

Financial Regulation: Weekly Update. 28 April 2017

Matías Daniel Cabrera / Pilar Soler / Alvaro Romero

GLOBAL

- BIS publishes twelfth progress report on Basel regulatory framework

All 27 member jurisdictions have [implemented](#) risk-based capital rules, LCR and capital conservation buffers. Further work needed for the rest of reforms.

- FSB publishes thematic peer review on Corporate Governance (CG)

Offers [12 recommendations](#) to the FSB jurisdictions. Areas: Effective CG framework, Disclosure and transparency, responsibilities of the board, rights of shareholders and other.

- BIS publishes the work programme for 2017-2018

The [main themes](#) to focus on: finalising existing policy initiatives, monitoring emerging risks, promoting strong supervision and ensuring full implementation of regulatory standards.

EUROPE

- ESRB publishes revision of the European Market Infrastructure Regulation

Several [proposals](#): limit the procyclicality of EMIR, increase its transparency, advises caution regarding clearing exemptions, recommendations to meet macroprudential objectives.

- ESMA issues opinion on fees for trade repositories

Publishes [final technical advice](#) to the Commission on fees for trade repositories under the Securities Financing Transactions Regulation, proposing changes on the fees' calculation.

- ESMA publishes opinion on MAR accepted market practices (AMP) on liquidity contracts

Focus on the points for convergence in relation to AMP, and [sets out conditions](#) and limits when establishing AMPs on liquidity contracts under MAR.

- EIOPA publishes a review of consumer protection issues in the Unit-Linked Market

It [assesses](#) potential issues for consumers due to monetary incentives and remuneration payments from

asset managers to insurance undertakings in the unit-linked market.

- [EIOPA publishes consultation on the treatment of unlisted product without external rating](#)

Following [request by the EC](#), it seeks views on the treatment of unlisted equity and debt without an external rating in the standard formula. Deadline: 24 May.

- [EBA updates to the XBRL taxonomy 2.7 for remittance of supervisory reporting](#)

[This taxonomy](#) is used by Competent Authorities for the remittance of data under the EBA ITS on supervisory reporting. Will be used for reference dates from 31 March 2018 onwards.

SPAIN

- [CNMV consults on technical guide for finance employees training](#)

It [seeks to](#) improve clients' protection on investment services. Includes criteria that financial institutions' employees should have to advise on investment products. Deadline: 10 May.

- [BdE consults on draft Circular regarding Central Credit Register](#)

It seeks to [adapt](#) the current system to the information requirements set out in the AnaCredit Regulation. Deadline: 5 May.

- [BdE consults on draft Circular regarding Sareb's accounting specificities](#)

It seeks to include the new [criteria](#) for recording the impairment of Sareb's assets, as well as specifying the rules for its reversal. (Sareb is Spain's "bad bank") Deadline: 12 May.

UNITED KINGDOM

- [PRA issues policy statement regarding whistleblowing in non-EEA UK branches](#)

It presents feedback to [responses](#) on a previous consultation. Additionally it sets out the final rules on this issue, with some minor changes with respect to the proposal.

- [PRA publishes 2017 stress test scenario for non-participating firms](#)

This scenario reflects [minimum](#) adverse conditions to be used as a starting point to build and calibrate their own scenarios under Pillar 2.

- [PRA publishes policy statement on MiFID II implementation](#)

Provides final policy [regarding](#) the implementation of MiFID, with minor changes respect to the consulted document. It will take effect from 3 Jan 2018.

- [PRA publishes policy statement regarding operational continuity in resolution](#)

Provides [feedback](#) on previous consultation, and contains the final amendments regarding reporting requirements. These will take effect from 1 Jan 2019.

- [PRA publishes policy statement on Solvency II](#)

It seeks to clarify the supervisor's [expectations](#) for maintaining the calculation of the transitional measure on technical provisions.

UNITED STATES

- [House of Representatives to hold hearing on how to replace Dodd-Frank Act](#)

In the framework of the [Financial Choice Act](#), the Financial Services Committee has published a draft and an analysis of the proposed changes to replace the Dodd-Frank Act.

Recent publications of interest (in English and Spanish):

- [Press Article](#). Creating Green Opportunities. March 2017
- [Press Article](#). Shadow banking: time to step out into the light. March 2017
- [Regulation Watch](#). White Paper on the future of Europe. March 2017
- [Regulation Watch](#). New package of banking reforms. November 2016
- [Financial Regulation Outlook](#). April 2017
- [Digital Economy Outlook](#). January 2017

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

This document has been prepared by BBVA Research Department, it is provided for information purposes only and expresses data, opinions or estimations regarding the date of issue of the report, prepared by BBVA or obtained from or based on sources we consider to be reliable, and have not been independently verified by BBVA. Therefore, BBVA offers no warranty, either express or implicit, regarding its accuracy, integrity or correctness.

Estimations this document may contain have been undertaken according to generally accepted methodologies and should be considered as forecasts or projections. Results obtained in the past, either positive or negative, are no guarantee of future performance. This document and its contents are subject to changes without prior notice depending on variables such as the economic context or market fluctuations. BBVA is not responsible for updating these contents or for giving notice of such changes.

BBVA accepts no liability for any loss, direct or indirect, that may result from the use of this document or its contents.

This document and its contents do not constitute an offer, invitation or solicitation to purchase, divest or enter into any interest in financial assets or instruments. Neither shall this document nor its contents form the basis of any contract, commitment or decision of any kind.

In regard to investment in financial assets related to economic variables this document may cover, readers should be aware that under no circumstances should they base their investment decisions in the information contained in this document. Those persons or entities offering investment products to these potential investors are legally required to provide the information needed for them to take an appropriate investment decision.

The content of this document is protected by intellectual property laws. It is forbidden its reproduction, transformation, distribution, public communication, making available, extraction, reuse, forwarding or use of any nature by any means or process, except in cases where it is legally permitted or expressly authorized by BBVA.