



**COUNCIL OF
THE EUROPEAN UNION**

Brussels, 14 June 2011

11360/11

**Interinstitutional File:
2010/0207 (COD)**

**EF 88
ECOFIN 361
CODEC 1003**

REPORT

from: Presidency
to: Permanent Representatives Committee

No. Cion prop.: 12386/10 EF 83 ECOFIN 460 CODEC 715

Subject: Proposal for a Directive of the European Parliament and of the Council on
Deposit Guarantee Schemes [recast]
- General approach

I. INTRODUCTION

1. On 12 July 2010 the Commission transmitted to the Council its proposal for a Directive of the European Parliament and of the Council on Deposit Guarantee Schemes [recast].
2. The proposal has been examined by the Working Party on Financial Services at several meetings during the Belgian and Hungarian Presidencies.
3. The European Data Protection supervisor adopted its opinion on the proposal on 9 September 2011, and the European Central Bank, respectively, on 16 February 2011. The European Parliament's ECON Committee delivered its opinion on 24 May 2011.
4. The Danish delegation maintains a parliamentary scrutiny reservation.

5. In these circumstances the Presidency aims at an agreement on a general approach as soon as possible in order to start negotiations with the European Parliament with a view to a first reading agreement.

II. STATE OF PLAY

6. Following the Working party meeting of 31 May 2011, there is now a large measure of agreement on the Presidency compromise as set out in doc. 11359/11 EF 87 ECOFIN 360 CODEC 1002, which the Presidency considers the best achievable balance between the views expressed.
7. An agreement still has to be confirmed on issues concerning the financing of Deposit Guarantee Schemes. The Presidency suggests to fix the level of *ex-ante* financing at 0.5% of covered deposits (Article 9(1)) and the deadline by which the target level has to be reached at 2027 (Article 19(1) second sub-paragraph).
8. The Presidency expects that any outstanding reservations on any other issues will be lifted in the framework of an overall compromise.

III. CONCLUSION

9. Against this background the Permanent Representatives Committee is invited to:
 - agree on the general approach with regard to the proposed Directive, as set out in doc. 11359/11 EF 87 ECOFIN 360 CODEC 1002;
 - invite the Presidency to conduct negotiations with the European Parliament on the basis of this general approach with a view to reaching an agreement at first reading.