

Financial Regulation: Weekly Update

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November 08, 2024

Highlights

1. FATF publishes money laundering national risk assessment (NRA) guidelines
2. EBA publishes report on the supervision of non performing exposures by credit institutions
3. SRB publishes its new bail-in template for banks
4. Council adopts new rules for the insurance sector: Solvency II and IRRD
5. ESMA publishes guidelines on the information exchange between the ESAs and NCAs

Global

- **FATF publishes money laundering national risk assessment (NRA) guidelines**
To [support](#) countries in conducting an NRA; a process that enables a country to systematically evaluate and address potential money laundering threats and vulnerabilities affecting the country.

Europe

- **EBA publishes report on the supervision of non performing exposures by credit institutions**
It [shows](#) improvements and demonstrates that all competent authorities now fully or largely apply the guidelines on management of non-performing and forborne exposures.
- **SRB publishes its new bail-in template for banks**
It [provides](#) a minimum bail-in data template package that includes an operational guidance that enhances definitions and provides a template to ensure a standardized data collection. Banks have 12 to 18 months to put it in place.
- **Council adopts new rules for the insurance sector: Solvency II and IRRD**
The [new rules](#) are aimed at making the sector more resilient and prepared for future challenges, enabling it to contribute to the twin transition. The next step is publication in the OJEU and entry into force 20 days later.
- **ESMA publishes guidelines on the information exchange between the ESAs and NCAs**
They [set out](#) the tasks of the NCAs and ESAs and the details on the exchange of information to ensure the follow-up of recommendations addressed to ICT critical third-party providers. Entry into force: Jan 17, 2025
- **SRB publishes its MREL dashboard Q2 2024**
It [tracks](#) the evolution of MREL targets and shortfalls for resolution and non-resolution entities, as well as the level and composition of the resources of resolution entities. It also highlights developments in the cost of funding and provides an overview of gross issuances of MREL-eligible instruments.

- **ECB publishes the list of supervised entities as of September 1, 2024**
It [shows](#) that there are 113 significant banks under ECB direct supervision (Part A) and the rest of EU banks are less significant banks under its indirect supervision (Part B).
- **ESRB publishes opinion on the extension of a Dutch macroprudential measure**
It [considers](#) justified the extension of the measure that imposes a minimum risk weight to credit institutions using the IRB approach on portfolios of exposures to natural persons secured by mortgages on residential property located in the Netherlands.
- **ESMA publishes data for bond liquidity assessment and the systematic internaliser calculations**
It [is based](#) on a quarterly assessment of quantitative liquidity criteria, which includes the daily average trading activity and the percentage of days traded per quarter. ESMA updates these assessments quarterly.
- **EIOPA publishes an overview of the investments of the EEA-based insurance group**
It [shows](#) to what extent European insurers' direct equity and corporate bonds investments in the EEA align with the EU Taxonomy for environmentally sustainable activities and that the share has edged higher.
- **EIOPA publishes monthly technical information for Solvency II**
Monthly technical information with reference to the end of October 2024 on i) [risk-free interest rate](#) term structures used to calculate technical provisions and ii) the [symmetric adjustment](#) of the equity capital charge.

Spain

- **BdE publishes its 2024 autumn financial stability report**
It [explains](#) the main risks and vulnerabilities for the financial system, including risks linked to the macrofinancial environment, risk and resilience of the financial sector and prudential policy to manage the systemic risks.

United Kingdom

- **PRA publishes supervisory statement on the assessment of acquisitions and increases in control**
It [sets out](#) the PRA's expectations as to how the concepts of decision to acquire, significant influence, aggregation of holdings and acting in concert should be interpreted as well as the concept of controller.
- **FCA presents measures to enhance access to market data and investment research to support growth**
It [presents](#) new transparency rules for the bond and derivatives market to give investors more information and reduce costs for firms. Asset managers will be given greater flexibility in the payment for investment research.

Recent publications of interest (in English and Spanish):

- [Press Article](#). *How should banks integrate climate in their risk management* (only in Spanish). August 2024
- [Press Article](#). *Basel III: good news for the prudent financial 'drivers'* (only in Spanish). June 2024
- [Press Article](#). *Lessons and reforms one year after the financial turmoil* (only in Spanish). May 2024
- [Press Article](#). *Will the European Artificial Intelligence Regulation favor the development of this technology?* (Spanish only). March 2024.

Previous edition of our Weekly Financial Regulation Update in [English](#).

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