

Top five largest loss events: February 2016

1 Ezubao – USD 7.57 billion
 21 employees of China’s largest online peer-to-peer financing business, Ezubao, have been arrested under accusations of having defrauded approximately 900,000 investors of CNY 50 billion.

Business line: **BL0301 – Retail Banking**
 Event type: **EL0102 – Internal Theft & Fraud**

2 Bank of Liuzhou – USD 5.03 billion
 A businessman and his relatives have acquired fraudulent loans worth CNY 32.8 billion from Bank of Liuzhou using forged proof of business and collateral records.

Business line: **BL0401 – Commercial Banking**
 Event type: **EL0201 – External Theft & Fraud**

3 Wells Fargo – USD 1.2 billion
 Wells Fargo has agreed to pay USD 1.2 billion to settle civil claims by government regulators that the bank fraudulently certified loans relating to the US Federal Housing Administration’s insurance programme.

Business line: **BL0301 – Retail Banking**
 Event type: **EL0404 – Selection Sponsorship & Exposure**

4 CI Financial – USD 118.1 million
 CI Financial has agreed to pay CAD 164.2 million to compensate investors following an administrative error which caused interest income earned on funds to not be recorded properly within seven of CI’s mutual funds.

Business line: **BL0703 – Fund Management**
 Event type: **EL0702 – Monitoring & Reporting**

5 DZ Bank Group – USD 112.5 million
 DZ Bank has reportedly paid EUR 100 million to German tax authorities in connection to fraudulent dividend stripping.

Business line: **BL0202 – Global Markets**
 Event type: **EL0101 – Unauthorised Activity**

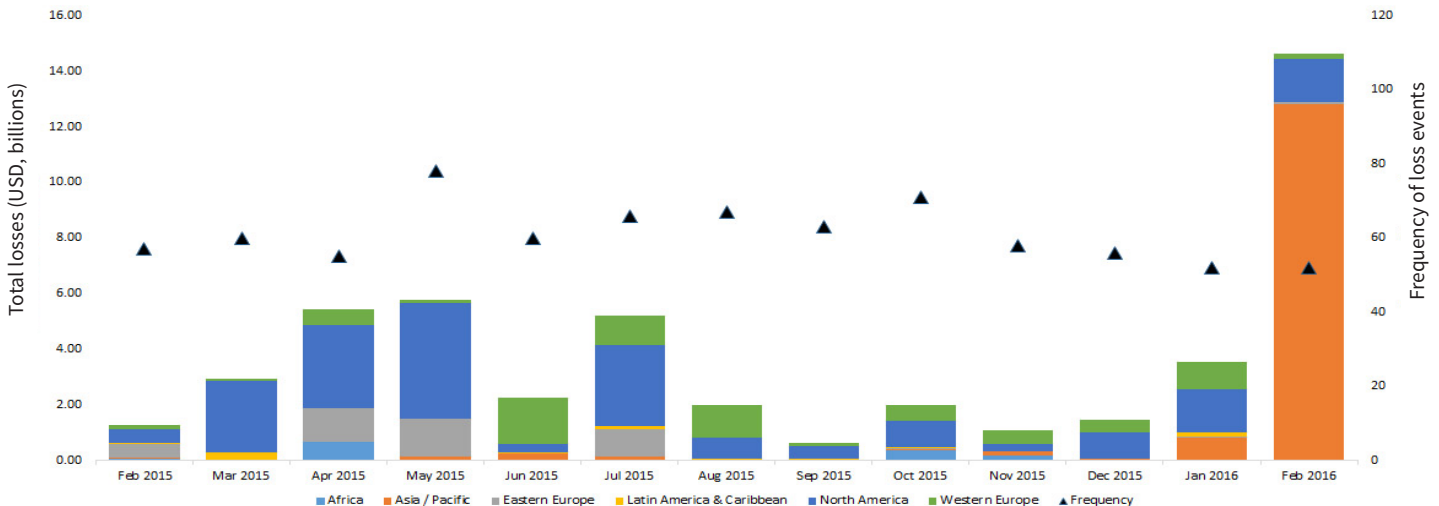
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The operational risk year to date

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