Draft amendments to Instructions for own funds disclosure templates

In this Annex deleted text is struck through and new text is in bold and highlighted in yellow

Annex VIII – Instructions for own funds disclosure templates

Template UK CC1- Composition of regulatory own funds

…

Legal references and instructions	
Row number	**Explanation**
…	
64	Institution CET1 overall capital requirement (CET1 requirement in accordance with point (a) of Article 92(1) CRR, plus additional CET1 requirement which the institutions are required to hold in accordance with point (a) of Article 104(1) of Directive (EU) 2013/36[2] ("CRD"), plus combined buffer requirement in accordance with Article 128(6) CRD) expressed as a percentage of risk exposure amount. To be calculated as 4.5% plus the additional Pillar 2 requirements which the institutions are required to hold in accordance with point (a) of Article 104(1) CRD plus the combined buffer requirement calculated in accordance with Articles 128, 129, 130, 131 and 133 CRD. This row will show the CET1 ratio below which the institution will become subject to constraints on distributions. **If an institution's CET1 capital ratio is less than the CET1 overall capital requirement reported here in this row, it should provide an accompanying narrative right below its UK CC1 disclosure template. The narrative should describe the constraints imposed and include a link to the PRA Rulebook: Capital Buffers | Prudential Regulation Authority Handbook & Rulebook where the characteristics of the PRA's requirements governing capital distribution constraints are set out. The institution may choose to**

[2] DIRECTIVE 2013/36/EU OF THE EUROPEAN PARLIAMENT AND OF THE COUNCIL of 26 June 2013 on access to the activity of credit institutions and the prudential supervision of credit institutions and investment firms, amending Directive 2002/87/EC and repealing Directives 2006/48/EC and 2006/49/EC (OJ L 176/338, 27.6.2013, p.56)

	provide any additional information it considers to be relevant for understanding the stated ratios.
…	
67	~~The amount in row 64 (expressed as a percentage of risk weighed assets) that relates to the systemic risk buffer requirement in accordance with Article 133 CRD.~~ **[non relevant in UK]**
…	
68	Common Equity Tier 1 available to meet buffer (as a percentage of risk exposure amount). To be calculated as the available CET1 capital of the institutions, less the institution's CET1 capital requirements in accordance with point (a) ~~p~~of Article 92(1) CRR and following point (a) of Article 104(1) CRD, and less any Common Equity Tier 1 items used by the institution to meet its additional Tier 1 and T2 capital requirements.
…	