

Financial Regulation: Weekly Update. 27 January 2017

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GLOBAL

- FSB publishes reports on re-hypothecation of assets and on non-cash collateral re-use

i) It describes potential **financial** stability issues, explaining the evolution of market practices and current regulatory approaches to re-hypothecation, and ii) presents **measures** for assessing non-cash collateral re-use in securities financing to be monitored by authorities.

EUROPE

- EC launches consultation on Capital Markets Union (CMU) mid-term review 2017

Seeks **feedback** on how the current CMU work programme can be completed and updated, before the mid-term review in June 2017. Deadline: 17 Mar.

- ESMA issues opinion on exception of central clearing

The **opinion** exempts Spanish Pension Schemes OTC derivative contracts from central clearing obligations under EMIR.

SPAIN

- CNMV publishes two technical guidelines on investment funds

i) **Guidelines** on strengthening transparency of investment funds seeking long-term profitability, and ii) **guidelines** on related transactions regarding financial instruments and carried out by managers of collective investment schemes.

UNITED KINGDOM

- PRA updates Supervisory Statement on building societies

The **objective** is to set the approach to supervision of building societies' lending and treasury activities, as well as the supervisor's expectations on the compliance of their requirements.

- FCA publishes scorecard on general insurance measures

It seeks to help **consumers** assess the value of products. Data include claims frequencies, claims acceptance rates and average claims pay-out.

- [PRA publishes variation to previous Modifications by Consent regarding leverage](#)

Invites firms to [consent](#) to a variation of the temporary rule in relation to the exclusion of certain central bank claims from the total exposure measure.

UNITED STATES

- [FED finalizes rule to adjust maximum civil money penalties for misconduct](#)

It increases the [maximum civil money](#) penalty limits for 2017 responding to the rule requiring annual adjustments. New amounts applicable since 15 Jan.

- [FED publishes progress report on the improvement of the U.S. payment system](#)

[Highlights](#) the work of two payments industry task forces, updating the accomplishments and future steps for the ongoing initiative.

- [CFTC extends deadline on consultation for Regulation Automated Trading](#)

[Extends](#) comment period for proposed rulemaking that imposes controls, transparency measures and safeguards on automated trading. New deadline: 1 May.

Recent publications of interest (in English and Spanish):

- [Flash](#). Global | 2016 G-SIBs List. November 2016
- [Regulation Watch](#). New package of banking reforms. November 2016
- [Regulation Watch](#). Europe: TLAC implementation and MREL review. November 2016
- [Financial Regulation Outlook](#). January 2017
- [Digital Economy Outlook](#). January 2017

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