

# Moody's Analytics BankFocus

# Agenda

- » BankFocus Overview
- » Live demo
- » Q & A Session

# BankFocus Users

## Key client types and functions

### Potential clients:



- » Banks
- » Government agencies
  - » Central Banks, Supervisory Bodies, Export Credit Agencies
- » Insurance
- » Asset Managers
- » Academia
- » Large Corporates

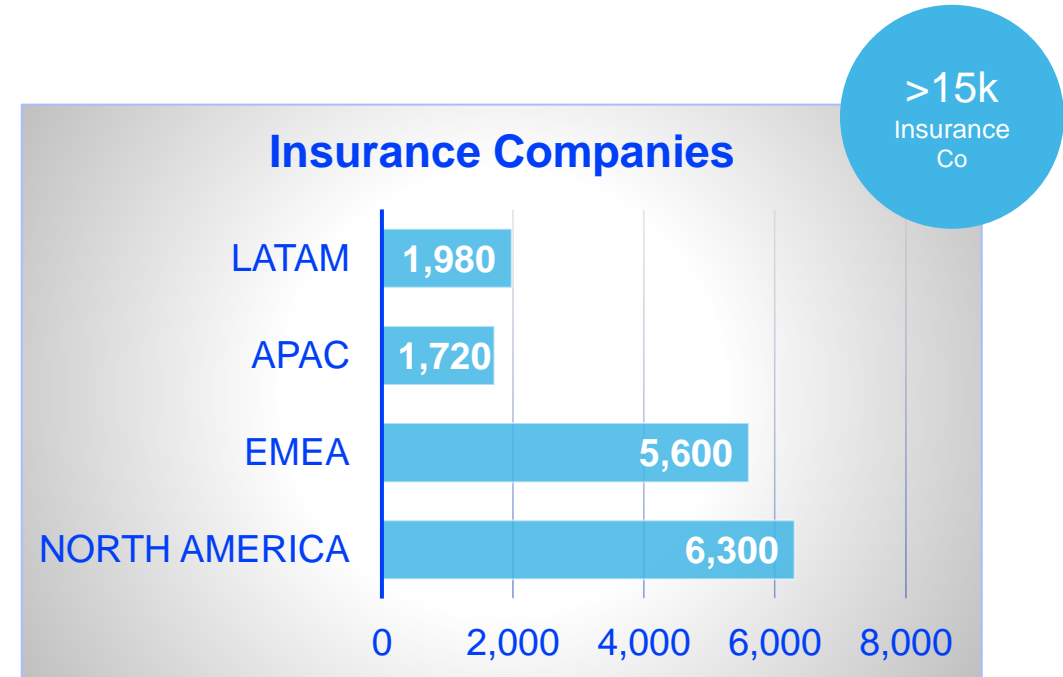
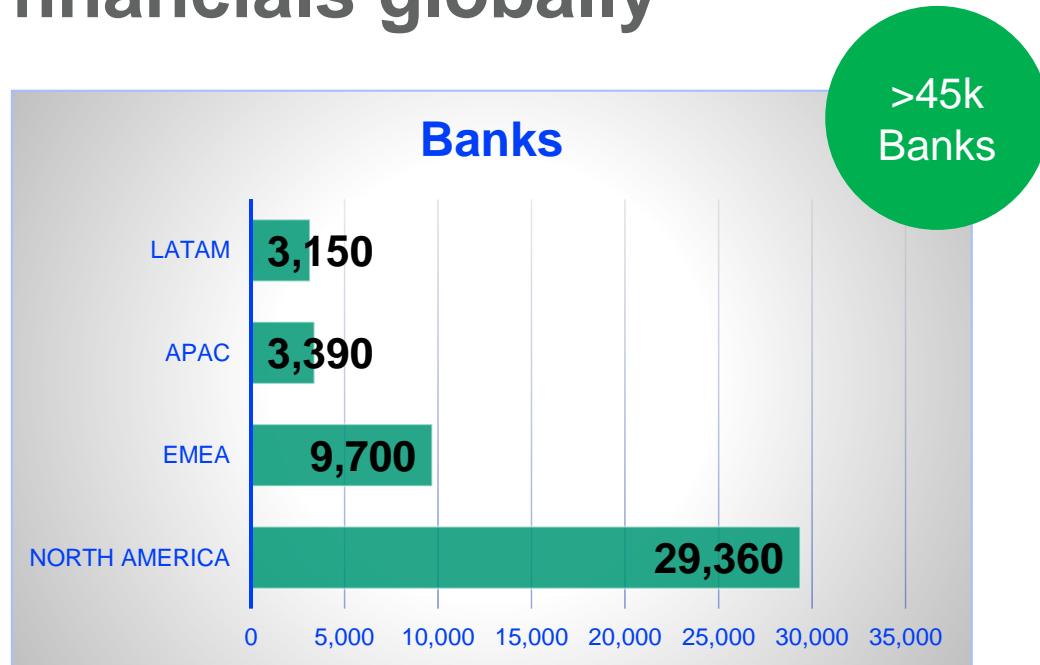
### Functions:



1. **FI Credit/counterparty risk**
  - Assessing creditworthiness of counterparties
  - **Internal Ratings Model**
2. **Banking System Research & Stress testing**
3. **FI Due Diligence / KYC / AML (Compliance)**
4. **FI lines insurance underwriting**
5. **Corporate treasury**
6. Strategy and Investor relations
7. Screening Solutions (RoE, Tangible Book Value)

# BankFocus Coverage

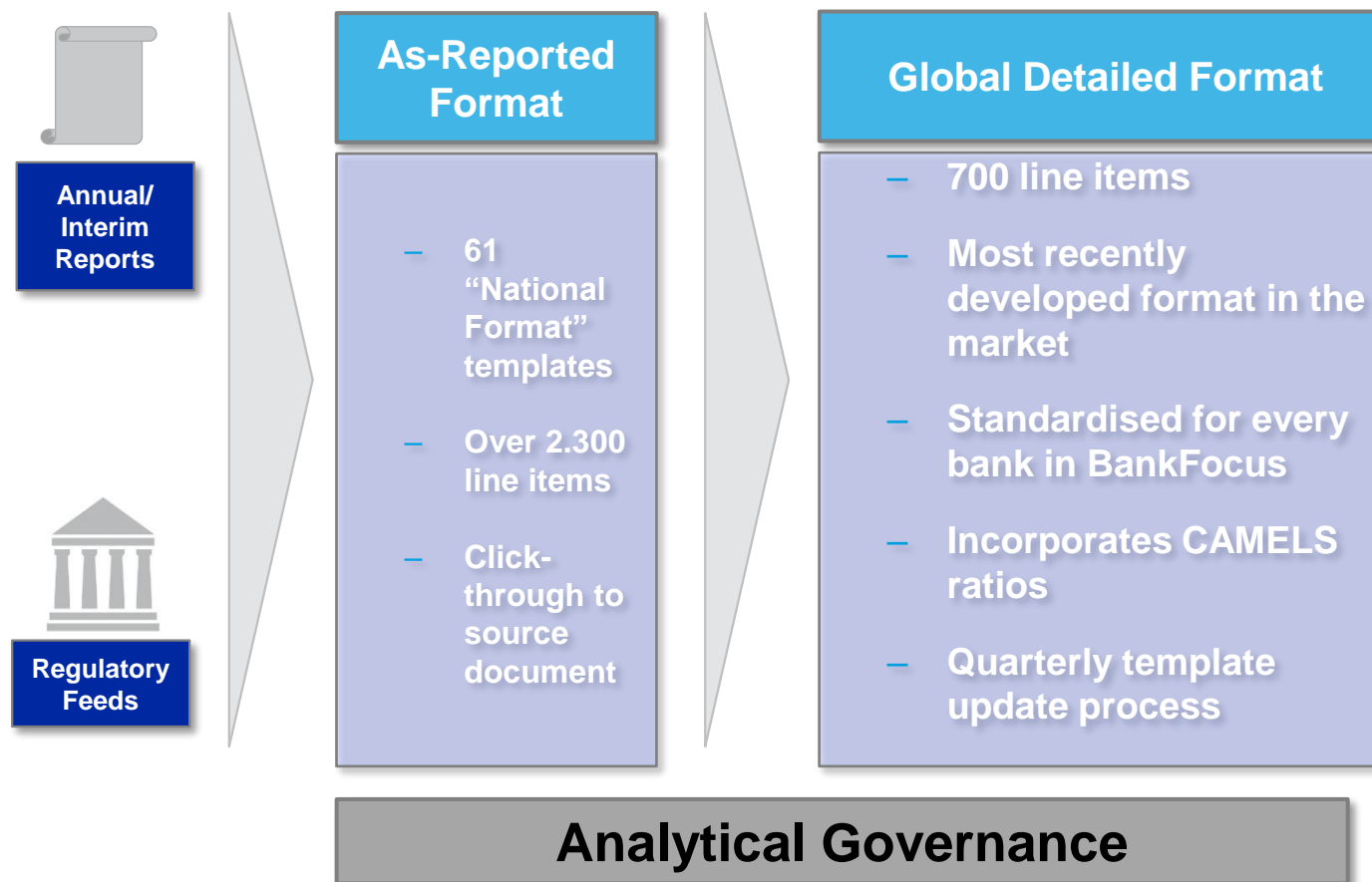
45,600 banks and 15,600 insurance companies with detailed financials globally



## Dedicated financial templates for banks and insurance companies

- Global detailed templates for easy comparison and benchmarking | ~ 700 line items
- Deep, granular national-level data also available, for example IFRS template | ~ 2400 line items

## Financials: BankFocus offers the most standardized line items for the most number of banks



# Research: Moody's Analytics bank credit reports powered by BankFocus

**MOODY'S ANALYTICS**  
BankFocus

**BUREAU VAN DIJK**  
A Moody's Analytics Company

## European banks: Profitability suffers amid the pandemic

BankFocus Research  
21 April 2021  
Irakli Pipia  
Ziva Vidovic

Analysis of the financial ratios of the leading European commercial banks<sup>1</sup> indicates profitability erosion due to higher provisioning expenses. However, asset quality remains stable, while regulatory capitalisation improved during the pandemic.

- Our analysis of the top 21 European banks shows **flat growth in customer lending** despite higher growth rates in total assets. Almost all European banks reported improvement in RWA intensity ratio due to the accumulation of liquid assets.
- The majority of European banks reported a **significant year-on-year decline in net income in 2020**, with the average rate of contraction at 82%.
- Consequently, the ROAAs of almost all European banks declined compared to a year ago. The average ROAA of the selected European peer group was **just above the breakeven point at 0.11%** as at end-2020.
- Somewhat better situation was observed at the level of operating revenues, where the year-on-year decline was contained at the average rate of 5.2%.
- The European banks' **impairment charges as a percentage of Operating profit increased** by 47 pp since 2019. Four European banks booked impairments exceeding 100% of their operating profits, resulting in net losses.
- The **average impaired loans ratio remained flat at 2.88%** as at end-2020. However, the majority of banks improved their provisioning coverage of impaired loans in anticipation of asset quality deterioration.
- The majority of the European banks had **solid CET1 ratios exceeding 14%** as at end-2020, with improving trends. However, the banks reported a flat average leverage ratio with pressure mitigated by a regulatory relaxation.
- The European banks managed to **build up further liquidity buffers** as evidenced by an increasing average LCR ratio to 159% as at end-2020.

**Net income YoY change, YE 2019 – YE 2020**

This report has been created using the data of Moody's Analytics BankFocus. If you would like more information on how to replicate the research, or would like a free trial, email [bvd@bvdinfo.com](mailto:bvd@bvdinfo.com) or visit [bvdinfo.com](http://bvdinfo.com)

<sup>1</sup> For the details for the list of the banks refer to "Research methodology and scope" pg. 12.

1 Moody's Analytics BankFocus Research

» Covering **trends** in various banking systems **globally**, for example:

- » **Pandemic effects on banking systems**
- » **Regulatory relaxation impact on Euro-area banks**
- » **Low interest rate challenges for US and UK banks**
- » **Profitability pressure on Asian banks**
- » **Resilience of African banks**

» Capturing **regulation changes**

» **Comparing** different banking systems

» **64+** Research Reports published in the BankFocus so far

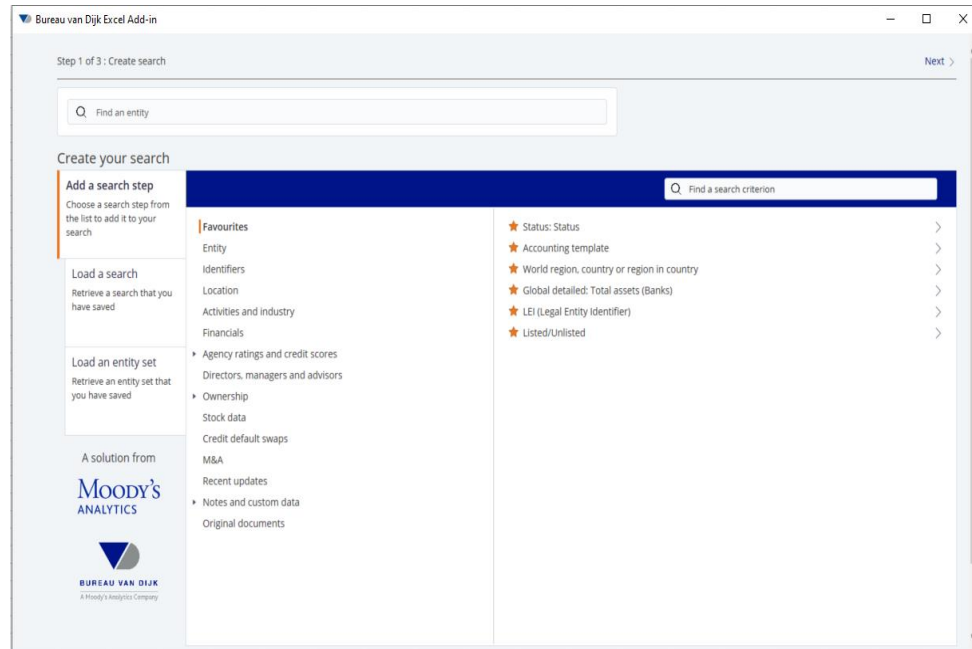
## New Excel Add-in enabling complex excel-based workflows

### Perform Sophisticated Analysis

Wizard-led workflow enables easy customization and data imports.

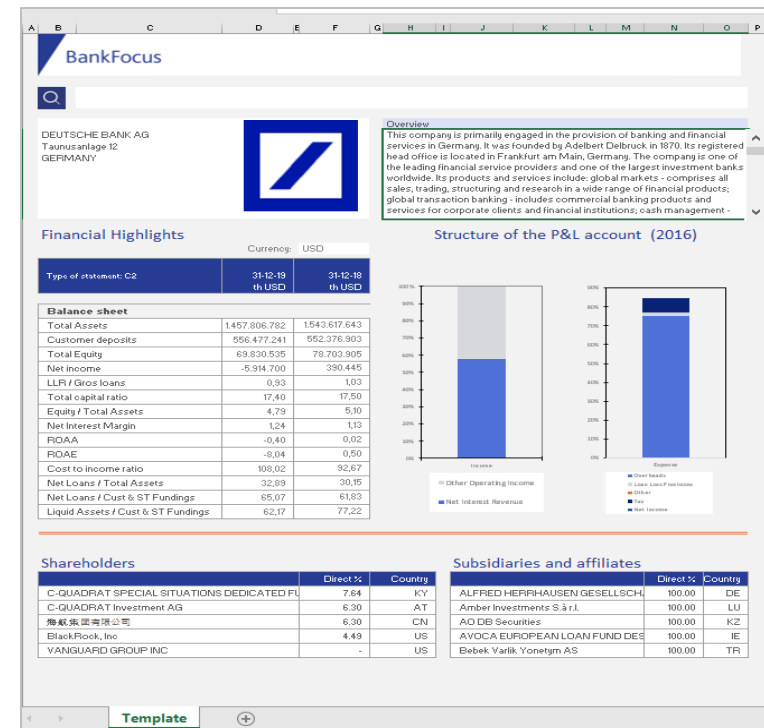
### Visually Similar to the Website

The add-in continues the intuitive layout of the website, flattening the learning curve.



### Use Pre-built templates, or have us convert yours.

Use a template from the pre-built template library to routine operations, or leverage our team to convert your templates to use BankFocus data



# Product Demonstration



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