

The completion of Basel III – the start of something new

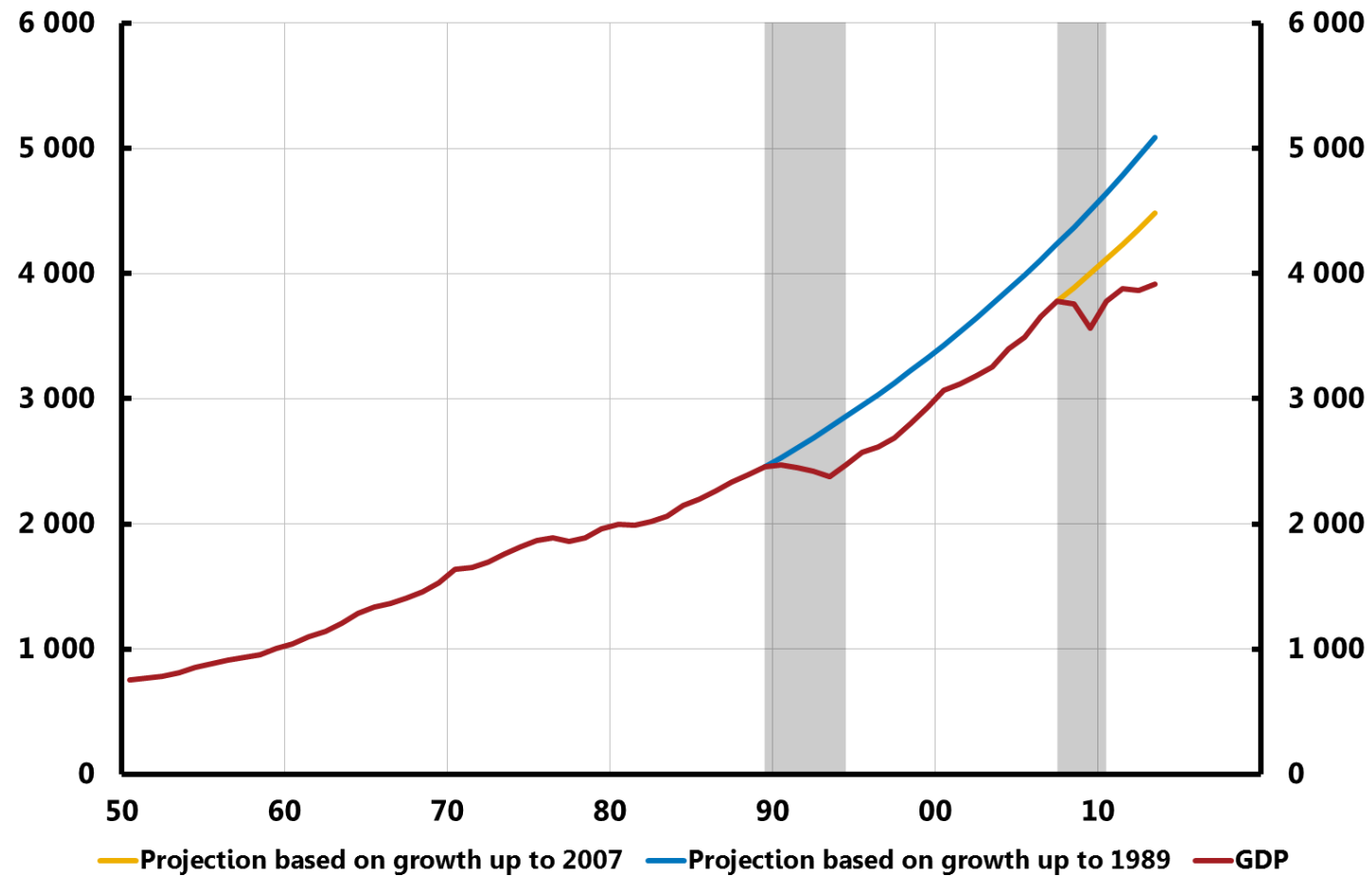
Swedish Centre for Business and
Policy Studies
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Kerstin af Jochnick
First Deputy Governor

Basel III is good for Sweden

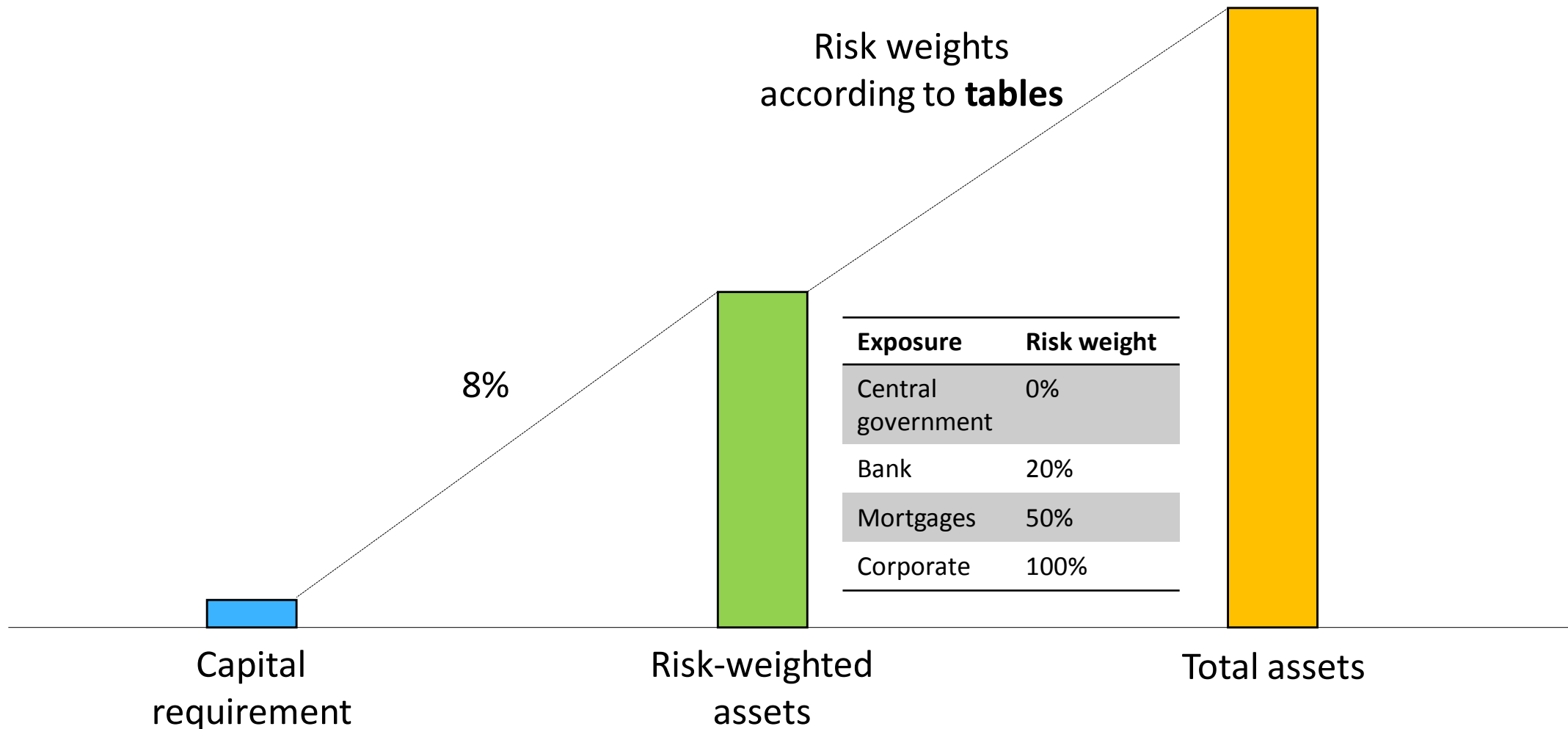


Financial crises are costly

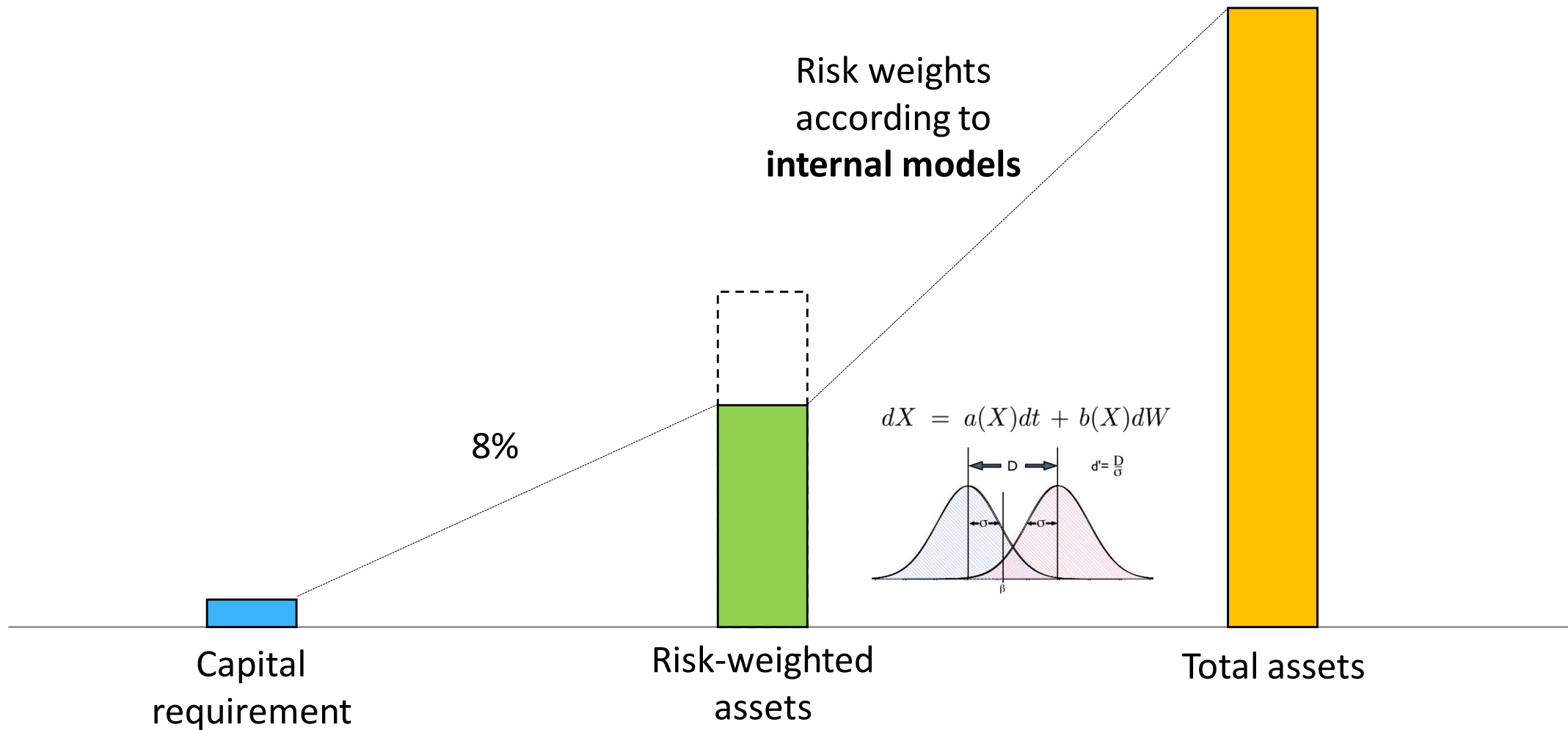


Sources: National Institute of Economic Research and Sveriges Riksbank

Basel I - same risk weights for all banks



Basel II - allows internal models

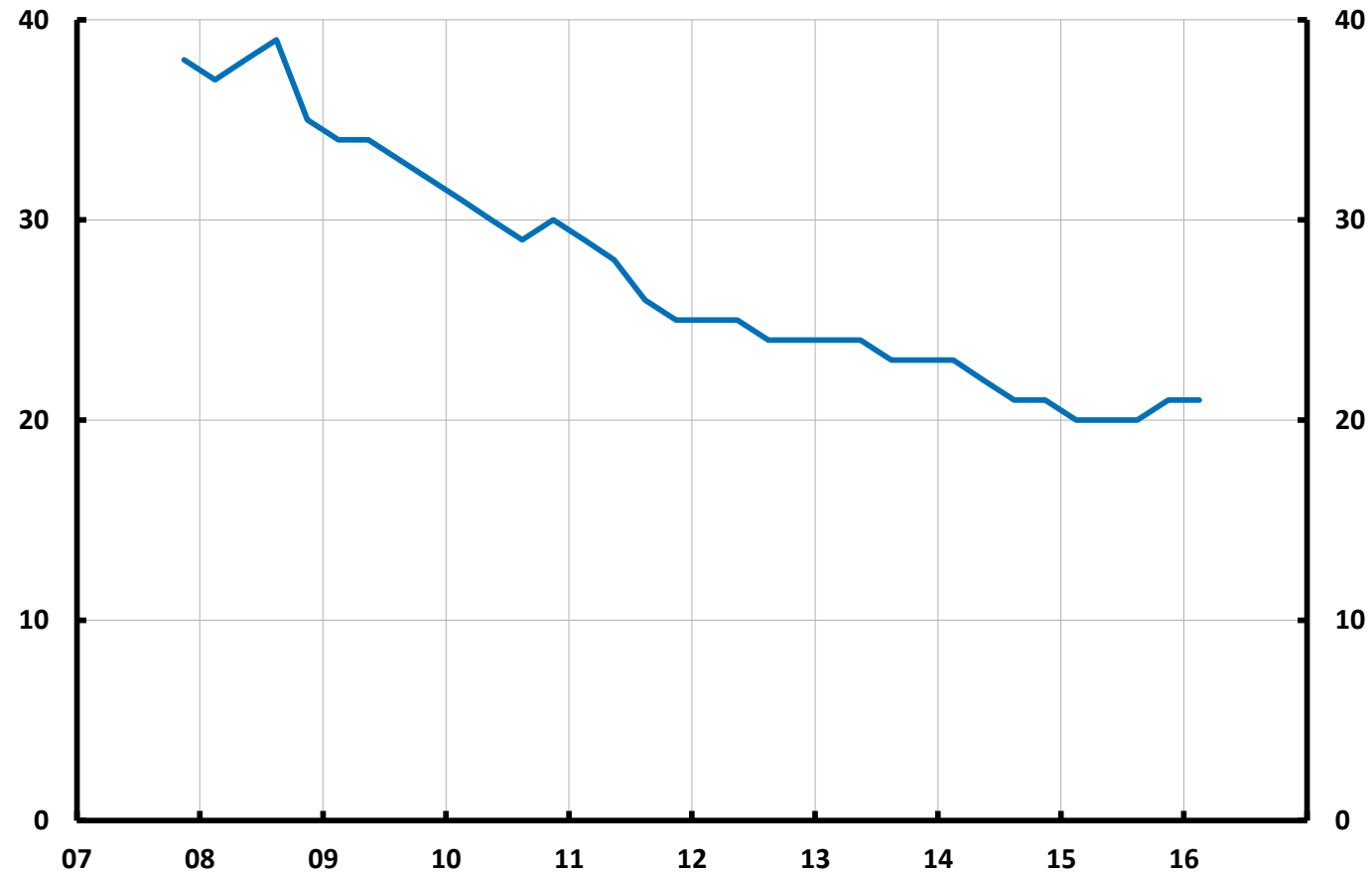


The Riksbank like many other countries wants to see a higher leverage ratio requirement



Country	Level	Introduced or being introduced
Netherlands	4 per cent for systemically important institutions	No later than 2018 (planned, not decided)
Switzerland	5 per cent for systemically important institutions	Up to 2019
United Kingdom	3-5 per cent	Up to 2019
United States	5-6 per cent	2018

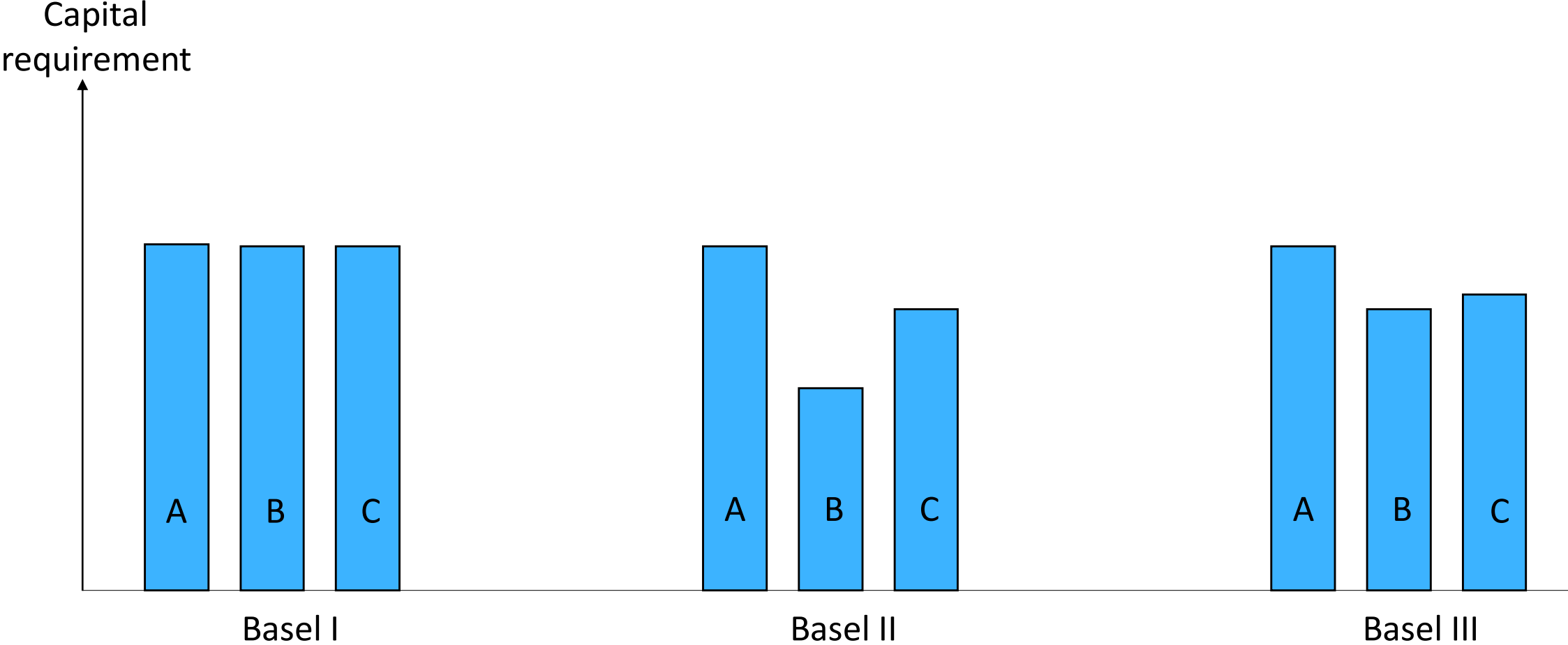
The use of internal models has led to lower risk weights in the major banks



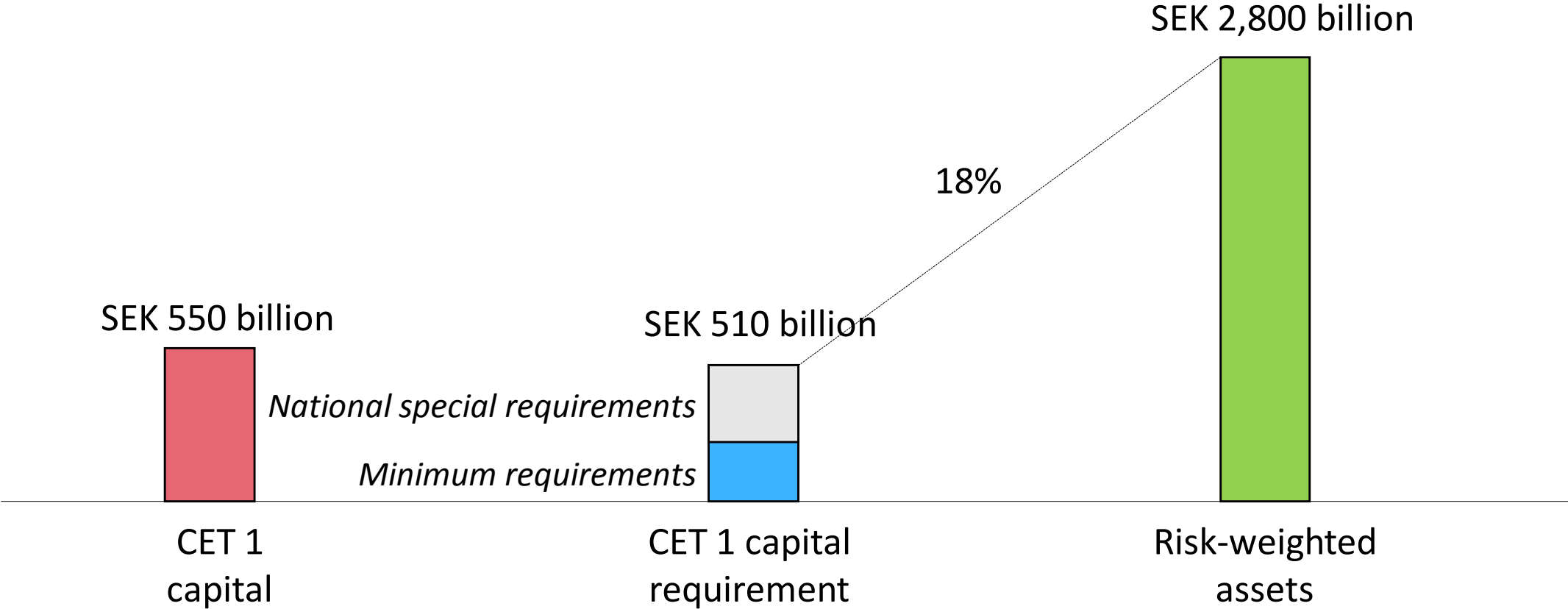
Note. Per cent.

Sources: Finansinspektionen, bank reports and the Riksbank

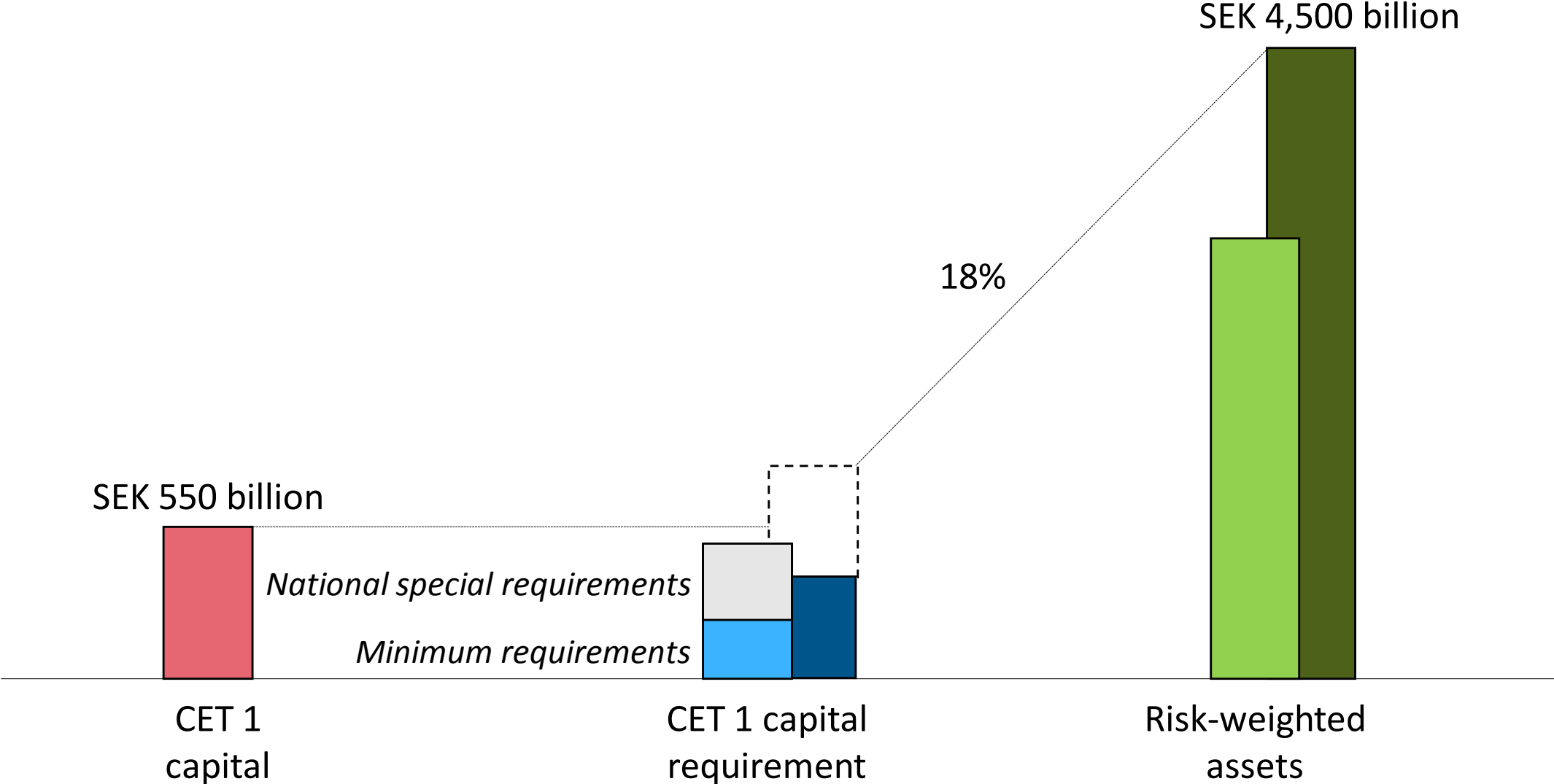
Basel III leads to smaller differences in capital requirements for similar banks



Sweden has a large share of national special requirements



Sweden's special requirements need to be reviewed



**The banks determine the respectful distance
from the capital requirements**

Basel III is good for Sweden

Sweden's special national requirements should be reviewed when Basel III is introduced



Thank you!