

Strengthened capital framework: from Basel II to Basel III

<i>In percentage of risk-weighted assets</i>	Capital requirements							Additional macroprudential overlay	
	Common equity			Tier 1 capital		Total capital		Counter-cyclical buffer	Additional loss-absorbing capacity for SIFIs*
	Minimum	Conservation buffer	Required	Minimum	Required	Minimum	Required	Range	
Basel II	2			4		8			
<i>Memo:</i>	<i>Equivalent to around 1% for an average international bank under the new definition</i>			<i>Equivalent to around 2% for an average international bank under the new definition</i>					
Basel III New definition and calibration	4.5	2.5	7.0	6	8.5	8	10.5	0–2.5	Capital surcharge for SIFIs?

* Modalities to be defined.