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Question ID	Date of publication
2019_4686	27/06/2019 12:35

Question ID: 2019_4686

Status

Rejected question

Legal act

Regulation (EU) No 575/2013 (CRR) as amended

Topic

Liquidity risk

Article

460

Paragraph**Subparagraph****COM Delegated or Implementing Acts/RTS/ITS/GLs**

Delegated Regulation (EU) 2015/61 - DR with regard to liquidity coverage requirement

Article/Paragraph

28(1)

Date of submission

26/04/2019 17:00

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27/06/2019 12:35

Type of submitter

Credit institution

Subject matter

Deposits regarding Deposit Guarantee Scheme

Single Rulebook Q&A

Question

We kindly ask for rationale behind your answer under Q&A question ID 2017_3357 where you said: "Liabilities referred to under Article 28(1) of Delegated Regulation (EU) 2015/61 shall receive an outflow rate of 20% in accordance with that Article only where their entire amount is fully covered by a deposit guarantee scheme in accordance with Directive 94/19/EC or Directive 2014/49/EU or an equivalent deposit guarantee scheme in a third country. Where the liability exceeds the deposit guarantee limit, a 40% outflow rate shall apply to the entire amount of the liability." Why is it necessary for Liabilities referred to under Article 28(1) of Delegated Regulation (EU) 2015/61 to be in their entire amount fully covered by a deposit guarantee scheme in order to receive an outflow rate of 20%, if mentioned Liabilities are insured to be quickly and effortlessly returned to their depositors in the amount of deposit guarantee scheme limit if credit institution defaults, so depositors would not have to participate in a long-term bankruptcy proceedings for guaranteed amount? For example, if a customer has a term deposit of 500.000 EUR with the Bank and 100.000 EUR is the State Guarantee, should the Bank default the customer would receive 100.000 EUR from the State Guarantee protection i.e. part of the deposited amount is recovered. It would be rationale to use outflow rate of 20% up to the deposit guarantee scheme limit. Please be so kind to revise your answer. Thank you.

Background on the question

EBA answer to Q&A Question ID: 2017_3357 Liabilities referred to under Article 28(1) of Delegated Regulation (EU) 2015/61 shall receive an outflow rate of 20% in accordance with that Article only where their entire amount is fully covered by a deposit guarantee scheme in accordance with Directive 94/19/EC or Directive 2014/49/EU or an equivalent deposit guarantee scheme in a third country. Where the liability exceeds the deposit guarantee limit, a 40% outflow rate shall apply to the entire amount of the liability.

EBA answer

This question has been rejected because the matter it refers to has been answered in [Q&A 3357](#) and the objective of the Q&A tool is not to answer questions that put into doubt the correctness of the text or try to lobby for a modification of the text.

The Single Rule Book Q&A tool has been established to provide explanations and non-binding interpretations on the practical implementation or application of the provisions of Regulation (EU) No 575/2013 (Capital Requirements Regulation or CRR), Directive 2013/36/EU (Capital Requirements Directive or CRD), Directive 2014/59/EU (Banking Resolution and Recovery Directive - BRRD) and Directive 2014/49/EU (Deposit Guarantee Schemes Directive or DGSD), as well as associated technical standards and EBA guidelines already in force. For further information on the purpose of this tool and on how to submit questions please see "[Additional background and guidance for asking questions.](#)"

Link

[EBA website link](#)