

Council Directive of 8 December 1986 on the annual accounts and consolidated accounts of banks and other financial institutions (86/635/EEC)

SECTION 6

**SPECIAL PROVISIONS RELATING TO CERTAIN
ITEMS IN THE PROFIT AND LOSS ACCOUNT**

Article 32

Article 27, item 6 (vertical layout)

Article 28, item A 3 or item B 4 (horizontal layout)

Net profit or net loss on financial operations.

This item covers:

1. the net profit or loss on transactions in securities which are not held as financial fixed assets together with value adjustments and value re-adjustments on such securities, taking into account, where Article 36 (2) has been applied, the difference resulting from application of that article; however, in those Member States which exercise the option provided for in Article 37, these net profits or losses and value adjustments and value re-adjustments shall be included only in so far as they relate to securities included in a trading portfolio;
2. the net profit or loss on exchange activities, without prejudice to Article 29, point 3;
3. the net profits and losses on other buying and selling operations involving financial instruments, including precious metals.