

RECIPROCITY OF THE MACROPRUDENTIAL MEASURE APPLIED BY DE NEDERLANDSCHE BANK



28 JUL. 2022

On 19 July 2022, the Board of Directors of the Banco de Portugal decided to exempt Portuguese credit institutions from reciprocating the macroprudential measure applied by De Nederlandsche Bank in accordance with Article 458(2) of Regulation (EU) No 575/2013 of the European Parliament and of the Council of 26 June 2013. This measure establishes a minimum average risk weight for exposures secured by residential property located in the Netherlands addressed to credit institutions using the internal ratings based approach.

This decision, adopted under the *de minimis* principle,¹ provided for in point 15 of Recommendation ESRB/2015/2 of the European Systemic Risk Board (ESRB) of 15 December 2015, as amended by Recommendation ESRB/2022/1 of 16 February 2022, published in the Official Journal of the European Union on 28 April 2022, enters into force as of the date of its publication. The exemption will remain in force for as long as the measure applied by De Nederlandsche Bank is in place and the reduced materiality of the exposures of each of the Portuguese credit institutions targeted by this measure is maintained.

For further details, an analysis was published simultaneously with this decision, describing the Dutch authority's rationale for imposing the measure, as well as the Banco de Portugal's analysis.

¹ Competent authorities may exempt institutions with non-material exposure to the identified macroprudential risk in the activating Member State.