

Financial Regulation: Weekly Update. 24 November 2017

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GLOBAL

- FSB publishes 2017 G-SIBs and G-SIIs list and BCBS provides further information

There are [three main changes](#) versus the previous list, but the total number of G-SIBs remains the same: 30. It also publishes the [G-SIIs list](#). Additional information on the assessment was [published](#) by the BCBS.

- IOSCO publishes report on good practices for the termination of investment funds

It issues fourteen [good practices](#), highlighting the importance for investment funds of adopting termination procedures that take into account investor protection issues.

EUROPE

- Council announces that the EBA will relocate to Paris,

Paris [has been selected](#) as the new seat to relocate the EBA after the Brexit. Now the Commission will prepare legislative proposals reflecting this decision.

- Council adopts STS (Simple, Transparent and Standardised) securitisation rules

STS [promotes](#) the securitisation market in Europe to channel more finance to households and SMEs, improving transparency and making securitisation transactions safer and simpler.

- EBA publishes final guidelines on the estimation of risk parameters under IRB approach

Provides [clarification](#) on estimation of PD and LGD and aims at reducing variability and enhancing comparability in internal models outcomes while preserving risk sensitivity.

- EBA publishes 2018 stress test methodology

The [methodology](#) for the exercise (to be launched in Jan 2018) is in line with the 2016 test, with some adjustments to include the implementation of IFRS 9.

- EBA publishes report on supervisory convergence across the EU

The report finds [good progress](#) on SREP implementation, but challenges on capital adequacy assessments and the determination of Pillar 2 requirements.

- ESMA updates Q&As

i) Updates on the CRA Regulation, adds a new section on [Organisational Requirements](#), ii) updates answers regarding the [reporting to trade repositories](#) under EMIR, iii) updates answers regarding [MAR](#), and iv) regarding the [implementation of the CSDR](#).

SPAIN

- BdE updates the list of systemically important institutions and sets their capital buffers

It [updates](#) the list of systemically important institutions and their capital requirements for 2018 and 2019, without changes in the requirements of the last year.

- CNMV decides to lift the restriction on short positions in Liberbank

Following the bank's capital increase, the CNMV [lifts the restriction](#) on short positions effective since 12 Jun 2017.

UNITED KINGDOM

- PRA consults on the Enforcement Decision Making Committee (EDMC)

It sets out how the EDMC will [operate](#) to strengthen the robustness and independence of the decision making process in contested enforcement cases. Deadline: 2 Feb 2018.

- PRA provides information on people's objections regarding RFTS

It sets out the [details](#) on how to serve the PRA with copies of written statements of concerns or complaints regarding a firm's ring-fencing transfer schemes (RFTS).

UNITED STATES

- Federal banking agencies finalise extension of specific capital rule

[Applies](#) to banking organisations not subject to “advanced approaches” capital rules by extending existing capital requirements for mortgage servicing assets and other items.

- [Federal banking agencies amend Community Reinvestment Act \(CRA\) regulations](#)

[Adjustments](#) on CRA regulation to be consistent with changes by CFPB to Regulation C, which implements the Home Mortgage Disclosure Act.

Recent publications of interest (in English and Spanish):

- [Regulation Watch](#). Global | 2017 G-SIBs List. November 2017
- [Regulation Watch](#). Banking Union: Half way there. November 2017
- [Press Article](#). COP23: time to walk the talk. November 2017
- [Financial Regulation Outlook](#). October 2017
- [Regulation Watch](#). European Commission withdraws Banking Structural Reform proposal. October 2017
- [Press Article](#). Moving towards a more selective and effective international banking regulation. October 2017

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

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