

# Single Rulebook Q&A

<b>Question ID</b>	2022_6542
<b>Status</b>	Final Q&A
<b>Legal act</b>	Regulation (EU) No 575/2013 (CRR)
<b>Topic</b>	Supervisory reporting - FINREP (incl. FB&NPE)
<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 III, IV, V
<b>Date of submission</b>	01/08/2022
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<b>Disclose name of institution / entity</b>	No
<b>Type of submitter</b>	Credit institution
<b>Subject matter</b>	Possible error in v8116_m
<b>Question</b>	Is the following rule v8116_m: [F18.01 (c0020)] {r0050} <= {r0060} correct?
<b>Background on the question</b>	We have a situation now that a client was a Small and Medium-sized Enterprise (SME) at the opening balance but no SME anymore at the closing balance. As a consequence, we have to report in FINREP template F 18.01, cell r0060-c0020, the amount as an outflow. However, on the line above, cell r0050-c0020 is not impacted because the loan is still active and the impairment as well. So, the amount in cell r0060-c0020 can be smaller (more negative) than the amount in cell r0050-c0020.
<b>Final answer</b>	<p>The change in a portfolio due to a reclassification of a counterparty shall not be considered as an outflow from non-performing exposures as derived from Part 2, paragraph 239v of the ITS 2021/451.</p> <p>If an outflow from a non-performing exposure is reported in row 0060 “Of which: Small and Medium-sized Enterprises” it shall also be reported in row 0050 “Non-financial corporations”. In case the counterparty is not anymore classified as small and medium-sized enterprise at the reporting date, any</p>

	<p>outflow from non-performing exposures to this counterparty that was occurred during the reporting period will be reported only in row 0050 as indicated in Part 2, paragraph 239iv of the ITS 2021/451.</p> <p>Therefore, the validation rule v8116_m is applicable.</p>
<b>Link</b>	<a href="https://www.eba.europa.eu/single-rule-book-qa/qna/view/publicId/2022_6542">https://www.eba.europa.eu/single-rule-book-qa/qna/view/publicId/2022_6542</a>

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