

Question ID	2013_309
Status	Final Q&A
Legal act	Regulation (EU) No 575/2013 (CRR)
Topic	Supervisory reporting - COREP (incl. IP Losses)
Article	99
Paragraph	-
Subparagraph	-
COM Delegated or Implementing Acts/RTS/ITS/GLs/Recommendations	Regulation (EU) No 680/2014 - ITS on supervisory reporting of institutions (as amended)
Article/Paragraph	Annex II, C 07.00, C 08.01 & & & & C 08.02
Date of submission	30/09/2013
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Disclose name of institution / entity	No
Type of submitter	Credit institution
Subject matter	Reporting SME-supporting factor as an 'of which' of SMEs
Question	Within the COREP templates, the SME supporting factor (Article 501) is shown as a subset of the SMEs (general). This is reinforced by the validation rules within the DPM. Given SME(general) has a <250 person criteria and the SME-supporting factor doesn't how is this reported?
Background on the question	The EC recommendation 2003/361/EC 6 May 2003 DEFINITION OF MICRO, SMALL AND MEDIUM-SIZED ENTERPRISES ADOPTED BY THE COMMISSION is the recommended definition of SME (general) within the EBA Q&A No. 2013_27 and is directly referenced under Article 501(2)(d) of the CRR and Article 13092) of the CRD. This recommendation has 3 criteria under Article 2: 1. employ fewer than 250 persons; and 2. which have an annual turnover not exceeding EUR 50 million; and/or 3. an annual balance sheet total not exceeding EUR 43 million For exposures to receive the SME-supporting factor Article 501(2)(b) states among the criteria listed in Article 2 of EC recommendation 2003/361/EC 6 May 2003 only the annual turnover shall be taken into account.
Final answer	Q&A 2013_27 clarifies that for the purpose of Article 501 of Regulation (EU) No 575/2013 (CRR) the SME-definition of that article shall be used

	<p>(SME/SF). Q&A 2013_27 continues by stating that for the identification of SMEs as counterparts for the purposes of other articles of the CRR, Recommendation 2003/361/CE of 6 May 2003 provides guidance to the institutions.</p> <p>Depending on the criteria for defining SME chosen by the institution for the CRR (except Article 501), the definition of SME may differ from that in Article 501. As a consequence, the rows/dimensions "SME subject to SME supporting factor " are an "of which " of the Total, not an "of which " position of the row "of which: SME " in the templates included in Annex I of the <u>Regulation (EU) No 680/2014 13 ITS on supervisory reporting of institutions</u>ITS on Supervisory reporting.</p> <p>According to this interpretation, further amendments in Annex I of the ITS <u>shall be included in the next available version of the ITS</u> and affected validation rules corrected shall be included in the next available version of the ITS.</p> <p><i>*As of 1/8/2014 the content of this answer was modified to reflect the publication of the final ITS on supervisory reporting of institutions in the Official Journal of the European Union. As a result, the references to the ITS were updated and the disclaimer deleted. For reasons of transparency, revisions are highlighted in track changes.</i></p>
Link	https://www.eba.europa.eu/single-rule-book-qa/-/qna/view/publicId/2013_309

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