

Institution to institution data template

FSB data gaps workshop

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I-I implementation

- ❖ The common template on EXPOSURES will be implemented as **from phase 1** (planned from March 2013) with a transition period of one year
- ❖ During this transition period, the **minimal requirements** are limited to a reduced template
 - the reporting banks are invited to send **detailed information** on a best effort basis
 - with the aim to provide the full template at the end of the transition period

I-| exposures requirements

- ❖ Reporting **frequency** on a monthly basis with five days lag
 - When a stricter supervisory monitoring is needed, authorities will retain the capacity to increase frequency and timeliness (e.g. on a weekly basis)
- ❖ **Top 50 counterparties** at consolidated level (aggregation across all connected entities for which the parent company provides an explicit guarantee or implicit support)
 - The full matrix of G-SIBs interconnection is not required
 - Exposures to shadow banks are captured, if relevant
- ❖ **Sorting** by Derivatives (potential exposure) plus Total Issuer Risk.
- ❖ **Consolidated** data across all global business lines following the accounting consolidation scope; no intra-group exposure should be reported

I-I exposures breakdowns (vs I-A)

- ❖ No country or sector
 - Top **individual** credit providers and receivers
 - Concentration against single names, not aggregates
 - Collateral coverage ratios by counterparty
 - Common identifier
- ❖ No currency
- ❖ Maturity only for short term lending
- ❖ Instrument: more detailed
 - **Risk based measures** vs accounting values
 - To calculate potential exposures and losses (via supervisory model)

|-| exposures instruments

- ❖ Derivatives
 - credit, interest rate, fx, etc.
- ❖ Securities financing transactions
 - securities lending / repos
- ❖ Lending
 - of which short term
- ❖ Credit hedges
- ❖ Issuer risk
 - Equity / Fixed Income / CDS
- ❖ Settlement and credit lines
- ❖ Credit limits (on derivatives)

METRICS

- ❖ Gross and net MtM
- ❖ Collateral (received, posted in excess)
- ❖ Potential exposure
- ❖ Notional (gross post haircut for SFT)

I-I exposures – for EU banks only

❖ *Large exposures*

- Accounting vs supervisory (banking group) perimeter
- Different criteria to assess counterparties to be reported (top 50 - 10% or top 20) but same consolidation
- Direct vs indirect exposure: CRM
- I-I^E has more detailed instrument breakdown
- LE has no settlement / credit lines nor credit limit

I-|funding rationale

- ❖ Collect an insight on funding risk **concentrations** through by data on **sources** of short-term funding
- ❖ Study interconnections among banks in interbank funding markets, how funding and liquidity **shocks** could be transmitted between banks (also via third party providers of funds)
- ❖ Identify common vulnerabilities to **maturity**, to **individual providers** of funds and **type** of funding or markets
- ❖ Initiatives are developing at national and international level to collect data on funding and liquidity.
 - The FSB will revise upcoming surveys and define a **coordinated template** to collect individual information from G-SIBs.
 - A more refined proposal will be issued before the approval and implementation of phase II

I-I^{funding} breakdowns

- ❖ **Top 50** funding providers sorted by total funding
- ❖ Provider **type**
 - bank, broker dealer, others
- ❖ Remaining **maturity**
 - 0 - 1 month, 1 - 3 months, 3 months - 1 year
- ❖ **Instruments**
 - ABCP, CP, Interbank, Deposits, Repo, Others
- ❖ Reporting frequency on a **monthly** basis with five days lag
 - supervisors option to ask more frequent data