

Financial Regulation: Weekly Update

Matías Cabrera and Inés Criado

February 24, 2023

Highlights

1. EBA publishes guidelines on methods for calculating contributions to deposit guarantee schemes
2. FSB publishes its work priorities for 2023
3. FSB publishes G20 roadmap for enhancing cross-border payments
4. FSB publishes report on stability risks of decentralized finance
5. US Agencies issue joint statement on liquidity risks resulting from crypto-asset market vulnerabilities

Global

- **FSB publishes its work priorities for 2023**
It [highlights](#) 5 priorities: i) Non-bank financial intermediation; ii) Crypto-assets and decentralized finance; iii) Cross-border payments; iv) Cyber and operational resilience; v) Climate-related financial risks.
- **FSB publishes G20 roadmap for enhancing cross-border payments**
The current phase of the [roadmap](#) focuses on: i) payment system interoperability and extension; ii) legal, regulatory and supervisory frameworks; and iii) cross-border data exchange and message standards.
- **FSB publishes report on stability risks of decentralized finance**
It [concludes](#) that while the processes to provide services are in many cases novel, DeFi does not differ substantially from traditional finance in the functions it performs or the vulnerabilities to which it is exposed.
- **FSB publishes report on commodities markets**
It [presents](#) an overview of traded commodities markets, examines how stresses in these markets could propagate through the financial system and concludes with learnings and policy implications.
- **IOSCO welcomes ISSB's decision to finalize its corporate sustainability reporting standards**
ISSB has [confirmed](#) its standards will be ready for use as early as January 2024. They will meet an urgent need in financial markets to get away from the current fragmented situation in sustainability disclosures.

Europe

- **EBA publishes guidelines on methods for calculating contributions to deposit guarantee schemes**
It seeks to [strengthen](#) the link between risk and contributions. It sets minimum thresholds, technical improvements in the formulae, and clarifications regarding deposits where coverage is subject to uncertainty.

Spain

- **CNMV publishes its 2023 work programme**

The [2023 work plan](#) details the strategic lines of action for 2023-2024 and announces the creation of a specific AML unit.

- **CNMV approves the code of good practice for investors**

It is [aimed](#) at institutional investors and asset managers based in Spain and foreign entities. It applies the principle of proportionality according to the size or complexity of the entity and the nature and size of the investments.

United Kingdom

- **FCA consults on the current UK regime for regulating funds and asset managers**

To better [meet](#) the needs of investors, both domestic and international, and retail and professional and to enable technological development, innovation and better use of data. Deadline: May 22, 2023.

United States

- **Agencies issue joint statement on liquidity risks resulting from crypto-asset market vulnerabilities**

It highlights [liquidity risks](#) associated with certain sources of funding from crypto-asset-related entities and some effective practices to manage those risks (it does not create new principles, but rather reminds banks of existing ones).

- **Agencies consult on proposed revisions to consolidated reports of condition and income**

Proposed revisions to [reduce or eliminate](#) requirements to file certain information if the continued collection of such information is no longer necessary or appropriate. Deadline: Apr 24, 2023.

Recent publications of interest (in English and Spanish):

- [Press Article](#). *Regulatory authorities' roadmaps: green transition and digital revolution* (Spanish only). Feb 2023.
- [Press Article](#). *Future challenges in digital regulation* (Spanish only). Jan 2023.
- [Press Article](#). *What can we expect from the sustainable regulatory agenda in 2023?* (Spanish only). Jan 2023.
- [Press Article](#). *Regulatory landscape for 2023* (only Spanish). Dec 2022.

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 organizational 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 authorized by BBVA on its website www.bbva.com.

ENQUIRIES TO:

BBVA Research: Azul Street, 4. La Vela Building – 4th and 5th floor. 28050 Madrid (Spain).
Tel. +34 91 374 60 00 y +34 91 537 70 00 / Fax (+34) 91 374 25
bbvaresearch@bbva.com www.bbva.com