

# Financial Regulation: Weekly Update

Matias Cabrera and Salvador Portillo

November 29, 2024

## Highlights

1. FSB and BCBS publish updated G-SIB list and the corresponding information
2. BCBS publishes report on the implementation of a positive neutral CCyB
3. BCBS presents a technical amendment on the hedging of counterparty credit risk exposures
4. BCBS presents technical amendment to crypto-asset exposures
5. BdE updates list of O-SIIs and sets macroprudential capital buffer rates for 2025

## Global

- **FSB publishes 2024 G-SIB list**  
No banks have been removed or added to the [list](#), with the total number of G-SIBs remaining at 29. The capital buffer requirements established by the 2024 list will be effective beginning Jan 1, 2026.
- **BCBS publishes further information on G-SIBs**  
[Includes](#) the denominators used to calculate banks' scores, the high-level indicators for each bank in the sample and the cut-off score used to identify the G-SIBs in the updated list.
- **BCBS publishes report on the implementation of a positive neutral CCyB**  
It [examines](#) the practices adopted by jurisdictions which have implemented it. It also states that its adoption is not required by BCBS and the report does not seek to discuss the merits or demerits of a positive neutral CCyB relative to other macroprudential tools.
- **BCBS presents a technical amendment on the hedging of counterparty credit risk (CCR) exposures**  
It [proposes](#) amendments related to the specific circumstance where a bank has a derivative exposure and uses a guarantee or CDS to hedge the CCR arising from the derivative counterparty. Deadline: Jan 31, 2025
- **BCBS presents technical amendment to crypto-asset exposures**  
The [amendment](#) to the curvature charge for Group 2a crypto-assets will be implemented as part of the final crypto-asset exposures standard, from Jan 1, 2026.
- **IOSCO publishes final report on regulatory implications and good practices on market structures**  
It [addresses](#) significant changes in exchange business models and market structures, highlighting the impact of increased competition, technological advancements, and cross-border activity on exchanges.

- **IOSCO publishes final report on post trade risk reduction services (PTRRS)**  
It [highlights](#) potential policy considerations and risks associated with using and offering of PTRRS and presents sound practices in this area as guidance to IOSCO members and regulated users of PTRRS.
- **IOSCO publishes report on the regulation and supervision of commodity derivatives markets**  
It [sets out](#) recommendations to its members for improving the implementation of specific elements of the Selected Principles, as well as the intention to conduct further work in the OTC markets area.
- **IAIS publishes application paper on supervising diversity, equity and inclusion (DEI)**  
It [guides](#) supervisors on relevant matters to look at when examining the state of an insurer's DEI strategies and possible warning signs that an insurer might need to enhance its DEI efforts.
- **IAIS invites feedback on the public consultation on ancillary risk indicators**  
It [seeks](#) feedback on a set of proposed ancillary indicators concerning credit risk, derivatives, reinsurance, mark-to-model assets, and revisions to the liquidity metrics. Deadline: Feb 3, 2025.

## Europe

- **EBA publishes its Q2 2024 quarterly MREL Dashboard**  
It shows information for 339 banks earmarked for [resolution](#). All banks meet their MREL, except for 21 still in the transition period. The amount of instruments becoming ineligible over the next year appears manageable.
- **SRB publishes its 2025 annual work program**  
[Priorities](#) notably include streamlining the resolution planning process and resolution plans; resolvability testing, deep dives and on-site inspections; and crisis communication.
- **SRB issues statement on the list of consultations for the year 2025**  
In order to enhance predictability and [transparency](#), it publishes the list of public consultations, data requests, and deliverables stemming from the Expectations for Banks planned over the course of 2025.
- **ESMA announces guidance on exclusion criteria for the selection of Consolidated Tape Provider**  
It will [require](#) specific documentation from applicants, including a declaration of honor and valid evidence on exclusion criteria.

## Spain

- **BdE updates list of O-SIIs and sets macroprudential capital buffer rates for 2025**  
Based on data as at the end of 2023 and applying the EBA guidelines, it has [maintained](#) the designation of four Spanish banks as OSIs at consolidated level, as well as their current capital buffer requirement.
- **CNMV and ICAC publish communication regarding the CSRD**  
It will [admit](#) reports under the CSRD, which will serve to comply with the current regulations, if certain considerations are observed, even if the CSRD is not transposed by Dec 31, 2024.

## United Kingdom

- **PRA and FCA publish consultation on remuneration reform**  
They set out plans to reduce the restrictions on bonuses of [senior bankers](#) proposing changes to the current remuneration regime, and removing EU-originated guidelines. Deadline: Mar 13, 2025.

- **FCA launches consultation to streamline rulebook regarding MiFID Org Reg**  
It [sets](#) proposals to transfer requirements when the Treasury begins the repeal of the MiFID Org Reg. Provisions that FCA is not replacing in regulatory rules will either be restated or repealed. Deadline: Mar 28, 2025.

## United States

- **FRB publishes its Financial Stability Report**  
It reviews [vulnerabilities](#) affecting the stability of the financial system related to valuation pressures, business and households' borrowings, financial sector leverage and funding risks, highlighting near-term risks.

## 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](#).

## DISCLAIMER

The present document does not constitute an “Investment Recommendation”, as defined in Regulation (EU) No 596/2014 of the European Parliament and of the Council of 16 April 2014 on market abuse (“MAR”). In particular, this document does not constitute “Investment Research” nor “Marketing Material”, for the purposes of article 36 of the Regulation (EU) 2017/565 of 25 April 2016 supplementing Directive 2014/65/EU of the European Parliament and of the Council as regards organisational requirements and operating conditions for investment firms and defined terms for the purposes of that Directive (MIFID II).

Readers should be aware that under no circumstances should they base their investment decisions on 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.

This document has been prepared by BBVA Research Department. It is provided for information purposes only and expresses data or opinions 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.

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.

The content of this document is protected by intellectual property laws. Reproduction, transformation, distribution, public communication, making available, extraction, reuse, forwarding or use of any nature by any means or process is prohibited, except in cases where it is legally permitted or expressly authorised by BBVA on its website [www.bbva.com](http://www.bbva.com)