

Single Rulebook Q&A

Question ID	2016_2996
Status	Final Q&A
Legal act	Regulation (EU) No 575/2013 (CRR)
Topic	Liquidity risk
Article	411
Paragraph	1
Subparagraph	-
COM Delegated or Implementing Acts/RTS/ITS/GLs/Recommendations	Delegated Regulation (EU) 2015/61 - DR with regard to liquidity coverage requirement
Article/Paragraph	3 (9)
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Disclose name of institution / entity	No
Type of submitter	Credit institution
Subject matter	Financial Customers
Question	When assessing the primary activities of any legal entity to assess whether these activities fall within the list of activities that define an entity as a "financial customer" (Annex I), should the activity of the entity being assessed include intragroup activity with other controlled entities within the same group or should intragroup activities with other controlled entities within the same group be excluded?
Background on the question	Definition of a financial customer
Final answer	<p>In view of the definition of "financial customer" set out in Article 411(1) of Regulation (EU) No 575/2013, any entity performing one or more of the activities listed in Annex I to Directive 2013/36/EU as its main business qualifies as a financial customer.</p> <p>Since that definition does not distinguish between activities carried out with entities within the same group and entities carried out with entities outside</p>

of that group, all activities of that entity need to be considered when assessing compliance with the definition of financial customer, including intragroup activities with other entities of the same group.

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Link

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