

Notification template for Article 131 of the Capital Requirements Directive (CRD) – Other Systemically Important Institutions (O-SIIs)

Template for notifying the European Central Bank (ECB) and the European Systemic Risk Board (ESRB) of the setting or resetting of an O-SII buffer under Article 131(7) CRD and of the identity of O-SIIs under Article 131(12) CRD

Please send/upload this template to:

- macropru.notifications@ecb.europa.eu when notifying the ECB (under Article 5 of the Single Supervisory Mechanism (SSM) Regulation¹);
- [DARWIN/ASTRA](#) when notifying the ESRB.

The ESRB will forward this notification to the European Commission, to the European Banking Authority (EBA) and to the competent and designated authorities of the Member States concerned without delay and will publicly disclose the names of the O-SIIs on its website. This notification will be made public by the ESRB once the relevant authorities have adopted and published the notified macroprudential measure².

E-mailing/uploading this template to the above addresses constitutes official notification; no further official letter is required. To facilitate the work of the notified authorities, please send the notification template in a format that allows the information to be read electronically.

1. Notifying national authority			
1.1 Name of the notifying authority	Norwegian Ministry of Finance		
1.2 Country of the notifying authority	Norway		
2. Description of the measure			
2.1a Institution or group of institutions concerned	Name of institution	LEI	Consolidation level
	DNB Bank ASA	549300GKFG0RYRRQ1414	All levels
	Kommunalbanken AS	I7ETN0QQO2AHZZGHJ389	All levels
	Nordea Eiendoms-kreditt AS	549300TTWFTM3HRP0618	All levels
	Sparebank 1 SR-Bank ASA	549300Q3O1WRHQUM052	All levels

¹ Council Regulation (EU) No 1024/2013 of 15 October 2013 conferring specific tasks on the European Central Bank concerning policies relating to the prudential supervision of credit institutions (OJ L 287, 29.10.2013, p. 63).

² On request by the notifying authority, it may be agreed with the Head of the ESRB Secretariat that this notification, or a part thereof, should not be published for reasons of confidentiality or financial stability.

2.1b Changes to the list of institutions concerned	The list is unchanged from our last notification.		
2.2 Level of the buffer applied	Name of institution	New O-SII buffer	Previous O-SII buffer
	DNB Bank ASA	2.0 %	2.0 %
	Kommunalbanken AS	1.0 %	1.0 %
	Nordea Eiendoms kreditt AS	1.0 %	1.0 %
	Sparebank 1 SR-Bank ASA	1.0 %	1.0 %
2.3 Name of the ultimate EU parent institution	Name of identified O-SII	Ultimate EU parent institution	LEI of ultimate parent institution
	DNB Bank ASA	DNB Bank ASA	549300GKFG0RYRRQ1414
	Kommunalbanken AS	Kommunalbanken AS	I7ETN0QQO2AHZZGHJ389
	Nordea Eiendoms kreditt AS	Nordea Bank Abp	529900ODI3047E2LIV03
	Sparebank 1 SR-Bank ASA	Sparebank 1 SR-Bank ASA	549300Q3OIWRHQUM052
2.4 Names of subsidiaries	Name of parent O-SII identified	Name of O-SII subsidiary	LEI of O-SII subsidiary
	DNB Bank ASA	DNB Boligkreditt AS	5967007LIEEXZX659K67
	DNB Bank ASA	Sbanken Boligkreditt AS	5967007LIEEXZXBB8086
	DNB Bank ASA	DNB Asset Management AS	549300MX4M35DP7FZQ31
	Sparebank 1 SR-Bank ASA	SR Boligkreditt AS	5493005EFLOPQ4K0ZF42
3. Timing for the measure			
3.1 Timing for the decision	The final decision will be made by the Ministry of Finance after the notification procedure has been completed.		
3.2 Timing for publication	The final decision will be announced as soon as it is made by the Ministry of Finance.		
3.3 Disclosure	The decision will be announced in a press release on the Ministry's website. Letters to the institutions concerned, as well as this notification, will be published together with the press release.		
3.4 Timing for application	In accordance with the notification submitted in June 2023, the buffer requirements already apply for DNB Bank ASA, Kommunalbanken AS and Nordea Eiendoms kreditt AS, while the buffer applies to Sparebank 1 SR-Bank ASA from 30 September 2024..		
3.5 Phasing in	N/A		
3.6 Review of the measure	Pursuant to Norwegian law, the measure is reviewed annually. The next revision will be undertaken in 2025.		
4. Reason for O-SII identification and activation of the O-SII buffer			

	Name of institution	Size	Importance	Complexity	Interconnectedness	Overall Score
4.1 Scores of institutions or group of institutions concerned, as per EBA guidelines on the assessment of O-SIIs (Article 131.3 CRD)	DNB Bank ASA	3281	3230	6758	2986	4064
	Kommunalbanken AS	550	6	341	703	400
	Sparebank 1 SR-Bank ASA	399	313	361	338	353
	Nordea Eiendomskreditt AS	366	186	7	232	198
4.2 Methodology and indicators used for designation of the O-SII (Article 131.3)	<p data-bbox="560 647 1445 745">Please see the enclosed Excel-file for other institutions' scores.</p> <p data-bbox="560 745 1445 869">In accordance with Norwegian legislation (CRR/CRD IV-forskriften § 30), an institution shall be designated as systemically important and required to hold an O-SII buffer of 2 % if it has:</p> <ul style="list-style-type: none"> <li data-bbox="560 869 1445 907">a) total assets corresponding to at least 20 per cent of Mainland Norway's GDP, or <li data-bbox="560 907 1445 945">b) a share of total loans to the public of at least 10 per cent. <p data-bbox="560 945 1445 1014">Moreover, an institution shall be designated as systemically important and required to hold an O-SII buffer of 1 % if it has:</p> <ul style="list-style-type: none"> <li data-bbox="560 1014 1445 1052">a) total assets corresponding to at least 10 per cent of Mainland Norway's GDP, or <li data-bbox="560 1052 1445 1090">b) a share of total loans to the public of at least 5 per cent. <p data-bbox="560 1090 1445 1160">Both criteria are mentioned as optional indicators in the EBA guidelines on the assessment of O-SIIs.</p> <p data-bbox="560 1160 1445 1440">Pursuant to the Norwegian regulation, institutions may also be designated as systemically important on the basis of, inter alia, their size, scope of operations in Norway and other countries, complexity, role in the financial infrastructure and their interconnectedness with the rest of the financial system, even though the institutions do not meet the main criteria described above. The EBA guidelines on the assessment of O-SIIs are used to assess these matters.</p> <p data-bbox="560 1440 1445 1509">Per year-end 2023, the four institutions had the following scores on the two main criteria:</p> <p data-bbox="560 1509 1445 1579">DNB: Total assets as share of Mainland Norway's GDP: 89.2 % Share of total loans to the public: 25.4 %</p> <p data-bbox="560 1579 1445 1648">Kommunalbanken: Total assets as share of Mainland Norway's GDP: 13.5 % Share of total loans to the public: 5.5 %</p> <p data-bbox="560 1648 1445 1718">Sparebank 1 SR-Bank: Total assets as share of Mainland Norway's GDP: 9.4 % Share of total loans to the public: 4.3 %</p> <p data-bbox="560 1718 1445 1787">Nordea Eiendomskreditt: Total assets as share of Mainland Norway's GDP: 9.0 %</p>					

	Share of total loans to the public: 5.4 %
4.3 Supervisory judgement	<p>In accordance with the two main criteria, DNB Bank ASA, Kommunalbanken AS and Nordea Eiendomskreditt AS are identified as systemically important institutions.</p> <p>Sparebank 1 SR-Bank ASA's total assets as share of Mainland Norway's GDP is close to the qualification requirement in the Norwegian legislation (section 30, second subsection), and the bank's overall EBA-score is higher than the threshold for automatic identification of systemically important institutions, according to the EBA guidelines. The overall assessment is that the bank should be considered as systemically important.</p> <p>See also letter of advice from the Financial Supervisory Authority of Norway to the Ministry of Finance.</p>
4.4 Calibrating the O-SII buffer	While institutions which meet the previous criteria (general rule) are subject to an O-SII buffer of 1 %, the O-SII buffer is 2 % for institutions scoring at least twice as high on the same objective criteria.
4.5 Effectiveness and proportionality of measure	<p>Systemically important institutions have an especially significant role in the Norwegian financial system, and for the Norwegian economy. The purpose of higher capital requirements for such institutions is to increase their loss-bearing capacity, and thus reduce the risk of the institutions' running into difficulties that can have a severe impact on the financial system and the real economy.</p> <p>Proportionality is to an extent ensured through differentiation of the buffer requirement, based on the degree of systemic importance.</p>
5. Sufficiency, consistency and non-overlap of the policy response	
5.1 Sufficiency of the policy response	The differentiated O-SII buffer is considered to increase the loss-absorbing capacity of the most systemically important institutions in Norway. The differentiation, as described in section 4.4, is consistent with the Norwegian legislation.
5.2 Consistency of application of the policy response	The objective of the measure is to limit the systemic impact of potential difficulties in the most important institutions in the Norwegian financial system. Increasing the loss-absorbing capacity of these specific institutions is deemed consistent with the objective.

5.3 Non-overlap of the policy response	No other measures are used to address the particular risk posed by the identified O-SIIs.																																						
6. Cross-border and cross-sector impact of the measure																																							
6.1 Assessment of cross-border effects and the likely impact on the Internal Market (Recommendation ESRB/2015/2³)	The measure promotes domestic financial stability in Norway. The measure is not expected to have negative consequences on the functioning of the single market.																																						
6.2 Assessment of leakages and regulatory arbitrage within the notifying Member State	The measure is not expected to contribute to leakages or regulatory arbitrage within the Norwegian financial system.																																						
7. Combinations and interactions with other measures																																							
7.1 Combinations between G-SII and O-SII buffers (Article 131.14)	None of the identified O-SIIs are subject to a G-SII buffer. <table border="1" data-bbox="571 1128 1441 1279" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 50%;">Name of institution</th> <th style="width: 25%;">O-SII buffer</th> <th style="width: 25%;">G-SII buffer</th> </tr> </thead> <tbody> <tr> <td> </td> <td style="text-align: center;">%</td> <td style="text-align: center;">%</td> </tr> <tr> <td> </td> <td style="text-align: center;">%</td> <td style="text-align: center;">%</td> </tr> <tr> <td> </td> <td style="text-align: center;">%</td> <td style="text-align: center;">%</td> </tr> </tbody> </table>			Name of institution	O-SII buffer	G-SII buffer		%	%		%	%		%	%																								
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7.2 Combinations with systemic risk buffers (SyRBs) (Article 131.15 CRD)	<table border="1" data-bbox="571 1283 1441 1671" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 40%;">Name of institution</th> <th style="width: 15%;">SyRB rate</th> <th style="width: 20%;">SyRB application level</th> <th style="width: 25%;">Sum of G-SII/O-SII and SyRB rates</th> </tr> </thead> <tbody> <tr> <td>DNB Bank ASA</td> <td style="text-align: center;">4.5%</td> <td style="text-align: center;">All levels</td> <td style="text-align: center;">6.5%</td> </tr> <tr> <td>Kommunalbanken AS</td> <td style="text-align: center;">4.5%</td> <td style="text-align: center;">All levels</td> <td style="text-align: center;">5.5%</td> </tr> <tr> <td>Nordea Eiendoms kreditt AS</td> <td style="text-align: center;">4.5%</td> <td style="text-align: center;">All levels</td> <td style="text-align: center;">5.5%</td> </tr> <tr> <td>Sparebank 1 SR-Bank ASA</td> <td style="text-align: center;">4.5%</td> <td style="text-align: center;">All levels</td> <td style="text-align: center;">5.5%</td> </tr> <tr> <td> </td> <td style="text-align: center;">%</td> <td> </td> <td style="text-align: center;">%</td> </tr> <tr> <td> </td> <td style="text-align: center;">%</td> <td> </td> <td style="text-align: center;">%</td> </tr> <tr> <td> </td> <td style="text-align: center;">%</td> <td> </td> <td style="text-align: center;">%</td> </tr> <tr> <td> </td> <td style="text-align: center;">%</td> <td> </td> <td style="text-align: center;">%</td> </tr> </tbody> </table>			Name of institution	SyRB rate	SyRB application level	Sum of G-SII/O-SII and SyRB rates	DNB Bank ASA	4.5%	All levels	6.5%	Kommunalbanken AS	4.5%	All levels	5.5%	Nordea Eiendoms kreditt AS	4.5%	All levels	5.5%	Sparebank 1 SR-Bank ASA	4.5%	All levels	5.5%		%		%		%		%		%		%		%		%
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7.3 O-SII requirement for a subsidiary (Article 131.8 CRD)	<table border="1" data-bbox="571 1671 1441 1874" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 40%;">Name of O-SII subsidiary</th> <th style="width: 30%;">Name of the EU parent of the O-SII subsidiary</th> <th style="width: 30%;">Buffer applicable to O-SII EU parent</th> </tr> </thead> <tbody> <tr> <td>Nordea Eiendoms kreditt AS</td> <td style="text-align: center;">Nordea Bank Abp</td> <td style="text-align: center;">2.5%</td> </tr> <tr> <td> </td> <td> </td> <td style="text-align: center;">%</td> </tr> <tr> <td> </td> <td> </td> <td style="text-align: center;">%</td> </tr> </tbody> </table>			Name of O-SII subsidiary	Name of the EU parent of the O-SII subsidiary	Buffer applicable to O-SII EU parent	Nordea Eiendoms kreditt AS	Nordea Bank Abp	2.5%			%			%																								
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³ Recommendation of the European Systemic Risk Board of 15 December 2015 on the assessment of cross-border effects of and voluntary reciprocity for macroprudential policy measures (ESRB/2015/3) (OJ C 97, 12.3.2016, p. 9).

8.1 Contact person(s)/mailbox at notifying authority	Tormod Fauske Tho Phone: +47 22 24 45 11 / +47 22 24 45 21 E-mail: Tormod-fauske.tho@fin.dep.no
8.2 Any other relevant information	
8.3 Date of the notification	29/08/2024