



NATIONAL BANK OF ROMANIA

Financial Stability Department

No.IV/ 4943 / 29.12.2015

To: Francesco Mazzaferro
Head of the Secretariat
European Systemic Risk Board
Sonnemannstrasse 22
60314 Frankfurt am Main, Germany

Subject: Implementation of capital conservation buffer according to Article 160 of the Directive 2013/36/EU

Dear Sir,

In accordance with Article 160 of *Directive 2013/36/EU of the European Parliament and of the Council of 26 June 2013 on access to the activity of credit institutions and the prudential supervision of credit institutions and investment firms, amending Directive 2002/87/EC and repealing Directives 2006/48/EC and 2006/49/EC*, we hereby inform you that the National Committee for Financial Stability recommended to the National Bank of Romania to impose the implementation of the capital conservation buffer in four equal steps of 0.625% per annum of total risk exposure amount during the period 1st of January 2016 - 1st of January 2019 in addition to the Common Equity Tier 1 capital maintained to meet the own funds requirements imposed by Article 92 of *Regulation (EU) No 575/2013 of the European Parliament and of the Council of 26 June 2013*. The capital conservation buffer shall consist of Common Equity Tier 1 capital. The decision is applicable as from 1st of January 2016 for all the credit institutions Romanian legal entities.

Yours sincerely,


Eugen Rădulescu

Director

