

# Single Rulebook Q&A

<b>Question ID</b>	2021_6106
<b>Status</b>	Final Q&A
<b>Legal act</b>	Regulation (EU) No 575/2013 (CRR)
<b>Topic</b>	Supervisory reporting - Leverage ratio
<b>Article</b>	430
<b>Paragraph</b>	-
<b>Subparagraph</b>	-
<b>COM Delegated or Implementing Acts/RTS/ITS/GLs/Recommendations</b>	Regulation (EU) 2021/451 - ITS on supervisory reporting of institutions
<b>Article/Paragraph</b>	Annex 11 - Leverage
<b>Date of submission</b>	21/07/2021
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<b>Disclose name of institution / entity</b>	No
<b>Type of submitter</b>	Competent authority
<b>Subject matter</b>	Reporting of items deducted from T1 in RWA columns in C43 (Breakdown of LR Measure)
<b>Question</b>	It is not clear from the instructions whether items deducted from T1 should be included in the columns dedicated to RWAs in C43.
<b>Background on the question</b>	<p>According to Q&amp;A 2013_584, assets that are deducted from own funds but cannot be categorised otherwise should be included in the row {290} of the C 43.00 template (LR4) even if such a categorisation is not required for determining risk-based own funds requirements. This is in line with the instructions for row 0290 of C 43.00.b and C 43.00.c, where the paragraph “Institutions shall report assets that are deducted from the own funds (e.g. intangibles) but cannot be categorised otherwise here, even if such a categorisation is not required for determining risk-based own funds requirements in columns {*; 0030} and {*; 0040}” has been added only to columns 0010 and 0020. Therefore, it follows that those items are included in columns 0010 and 0020 of C 43.00.b and C 43.00.c respectively but not in columns 0030 and 0040 of C 43.00.b and C 43.00.c respectively. In addition, we would like to confirm that those items can be any of the following: items deducted due to prudential filters, items deducted according to articles 36 to 47 or 56 to 60 of the CRR, items deducted that could alternatively be subject</p>

	to a 1250% RW.
<b>Final answer</b>	<p>According to paragraph 24 of Annex XI of the Implementing Technical Regulation (EU) 2021/451 “institutions shall report the leverage ratio exposure values in LR4 [{C 43.00}] after the application of exemptions and deductions in the LRCalc [{C 47.00}] template”. Subsequently, paragraph 26 requires that “[...] to be consistent with the leverage ratio exposure values, the risk-weighted exposure amounts shall also be reported fully phased in.”</p> <p>In order to maintain consistency with regard to the deductions within {C 43.00, r0290, *} between columns {c0010} and {c0020} presenting information on the leverage ratio exposure value as well as {c0030} and {c0040} presenting information on risk weighted exposure amounts, assets that are deducted from own funds but cannot be categorised otherwise should be included in all columns of row {r0290}.</p> <p>The instructions for {C 43.00, r0290, c0030} and {C 43.00, r0290, c0040} will be amended accordingly.</p>
<b>Link</b>	<a href="https://www.eba.europa.eu/single-rule-book-qa/qna/view/publicId/2021_6106">https://www.eba.europa.eu/single-rule-book-qa/qna/view/publicId/2021_6106</a>

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