

Financial Regulation: Weekly Update. 18 March 2016

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GLOBAL

- [BIS consults on Pillar 3 disclosure framework](#)

It [proposes](#) additions to the Pillar 3 framework to include disclosure requirements for: TLAC, operational risk and market risk. Deadline 10 Jun.

- [BIS on the Regulatory Consistency Assessment Programme \(RCAP\)](#)

Publishes a [handbook](#) for assessing the consistency of standards as adopted by the various jurisdictions with the overall Basel III framework: i) capital, ii) liquidity and iii) frameworks for G-SIB and D-SIB.

- [BIS publishes Basel III implementation assessments of Russia and Turkey](#)

It considers that in both countries the domestic [implementation](#) of the capital framework and the liquidity coverage ratio meets the Basel standards.

- [FSB publishes second thematic Peer Review on Resolution Regimens](#)

It [examines](#) the range of implementation of the crisis framework. Only a subset of the FSB membership are in line with key attributes. It makes a number of recommendations to address the gaps that will be revised by Dec 2016.

EUROPE

- [ECB on the new securitisation framework proposed by the Commission](#)

[Response](#) to the request from the Council. It welcomes the Commission's proposals but proposes some amendments.

- [ESMA consults on the Securities Financing Transactions Regulation \(SFTR\)](#)

[Level 2](#) measures under the disclosure framework, and includes a cost-benefit [analysis](#) (deadline: 22 Apr). ESMA will submit the draft technical standards to the EC for endorsement by 13 Jan 2017.

- [The EC recognises EU-equivalent regulatory status of US CCPs](#)

EC publishes [implementing decision](#) on the [equivalence](#) of the requirements met by US CCPs with those

met by EU CCPs. It avoids fragmentation of markets and liquidity.

- [EBA on Implementing Technical Standards validation rules](#)

It issues a revised [list](#) of validation rules on supervisory reporting, highlighting those which have been deactivated either for being incorrect or for triggering IT problems.

- [ESMA issues risk dashboard and report on trends, risks and vulnerabilities](#)

It [finds](#) that [overall risk](#) in the European securities markets remains high, but with a stable outlook.

- [ECON meeting](#)

It [dealt with](#): virtual currencies, exchange of tax information and common system of VAT. Amendments to regulations: MiFID, market abuse and improving securities settlement.

- [Three implementing regulations published in the OJEU](#)

i) On reporting of the [liquidity coverage](#) requirement and in relation to the market abuse regulation: ii) with regard to [insider lists](#) and iii) timing and format of [templates for notifying](#) authorities.

UNITED KINGDOM

- [The PRA publishes a consultation paper on contractual recognition of bail-in](#)

It [proposes](#) to reduce, on certain conditions, the scope of the liabilities affected by the transposition of Article 55 of the BRRD. It would come into force on 1 Jul 2016, upon the expiry of the dispensation granted to UK banks.

- [FCA reforms advice on financial markets to improve consumer access](#)

It proposes improvements in [three areas](#): i) providing affordable advice to consumers (particularly those investing small amounts); ii) accessibility and iii) advisers' obligations and liabilities and redress for [consumers](#).

UNITED STATES

- [FINRA on effective practices for digital investment advice](#)

It refers to [five key areas](#): governance and supervision of algorithms, customer profiling, governance and supervision of portfolios and conflicts of interest, rebalancing of portfolios and training.

- [CFTC on CCP equivalence between EU and US](#)

The US Commodity Futures Trading Commission approves the new [compliance framework](#) for central counterparties in the EU including equivalence with EU rules.

Recent publications of interest (in English and Spanish)

- [Working document](#). The business model of Spanish banks in Latin America
- [Financial Regulation Outlook](#). March 2016.
- [Digital Economy Outlook](#). February 2016
- [Regulation Watch](#). UK proposal on MREL: alignment with TLAC

Previous editions of our Weekly Regulatory Update in [Spanish](#) and [English](#)

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