



Council of the  
European Union

**Brussels, 13 February 2019  
(OR. en)**

**6380/19**

**EF 64  
ECOFIN 162**

**COVER NOTE**

---

From:	Mr Hans Viljbrief, President of the Economic and Financial Committee
date of receipt:	12 February 2019
To:	Mr Orlando TEODOROVICI, President of the Ecofin Council
Subject:	Reaction to publication of ESRB Recommendation ESRB/2019/1

---

Delegations will find attached a letter from Mr Hans Viljbrief, President of the Economic and Financial Committee to Mr Orlando Teodorovici, President of the Ecofin Council concerning the reaction to publication of ESRB Recommendation ESRB/2019/1.

---

Encl.: [...]



ECONOMIC AND FINANCIAL COMMITTEE

THE PRESIDENT

Brussels, 11 February 2019  
ecfin.cef.cpe(2019)798915  
*Limited*

Eugen Orlando TEODOROVICI  
Minister of Public Finance  
17 Apolodor Street, 5th District  
BUCHAREST - ROMANIA

*Subject: Non-objection to publication of recommendation ESRB/2019/1*

Dear Minister, Dear Eugen,

On 15 January 2019 the ESRB General Board adopted the recommendation ESRB/2019/1 amending ESRB recommendation 2015/2 on the assessment of cross-border effects of voluntary reciprocity for macro-prudential policy measures, addressed to authorities entrusted with the adoption and/or activation of macro-prudential policy measures, including but not limited to designated authorities, competent authorities and macro-prudential authorities.

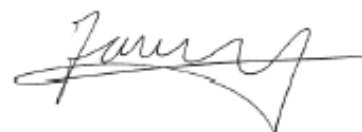
The ESRB recommendation 2019/1 amends the ESRB Recommendation 2015/2 to recommend a materiality threshold of EUR 250 million of exposures located in Estonia for the application of the *de minimis* principle by the reciprocating Member States to the reciprocation of the 1% systemic risk buffer set by Estonia.

Besides, since December 2018, credit institutions authorised in Sweden using the Internal Ratings Based Approach for calculating capital requirements, are subject to an institution specific floor of 25% for the exposure-weighted average of the risk weights applied to the portfolio of retail exposures to obligors residing in Sweden secured by immovable property. The ESRB recommendation 2019/1 includes this measure in the list of macro-prudential measures that are recommended for reciprocation. The ESRB recommends a maximum materiality threshold of 5 billion SEK of exposures to those obligors for the application of the *de minimis* principle.

The ESRB intends to make the recommendation ESRB/2019/1 public.

According to internal procedures, a silent written procedure has been conducted among EFC members. No objections were raised to the publication of this recommendation.

Yours sincerely,

A handwritten signature in black ink, appearing to read 'Hans Vijlbrief', with a long horizontal stroke extending to the left.

Hans Vijlbrief