

## INTERNAL CAPITAL ADEQUACY ASSESSMENT PROCESS (ICAAP) - GENERAL FRAMEWORK

Credit institutions shall be guided by **Chapter 2.2 ‘Guidelines on ICAAP’** of the [Guidelines on the Application of the Supervisory Review Process under Pillar 2 \(GL03\)](#) which were published by the Committee of European Banking Supervisors (CEBS) on 25 January 2006 and any reviews and/or updates that may be undertaken to such Guidelines from time to time.

The EBA is currently developing ‘[Guidelines on Supervisory Review and Evaluation Process \(SREP\) and Pillar 2](#)’ following the mandate under Article 107(3) of the [CRD](#). Such Guidelines, which implement provisions of the [CRD](#), shall be addressed to *inter alia* the authority, shall specify, in a proportionate manner, the common procedures and methodologies for the supervisory review and evaluation process and the assessment of the organisation and the risks faced by credit institutions. Credit institutions are to be guided by the latter Guidelines once finalised.