

Chapter 10

Capital buffers

10.5 Capital conservation plan

10.5.1 **R** When a *firm* does not meet the *combined buffer*, it must prepare a capital conservation plan and submit it to *FCA* no later than five *business days* after the *firm* identified that it did not meet the *combined buffer*.

[Note: article 142(1) of *CRD*]

10.5.2 **R** The capital conservation plan must include the following

- (1) the *MDA*;
- (2) estimates of income and expenditure and a forecast balance sheet;
- (3) measures to increase the capital ratios of the *firm*; and
- (4) a plan and timeframe for the increase of *own funds* with the objective of meeting the *combined buffer*.

[Note: article 142(2) of *CRD*]