

Disclaimer:

The unofficial text of Annex-3 of the Regulation on Calculation of Liquidity Coverage Ratio of Banks below is provided for information only

ANNEX 3:

The formula for the calculation of the stock of HQLA is as follows:

Stock of HQLA = Level 1 + Level 2A + Level 2B – Adjustment for 15% cap for 2B HQLA – Adjustment for 40% cap for Level 2 HQLA

Where:

Adjustment for 15% cap for 2B HQLA = Max (Adjusted Level 2B – 15/85*(Adjusted Level 1 + Adjusted Level 2A), Adjusted Level 2B - 15/60*Adjusted Level 1, 0)

Adjustment for 40% cap for Level 2 HQLA= Max ((Adjusted Level 2A + Adjusted Level 2B – Adjustment for 15% cap) - 2/3*Adjusted Level 1 assets, 0)