

Single Resolution Mechanism

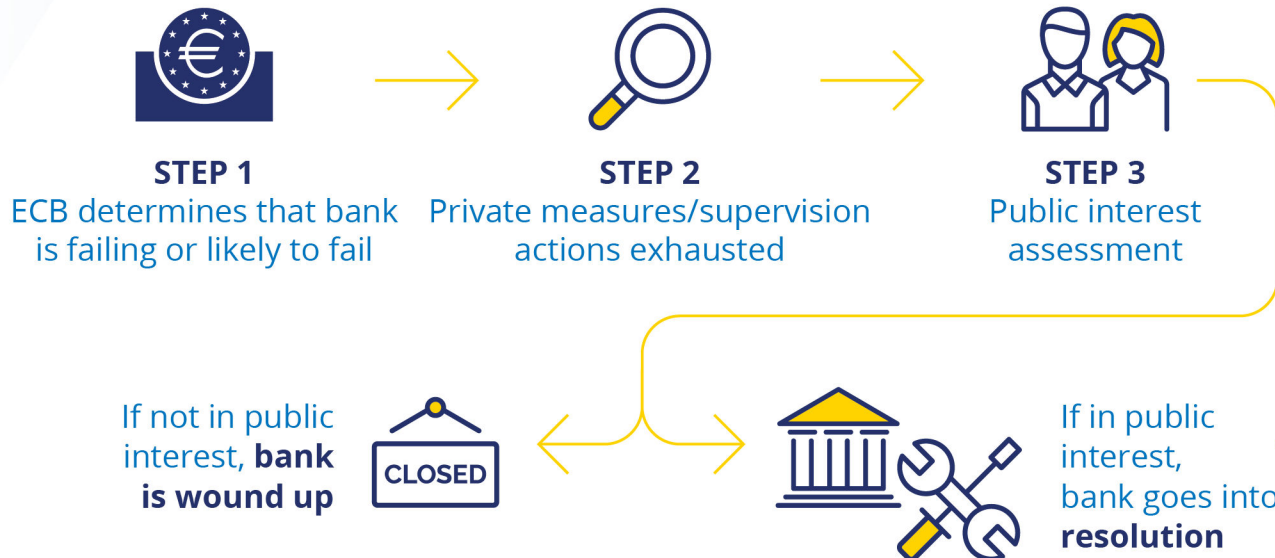


Bank falls into trouble



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



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 