



The Basel Framework

Please note, the Framework was updated on 22 January 2021 and now incorporates all changes that the BCBS has published since the December 2019 launch.

The Basel Framework is the full set of standards of the Basel Committee on Banking Supervision (BCBS), which is the primary global standard setter for the prudential regulation of banks. The membership of the BCBS has agreed to fully implement these standards and apply them to the internationally active banks in their jurisdictions. The [background page](#) describes the framework's structure and how to navigate it.

Search the Basel Framework:

Time traveller

Time traveller

Updates

[View all past / future changes to the Basel Framework](#)

Standards

SCO	<b><u>Scope and definitions</u></b>	This standard describes the scope of application of the Basel Framework. Effective as of: <b>01 Jan 2021</b> Next version: <b>01 Jan 2023</b> Status: <b>Current</b>
CAP	<b><u>Definition of capital</u></b>	This standard describes the criteria that bank capital instruments must meet to be eligible to satisfy the Basel capital requirements, as well as necessary regulatory adjustments and transitional arrangements. Effective as of: <b>03 Apr 2020</b> Status: <b>Current</b>
RBC	<b><u>Risk-based capital requirements</u></b>	This standard describes the framework for risk-based capital requirements. Effective as of: <b>15 Dec 2019</b> Next version: <b>01 Jan 2023</b> Status: <b>Current</b>
CRE	<b><u>Calculation of RWA for credit risk</u></b>	This standard describes how to calculate capital requirements for credit risk. Effective as of: <b>15 Dec 2019</b> Next version: <b>01 Jan 2023</b> Status: <b>Current</b>
MAR	<b><u>Calculation of RWA for market risk</u></b>	This standard describes how to calculate capital requirements for market risk and credit valuation adjustment risk. Effective as of: <b>15 Dec 2019</b> Next version: <b>01 Jan 2023</b> Status: <b>Current</b>
OPE	<b><u>Calculation of RWA for operational risk</u></b>	This standard describes how to calculate capital requirements for operational risk. Effective as of: <b>15 Dec 2019</b> Next version: <b>01 Jan 2023</b> Status: <b>Current</b>
LEV	<b><u>Leverage ratio</u></b>	This standard describes the simple, transparent, non-risk-based leverage ratio. This measure intends to restrict the build-up of leverage in the banking sector and reinforce the risk-based requirements with a simple, non-risk-based "backstop" measure. Effective as of: <b>15 Dec 2019</b> Next version: <b>01 Jan 2023</b> Status: <b>Current</b>
LCR	<b><u>Liquidity Coverage Ratio</u></b>	This standard describes the Liquidity Coverage Ratio, a measure which promotes the short-term resilience of a bank's liquidity risk profile. Effective as of: <b>15 Dec 2019</b> Status: <b>Current</b>

NSF

Net stable funding ratio

The net stable funding ratio requires banks to maintain a stable funding profile in relation to the composition of their assets and off-balance-sheet activities.

Effective as of: 15 Dec 2019    Status: Current

LEX

Large exposures

Large exposures regulation limits the maximum loss that a bank could face in the event of a sudden counterparty failure to a level that does not endanger the bank's solvency. This standard requires banks to measure their exposures to a single counterparty or a group of connected counterparties and limit the size of large exposures in relation to their capital.

Effective as of: 15 Dec 2019    Next version: 01 Jan 2023    Status: Current

MGN

Margin requirements

This standard establishes minimum standards for margin requirements for non-centrally cleared derivatives. Such requirements reduce systemic risk with respect to non-standardised derivatives by reducing contagion and spillover risks and promoting central clearing.

Effective as of: 03 Apr 2020    Status: Current

SRP

Supervisory review process

The Pillar 2 supervisory review process ensures that banks have adequate capital and liquidity to support all the risks in their business, especially with respect to risks not fully captured by the Pillar 1 process, and encourages good risk management.

Effective as of: 15 Dec 2019    Next version: 01 Jan 2023    Status: Current

DIS

Disclosure requirements

This standard sets out disclosure requirements, which aim to encourage market discipline.

Effective as of: 15 Dec 2019    Next version: 01 Jan 2023    Status: Current

BCP

Core Principles for effective banking supervision

The Basel Core Principles provide a comprehensive standard for establishing a sound foundation for the regulation, supervision, governance and risk management of the banking sector.

Effective as of: 15 Dec 2019    Status: Current

 [Full version of the Basel Framework \(pdf\)](#).