

## Brexit: risks and risk management - summary assessment<sup>1</sup>

### Purpose:

This note provides a summary assessment of the exposure, risks and risk management of SSM banks stemming from the forthcoming UK referendum on the membership in the EU.

### Background:

[REDACTED]

The Report outlines how the referendum poses different risks over the short, medium and longer term for SIs with considerable exposures to UK residents or counterparties, or with significant activities in the UK.

**In the short term** ([REDACTED])

**Over the medium term** ([REDACTED])

**Over the longer term** ([REDACTED])

<sup>1</sup> [REDACTED]

The developments of risks for the banks are closely interconnected to **the evolution in the UK regulatory and policy framework following the exit**. Risks highlighted include possible changes to the supervisory approach, operations and viability of ring-fenced activities, ‘pool of talent’ issues, and conversion from branch to subsidiary

The Supervisory Board is invited to take note of the report.