



WRITTEN NOTICE

FX HEDGING PERMISSION

To: **NatWest Group PLC Consolidated**
NatWest Holdings Group Consolidated
NatWest Markets PLC (FRN 121882)
National Westminster Bank plc (FRN 121878)
The Royal Bank of Scotland PLC (FRN 114724)
(each a "firm")

Address: **36 St Andrew Square, Edinburgh EH2 2YB**

Reference Number: **00003221, 00003222 & 00003223**

Date: 17 December 2021

DECISIONS

1. In accordance with the discretions afforded to the PRA by Article 352(2) of Regulation 575/2013 of the European Parliament and of the Council of 26th June 2013 on prudential requirements for credit institutions and investment firms (the "CRR"), the PRA has decided to grant permission to exclude positions which hedge against the adverse effect of the exchange rate on its ratios in accordance with Article 92(1) from the calculation of net open currency positions on the terms and conditions set out in Annex 1 (the "FX Hedging Permission").
2. If the firm ceases to comply with the conditions for grant of this FX Hedging Permission set out in Article 352(2) of the CRR and the terms and conditions of the FX Hedging Permission set out in Annex 1, the PRA will re-consider the terms and conditions of the FX Hedging Permission, or revoke this FX Hedging Permission in whole or in part.
3. The FX Hedging Permission takes effect on 31 December 2021, or before, if the firm provides notice in writing of its intention to comply with the conditions of this permission.

Simon Dixon
Head of Division, UK Large Banks
For and on behalf of The Prudential Regulation Authority

PROCEDURAL MATTERS

4. If you wish to challenge the decisions taken by the PRA in relation to the FX Hedging Permission, you may refer the matter to the Upper Tribunal.
5. Details of the FX Hedging Permission will be published on the Financial Services Register. The full text of this Written Notice will not be published.

PRA contacts

6. For more information concerning this matter generally, the firm should contact Paulius Ramanauskas at 0203 461 8569.