown according to remaining term to maturity		
- Up to 3 months	8,347,386	11,558,796
- Over 3 months and up to one year	-	91,853
- Over one year and up to 5 years	-	-
- Over 5 years	-	-
- Undated	-	-

II. Amounts receivable from customers

(Heading IV of balance sheet assets)

As at 31 December

(€'000)	2016	2015
1. Amounts receivable from affiliated enterprises	377	364
2. Amounts receivable from other enterprises linked by participating interests	-	-
3. Subordinated amounts receivable	-	-
4. Bills eligible for refinancing at the central bank of the country or countries of establishment of the credit institution	-	-
5. Breakdown of amounts receivable according to remaining term to maturity		
a. Up to 3 months	1,940,895	1,546,517
b. Over 3 months and up to one year	1,408,941	2,422,295
c. Over one year and up to 5 years	-	-
d. Over 5 years	-	-
e. Undated	-	-
6. Breakdown according to the nature of the debtors		
a. On public authorities	9,003	23
b. On individuals	-	-
c. On corporates	3,340,833	3,968,789
7. Breakdown by type		
a. Commercial paper	-	-
b. Leasing loans	-	-
c. Consumer loans	-	-
d. Real estate loans	-	-
e. Other loans superior to 1 year	-	-
f. Other	3,349,836	3,968,812
8. Geographical breakdown (a)		
a. Belgium	14,738	10,526
b. Foreign countries	3,335,098	3,958,286
	3,349,836	3,968,812
9. Analytical data related to real estate loans with reconstitution of capital at the bank		
a. Initial capital granted	-	-
b. Reconstitution fund and mathematical reserve linked to the loans	-	-
c. Net position (a-b)	-	-

(a) The geographical breakdown is made in function of the beneficiaries of the credit.

III. Bonds and other fixed-income securities

(Heading V of balance sheet assets)

As at 31 December

(€'000)	2016	2015
A. General	1,169,437	809,729
1. Bonds and other securities issued by affiliated enterprises	-	-
2. Bonds and other securities issued by other enterprises linked by participating interests	-	-
3. Bonds and securities representing subordinated loans	-	-
4. Geographical breakdown of the following headings		
a. Belgian public issuers	300,562	-
b. Foreign public issuers	618,842	566,610
c. Belgian other issuers	41,902	91,101
d. Foreign other issuers	208,131	152,018
5. Quotations		
a. Book value listed securities	1,169,437	809,729
b. Market value listed securities	1,170,418	809,061
c. Book value unlisted securities	-	-
6. Quotations and durations		
a. Residual term up to one year	719,612	304,052
b. Residual term over one year	449,825	505,677
7. Bonds and securities belonging to		
a. Trading portfolio	-	-
b. Investment portfolio	1,169,437	809,729
8. For the trading portfolio		
a. Positive difference between the market value and the acquisition value for bonds and securities to be valued at their market value	-	-
b. Positive difference between the market value and the book value for bonds and securities valued in accordance with Article 35 ter §2 (2)	-	-
9. For the investment portfolio		
a. Positive difference in respect of all securities with a redemption value higher than their book value	-	-
b. Negative difference in respect of all securities with a redemption value lower than their book value	10	14,329

III. Bonds and other fixed-income securities (continued)

(Heading V of balance sheet assets)

As at 31 December

(€'000)	2016	2015
B. Details of the book value of the investment portfolio		
1. Acquisition value at the end of the previous financial year	809,729	1,027,948
2. Changes during the financial year		
a. Acquisitions	684,395	1,475,617
b. Redemptions and disposals	(310,000)	(1,679,623)
c. Adjustments made in accordance with Article 35 ter §4 and 5 (+/-)	(14,687)	(14,213)
3. Acquisition value at the end of the financial year	1,169,437	809,729
4. Transfers between portfolios		
a. From the investment portfolio to the trading portfolio (-)	-	-
b. From the trading portfolio to the investment portfolio (+)	-	-
c. Impacts of these transfers on the result	-	-
5. Write-offs at the end of the previous financial year	-	-
6. Changes during the financial year		
a. Charged	-	-
b. Reserved because of surplus (-)	-	-
c. Cancelled (-)	-	-
d. Transferred from one heading to another (-)	-	-
7. Write-offs at the end of the financial year	-	-
8. Book value at the end of the financial year	1,169,437	809,729

IV. Corporate shares and other variable-income securities

(Heading VI of balance sheet assets)

As at 31 December

(€'000)	2016	2015
A. General information		
1. Geographical breakdown of the issuers of the securities		
a. Belgian issuers	-	-
b. Foreign issuers	-	-
2. Quotations		
a. Book value listed securities	-	-
b. Market value listed securities	-	-
c. Unlisted securities	-	-
3. Shares and securities belonging to the		
a. Trading portfolio	-	-
b. Investment portfolio	-	-
4. For the trading portfolio		
a. Positive difference between the acquisition value and the market value for securities valued at their market value	-	-
b. Positive difference between the market value, when higher, and the book value for securities valued in accordance with Article 35 ter § 2 (2)	-	-

IV. Corporate shares and other variable-income securities (continued)

(Heading VI of balance sheet assets)

As at 31 December

(€'000)	2016	2015
B. Details of the book value of the investment portfolio		
1. Acquisition value at the end of the previous financial year	-	-
2. Changes during the financial year	-	-
a. Acquisitions	-	-
b. Cancelled (-)	-	-
c. Other changes	-	-
3. Acquisition value at the end of the financial year	-	-
4. Transfers between portfolios		
a. From the investment portfolio to the trading portfolio (-)	-	-
b. From the trading portfolio to the investment portfolio (+)	-	-
c. Impact of these transfers on the result	-	-
5. Write-offs at the end of the previous financial year	-	-
6. Changes during the financial year	-	-
a. Charged	-	-
b. Reversed because of surplus (-)	-	-
c. Cancelled (-)	-	-
d. Transferred from one heading to another (+/-)	-	-
7. Write-offs at the end of the financial year	-	-
8. Book value at the end of the financial year	-	-

V. Financial fixed assets

(Heading VII of balance sheet assets)

As at 31 December

(€000)	2016		2015	
	Credit institutions	Other	Credit institutions	Other
A. Breakdown of the headings VII A, B, C, D of the assets				
1. Economic sector of				
a. Participation in affiliated enterprises	-	23,200	-	23,200
b. Participation in other enterprises linked by participating interests	-	-	-	-
c. Other financial assets	-	7,918	-	8,042
d. Subordinated loans with affiliated enterprises and with other associated enterprises	-	-	-	-

(€000)	2016		2015	
	Quoted	Not quoted	Quoted	Not quoted
2. Quotation				
a. Participation in affiliated enterprises	-	23,200	-	23,200
b. Participation in other enterprises linked by participating interests	-	-	-	-
c. Other financial fixed assets	-	7,918	124	7,918
d. Subordinated loans with affiliated enterprises and with other associated enterprises	-	-	-	-

V. Financial fixed assets (continued)

(Heading VII of balance sheet assets)

As at 31 December 2016

(€'000)	Affiliated (VII.A.)	Enterprises Associated (VII.B.)	Other (VII.C.)
B. Details on the book value at the end of the financial year (VII A, B and C of the assets)			
1. Acquisition value at the end of the previous financial year	23,200	-	8,042
2. Changes during the financial year	-	-	-
a. Acquisitions	-	-	-
b. Sales	-	-	(124)
c. Transfers from one heading to another (+/-)	-	-	-
3. Acquisition value at the end of the financial year	23,200	-	7,918
4. Revaluation at the end of the previous financial year	-	-	-
5. Changes during the financial year	-	-	-
a. Charged	-	-	-
b. Acquired from third parties	-	-	-
c. Cancelled (-)	-	-	-
d. Transferred from one heading to another(+/-)	-	-	-
6. Revaluation at the end of the financial year	-	-	-
7. Write-offs at the end of the previous financial year	-	-	-
8. Changes during the financial year	-	-	-
a. Charged	-	-	-
b. Reversed because of surplus (-)	-	-	-
c. Acquired from third parties	-	-	-
d. Cancelled (-)	-	-	-
e. Transfers from one heading to another (+/-)	-	-	-
9. Write-offs at the end of the financial year	-	-	-
10. Net book value at the end of the financial year	23,200	-	7,918

V. Financial fixed assets (continued)

(Heading VII of balance sheet assets)

As at 31 December 2016

(€'000)	Affiliated enterprises	Associated enterprises
C. Details of the subordinated loans		
1. Net book value at the end of the previous financial year	-	-
2. Changes during the financial year	-	-
a. Additions	-	-
b. Repayments (-)	-	-
c. Write-off (-)	-	-
d. Write-off taken back	-	-
e. Exchange differences (+/-)	-	-
f. Other change(+/-)	-	-
3. Net book value at the end of the financial year	-	-
4. Cumulated provisions at the end of the financial year	-	-

VI. A. List of affiliated enterprises

As at 31 December 2016

Mentioned hereafter are the enterprises in which the credit institution holds a participation as mentioned in the Royal Decree of 23 September 1992, as well as the other enterprises in which the credit institution holds social rights representing at least 10% of the subscribed equity.

Name, address, VAT or Nat. Id nr	Shareholder's stake				Data from the last available financial statements			
	Type of shares	Directly Number	%	Through subsidiaries %	Financial statements of	Currency	Equity	Net result
Calar Belgium SA/NV 1 Boulevard du Roi Albert II 1210 Brussels, Belgium Registre des sociétés civiles : 1489	Ordinary shares	157,354	100		31/12/2016	€000	22,809	1,124

VI. B. List of enterprises for which the credit institution as a shareholder is bearing unlimited liability

As at 31 December 2016

Code	Name and complete address of the headquarter and for the Belgian enterprises, mention of the VAT number or the national number	Possible code (a)
	05	10

(a) *The financial statements of the enterprise:*

- A. *are published by deposit at the National Bank of Belgium by this enterprise;*
- B. *are effectively published by this enterprise in another EU Member State as per Article 3 of the Directive: 68/151/CEE; and*
- C. *are integrated in the global consolidation or by proportional consolidation of the consolidated financial statements of the credit institution controlled and published in agreement with the Royal Decree of 23 September 1992 related to the consolidated accounts of credit institutions*

VII. Formation expenses and intangible fixed assets

(Heading VIII of balance sheet assets)

As at 31 December 2016

(€'000)	2016		
A. Detail of the formation expenses			
1. Net book value at the end of the previous financial year			-
2. Changes during the financial year			-
a. New expenses incurred			-
b. Depreciation			-
c. Other changes			-
3. Net book value at the end of the financial year			-
4. Including			
a. Formation and capital - increased expenses or issuing expenses for loans and other start-up expenses			-
b. Reorganisation expenses			-
B. Intangible fixed assets			
(€'000)	Goodwill	Other intangible fixed assets	Commissions for the operations of art 27 Bis
1. Acquisition value at the end of the previous financial year	-	37,940	-
2. Changes during the financial year	-	9	-
a. Acquisitions including production of fixed assets	-	9	-
b. Transfers and disposals (-)	-	-	-
c. Transfers from one heading to another(-)	-	-	-
3. Acquisition value at the end of the financial year	-	37,949	-
4. Depreciation and amounts written off at the end of the previous financial year	-	37,927	-
5. Changes during the financial year	-	13	-
a. Charged	-	4	-
b. Reversed because of surplus (-)	-	-	-
c. Acquired from third parties	-	-	-
d. Cancelled (-)	-	-	-
e. Transferred from one heading to another (+/-)	-	9	-
6. Depreciation and amounts written off at the end of the financial year	-	37,940	-
7. Net book value at the end of the financial year	-	9	-

VIII. Tangible fixed assets

(Heading IX of balance sheet assets)

As at 31 December 2016

(€'000)	Land and buildings	Installations, machines and tools	Furniture, fixtures and vehicles	Leasing and similar rights	Other tangible fixed assets	Fixed assets under construction and advance payments
1. Acquisition value at the end of the previous financial year	-	2,758	1,399	-	4,368	-
2. Changes during the financial year	-	452	261	-	605	-
a. Acquisitions including own production of fixed assets	-	452	261	-	605	-
b. Transfers and disposals (-)	-	-	-	-	-	-
c. Transfers from one heading to another (+/-)	-	-	-	-	-	-
3. Acquisition value at the end of the financial year	-	3,210	1,660	-	4,973	-
4. Revaluations at the end of the previous financial year	-	-	-	-	-	-
5. Changes during the financial year	-	-	-	-	-	-
a. Recorded	-	-	-	-	-	-
b. Acquired from third parties	-	-	-	-	-	-
c. Cancelled (-)	-	-	-	-	-	-
d. Transferred from one heading to another (+/-)	-	-	-	-	-	-
6. Revaluations at the end of the financial year	-	-	-	-	-	-
7. Depreciation and amounts written-off at the end of the previous financial year	-	2,031	759	-	2,737	-
8. Changes during the financial year	-	461	160	-	1,112	-
a. Charged	-	452	170	-	1,103	-
b. Reversed because of surplus (-)	-	-	-	-	-	-
c. Acquired from third parties	-	-	-	-	-	-
d. Cancelled (-)	-	(2)	-	-	-	-
e. Transferred from one heading to another (+/-)	-	10	(10)	-	9	-
9. Depreciation and amounts written-off at the end of the financial year	-	2,492	919	-	3,849	-
10. Net book value at the end of the financial year	-	718	741	-	1,125	-

IX. Other assets

(Heading XI of balance sheet assets)

As at 31 December

(€'000)	2016	2015
Breakdown of this caption if it represents an important amount		
a. VAT & WHT to recover	14,617	11,352
b. Guarantee deposits	3,423	4,017
c. Tax assets	-	-
d. Miscellaneous	137	396
	18,178	15,765

X. Deferred charges and accrued income

(Heading XII of balance sheet assets)

As at 31 December

(€'000)	2016	2015
1. Deferred charges	2,363	2,514
2. Accrued income	140,870	97,183
	143,233	99,697

X.bis Re-use of funds of segregated customers

(Heading XII of balance sheet)

As at 31 December

(€'000)	2016	2015
1. Total amount	-	-

XI. Amounts payable to credit institutions

(Heading I of balance sheet liabilities)

As at 31 December

(€'000)	2016	2015
1. For the heading as a whole, amounts payable to affiliated enterprises	-	-
2. For the heading as a whole, amounts payable to other enterprises linked by participating interests	-	-
3. Breakdown of the amounts payable other than at sight according to their residual term (heading I.B and C of the liabilities)		
a. Up to three months	340,589	405,518
b. Over three months and up to one year	-	-
c. Over one year and up to five years	-	-
d. Over five years	-	-
e. Undated	-	-
	340,589	405,518

XII. Amounts payable to customers

(Heading II of balance sheet liabilities)

As at 31 December

(€'000)	2016	2015
1. Amounts payable to affiliated enterprises	205,910	2,420
2. Amounts payable to other enterprises linked by participating interests	-	-
3. Breakdown by residual term		
a. At sight	4,165,802	5,001,733
b. Up to 3 months	40,571	87,745
c. Over 3 months and up to one year	10,500	15,500
d. Over one year and up to 5 years	-	-
e. Over 5 years	198,752	-
f. Undated	-	-
4. Breakdown of the debts according to the nature of the debtors		
a. Debts on public authorities	11,042	45,226
b. Debts on individuals	-	-
c. Debts on corporates	4,404,583	5,059,752
5. Geographical breakdown of the amounts payable to		
a. Belgium	100,051	95,592
b. Foreign countries	4,315,574	5,009,386
	4,415,625	5,104,978

Amounts payable to credit institutions and customers (headings I and II of balance sheet liabilities) include an amount of 4,203,430,483,000 €-equivalent of deposits blocked pursuant to applicable international sanctions measures.

On 16 December 2016, A 10-year contingent convertible loan amounting to €200,000,000 (corresponding to one third of the proceeds of the senior unsecured debt instrument issued by Euroclear Investments SA) was granted by Euroclear Investments SA to Euroclear Bank (principal amount of €198,955,000, net of €1,245,000 of issue costs). This loan bears interest from and including 16 December 2016 to (but excluding) the interest payment date falling on 16 December 2026 at the rate of 4.74% per annum. This internal convertible senior loan is intended to strengthen its recovery profile of the Bank.

XIII. Debt securities in issue

(Heading III of balance sheet liabilities)

As at 31 December

(€'000)	2016	2015
1. Amounts payable which, to the knowledge of the credit institution, constitute amounts payable to affiliated enterprises	-	-
2. Amounts payable which, to the knowledge of the credit institution, constitute amounts payable to other enterprises linked by participating interests	-	-
3. Breakdown according to the residual term		
a. Up to 3 months	-	-
b. Over 3 months and up to one year	-	-
c. Over one year and up to 5 years	-	-
d. Over 5 years	-	-
e. Undated	-	-
	-	-
	-	-

XIV. Other amounts payable

(Heading IV of balance sheet liabilities)

As at 31 December

(€'000)	2016	2015
1. Fiscal and social debts towards the fiscal administration	90,925	59,728
a. Overdue	-	-
b. Not overdue	90,925	59,728
2. Fiscal and social debts towards the social security authorities	4,040	3,817
a. Overdue	-	-
b. Not overdue	4,040	3,817
3. Taxes		
a. Payable	58,382	119
b. Estimated	32,543	59,609
4. Other debts		
Breakdown of this caption if it represents an important amount		
Dividend	-	44,982
Payroll (other than social security)	48,096	36,906
Other payable	19,505	14,140

XV. Accrued charged and deferred income

(Heading V of balance sheet liabilities)

As at 31 December

(€'000)	2016	2015
1. Accrued charges	105,230	80,905
2. Deferred income	161	633
	105,391	81,538

XVI. Provisions for risks and charges

(Heading VI.A.3 of balance sheet liabilities)

As at 31 December

(€'000)	2016	2015
Breakdown of this heading if it represents an important amount		
Onerous contracts	-	-
Dilapidation costs	187	131
Taxes	5,198	4,518
Provision for early retirement	8,949	
	14,334	4,649

XVII. Statement of subordinated liabilities

(Heading VIII of balance sheet liabilities)

As at 31 December

(€'000)	2016	2015
1. Debts to affiliated enterprises	-	-
2. Debts to other enterprises linked by participating interest	-	-
3. Charges in respect of subordinated debts	-	2,043
4. Details of subordinated debt are as follows:		

XVIII. Statement of capital and shareholders' structure

As at 31 December 2016

	Amounts (€'000)	Number of shares
1. Capital		
a. Subscribed capital (<i>heading IX. A. of the liabilities</i>)		
- At the end of the last financial year	285,497	70,838
- Subscribed capital changes throughout the exercise	-	-
- At the end of the financial year	285,497	70,838
b. Structure of capital		
- Categories of shares		
* Ordinary shares	285,497	70,838
* Registered or dematerialised shares		
* Registered	xxxxxxxxxxxxxxx	70,838
* Dematerialised	xxxxxxxxxxxxxxx	-
	Uncalled capital	Called up capital, unpaid
2. Called up but unpaid capital		
a. Shareholders still owing capital payment	-	-
	Capital amount held	Corresponding number of shares
3. Own shares held		
a. By the credit institution	-	-
b. By its subsidiaries	-	-
4. Share issuance commitment		
a. Following the exercise of conversion rights		
- Amount of convertible loans outstanding	-	-
- Amount of capital to be subscribed	-	-
- Corresponding maximum number of shares to issue	-	-
b. Following the exercise of subscription rights		
- Number of subscription rights outstanding	-	-
- Capital amount to be subscribed	-	-
- Corresponding maximum number of shares to issue	-	-
5. Non-subscribed authorised capital	-	-
	Number of stakes	Number of voices related to
6. Shares not representing capital		
Which are		
a. Held by the credit institution	-	-
b. Held by its subsidiaries	-	-

XIX. Breakdown of total assets and total liabilities in euros and foreign currencies

As at 31 December 2016

(€'000)	In euros	In foreign currencies (euro equivalent)
Total assets	10,570,457	9,557,169
Total liabilities	7,220,392	12,907,234

XX. Trustee operations referred to in Article 27ter, § 1 paragraph 3

As at 31 December

(€'000)	2016
Concerned headings of the assets and liabilities	

XXI. Guaranteed liabilities and commitments

As at 31 December 2016

Secured guarantees provided or irrevocably promised by the credit institution on its own assets

(€'000)	Mortgages (a)	Pledging of goodwill (b)	Pledges on other assets (c)	Guarantees established on future assets (d)
1. As security for liabilities and commitments of the credit institution				
a. Headings of the liabilities				
b. Off-balance sheet headings				
- Guarantee w ith the National Bank of Belgium	-	-	1,569,282	-
- Guarantee w ith credit institutions	-	-	35,539	-
2. As security for liabilities and commitments of third parties				
a. Headings of the liabilities				
b. Off-balance sheet headings			2,195,141	

(a): Amount registered or book value of the real estate encumbered if the latter is lower

(b): Amount registered

(c): Book value of the assets pledged

(d): Amount of the assets in question

Part of our Investment securities, with a book value of € 1,569,282,000 (2015: € 2,112,278,000) and € 2,195,141,000 of securities, coming from the reverse repo activity we do with different counterparts, have been deposited with the National Bank of Belgium as potential collateral for TARGET2-related exposures. However, there was no outstanding exposure at 31 December 2016.

XXII. Statement of the contingent liabilities and of commitments which can give rise to a credit risk

(Heading I and II of the off-balance sheet)

As at 31 December

(€'000)	2016	2015
Total of contingent liabilities on account of affiliated enterprises	-	-
Total of contingent liabilities on account of other enterprises linked by participating interests	-	-
Total of the commitments to affiliated enterprises	-	-
Total of the commitments to other enterprises linked by participating interests	-	-

XXIII. Details concerning the results of the current and previous financial year

(Headings I through XV of the profit and loss accounts)

As at 31 December

(€'000)	2016		2015	
	Belgian entities	Entities abroad	Belgian entities	Entities abroad
1. Breakdown of operating income according to origin				
a. Interests and similar income	184,262	110	148,961	39
b. Income from variable-income securities				
- Corporate shares and other variable-income securities	-	-	-	-
- Participation in affiliated enterprises	1,007	-	-	-
- Participation in other enterprises linked by participating interests	-	-	-	-
- Participating interests and shares representing financial fixed assets	-	-	39	-
c. Commissions received	1,016,289	-	977,219	-
d. Profit from financial operations				
- From exchange transactions and transactions in securities and other financial instruments	6,643	(1)	3,695	76
- From sale of investment securities	-	-	-	-
e. Other operating income	5,170	160	4,558	138

XXIII. Details concerning the results of the current and previous financial year (continued)

(Headings I through XV of the profit and loss accounts)

As at 31 December

(€'000)	2016	2015
2. Workers registered		
a. Total number of workers at the end of the financial year	1,665	1,672
b. Average number registered as full-time equivalent	1,644	1,574
- Management	256	243
- Employees	1,388	1,331
- Manual workers	-	-
- Other	-	-
c. Number of hours worked	2,642,738	2,394,988
3. Social charges		
a. Wages and direct social advantages	93,136	92,490
b. Social insurance paid by the employer	19,725	20,403
c. Employer premiums for extra legal insurance	2,117	1,911
d. Other	4,492	4,578
e. Pensions	11,696	354
	131,166	119,736
4. Provisions for pensions		
a. Additions (+)	9	400
b. Write-backs (-)	(246)	(224)
	(237)	176
5. Other operating income		
a. Breakdown of the heading XIV if they represent an important amount		
.....		
.....		
.....		
6. Other operating charges		
(heading XV of the profit and loss account)		
a. Taxes	5,092	5,859
b. Other operating charges	33,268	31,380
c. Breakdown of the other operating charges if they represent an important amount		
- Licence fees	27,275	25,678
- Other operating charges	5,993	5,702
	38,360	37,239
7. Operating results linked to affiliated enterprises		
a. Revenues	18,354	11,261
b. Expenses	485,297	346,757

XXIV. Forward off-balance sheet operations in securities, foreign currencies and other financial instruments which do not constitute commitments which can give rise to a credit risk within the meaning of heading II of the off-balance sheet

As at 31 December 2016

(€'000)	Amount at 31 December 2016	Of which transactions do not constitute hedging transactions
A. Types of operations		
1. On transferable securities		
a. Forward purchases and sales of transferable securities and negotiable instruments	-	-
2. On currencies (a)		
a. Forward exchange operations	4,085,531	-
b. Interest-rate and currency swaps	-	-
c. Currency futures	-	-
d. Currency options	-	-
e. Forward exchange rate contracts	-	-
3. On other financial instruments		
a. On interests (b)		
- Interest-rate swaps	-	-
- Interest-rate futures	-	-
- Forward interest-rate contracts	-	-
- Interest-rate options	-	-
b. Other forward purchases and sales (c)		
- Other option contracts	-	-
- Other futures operations	-	-
- Other forward purchases and sales	-	-
	4,085,531	-

(a) Amounts to be delivered

(b) Nominal/notional reference amount

(c) Agreed buying/selling price

Estimation of the impact on the results of the derogation to the valuation rule defined under Article 36 Bis, § 2, granted by the Belgian Banking and Finance Commission, concerning interest-rate derivatives.

(€'000)	Amount at 31 December 2016 (a)	Difference between market value and book value (b)
B. Type of interest-rate derivative		
1. For the purposes of treasury management	-	-
2. For the purposes of asset and liability management	-	-
3. Without effect on risk reduction	-	-

(a) Notional amount

(b) Positive fair value (Negative fair value)

XXV. Exceptional results

(Heading XVII.E and XVIII.E of the profit and loss accounts)

As at 31 December

(€'000)	2016	2015
1. Realised gain on disposal of fixed assets to affiliated enterprises	-	-
2. Realised loss on disposals of fixed assets to affiliated enterprises	-	-
3. Breakdown of the heading if it represents an important amount (heading XVII. E. of the income statement)		
.....		
.....		
4. Other exceptional charges - Breakdown of the heading if it represents an important amount		
-Intellectual property reprurchase	121,200	
Euroclear Bank paid a one-off indemnity of €121,200,000, in consideration for the immediate termination of the license agreement under which it operates and for Euroclear Plc's waiver of its pre-emption rights.		
.....		

XXVI. Income taxes

(Heading XX of the profit and loss accounts)

As at 31 December

(€'000)	2016	2015
1. Income tax for the year	42,866	68,598
a. Taxes or withholding taxes paid or due	10,323	8,989
b. Taxes or withholding taxes receivable booked as an asset	-	-
c. Additional estimated tax (brought to heading IV. B. of the liabilities) as fiscal debts	32,543	59,609
2. Income taxes on previous financial years	(175)	(846)
a. Additional taxes or withholding taxes	(175)	(846)
b. Additional estimated taxes (brought to the heading IV of the liabilities) or provisioned (brought to heading VIA.2. of the liabilities)	-	-
	42,691	67,752
3. Sources of the differences between accounting profit and tax profit		
With particular mention of those related to timing differences (if the impact on the corporate profit is significant)		
- Non-deductible expenses	3,507	4,091
- Taxable provisions	6,379	971
- Notional interest	(15,717)	(22,500)
- RDT	(957)	(502)
- Non tax deductible pension costs	11,304	
4. Impact on the extraordinary results of the taxes on the result of the year		
.....		
.....		
.....		
5. Sources of deferred taxes (where those indications are important for the valuation of the credit institution)		
a. Deferred tax assets		
- Cumulated tax losses, future deductible taxed benefits	-	-
b. Deferred tax liabilities	-	-
.....		

XXVII. Other taxes and taxes at the charges of third parties

As at 31 December

(€'000)	2016	2015
1. VAT charged and special taxes		
a. To the credit institution (deductible)	143,228	136,976
b. By the credit institution	12,986	13,564
2. Taxes withheld		
a. Personal income tax withheld	18,847	18,838
b. Withholding tax on financial revenue	-	1

XXVIII. Off-balance sheet rights and commitments and transactions with related parties

As at 31 December

(€'000)	2016	2015
1. Major commitments for the acquisition of fixed assets		
.....		
.....		
.....		
2. Major commitments for the sale of fixed assets		
.....		
.....		
.....		
3. Important legal proceedings and other important commitments	-	-
.....		
.....		
4. If necessary, brief description of the commitments relating to the supplementary retirement benefit plan for the benefit of employees and directors		
5. Retirement benefits which are the responsibility of the credit institution		
- Estimated amount of engagement for the credit institution for services already carried out	-	-
- Method of this estimation	-	-
6. Nature and business purpose of off-balance sheet operations	99,496	78,514
To the extent that the risks and advantages related to those operations are significant and that the disclosure of those risks and rewards is necessary for the correct assessment of the financial situation of the institution		
The commitment of Euroclear Bank towards Euroclear SA/NV as of 31 December 2016 amounts to €99,496,000 and corresponds to the development costs related to infrastructure and innovation projects currently under development or already launched that Euroclear SA/NV, as owner, will charge out in future years.		
.....		
.....		
7. Transactions with related parties not carried out at arm's length	-	-
Disclosure of such transactions to the extent that they are significant, including their amount, the nature of the links with the related party, as well as any other information on the transactions which would be necessary for a better understanding of the financial situation of the institution		
.....		
NIL		
.....		

XXIX. Financial relations with

As at 31 December

(€'000)	2016	2015
A. Directors and managers, individuals or corporate bodies who control the credit institution directly or indirectly, but who are not affiliated enterprises or other enterprises controlled directly or indirectly by those persons		
1. Amounts receivable from them		
a. Main conditions concerning amounts receivable	-	-
2. Amount of guarantees given on their behalf		
a. Main conditions concerning guarantees given on their behalf	-	-
3. Other significant commitments undertaken in their favour		
a. Main conditions concerning other commitments	-	-
4. The amount of direct and indirect remuneration and pensions included in the income statement, as long as this disclosure does not concern exclusively or mainly the situation of a single identifiable person		
a. To directors and managers	1,649	1,728
b. To past directors and past managers	-	-
(€'000)	2016	2015
B. The auditor(s) and person(s) to whom he (they) is (are) linked		
1. Audit fees	339	357
2. Non-statutory audit services		
a. Other assurance services	180	180
b. Tax services	-	-
c. Other services	-	-
3. Non-statutory audit services performed by individuals related to the statutory auditor		
a. Other assurance services	-	-
b. Tax services	-	-
c. Other services	-	-
4. Notices in application of alinea 133, paragraph 6 of the Belgian Company Code		
	519	537

Euroclear Bank ensures that the independence of the external auditor is preserved through a specific policy adopted by the Board and agreed to by PwC. This policy adheres to the highest standards of independence. The engagement of the external auditor for non-core services is subject to specific controls, supervised by the Audit Committee.

XXX. Positions in financial instruments

As at 31 December

(€'000)	2016	2015
1. Financial instruments to be received on behalf of customers	-	-
2. Financial instruments to be delivered to customers	-	-
3. Financial instruments deposited by customers	9,936,059,798	9,475,167,856
4. Financial instruments from customers deposited	12,859,248,283	12,550,388,614
5. Financial instruments from customers received in guarantee	2,925,697,829	3,075,588,064
6. Financial instruments from customers given in guarantee	2,509,344	367,306

XXXI. Derivative financial instruments not estimated at fair value

As at 31 December

(€'000)	2016	2015
Estimation of the fair value of every category of derivative financial instruments not estimated at fair value in the financial statements, with indications of the nature, volumes and risk hedged of such instruments		
a. Foreign exchange options	-	-
b. Forward foreign exchange	(458)	1,538
c. Interest rate derivatives	-	-

The notional amount of the derivatives with positive fair market value amounts €107,043,000,000, and to €75,740,000,000 with negative fair market value.

The group applies hedge accounting for expected revenue streams influenced by changes in foreign exchange rates for certain currencies.

XXXII. Statement relative to the consolidated accounts

As at 31 December 2016

Declaration related to consolidated accountsA. Information to be completed by all the credit institutions

The credit institution establishes and publishes consolidated accounts and a consolidated management report in accordance with the Royal Decree of 23 September 1992 relating to the consolidated accounts of credit institutions: ~~YES~~ / NO¹

The credit institution does not establish consolidated accounts or a management report for one of the following reasons¹:

- ~~• the credit institution does not control, solely or jointly, one or more subsidiaries under Belgian or foreign law~~
- ~~• the credit institution, however, submitted to the Royal Decree of 23 September 1992, is exempted to establish consolidated accounts and a consolidated management report because the credit institution is a subsidiary of a mother company that establishes and publishes consolidated accounts (Article 4 of the Royal Decree of 23 September 1992):~~
 - ~~◦ justification of the respect of the provisions set out Article 4~~
 - ~~◦ name, complete address of the headquarter company and, if it concerns a Belgian legal entity, the VAT number or the national number of the mother company that establishes and publishes the consolidated accounts in the name of which the exemption is authorised~~
- the credit institution only controls subsidiaries which are, both individually and on a combined basis, insignificant for providing a true and fair view on the consolidated financial statements.

B. Information to be completed by the credit institution if a subsidiary or a joint subsidiary

Name, complete address of the headquarter and, if it concerns a Belgian legal entity, the VAT number or the national number of the mother company and mention if this mother company establishes and publishes consolidated accounts in which the credit institution accounts are integrated by the consolidation²:

Ultimate parent

Euroclear plc
33 Cannon Street
London EC4M 5SB
United Kingdom

Immediate parent

Euroclear SA/NV
1 Boulevard du Roi Albert II
1210 Brussels
Belgium
BE 423.747.369

If the mother company is under foreign law, place where the above-mentioned consolidated accounts can be obtained²:

Euroclear plc
Baarematte
6340 Baar
Switzerland

Euroclear SA/NV
1 Boulevard du Roi Albert II
1210 Brussels
Belgium
BE 423.747.369

¹ Delete as appropriate

² If the accounts of the institution are consolidated at several levels, the indications are given on the one hand for the biggest consolidation scope and on the other hand, for the smallest consolidation scope to which the institution belongs as a subsidiary, and for which consolidated accounts are prepared and published

Staff survey

As at 31 December 2016

Social security number : 30/01186583-53

Number of the social consulting committees governing the Company: 310

I. Details of staff employed

A. Staff under contract

	Total	1. Men	2. Women
1. During the financial year			
a. Average number of staff			
- Full-time	812	350	462
- Part-time	194	17	177
- Total full-time equivalents (FTE)	964	363	601
b. Effective hours worked			
- Full-time	1,112,537	503,696	608,841
- Part-time	206,882	19,928	186,954
- Total	1,319,419	523,624	795,795
c. Personnel expenses (€'000)			
- Full-time	65,371	31,669	33,702
- Part-time	12,560	1,208	11,352
- Total	77,932	32,877	45,055
d. Benefits in addition to wages (€'000)	1,072	412	660
	P. Total	1P. Men	2P. Women
2. During the previous financial year			
a. Average number of staff	1,022	392	630
b. Effective hours worked	1,408,968	566,150	842,818
c. Personnel expenses (€'000)	80,642	33,925	46,717
d. Benefits in addition to wages (€'000)	1,130	442	688

Staff survey (continued)

As at 31 December 2016

	Full-time	Part-time	Total (T) or total full-time equivalents (FTE)
3. At the end of the financial year			
a. Number of staff in the personnel register	760	195	913
b. Breakdown by type of employment contract			
- Contract of unlimited duration	752	195	905
- Contract of limited duration	8	-	8
- One-job contract	-	-	-
- Interim substitution contract	-	-	-
c. Breakdown by sex and school degree			
- Men	327	16	339
Primary school	-	-	-
Secondary school	30	5	34
Higher non-academic degree	115	4	118
Academic degree	182	7	187
- Women	433	179	574
Primary school	-	-	-
Secondary school	58	17	71
Higher non-academic degree	127	60	174
Academic degree	248	102	329
d. Breakdown by professional occupation			
- Management	150	34	178
- Employees	610	161	735
- Manual workers	-	-	-
- Other	-	-	-

B. Hired staff and staff put at disposal of the Company

	Hired personnel	Personnel put at disposal
1. Average number of people	1	-
2. Effective hours worked	1,084	-
3. Expenses incurred by the Company (€'000)	63	-

Staff survey (continued)

As at 31 December 2016

II. Evolution of staff numbers during the financial year

	1. Full-time	2. Part-time	3. Total full-time equivalents
A. New employment contracts			
1. Number of staff engaged during the financial year	14	5	18
2. Breakdown by type of employment contract			
a. Contract of undefined duration	13	5	17
b. Contract of defined duration	1	-	1
c. One-job contract	-	-	-
d. Interim substitution contract	-	-	-
B. Employment contracts terminated			
1. Number of employment contracts terminated during the financial year	118	9	125
2. Breakdown by type of employment contract			
a. Contract of undefined duration	75	9	82
b. Contract of defined duration	43	-	43
c. One-job contract	-	-	-
d. Interim substitution contracts	-	-	-
3. Breakdown by motive for the termination of the contract			
a. Retirement	1	-	1
b. Early retirement	1	-	1
c. Dismissal	5	1	6
d. Other reason	111	8	117
- Of which the number of staff that continues to provide services to the Company as an independent on at least a half-time basis	-	-	-

Staff survey (continued)

As at 31 December 2016

III. Staff participating in training programmes

(€'000)	Men	Women
1. Continued training initiatives with a formal character at the expense of the Company		
a. Number of staff involved	218	405
b. Number of training hours	3,783	7,706
c. Expenses incurred by the Company (€'000)	1,192	2,414
- of which gross charges directly linked to training	1,181	2,399
- of which contributions paid to collective funds	11	15
- of which subsidies and other financial advantages received	-	-
2. Continued training initiatives with less formal or informal character at the expense of the Company		
a. Number of staff involved	6	11
b. Number of training hours	18	33
c. Expenses incurred by the Company (€'000)	1	0
3. Initial training initiatives at the expense of the Company		
a. Number of staff involved	-	-
b. Number of training hours	-	-
c. Expenses incurred by the Company	-	-

Complementary Information

As at 31 December 2016

I. Pension Plan

The group, which adopted IAS 19 in 2006, has a wide range of defined-benefit pension plans and medical plans covering employees in Belgium.

The assets of the plans are held separately from those of the group.

The most recent full actuarial valuations of the plans, under IFRS (IAS 19), were made by independent qualified professional actuaries as of 31 December 2016.

Funding levels are monitored on an annual basis and contributions are made to comply with minimum requirements as determined by local regulations and, if applicable, internal funding policy. The group considers that the contribution rates set at the last valuation date are sufficient to eliminate the deficit over the agreed period and that regular contributions, which are based on service costs, will not increase significantly.

The pension cost in 2016, computed in accordance with IAS 19 (taking into account, for example, projected salary increases and inflation up to the time of retirement) amounted to €4,931,000 (2015: €5,307,000) and was fully expensed in the current year. The contribution, reflecting employers' contributions for funded plans and benefit disbursements for unfunded plans, amounted to €331,000 (2015: €2,854,000). The actuarial valuation at 31 December 2016, also computed in accordance with IAS 19, showed a deficit of €25,521,000 (2014: €14,217,000).

The deficit is detailed as follows:

(€'000)	2016	2015
1. Balance at 1 January	(14,217)	(16,705)
2. Movements		
a. Contributions	331	2,854
b. Service cost	(4,633)	(4,991)
c. Interest cost	(298)	(316)
d. Foreign currency difference	(79)	(112)
e. Actuarial gains / (losses)	(6,625)	5,053
3. Balance at 31 December	(25,521)	(14,217)

The major assumptions used by the actuaries in their valuation were:

(€'000)	2016	2015
Discount rate	1.69%	2.18%
Expected inflation rate	1.68%	1.70%
Future salary increases	3.20%	3.00%
Expected medical cost trend rate	3.40%	3.20%

The above percentages are weighted averages of the assumptions used for individual plans.

The value of assets in the plans and the expected rates of return were:

(€'000)	2016	2015
Value of assets		
Equities	32,746	31,793
Bonds	21,830	21,195
Other	10,159	
Total market value of assets	64,735	52,988

II. Additional clarification on staff survey

In accordance with the applicable regulations, please note that the population reflected in the staff survey does not agree with the figures presented in Note XXIII of the financial statements. The reason is that the latter present figures related to the legal entity, i.e. including its foreign branches, whereas the former exclusively shows figures associated with the headquarters in Belgium.

III. Country by country reporting

As per relevant regulations, the country by country reporting includes all the entities in the scope of consolidation of Euroclear Bank. Figures in the below table do hence differ from these statutory financial statements due to the contribution of Euroclear Bank's subsidiaries.

The reportable country segments are as follows:

- Belgium includes Euroclear Bank and Calar Belgium SA/NV (property investment);
- Hong Kong includes Euroclear Bank's Hong Kong branch (operational support to ICSD);
- Luxembourg includes Euroclear Finance 2 SA (financing vehicle); until its liquidation in 2015.
- Poland includes Euroclear Bank's Polish branch (operational support to ICSD);

(€'000)	2016					Group
	Belgium	Hong Kong	Luxemburg	Poland	Eliminations	
Turnover	1,207,006	280		(564)		1,206,722
Other income	13,430	20,641		41,745	(62,457)	13,359
Charges	(1,104,148)	(19,006)		(23,863)	62,457	(1,084,560)
Profit before tax	116,288	1,915	-	17,318	-	135,521
Tax on profit and loss	(35,419)	(293)		(3,468)	-	(39,180)
Profit after tax	80,869	1,622	-	13,850	-	96,341
Average number of employees (FTE)	1,028	137		479	-	1,644
Subsidies	464	-	-	-	-	464

(€'000)	2015					Group
	Belgium	Hong Kong	Luxemburg	Poland	Eliminations	
Turnover	1,127,487	593	2,011	(245)	(2,011)	1,127,835
Other income	12,197	17,828	-	35,883	(55,051)	10,857
Charges	(928,406)	(16,357)	(2,002)	(21,243)	57,062	(910,946)
Profit before tax	211,278	2,064	9	14,395	-	227,746
Tax on profit and loss	(64,270)	(261)	(1)	(2,815)	-	(67,347)
Profit after tax	147,008	1,803	8	11,580	-	160,399
Average number of employees (FTE)	1,091	123	-	360	-	1,574
Subsidies	1,071	-	-	-	-	1,071

Valuation rules

As at 31 December 2016

The financial statements of Euroclear Bank SA/NV and its subsidiary undertakings are made up as at, and for the period ending, 31 December. The valuation rules used to draw up the group's accounts and the stand-alone accounts of Euroclear Bank have been prepared in accordance with the Royal Decree of 23 September 1992 ('the Royal Decree'), relating to the annual accounts of credit institutions.

This document contains the specification of the valuation rules in a number of areas, where the Royal Decree allows alternative treatments, where significant management estimates are required, or which are very significant areas in the financial statements.

Those areas are:

- a] Income and expenditure recognition
- b] Provisions for bad and doubtful debts
- c] Provisions for liabilities and charges
- d] Leasing
- e] Intangible fixed assets
- f] Tangible fixed assets
- g] Subsidiary undertakings
- h] Debt securities and equity shares
- i] Sale and repurchase transactions
- j] Pensions and other post-retirement benefits
- k] Derivatives and other financial instruments
- l] Foreign currencies
- m] Fund for general banking risks

a] Income and expenditure recognition

Interest income is recognised in the profit and loss account as it accrues.

Dividend income is recognised in the profit and loss account when received.

Fees receivable, which represent a return for services provided, are credited to income when the related service is performed.

Fees receivable, which represent a return for credit risk borne or which are in the nature of interest, are taken to the profit and loss account over the period of the loan, or on a systematic basis over the expected life of the transaction to which they relate.

Expenditure is accounted for on an accrual basis.

b] Provisions for bad and doubtful debts

Specific provisions are made against advances when, in the opinion of the directors, credit risks or economic or political factors make recovery doubtful. The need to adjust provisions is reviewed regularly in the light of actual experience. The provisions which are made during the year (less amounts released and recoveries of bad debts previously written off) are charged against operating profit. Bad debts are written off in part or in whole when a loss has been confirmed.

c] Provisions for liabilities and charges

Specific provisions are recognised where there is a present obligation arising from a past event, there is a probable outflow of resources, and the outflow can be estimated reliably.

d] Leasing

Contracts to lease assets are classified as finance leases where they transfer substantially all the risks and rewards of ownership of the asset to the customer. Contracts not deemed to be finance leases are treated as operating leases.

Rentals payable and receivable under operating leases are accounted for on the straight-line basis over the period of the lease.

e] Intangible fixed assets

Intangible fixed assets are amortised in equal instalments over their estimated useful lives.

f] Tangible fixed assets

Depreciation of tangible fixed assets is provided on a straight-line basis over their estimated useful lives as follows:

- Leasehold improvements: shorter of economic life and period of lease
- Data processing and communications equipment: 2 to 5 years
- Furniture and fixtures: 7 years

g] Subsidiary undertakings

Investments in Euroclear Bank's subsidiary undertakings are stated in the parent company's stand-alone accounts at cost less dividends received from pre-acquisition reserves and any impairment in value.

h] Debt securities and equity shares

Securities and shares intended for use on a continuing basis in the group's activities are classified as investment securities and are stated at cost less provision for any impairment in value. The carrying value of investment securities is adjusted over the period to maturity to allow for the amortisation of premiums or discounts on an actuarial basis. Such amortisation is included in interest receivable.

Valuation rules (continued)

As at 31 December 2016

ij) Sale and repurchase transactions

Securities that have been sold with an agreement to repurchase continue to be shown on the balance sheet and the sale proceeds recorded as a deposit. Securities acquired in reverse repurchase transactions are not recognised in the balance sheet and the purchase price is treated as a loan. The difference between the sale price and repurchase price is accrued evenly over the life of the transaction and charged or credited to the profit and loss account as interest payable or receivable.

jj) Pensions and other post-retirement benefits

The Company operates a number of post-retirement benefit schemes for its employees, including both defined contribution and defined benefit pension plans.

A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity and has no legal or constructive obligation to pay further contributions if the fund does not hold sufficient funds to pay all employees the benefits relating to employee service in the current and prior periods.

A defined benefit plan is a post-employment benefit plan other than a defined contribution plan.

The liability recognised in the balance sheet in respect of defined benefit plans is the present value of the defined benefit obligation at the balance sheet date less the fair value of plan assets. The defined benefit obligation is calculated annually by independent actuaries using the projected unit credit method. The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows using interest rates of high-quality corporate bonds that are denominated in the currency in which the benefits will be paid, and that have terms to maturity approximating the terms of the related pension liability.

All actuarial gains and losses arising from experience adjustments and changes in actuarial assumptions are recognised in the income statement in the period in which they occur.

Past service cost is recognised immediately in the profit and loss account.

The costs of defined contribution plans are charged to the income statement in the period in which they fall due.

The Company provides post-retirement healthcare benefits to their retirees. The expected costs of these benefits are accrued over the period of employment using an accounting methodology similar to that for defined benefit pension plans. Actuarial gains and losses arising from experience adjustments, and changes in actuarial assumptions, are charged or credited to the income statement. These obligations are valued annually by independent qualified actuaries.

kk) Derivatives and other financial instruments

Transactions are undertaken in derivative financial instruments (derivatives) for hedging purposes, which include interest rate swaps, futures, options and similar instruments. A derivative is designated as non-trading as there is an offset between the effects of potential movements in market rates on the derivative and the designated non-trading asset, liability or position being hedged. Non-trading derivatives are reviewed regularly for their effectiveness as hedges.

Under a derogation granted by the Belgian Banking and Finance Commission to Article 36 bis, § 2 of the Royal Decree of 23 September 1992, derivatives entered into for the purposes of asset and liability management can be accounted for as hedges.

Non-trading derivatives are accounted for on an accruals basis, consistent with the assets, liabilities or positions being hedged. Income and expense on non-trading derivatives are recognised as they accrue over the life of the instruments as an adjustment to the income or expense of the hedged item.

Where a non-trading derivative no longer represents a hedge because either the underlying non-trading asset, liability or position has been derecognised, or the effectiveness of the hedge has been undermined, it is restated at fair value and any change in value is taken directly to the profit and loss account and reported within 'Profit from (loss on) financial operations'. Thereafter, the derivative is classified as a trading instrument and accounted for accordingly.

In other circumstances, where non-trading derivatives are terminated, any resulting gains and losses are amortised over the remaining life of the hedged asset, liability or position. Unamortised gains and losses are reported within 'Other assets' and 'Other liabilities' on the balance sheet.

Derivatives hedging anticipatory transactions are accounted for on a basis consistent with the relevant type of transaction. i.e. gains and losses are not recognised until the period the anticipated transactions occur. When anticipatory transactions do not actually occur, related derivatives are restated at fair value and changes in value are taken directly to the profit and loss account and reported within 'Profit from (loss on) financial operations'.

ll) Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into euros at rates prevailing at the balance sheet date. Profit and loss amounts in foreign currencies are translated into euros at the rates prevailing on the date of the transaction.

Non-monetary assets and liabilities denominated in foreign currencies are translated into euros at historical exchange rates.

Spot foreign exchange contracts are translated into euros at market rates and the resulting gains or losses are taken into the profit and loss account.

The results of branches in foreign currencies are translated at average exchange rates for the year. Exchange differences arising on consolidation of the Company's branches are taken to the profit and loss account.

mm) Fund for general banking risks

Additions to, and the uses of, a fund for general banking risks are determined by the Board of directors of Euroclear Bank SA/NV.

Statutory auditor's report

STATUTORY AUDITOR'S REPORT TO THE GENERAL SHAREHOLDERS' MEETING OF EUROCLEAR BANK SA ON THE ANNUAL ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2016

As required by law and the Company's articles of association, we report to you in the context of our statutory auditor's mandate. This report includes our opinion on the annual accounts, as well as the required additional statements. The annual accounts include the balance sheet as at 31 December 2016, the income statement for the year then ended, and the disclosures.

Report on the annual accounts – Unqualified opinion

We have audited the annual accounts of Euroclear Bank SA ("the Company") for the year ended 31 December 2016, prepared in accordance with the financial-reporting framework applicable in Belgium, which show a balance sheet total of '000' EUR 20.127.626 and a profit for the year of '000' EUR 85.253.

The Board of Directors' responsibility for the preparation of the annual accounts

The Board of Directors is responsible for the preparation and fair presentation of these annual accounts in accordance with the financial-reporting framework applicable in Belgium, and for such internal control as the Board of Directors determines is necessary to enable the preparation of annual accounts that are free from material misstatement, whether due to fraud or error.

Statutory Auditor's responsibility

Our responsibility is to express an opinion on these annual accounts based on our audit. We conducted our audit in accordance with International Standards on Auditing (ISAs) as endorsed in Belgium. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the annual accounts are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the annual accounts. The procedures selected depend on the Statutory Auditor's judgment, including the assessment of the risks of material misstatement of the annual accounts, whether due to fraud or error. In making those risk assessments, the Statutory Auditor considers internal control relevant to the Company's preparation and fair presentation of the annual accounts in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors, as well as evaluating the overall presentation of the annual accounts.

We have obtained from the Board of Directors and company's officials the explanations and information necessary for performing our audit.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Unqualified Opinion

In our opinion, the annual accounts give a true and fair view of the Company's net equity and financial position as at 31 December 2016 and of its results for the year then ended in accordance with the financial-reporting framework applicable in Belgium.

Report on other legal and regulatory requirements

The Board of Directors is responsible for the preparation and the content of the directors' report, for the compliance with the applicable legal and regulatory requirements regarding bookkeeping, the Companies' Code and the Company's articles of association.

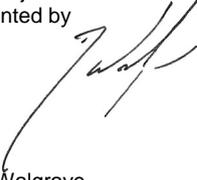
In the context of our mandate and in accordance with the Belgian standard which is complementary to the International Standards on Auditing (ISAs) as applicable in Belgium, our responsibility is to verify, in all material respects, compliance with certain legal and regulatory requirements. On this basis, we provide the following additional statements which do not impact our opinion on the annual accounts:

- The directors' report, prepared in accordance with articles 95 and 96 of the Companies' Code and to be deposited in accordance with article 100 of the Companies' Code, includes, both in terms of form and content, the information required by the Companies' Code, is consistent with the financial statements, and does not present any material inconsistencies with the information that we became aware of during the performance of our mandate;
- The social balance, to be deposited in accordance with article 100 of the Companies' Code, includes, both in terms of form and content, the legally required information and does not present any material inconsistencies with the information we have at our disposition in our audit file;
- Without prejudice to formal aspects of minor importance, the accounting records were maintained in accordance with the legal and regulatory requirements applicable in Belgium;
- The appropriation of results proposed to the general meeting complies with the legal provisions and the provisions of the articles of association;
- There are no transactions undertaken or decisions taken in breach of the Company's articles of association or the Companies' Code that we have to report to you;

- In accordance with Article 523 of the Companies' Code, the financial consequences of the decision of the Board of Directors on 20 January and 9 December 2016 relating to the compensation scheme for the members of the management committee have been adequately disclosed in the 'conflict of interest' section of the annual report on the statutory accounts.

Sint-Stevens-Woluwe, 28 February 2017

The Statutory Auditor
PwC Bedrijfsrevisoren BCVBA
Represented by



Damien Walgrave
Revisieur d'Entreprises Agr

