

**Table: French and German use of Options and National Discretion (ONDs)
within the Single Supervisory Mechanism under article 493(3) and 400(2) CRR (2020)**

Article (CRR)	Option to exempt from large exposure requirements for:	ECB recommendation	EBA (2016) recommendation to keep or to remove the option	France	Germany
493(3)(a) 400(2)(a)	exposures to covered bonds	Exercise partially: i.e., taking 20% of the nominal value	NA	Option not exercised: 100% applicable RWA (risk weighted average)	Partial exemption: 20% Section 1 no 1 GroMiKV => existed under the initial version of the legislation
493(3)(b) 400(2)(b)	exposures to regional governments or local authorities	Partial exercise in line with risk weighted treatment	NA	Partial exemption for exposures on EU MSs' regional or local authorities: 80% instead of 20% under the standard approach. Already existed under national regulation 93-05	Partial exemption: 80% Section 1 no 2 GroMiKV => existed under the initial version of the legislation
493(3)(c) 400(2)(c)	intragroup exposures	Full exercise	NA	Full exemption. Already existed under national regulation 93-05	<ul style="list-style-type: none"> • Full exemption of participations, unless the participation exceeds 25% of eligible capital • Full exemption of comfort letters issued • 75% exemption for other intragroup exposures; up to 93.75% exemption possible on request. Section 2(1-4) GroMiKV => new exemption
493(3)(d) 400(2)(d)	exposures to regional or central credit institutions with which the credit	Full exercise	keep	Full exemption. Already existed under national regulation 93-05	Partial exemption, 50% of participations and other kind of holdings are exempted.

	institution is associated in a network				Section 2 (5) GroMiKV => new exemption
493(3)(e) 400(2)(e)	Interbank exposures to institutions which operate on a non-competitive basis under government oversight	Full exercise	keep	Full exemption. Already existed under national regulation 93-05	Partial exemption restricted to a situation where the credit institution that operates on a non-competitive basis provides a loan (no guarantees) to another credit institution. Section 1 no 10 GroMiKV => existed under the initial version of the legislation
493(3)(f) 400(2)(f)	exposures to overnight interbank	Full exercise	remove	Full exemption. Already existed under national regulation 93-05	Full exemption. Section 1 no 3 GroMiKV => existed under the initial version of the legislation
493(3)(g) 400(2)(g)	exposures to central banks	Full exercise	NA	Full exemption. Already existed under national regulation 93-05	Full exemption. Section 1 no 4 GroMiKV=> existed under the initial version of the legislation
493(3)(h) 400(2)(h)	exposures to sovereign assets held for statutory liquidity requirements	Full exercise	NA	Not exercised. Not foreseen under 93-05	Full exemption Section 1 no 5 GroMiKV=> existed under the initial version of the legislation
493(3)(i) 400(2)(i)	exposures to off-balance commitments	Full exercise	NA	Full exemption. Already existed under national regulation 93-05	Partial exemption only for low/medium credit risk commitments (50%). Section 1 no 6 GroMiKV=> existed under the initial version of the legislation
493(3)(j) 400(2)(j)	exposures to legally required guarantees for	Full exercise	remove	Not exercised. Not foreseen under 93-05	Full exemption.

	mortgage loans financed by issuing mortgage bonds				Section 1 no 8 GroMiKV => existed under the initial version of the legislation
493(3)(k) 400(2)(k)	exposures to recognized exchanges	Full exercise	remove	Full exemption. Already existed under national regulation 93-05	Full exemption. Section 1 no 9 GroMiKV => existed under the initial version of the legislation

Source: own aggregation of data available from the ECB, and from annexes II of national Overviews of options and discretions set out in Directive 2013/36/EU and Regulation (EU) No 575/2013 as updated in July 2019. Thanks to Farida Valieva who collected this data.