

Financial Regulation: Weekly Update. 13 April 2018

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GLOBAL

- CPMI-IOSCO issue guide to harmonise critical [OTC derivatives data](#) elements

[Report](#) focused on definition, format and values of critical data elements, other than Unique Transaction and Product Identifiers (UTI and UPI) reported to Trade Repositories.

- IOSCO issues [recommendations](#) to improve transparency in corporate bond markets

[It recommends](#) improving the information on secondary corporate bond markets available to both regulators and the public.

- CPMI-IOSCO issue guideline for CCP stress testing

It sets the [framework](#) for the supervision of stress tests for CCPs, providing guidance for authorities regarding the design and implementation of the tests.

EUROPE

- ECB consults on cyber resilience oversight expectations for FMIs

[Comments](#) are sought from financial market infrastructures (FMIs). Expectations are based on CPMI-IOSCO Global guidance on cyber resilience for FMIs. Deadline: 5 June.

- ESAs issues joint report on risk and vulnerabilities

The [report](#) points out potential sources of instability: Repricing of risk premia regarding the recent market volatility and corrections, Brexit uncertainties, and cyber attacks.

- [EBA publishes a report on benchmarking of remuneration practices](#)

It [shows](#) the remuneration practices in 2015 and 2016 in the EU banks, noting that remuneration practices within institutions were not sufficiently harmonised.

- [EC publishes a delegated act on Money Market Funds Regulation](#)

[It amends](#) Regulation (EU) 2017/1131 on STS securitisations and ABCP requirements for assets received as part of reverse repos, and credit quality assessment methodologies.

- [ECB issues opinions related to European Monetary Fund \(EMF\) and ESAs review](#)

i) On [EMF](#) it supports: the initiative to bring the ESM into Union legal framework and a fiscally neutral backstop to the SRB. ii) On [ESAs review](#): support the proposal, points out some proposals on EBA governance, stress test, CRAs, supervisory reporting and Pillar III.

- [EBA updates list of correlated currencies](#)

The list is part of the ITS that were drafted for the purposes of [calculating the capital requirements](#) for foreign-exchange risk.

- [EIOPA updates monthly data](#)

i) Symmetric adjustment of [equity capital](#) charge, and ii) [risk-free](#) interest rate term structure with end-March data.

- [ESMA updates double volume cap \(DVC\) mechanism with March-data.](#)

The number of [new breaches](#) for March is of 47 equities for the 8% cap applicable to all trading venues, and 8 equities for the 4% cap applicable to individual TVs.

SPAIN

- [Spanish Congress approves law proposal on whistleblowers communication](#)

Creates a [channel for whistleblowing](#). Allows CNMV to access emails and phone registers. It does not contemplate total confidentiality as BdE could reveal the identity of the complainant in certain cases.

- BdE publishes Institutional report

Its three sections (corporate governance, activity report and institutional report) [highlight](#) the Bank's main features and the key activities carried out during the year 2017.

UNITED KINGDOM

- FCA publishes business plan

Sets out [key priorities](#): Company culture, high credit cost, financial crime, data security, innovation technology and big data, treatment of existing customers etc.

UNITED STATES

- FRB consults on simplification of capital rules and stress test for larger banks

It seeks to [introduce](#) a bank-specific and risk based "stress capital buffer" that depend on stress tests results. Also proposes to modify some CCAR assumptions. Deadline: 60 days.

- FRB and OCC consult on changes to the enhanced supplementary leverage ratio

It seeks to tailor [leverage ratio](#) to GSIB bank risk profiles. Proposes to modify the additional fixed 2% buffer to a half of the firm's risk-based capital surcharge. Deadline: 30 days.

- FFIEC issues joint statement on cyber insurance and role in risk management

The Federal Financial Institutions Examination Council [discusses](#) issues to take into account for firms considering purchasing cyber insurance as part of their risk management programs.

- CFPB issues RFI on consumer complaints and inquiries

Request for Information in order to [assess](#) the way in which the Bureau handles complaints and inquiries.
Deadline: 90 days.

Recent publications of interest (in English and Spanish):

- [Press Article](#). Liquidity or moratorium? March 2018
- [Press Article](#). Sustainable finance: less and less green. March 2018
- [Digital Economy Outlook](#). March 2018
- [Banking Outlook](#). February 2018
- [Financial Regulation Outlook](#). April 2018

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

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