

Financial Regulation: Weekly Update. 9 March 2018

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GLOBAL

- [FSB publishes Global Shadow Banking monitoring report](#)

[Key element](#) of FSB's plan to transform shadow banking into resilient market-based finance. Includes 29 jurisdictions (over 80% of global GDP).

- [BCBS publishes Basel III monitoring report](#)

As of 30 June 2017, all banks meet [Basel III](#) risk-based capital requirements. Average LCR and NSFR have increased since last report.

- [FSB issues reporting guidelines on Securities Financing Transactions](#)

[Guidelines](#) for implementing the November 2015 FSB Global Securities Financing Data Standards.

- [BCBS, CPMI, FATF and FSB welcome industry initiative facilitating correspondent banking](#)

Welcome [Correspondent Banking](#) Due Diligence Questionnaire (CBDDQ) which aims to set an enhanced and reasonable standard, minimising any additional data requirements.

- [FSB updates data on correspondent banking relationships \(CBR\)](#)

As part of the FSB's action plan to [assess and address](#) the decline in CBR, it reports that the reduction in the total number of active correspondents continued in 1H 2017.

- [IOSCO consults to help trading venues \(TV\) manage extreme volatility](#)

[Proposes](#) 8 recommendations to assist TVs and regulatory authorities when considering the implementation, operation, and monitoring of volatility control mechanisms. Deadline: 6 May.

EUROPE

- [ECB consults on guidelines for ICAAP and ILAAP](#)

Requires [feedback](#) on ECB update principles on internal capital adequacy and internal liquidity adequacy assessment processes as part of the Supervisory Review and Evaluation Process that will be used from 2019. Deadline: 4 May.

- [EBA publishes CRD IV/CRR monitoring exercise](#)

As of 30 June 2017, [banks](#) have improved their capital position with an average CET1 of 13.8%. Leverage ratio and the liquidity coverage ratio have also increased since last report.

- [EC publishes action plan on Sustainable finance](#)

Three [main objectives](#): i) Reorient capital flows towards sustainable investment, ii) mainstreaming sustainability in risk management and, iii) fostering transparency and long-termism in financial activity. Issues ten action points.

- [EC publishes Fintech action plan](#)

[Sets out](#) 23 steps to enable innovative business models to scale up, support the uptake of new technologies, increase cybersecurity and the integrity of the financial system.

- [EC consults on Regulation for European Crowdfunding Service Providers](#)

The [regulation](#) makes it easier for these platforms to offer their services EU-wide and improve access to finance for businesses in need of funding. Deadline: 3 May.

- [EBA consults on how to manage non-performing exposures \(NPE\)](#)

Looks for high NPE banks to achieve a [sustainable reduction](#) of NPEs to strengthen the resilience of their balance sheets and support lending. Deadline: 8 June.

- [ESMA publishes Double Volume Cap \(DVC\) delayed data for Jan and Feb under MiFID II](#)

[DVC mechanism](#) aims to limit the amount of trading under certain equity waivers to ensure that the use of waivers does not harm price formation for equity instruments.

UNITED STATES

- [CFPB issues call for evidence on Bureau's rulemaking processes](#)

Seeks feedback from interested parties to help assess the overall efficiency and effectiveness of the [rulemaking processes](#).

Recent publications of interest (in English and Spanish):

- [Banking Outlook](#). February 2018
- [Financial Regulation Outlook](#). January 2018
- [Regulation Watch](#). Financial Regulation | Basel III End Game. December 2017
- [Regulation Watch](#). Global | 2017 G-SIBs List. November 2017
- [Press Article](#). 2018: a key year for progress toward banking union. January 2018

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

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