

## Single Resolution Mechanism



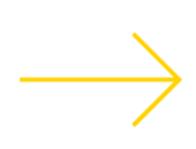
## Bank falls into trouble



The Single Resolution Mechanism is made up of the Single Resolution Board and the National Resolution Authorities in Eurozone countries, Bulgaria and Croatia. It protects financial stability and the taxpayer by planning for and managing bank failures. The SRM is the second pillar of the Banking Union, providing centralised and independent decision-making on bank resolution, ensuring that the public interest and critical economic functions are protected.

## Resolution process











STEP 3 Public interest assessment

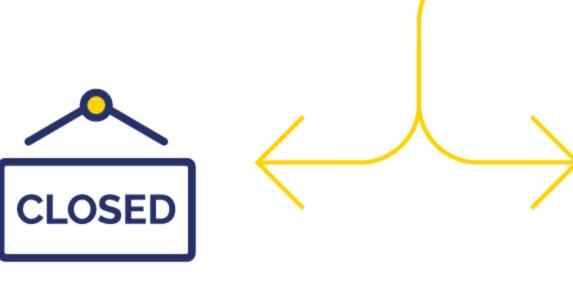


ECB determines that bank is failing or likely to fail

STEP 2 Private measures/supervision

actions exhausted

If not in public interest, **bank** is wound up





If in public interest, bank goes into resolution

## Resolution scheme

Within 24 hours of bank being declared failing or likely to fail:



SRB selects best resolution tool



SRB determines whether to use the privately-financed Single Resolution Fund





Relevant National Resolution Authority implements resolution scheme

