**EN
ANNEX IX**

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**REPORTING ON GROUP CAPITAL TEST**

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## PART I: GENERAL INSTRUCTIONS

1. Structure and conventions

1.1 Structure

* + 1. Overall, group capital test reporting consists of 2 templates:
			1. Own funds composition
			2. Own fund instruments,
1. For each template, legal references are provided. Further detailed information regarding more general aspects of the reporting of each block of templates, instructions concerning specific positions as well as validation rules are included in this part of this Implementing Regulation.

1.2 Numbering convention

1. The document follows the labelling convention set in points 4 to 7, when referring to the columns, rows and cells of the templates. Those numerical codes are extensively used in the validation rules.
2. The following general notation is followed in the instructions: {Template; Row; Column}.
3. In the case of validations inside a template, in which only data points of that template are used, notations do not refer to a template: {Row; Column}.
4. In the case of templates with only one column, only rows are referred to. {Template; Row}
5. An asterisk sign is used to express that the validation is done for the rows or columns specified before.

1.3 Sign convention

1. Any amount that increases the own funds or own funds requirements, or the liquidity requirements, shall be reported as a positive figure. On the contrary, any amount that reduces the total own funds or own funds requirements shall be reported as a negative figure. Where there is a negative sign (-) preceding the label of an item no positive figure is expected to be reported of that item.

1.4 Abbreviations

1. For the purposes of this Annex, Regulation (EU) 2019/2033 is referred to as ‘IFR’, Directive (EU) 2019/2034 is referred to as ‘IFD’ and Regulation (EU) No 575/2013 is referred to as ‘CRR’.

## PART II: TEMPLATE RELATED INSTRUCTIONS

**1. OWN FUNDS: LEVEL, COMPOSITION, REQUIREMENTS AND CALCULATION**

1.1 General Remarks

* + 1. Own funds overview section contains information about the own funds that an investment firm holds and its own funds requirements. It consists of two templates:
			1. Template IF 11.01 contains the compositions of the own funds that an investment firm holds: Common Equity Tier 1 capital (CET1), Additional Tier 1 capital (AT1) and Tier 2 capital (T2).
			2. Template IF 11.02 contains information on the ‘own fund requirements’ in the context of the group capital test, i.e. intragroup holdings, contingent liabilities and total own funds requirements of the subsidiaries.
			3. Template IF 11.03 contains the relevant information on capital requirements, contingent liabilities, subordinated claims and holdings of financial sector entities at subsidiary level, broken down entity-by-entity.
		2. The items in these templates are gross of transitional adjustments. This means that the figures (except where the transitional own funds requirement is specifically stated) are calculated according to the final provisions (i.e. as if there were no transitional provisions).

1.2. IF 11.01 - OWN FUNDS COMPOSITION - GROUP CAPITAL TEST (IF11.1)

1.2.1. Instructions concerning specific positions

|  |  |
| --- | --- |
| Row | Legal references and instructions |
| 0010 | **OWN FUNDS**Article 9(1) IFRThe own funds of an investment firm shall consist of the sum of its Tier 1 capital and Tier 2 capital.The total sum of rows (0020, 0380) shall be reported. |
| 0020 | **TIER 1 CAPITAL**The Tier 1 capital is the sum of Common Equity Tier 1 Capital and Additional Tier 1 capital |
| 0030 | COMMON EQUITY TIER 1 CAPITALArticle 9(1) IFRArticle 50 of CRRThe total sum of rows 0040 to 0130. |
| 0040 | **Paid up capital instruments**Point (i) of Article 9(1) IFRPoint (a) of Article 26(1) and Articles 27 to 31 CRRCapital instruments of mutual, cooperative societies or similar institutions (Articles 27 and 29 CRR) shall be included.The share premium related to the instruments shall not be included.Capital instruments subscribed by public authorities in emergency situations shall be included if all conditions of Article 31 CRR are fulfilled. |
| 0050 | **Share premium** Point (i) of Article 9(1) IFRPoint (b) of Article 26(1) CRRShare premium has the same meaning as under the applicable accounting standard. The amount to be reported in this item shall be the part related to the "Paid up capital instruments". |
| 0060 | **Retained earnings**Point (i) of Article 9(1) IFRPoint (c) of Article 26(1) CRRRetained earnings includes the previous year retained earnings plus the eligible interim or year-end profits.The sum of rows 0070 and 0080 shall be reported. |
| 0070 | **Previous years retained earnings**Point (123) of Article 4(1) and point (c) of Article 26(1) CRRPoint (123) of Article 4(1) CRR defines retained earnings as "Profit and losses brought forward as a result of the final application of profit or loss under the applicable accounting framework". |
| 0080 | **Profit or loss eligible**Point (121) of Article 4(1), Article 26(2) and point (a) of Article 36(1) CRRArticle 26(2) CRR allows including as retained earnings interim or year-end profits, with the prior consent of the competent authorities, if some conditions are met. On the other hand, losses shall be deducted from CET1, as stated in point (a) of Article 36(1) CRR. |
| 0090 | **Accumulated other comprehensive income**Point (i) of Article 9(1) IFRPoint (d) of Article 26(1) CRR |
| 0100 | **Other reserves**Point (i) of Article 9(1) IFRPoint (117) of Article 4(1) and point (e) of Article 26(1) CRRThe amount to be reported shall be net of any tax charge foreseeable at the moment of the calculation. |
| 0120 | **OTHER FUNDS**Article 9(4) IFR |
| 0130 | **(-)TOTAL DEDUCTIONS FROM COMMON EQUITY TIER 1**The sum of rows 0140 and 0180-0270 shall be reported. |
| 0140 | **(-) Own CET1 instruments**Point (i) of Article 9(1) IFRPoint (f) of Article 36(1) and Article 42 CRROwn CET1 held by the reporting institution or group at the reporting date. Subject to exceptions in Article 42 CRR.Holdings on shares included as "Capital instruments not eligible" shall not be reported in this row.The amount to be reported shall include the share premium related to the own shares. |
| 0180 | **(-) Losses for the current financial year**Point (a) of Article 36(1) CRR |
| 0190 | **(-) Goodwill** Point (i) of Article 9(1) IFRPoint (113) of Article 4(1), point (b) of Article 36(1) and Article 37 CRR |
| 0200 | **(-) Other intangible assets**Point (i) of Article 9(1) IFRPoint (115) of Article 4(1), point (b) of Article 36(1) and point (a) of Article 37 CRROther intangible assets are the intangibles assets under the applicable accounting standard, minus the goodwill, also pursuant the applicable accounting standard. |
| 0210 | **(-) Deferred tax assets that rely on future profitability and do not arise from temporary differences net of associated tax liabilities**Point (a) of Article 9(2) IFRPoint (c) of Article 36(1) CRR |
| 0220 | **(-) Qualifying holding outside the financial sector which exceeds 15% of own funds**Point (a) of Article 10(1) IFR |
| 0230 | **(-)Total qualifying holdings in undertaking other than financial sector entities which exceeds 60% of its own funds**Point (b) of Article 10(1) IFR |
| 0240 | **(-) CET1 instruments of financial sector entities where the parent does not have a significant investment**Point (c) of Article 9(2) IFRPoint (h) of Article 36(1) CRRUnion parent in this row means Union parent investment firms, Union parent investment holding companies, Union parent mixed financial holding or any other parent undertaking that is an investment firms, financial institution, ancillary services undertaking or tied agent |
| 0260 | **(-)Defined benefit pension fund assets**Point (b) of Article 9(2) IFRPoint (e) of Article 36(1) CRR |
| 0270 | **(-) Other deductions**The sum of any other deductions listed in Article 36(1) CRR. |
| 0280 | **ADDITIONAL TIER 1 CAPITAL**Article 9(1) IFRArticle 61 CRRThe total sum of rows (0290 – 0310) shall be reported. |
| 0290 | **Paid up capital instruments**Point (i) of Article 9(1) IFRPoint (a) of Article 51 and Articles 52, 53 and 54 CRRThe amount to be reported shall not include the share premium related to the instruments |
| 0300 | **Share premium** Point (i) of Article 9(1) IFRPoint (b) of Article 51 CRRShare premium has the same meaning as under the applicable accounting standard.The amount to be reported in this item shall be the part related to the "Paid up capital instruments". |
| 0310 | **(-) TOTAL DEDUCTIONS FROM ADDITIONAL TIER 1**Article 56 of CRRThe total sum of rows (0320, 0360) shall be reported |
| 0320 | **(-) Own AT1 instruments**Point (i) of Article 9(1) IFRPoint (b) of Article 52(1), point (a) of Article 56 and Article 57 CRROwn AT1 instruments held by the investment firm at the reporting date. Subject to exceptions in Article 57 CRR.The amount to be reported shall include the share premium related to the own shares. |
| 0360 | **(-) AT1 instruments of financial sector entities where the parent does not have a significant investment**Point (c) of Article 9(2) IFRPoint (c) of Article 56 CRRUnion parent in this row means Union parent investment firms, Union parent investment holding companies, Union parent mixed financial holdings or any other parent undertaking that is an investment firms, financial institution, ancillary services undertaking or tied agent |
| 0380 | **TIER 2 CAPITAL**Article 9(1) IFRArticle 71 CRRThe total sum of rows (0390 – 0420) shall be reported. |
| 0390 | **Paid up capital instruments**Point (i) of Article 9(1) IFRPoint (a) of Article 62, Articles 63 and 65 CRRThe amount to be reported shall not include the share premium related to the instruments |
| 0400 | **Share premium** Point (i) of Article 9(1) IFRPoint (b) of Article 62 and Article 65 CRRShare premium has the same meaning as under the applicable accounting standard. The amount to be reported in this item shall be the part related to the "Paid up capital instruments". |
| 0410 | **Subordinated loans** Point (b) of Article 62 and Article 63 CRR |
| 0420 | **(-) TOTAL DEDUCTIONS FROM TIER 2**Article 66 of CRRThe total sum of rows (0430 and 0470) shall be reported |
| 0430 | **(-) Own T2 instruments**Point (i) of Article 9(1) IFRPoint (b)(i) of Article 63, point (a) of Article 66, and Article 67 CRROwn T2 instruments held by the reporting institution or group at the reporting date. Subject to exceptions in Article 67 CRR.Holdings on shares included as "Capital instruments not eligible" shall not be reported in this row.The amount to be reported shall include the share premium related to the own shares. |
| 0470 | **(-) T2 instruments of financial sector entities where the parent does not have a significant investment**Point (c) of Article 9(2) IFRPoint (c) of Article 66 CRRUnion parent in this row means Union parent investment firms, Union parent investment holding companies, Union parent mixed financial holdings or any other parent undertaking that is an investment firms, financial institution, ancillary services undertaking or tied agent. |

1.3 IF 11.02 OWN FUNDS REQUIREMENTS - GROUP CAPITAL TEST (IF11.2)

1.3.1. Instructions concerning specific positions

|  |  |
| --- | --- |
| Row | Legal references and instructions |
| 0010 | **CET1 instruments of financial sector entities in the investment firm group where the parent undertaking has a significant investment in those entities**Point (a) of Article 8(3) IFR in conjunction with point (i) of Art 36(1) CRR |
| 0020 | **AT1 instruments of financial sector entities in the investment firm group where the parent undertaking has a significant investment in those entities**Point (a) of Article 8(3) IFR in conjunction with point (d) of Art 56 CRR |
| 0030 | **T2 instruments of financial sector entities in the investment firm group where the parent undertaking has a significant investment in those entities**Point (a) of Article 8(3) in conjunction with point (d) of Art 66 CRR |
| 0040 | **Holdings of financial sector entities in the investment firm group** Point (a) of Article 8(3) IFR.This row shall include holdings of the parent to the extent that they do not constitute own funds for the group entity the parent is invested in. |
| 0050 | **Subordinated claims of financial sector entities in the investment firm group**Point (a) of Article 8(3) IFRThis row shall include subordinated claims of the parent to the extent that they do not constitute own funds for the group entity the parent is invested in. |
| 0060 | **Contingent liabilities in favour of entities in the investment firm group**Point (b) of Article 8(3) IFR |
| 0070 | **Total own fund requirements for the subsidiary undertakings**Article 8(4) IFR |

1.4 IF 11.03 INFORMATION ON SUBSIDIARIES UNDERTAKINGS (IF11.3)

* + 1. All entities included in the scope of the group capital test shall be reported in this template. This shall also include the parent undertaking of the group itself.

1.4.1. Instructions concerning specific positions

|  |  |
| --- | --- |
| Columns | Legal references and instructions |
| 0010 | **Code**The code as part of a row identifier must be unique for each reported entity. For investment firms and insurance undertakings the code shall be the LEI code. For other entities the code shall be the LEI code, or if not available, a national code. The code shall be unique and used consistently across the templates and across time. The code shall always have a value. |
| 0020 | **Type of code**The reporting entity shall identify the type of code reported in column 0010 as a ‘LEI code’ or ‘Non-LEI code’.The type of code shall always be reported. |
| 0030 | **Name of the undertaking**Name of the undertaking within the scope of consolidation. |
| 0040 | **Parent / subsidiary**Indicates whether the entity reported in the row is the parent of the group or a subsidiary |
| 0050 | **Country**The country where the subsidiary is located shall be reported. |
| 0060 - 0100 | **Investments by the parent undertaking**Point (a) of Article 8(3) IFRIn this section, the investments of the parent undertaking in the group entities shall be reported. |
| 0060 | **CET1** Point (a) of Article 8(3) IFR in conjunction with point (i) of Article 36(1) CRR |
| 0070 | **AT1** Point (a) of Article 8(3) IFR in conjunction with point (d) of Article 56 CRR |
| 0080 | **T2** Point (a) of Article 8(3) in conjunction with point (d) of Article 66 CRR |
| 0090 | **Holdings**Point (a) of Article 8(3) IFR.This column shall include holdings of the parent to the extent that they do not constitute own funds for the group entity the parent is invested in. |
| 0100 | **Subordinated claims** Point (a) of Article 8(3) IFR.This column shall include subordinated claims of the parent to the extent that they do not constitute own funds for the group entity the parent is invested in. |
| 0110 | **Contingent liabilities of the parent in favour of the entity**Point (b) of Article 8(3) IFR |
| 0120 | **Total own fund requirements for the subsidiary undertakings**Article 8(4) IFR |
| 0130 | **Permanent minimum capital**Article 14 IFR |
| 0140 | **K-factor requirement**Article 15 IFR |
| 0150 | **Fixed overhead requirements**Article 13 IFR |