

HOW TO UNDERSTAND THE 2021 INVOICING PACKAGE?

May 2021



INTRODUCTION

Documents included in the invoicing package:

1. Contribution Notice

2. Annex A: Calculation details

- Summarising overview of the calculation results
- Details of the calculation

3. Annex B: Debit Note*

- Debit note (and bank account confirmation statement)

Example illustrated in this presentation:

Entity (A) that:

- Acquired Entity (B) in June 2020 (acquisition of the type: $A+B=A$)

1 | CONTRIBUTION NOTICE

Where can the key number be found in the Contribution Notice?

CONTRIBUTION NOTICE

THE SINGLE RESOLUTION BOARD,

Having regard to Regulation (EU) No 806/2014¹, and in particular Article 65(3) thereof,

Having regard to Commission Delegated Regulation (EU) 2017/2361², and in particular Article 8(1) thereof,

HAS DECIDED TO:

- determine the **amount of your 2021 annual administrative contribution** as provided in Annex A and
- request the payment of the amount of

EUR 926.87

within **35 calendar days** from the **day of the issuance of this Contribution Notice** in accordance with the terms of payment defined in the Debit Note under Annex B.

On the **first page** of the Contribution Notice is the amount that **needs to be paid** by the entity **or** that will be **reimbursed** to the entity in 2021.

2 | ANNEX A: CALCULATION DETAILS (1/6)

The amounts presented in this document have been rounded to two decimals

Overview of calculation

 Annex A - Overview of calculation results SRB Administrative Contributions			
Name of the institution (LEI code)*	Total difference resulting from the recalculation	Administrative Contribution for the financial year 2021	Outstanding settlement postponed in 2020 to subsequent financial year(s)**
Entity A (LEI A)	0.00 EUR	994.26 EUR	236.78 EUR
Entity B (LEI B)	-304.17 EUR	0.00 EUR	0.00 EUR
Total:	-304.17 EUR	994.26 EUR	236.78 EUR
			(A)
			(B)
			(C)
			(D)
			(E)
			(F)
			(G)
			(H)
			(I)
			(J)
			(K)
			(L)
			(M)
			(N)
			(O)
			(P)
			(Q)
			(R)
			(S)
			(T)
			(U)
			(V)
			(W)
			(X)
			(Y)
			(Z)

The first part of Annex A, the overview of the calculation, includes the following information:

- The names and LEI codes of all entities that were considered;
- The total amount to be refunded (negative amounts) or requested (positive amounts) to the institution following the recalculation of the previously invoiced contributions; (A)
- The administrative contribution calculated for the year 2021; (B)
- The total amount of settlements from the Provisional Period postponed in 2020 to the following financial year(s); (C)
- The amount of outstanding settlements settled in 2021; (D)
- The final amount to be paid in 2021, which is the sum of the following: (i) the delta from the recalculation (A), (ii) the contribution calculated for the year 2021 (B) and (iii) the outstanding settlement settled in 2021 (D) (EUR -304.17 + EUR 994.26 + EUR 236.78 = EUR 926.87).

2 | ANNEX A: CALCULATION DETAILS (2/6)

Calculation details

Annex A - Calculation details	
SRB Administrative Contributions	
06/05/2021	
A. Identification of institution	
Name of the Contribution Debtor	Entity A
LEI code	LEI A
Eligibility period	01/11/2014 31/12/2021
B. Annual Administrative Contributions	
Contribution for the year 2021	994.26 EUR
- Difference in Administrative Contributions for the year 2020	0.00 EUR
- Difference in Administrative Contributions for the year 2019	0.00 EUR
Total difference resulting from the recalculation	0.00 EUR

In the **first part** of the calculation details (A. Identification of the institution):

- The date of issuance of the document, note that this date is the same for all the documents of the invoicing package.
- The name of the institution and its LEI code
- The eligibility period - the period under which the institution is subject to administrative contributions; part of this period's contributions have already been determined in the previous contributions cycle.

In the **second part** of the calculation details (B. Annual Administrative Contributions):

- The contribution calculated for the year 2021 for the specific entity (Entity A in this case).
- The difference between the initially invoiced contributions and the recalculated contributions for the years 2018, 2019 and 2020. The recalculation of previously invoiced contributions are triggered by a change in scope and/or status.

Note: The calculation details sheet is provided on an individual basis (as opposed to the calculation overview), meaning that if an institution acquired another institutions it will have two individual calculation details sheets. For the purpose of this example, institution A will receive a calculation details sheet for itself (as shown in this slide) as well as a calculation sheet for institution B.

2 | ANNEX A: CALCULATION DETAILS (3/6)

Calculation details

C. Calculation of the Administrative Contributions			
Calculation for the year 2021			
Total Amount of the Administrative Contributions		59,994,773.00 EUR	
Share of Total Amount for each category		Category A	Category B
Total Amount for each category		95%	5%
		56,995,034.35 EUR	2,999,738.65 EUR
Fee factors	Weight		
Total Assets	50%	990,000,000.00 EUR	
Total Risk Exposure	50%	800,000,000.00 EUR	

a.

b.

In the **third section** (C. Calculation of the Administrative Contributions) of the document, the calculation details for the 2021 calculation are shown:

- a. The **total amount of the administrative contributions** (TAR) to be raised by the SRB in the respective year.

This amount is divided into two categories:

- Category A (SIs and other cross-border groups) covers 95% of the total
 $[0.95 * EUR\ 59,994,773.00 = EUR\ 56,995,034.35]$
- Category B (LSIs) covers the remaining 5%
 $[0.05 * EUR\ 59,994,773.00 = EUR\ 2,999,738.65]$

- b. The entity's **fee factors**:

- Total Assets (TA) [EUR 990,000,000.00]
- Total Risk Exposure (TRE) [EUR 800,000,000.00]

2 | ANNEX A: CALCULATION DETAILS (4/6)

Calculation details

Number of months

Minimum fee component

Variable fee component

Total amount

Administrative Contribution for the year 2021

Category A	Category B
0	12
0.00 EUR	68.71 EUR
0.00 EUR	925.55 EUR
0.00 EUR	994.26 EUR
994.26 EUR	

c.

d.

e.

f.

Annual number of contribution debtors:

	Year 2021
Category A	122
[Category A with TA < €10bn]	[28]
Category B	2183
[Category B with TA < €1bn]	[1334]

Annual aggregated fee factor values (in EUR):

	Year 2021
Category A	
Total Assets	19,281,073,105,125.40
Total Risk Exposure	6,469,199,835,501.57
Category B	
Total Assets	3,835,264,950,283.56
Total Risk Exposure	1,975,246,644,044.50

c. The **number of months** in which the entity was considered as Category A (0) and B (12);

d. The **minimum fee component** (MFC): $[(EUR\ 59,994,773,00 \cdot 0.05 \cdot 0.10) / 2183] \cdot (12/12) = EUR\ 137.41$;
Given the entity's TA is < EUR 1bn => $EUR\ 137.41 / 2 = EUR\ 68.71$

Cat A

$$MFC_n = \frac{TAR \cdot 0.95 \cdot 0.10}{N_{Cat\ A}}$$

Note: in case institution's TA ≤ €10 bn, the MFC is halved

Cat B

$$MFC_n = \frac{TAR \cdot 0.05 \cdot 0.10}{N_{Cat\ B}}$$

Note: in case institution's TA ≤ €1 bn, the MFC is halved

e. The **variable fee component** (VFC):
 $(EUR\ 59,994,733,00 \cdot 0.05 - (1334 \cdot EUR\ 68.71 + (2183 - 1334) \cdot EUR\ 137.41)) \cdot (0.5 \cdot (EUR\ 990,000,000.00 / EUR\ 3,835,264,950,283.56) + 0.5 \cdot (EUR\ 800,000,000.00 / EUR\ 1,975,246,644,044.50)) \cdot (12/12) = EUR\ 925.55$

Cat A

$$VFC_n = (TAR \cdot 0.95 - \sum_{i=1}^N MFC_i) \cdot (0.5 \cdot \frac{TA_n}{\sum_{i=1}^N TA_i} + 0.5 \cdot \frac{TRE_n}{\sum_{i=1}^N TRE_i})$$

Cat B

$$VFC_n = (TAR \cdot 0.05 - \sum_{i=1}^N MFC_i) \cdot (0.5 \cdot \frac{TA_n}{\sum_{i=1}^N TA_i} + 0.5 \cdot \frac{TRE_n}{\sum_{i=1}^N TRE_i})$$

f. The **administrative contribution for the year 2020**:
Contribution Cat A (MFC Cat A + VFC Cat A) + Contribution Cat B (MFC Cat B + VFC Cat B) = $EUR\ 68.71 + EUR\ 925.55 = EUR\ 994.26$

Note: The annual number of institutions and sum of the fee factors can be found on the SRB website.

2 | ANNEX A: CALCULATION DETAILS (5/6)

Calculation details

D. Recalculation of the Administrative Contributions following changes in the institution's scope, status or other data			
Recalculation for the year 2020			
Total Amount of the Administrative Contributions		69,095,307.30 EUR	
		Category A	Category B
Share of Total Amount for each category		95%	5%
Total Amount for each category		65,640,541.93 EUR	3,454,765.36 EUR
Fee factors	Weight		
Total Assets	50%	500,000,000.00 EUR	
Total Risk Exposure	50%	300,000,000.00 EUR	

In the **fourth section** (D. Recalculation of the Administrative Contributions) of the document, the details for the 2019 recalculation are shown (extract from calculation details of entity B which was absorbed by entity A in June 2020):

- a. The **total amount of the administrative contributions** (TAR) to be raised by the SRB in the respective year. This amount is divided into two categories:
 - Category A (SIs and other cross-border groups) covers 95% of the total
 $[0.95 * EUR 69,095,307.30 = EUR 65,640,541.93]$
 - Category B (LSIs) covers the remaining 5%
 $[0.05 * EUR 69,095,307.30 = EUR 3,454,765.36]$
- b. The entity's **fee factors**:
 - Total Assets (TA) $[EUR 500,000,000.00]$
 - Total Risk Exposure (TRE) $[EUR 300,000,000.00]$

2 | ANNEX A: CALCULATION DETAILS (6/6)

Calculation details

Number of full months

Minimum fee component

Variable fee component

Total amount

Recalculated Administrative Contributions

Administrative contributions paid

Difference in Administrative Contributions for the year 2020

	Category A	Category B
c.	0	5
d.	0.00 EUR	32.26 EUR
e.	0.00 EUR	184.99 EUR
	0.00 EUR	217.25 EUR
f.	217.25 EUR	
	521.42 EUR	
g.	-304.17 EUR	

Cat A

$$MFC_n = \frac{TAR * 0,95 * 0,10}{N_{Cat A}}$$

Note: in case institution's TA ≤ €10 bn, the MFC is halved

Cat B

$$MFC_n = \frac{TAR * 0,05 * 0,10}{N_{Cat B}}$$

Note: in case institution's TA ≤ €1 bn, the MFC is halved

$$VFC_n = (TAR * 0,95 - \sum_{i=1}^N MFC_i) * (0,5 * \frac{TA}{\sum_{i=1}^N TA} + 0,5 * \frac{TRE_n}{\sum_{i=1}^N TRE_i})$$

$$VFC_n = (TAR * 0,05 - \sum_{i=1}^N MFC_i) * (0,5 * \frac{TA}{\sum_{i=1}^N TA} + 0,5 * \frac{TRE_n}{\sum_{i=1}^N TRE_i})$$

Annual number of contribution debtors:

	Year 2020
Category A	123
[Category A with TA < €10bn]	[26]
Category B	2231
[Category B with TA < €1bn]	[1370]

Annual aggregated fee factor values (in EUR):

	Year 2020 (ref. date 31/12/2018)
Category A	
Total Assets	19,480,789,349,281.60
Total Risk Exposure	6,603,627,199,532.24
Category B	
Total Assets	3,904,233,558,708.73
Total Risk Exposure	2,025,661,833,305.73

c. The **number of months** in which the entity was considered as Category A (0) and B respectively (5); In the initial calculation, this entity was considered as Category A (0) and B (12).

d. The **minimum fee component** (MFC):

• January – May [Cat B]: $((0.05 * EUR 69,095,307.30 * 0.10)/2,231) = EUR EUR 154.86$, given the entity's TA is < EUR 1bn and is only five months Cat B: $EUR 154.86 * 0.5 * (5/12) = EUR 32.26$

e. The **variable fee component** (VFC):

• January – May [Cat B]: $(0.05 * EUR 69,095,307.3 - (2,231 - 1370) * EUR 154.86 - 1370 * EUR 154.86 / 2) * (0.5 * (EUR 500,000,000.00 / EUR 3,904,233,558,708.73) + 0.5 * (EUR 300,000,000.00 / EUR 2,025,661,833,305.73)) = EUR 443.99$, given the entity is only five months Cat B: $EUR 443.99 * (5 / 12) = EUR 184.99$

f. The recalculated **contribution for the year 2020**

Contribution Cat A (MFC Cat A + VFC Cat A) + Contribution Cat B (MFC Cat B + VFC Cat B) = $EUR 32.26 + EUR EUR 184.99 = EUR 217.25$

g. The difference between the recalculated and the initially invoiced contribution for 2020: $EUR 217.25 - EUR 521.42 = EUR -304.17$

3 | ANNEX B: DEBIT NOTE

Key information in the debit note

Expiry Date	Exclusively by banker's order to the account	Reference to be quoted	Currency	Amount
10/06/2021 a.	Nr 310-1960371-87 of the Single Resolution Board ING Belgium nv/sa 24 Avenue Marnix B-1000 Brussels-Belgique IBAN Code : BE67 3101 9603 7187 SWIFT BIC Code : BBRUBEBB100	123456789 b.	EUR	926,87 c.

The debit note contains the following key information:

- The payment's due date (issuance date of the Contribution Notice + 35 calendar days);
- The reference that **needs** to be quoted by the entity when making the payment;
- The amount that needs to be paid by the entity in 2021.

THANK YOU!

