

Financial Regulation: Weekly Update

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September 16, 2022

Highlights

1. BCBS reaffirms its expectations on Basel III implementation and provides direction on key areas and US Agencies issue statement on their commitment to Basel III standards.
2. BCBS advances works on Basel III reforms, climate change and annual GSIBs assessment
3. FSB consults on framework for information from Financial Market Infrastructures intermediaries
4. IOSCO publishes statement on sustainability-related assurance
5. ESAs publish report warning of rising risks amid a deteriorating economic outlook

Global

- **BCBS reaffirms its expectations on Basel III implementation and provides direction on key areas**
It [highlights](#) the need for a full implementation of the Basel III framework as soon as possible. Furthermore, it reviewed the work on climate-related financial risks and cryptoassets.
- **BCBS advances works on Basel III reforms, climate change and annual GSIBs assessment**
It [agrees](#) to publish an evaluation report on buffer usability and cyclicalities in the Basel framework, discusses measures to address climate-related financial risks, and approves annual assessment exercise for G-SIBs.
- **FSB consults on framework for information from Financial Market Infrastructures intermediaries**
It [seeks](#) feedback from FMI service providers, firms subject to a resolution planning requirement and bank resolution authorities to improve the quality of information gathering for firms. Deadline: Oct, 9.
- **IOSCO publishes statement on sustainability-related assurance**
It welcomes the [work](#) towards high-quality, global assurance standards. It will support consistency, comparability and reliability of sustainability-related information, enhancing trust in the quality of information.

Europe

- **ESAs publish report warning of rising risks amid a deteriorating economic outlook**
[Recommends](#) authorities and market participants: i) prepare for deterioration in asset quality; ii) monitor impact of policy rates and inflation; iii) monitor risks to retail investors; & iv) manage environmental and cyber risks.

- **EBA publishes its annual funding plan report**
It [shows](#) the banks' plans to issue more debt instruments in the coming years intended to counterbalance expected decline in central bank funding.
- **EBA issues revised list of validation rules**
It [highlights](#) those which have been deactivated and those which have been reactivated, in order to allow competent authorities to validate data submitted in accordance with reporting standards.
- **EBA issues opinion on Nederlandsche Bank measure to address macroprudential risk**
It does not object to the extension of the [measure](#) that imposes a minimum average risk weight on Dutch housing loan portfolios for credit institutions that have adopted an internal ratings-based (IRB) approach.

United States

- **Agencies issue statement on their commitment to Basel III standards**
They reaffirm the [commitment](#) to implement enhanced capital requirements aligned with the Basel III standard. They plan to issue a consultation on the new standard, and are developing a joint proposal for issuance.
- **SEC publishes rules to improve risk management in clearance and settlement**
The [proposal](#) would require that clearing agencies in the US Treasury market adopt policies and procedures designed to require their members to submit certain specified secondary market transactions for clearing.
- **FRB publishes policy statement on whistleblower claims**
It seeks to [promote](#) the submission of claims regarding misconduct, unsafe practices, or violations of law at supervised banking organizations, affirming that it will not tolerate retaliation against whistleblowers.

Recent publications of interest (in English and Spanish):

- [Press Article](#). *Basilea III en Europa: Ajuste a la realidad* (only in Spanish). Aug 2022.
- [Press Article](#). *The first climate stress tests for European banks have arrived*. May 2022.
- [Press Article](#). *What is the European Union's social taxonomy for sustainable finance?* April 2022.
- [Press Article](#). *Areas for improvement in the EU crisis management framework (page 124)*. February 2022.

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

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