



DIGI PAGE

(General Awareness)



DOMESTIC SYSTEMICALLY IMPORTANT BANKS

FINANCIAL STABILITY BOARD IS SETUP.(2009)
IT IS AN ASSOCIATE BODY OF G-20



FSB OBSERVES COUNTRIES HAVE BANKS AND NBFCs WHICH ARE
'TOO BIG TO FAIL'



DOMESTIC SYSTEMICALLY IMPORTANT BANKS (D-SIB)
GLOBAL SYSTEMICALLY IMPORTANT BANKS (G-SIB)

IDENTIFICATION OF D-SIB AND G-SIB

D-SIB ———> CENTRAL BANKS OF COUNTRIES (RBI)

BG NOTE: RBI ANNOUNCED ICICI BANK AND SBI WOULD COME UNDER D-SIB.

G-SIB ———> BASEL COMMITTEE

D-SIB :

CLASSIFICATION:

EVERY YEAR IN AUGUST RBI WOULD ANNOUNCE D-SIB THAT HAVE TO MAINTAIN CAPITAL AT THE MAXIMUM 1% ABOVE THE MINIMUM CAPITAL REQUIREMENTS ASSIGNED UNDER BASEL - III.THEY WILL BE DIVIDED INTO BUCKETS :

BUCKET	D-SIB	ADDITIONAL CAPITAL REQUIREMENT
5	NONE	MIN. + 1% OF RISK WEIGHTED ASSETS
4	SBI	MIN. + 0.8% OF RISK WEIGHTED ASSETS
3	NONE	MIN. + 0.6% OF RISK WEIGHTED ASSETS
2	ICICI BANK	MIN. + 0.4% OF RISK WEIGHTED ASSETS
1	NONE	MIN. + 0.2% OF RISK WEIGHTED ASSETS