

Financial Regulation: Weekly Update

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Highlights

1. FSB consults on proposals to achieve greater convergence in cyber incident reporting
2. FSB publishes report on liquidity in core government bond markets
3. EBA issues opinion on EC proposal to EBA final ITS regarding Pillar 3 disclosures on ESG risks
4. EBA publishes final RTS and guidelines on interest rate risk arising from non-trading book activities
5. FRB consults on proposed rulemaking to resolve large banks

Global

- **FSB consults on proposals to achieve greater convergence in cyber incident reporting**
It [includes](#): i) recommendations on challenges for convergence in cyber incident reporting; ii) common terminologies related to cyber incidents; iii) common format for incident reporting. Deadline: Dec 31, 2022.
- **FSB publishes report on liquidity in core government bond markets**
It [outlines](#) policies worth considering to enhance the resilience of core government bond markets. It is part of the FSB's work program to enhance the resilience of non-bank financial intermediation (NBFi).
- **IOSCO consults on interaction between index providers and asset managers**
It [examines](#) the nature of the interaction between asset managers and index providers. The questionnaire is intended to support IOSCO's work. Deadline: Nov 26, 2022.
- **IAIS consults on Insurance Sector Operational Resilience**
To [address](#) three specific topics considered significant and of immediate interest to supervisors: cyber resilience, third-party outsourcing, business continuity management. Deadline: Jan 6, 2023.
- **BIS Consultative Group on Innovation and the Digital Economy consults on data-sharing**
Issues a [report](#) with three models for data sharing: centralized, decentralized and trust. The report aims to serve as a general reference for central banks seeking to develop data sharing initiatives.

Europe

- **EBA issues opinion on EC proposal to EBA final ITS regarding Pillar 3 disclosures on ESG risks**
It accepts [changes](#) proposed by the EC on the Banking Book taxonomy Alignment Ratio disclosure but insists that institutions should make the effort to collect and disclose the relevant information reflected in the BTAR.

- **EBA publishes final RTS and guidelines on interest rate risk arising from non-trading book activities**
To [specify](#) technical aspects of the revised framework and complete the onboarding into EU law of the Basel standards on interest rate risks for banking book (IRRBB) positions.
- **EBA publishes list of third country groups (TCGs) and branches (TCBs) operating in the EU/EEA**
It has [identified](#) 417 TCGs from 48 third countries as operational in the EU/EEA, out of which 65 TCGs have branches in the EU/EEA with a total of 102 TCBs of credit institutions operating in the EU/EEA.
- **EBA publishes peer review report on ICT risk assessment under the SREP**
It [finds](#) that EU competent authorities have: i) largely implemented and applied EBA guidelines on Information and Communication Technology risk assessment; ii) applied risk-based approach to supervision.
- **ESMA proposes measures to provide liquidity relief on energy derivatives markets**
To [expand](#) the pool of CCP eligible collateral to uncollateralized bank guarantees for NFCs acting as clearing members and to public guarantees for all types of counterparties for a period of 12 months.
- **ESMA and ACER cooperate to strengthen oversight of energy derivatives markets**
The EU Agency for the Cooperation of Energy Regulators (ACER) and ESMA are developing a new joint [task force](#) to enhance cooperation and coordination regarding the exchange of data and sharing knowledge.

United Kingdom

- **PRA publishes statement on credit risk mitigation eligibility under the EMFS**
It [sets out](#) observations on capital requirements and the treatment of leverage ratio for firms' exposures under the Energy Markets Financing Scheme (EMFS) to address their extraordinary liquidity requirements.

United States

- **FRB consults on proposed rulemaking to resolve large banks**
It [proposes](#) several potential new requirements and resources that could be used for an orderly resolution of these large banking organizations, including a long-term debt requirement. Deadline: Dec 14, 2022.

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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