



VIEIRA DE ALMEIDA
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FLASH

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NEWS

BANKING & FINANCE | Core Tier 1 Eligible Instruments

Regulation 4/2012 of the Bank of Portugal was published on January, 20. It turns hybrid financial instruments subscribed by the State in the context of the capitalization of banks eligible for computation of Core Tier 1 ratio.

Through this Regulation, the Bank of Portugal has amended its Regulation n.º 3/2011, adding to the own funds elements that are eligible for calculation of that ratio, the hybrid financial instruments provided for in Article 3, n.º 1 j) of the Regulation of Bank of Portugal n.º 6/2010, that may be subscribed by the State in accordance with Law n.º 63-A/2008, of November 24, as amended by Law n.º 4/2012, of January 11. These elements will be eligible for the Core Tier 1 ratio till the limit of 50% of Tier 1 funds (*fundos próprios de base*).

