



Basel 4: The way ahead

KPMG's [EMA FS Risk & Regulatory Insight Centre](#) and [ECB Office](#) are pleased to announce the launch of our '[Basel 4: The way ahead](#)' series. With six individual articles considering the implications for banks of the different elements of Basel 4, the series assesses the full impact of the final rules.

The Basel Committee published in December 2017 a revised set of minimum standards for the capital treatment of credit risk, operational risk and credit valuation adjustment risk, and for a new output floor to limit the extent to which banks will be able to use internal models for credit and market risk to drive down capital requirements.

Leveraging the insights from across our global network, we have published a series of articles to analyse each of these elements in detail.



Operational Risk

The new Standardised Approach



Market Risk

Is the output floor a game changer for internal models?



CVA risk

A model-based standard approach



[Credit Risk - Standardised approach](#)

Bridging the gap to internal models



[Credit Risk - IRB approach](#)

Closing in on consistency?



[Piecing the jigsaw together](#)

What do the full Basel 4 standards mean for banks?

While the timing and substance for parts of the EU legislation remain unclear, banks need to start considering their strategic options to address Basel 4, and the full impact that these could have on their systems and processes, business model and capital.

We hope that you find this series useful and we welcome your feedback on the articles.

Sincerely,

Daniel Quinten

Partner and Co-Head of KPMG's ECB Office

E: dquinten@kpmg.com

Fiona Fry

Partner and Head of EMA FS Risk & Regulatory Insight Centre

E: fiona.fry@kpmg.co.uk

Key Links

Visit [KPMG's ECB Office website](#) for articles and insights on pressing issues related to the Single Supervisory Mechanism (SSM).

Visit [KPMG's EMA FS Risk & Regulatory Insight Centre](#) website for the latest on the implications of risk and regulatory change.

© 2018 KPMG International Cooperative ("KPMG International"), a Swiss entity. Member firms of the KPMG network of independent firms are affiliated with KPMG International. KPMG International provides no client services. No member firm has any authority to obligate or bind KPMG International or any other member firm vis-à-vis third parties, nor does KPMG International have any such authority to obligate or bind any member firm. All rights reserved.

KPMG International, 15 Canada Square, London, E14 5GL

Designed and produced by **CREATE**.
Publication Number: CRT094417 | 180511