

Methodology - Capital adequacy ITS

The set of data named **Capital adequacy ratio COREP ITS** is based on the COREP ITS reporting framework, sent to the National Bank of Poland by banks according to Commission Implementing Regulation (EU) No 680/2014 of 16 April 2014 (Annex I and II) laying down implementing technical standards with regard to supervisory reporting of institutions according to Regulation (EU) No 575/2013 of the European Parliament and of the Council.

The *Capital ratio* sheet contains data about own funds, total risk exposure amount and capital ratio calculated for the Polish banking sector, excluding branches of credit institutions in Poland. The category *total risk exposure amount* includes risk weighted exposure amounts for credit, counterparty credit and dilution risks, free deliveries, total risk exposure amount for operational risk, total risk exposure amount for position and foreign exchange and commodities risks.

The *Own funds* sheet provides information on the main items of own funds:

- Common Equity Tier 1 Capital,
- Retained earnings, including eligible profit and eligible loss,
- Other reserves
- Funds for general banking risk.

Own funds are calculated in accordance with the Regulation (EU) No 575/2013 of the European Parliament and of the Council.

The scope of data for the period from March 2014 to September 2015 was broadened by the data of the Bank Gospodarstwa Krajowego (BGK) reported according to the NBP Board of Directors Resolution 53/2011 of 22 September 2011 (Annex no 10). The BGK data were adapted to the requirements of ITS COREP framework. Since December 2015 BGK has been preparing the reporting in conformity with the EU Regulation 575/2013.