

Financial Regulation: Weekly Update

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Highlights

1. IOSCO publishes report to help its members enhance SPAC regulations
2. SRB issues statement on the application of the prior permission regime to redeem eligible liabilities
3. ECB issues cost benefit analysis questionnaire on the integrated reporting framework
4. BdE consults on new Circular regarding certain prohibitions for third country banks
5. FDIC issues proposal on special assessment to recover loss from SVB and Signature interventions

Global

- **IOSCO publishes report to help its members enhance SPAC regulations**
It [concludes](#) there is no one-size-fits-all model for the regulation of Special Purpose Acquisition Companies. Markets and regulations are still evolving and it is too early to assess the most effective approach.

Europe

- **SRB issues statement on the application of the prior permission regime to redeem eligible liabilities**
The new RTS [entered into force](#) on May 9, with no impact on ongoing requests and permissions already granted by the SRB. The new framework mirrors EBA's draft RTS, except for the simplified procedure for banks with MREL equal to the Loss Absorption Amount.
- **ECB issues cost benefit analysis questionnaire on the integrated reporting framework**
The [analysis](#) aims to test additional requirements for possible inclusion in the framework. The proposals seek to simplify national reporting that would otherwise continue to exist in parallel to this framework.
- **ESMA postpones to 2024 annual IFRS amendment of the European Single Electronic Format (ESEF)**
In [view](#) of the limited changes to the 2023 IFRS taxonomy, the added value of increased monitoring of the ESEF implementation and the impact of a system update on preparers and software vendors.
- **EIOPA publishes monthly technical information for Solvency II**
Technical information with reference to the end of April 2023 on i) the relevant [risk-free interest rate](#) term structures (RFR) and ii) the symmetric [adjustment of the equity capital](#) charge.

Spain

- **BdE consults on new Circular regarding certain prohibitions for third country banks**

It [prohibits](#) credit institutions with headquarters in non-EU member states from taking deposits under the regime for the provision of services without a branch in Spain and revises information obligations on remuneration. Deadline: May 31, 2023.

United Kingdom

- **BoE and PRA consult on their approach to enforcement policies**

The [proposed changes](#) are designed to provide greater clarity for ease of usage and introduce options for speedier investigatory outcomes. Deadline: Aug 4, 2023.

- **PRA publishes statement on moving senior managers regime forms from the PRA Rulebook**

The [policy statement](#) provides feedback to responses to PRA consultation paper to remove certain Senior Managers and Certification Regime (SM&CR) forms from the PRA Rulebook.

- **PRA publishes statement on risks from contingent leverage**

It [contains](#) the final policy on the Internal Capital Adequacy Assessment Process (ICAAP) and the Supervisory Review and Evaluation Process (SREP) and amendments to the Reporting (CRR) part.

United States

- **FDIC issues proposal on special assessment to recover loss from SVB and Signature interventions**

[Estimated loss](#) is nearly \$15.8 billion, to be recovered in 8 years. Banks with over \$50 billion in assets will pay more than 95% of the special assessment. Deadline: 60 days after publication in the Federal Register.

- **FRB publishes its financial stability report**

It [reviews](#) conditions affecting the stability of the U.S. financial system by analyzing vulnerabilities related to valuation pressures, borrowing by businesses and households, financial-sector leverage, and funding risks.

Recent publications of interest (in English and Spanish):

- [Press Article](#). *That's how investments under ESG criteria look like* (Spanish only). May 2023.
- [Press Article](#). *Europe leads the way in regulating of crypto markets* (Spanish only). Apr 2023.
- [Press Article](#). *European banking union: why is it so important to have a common deposit insurance fund?* (Spanish only). Apr 2023.
- [Press Article](#). *Banking regulation in Europe: Is it a good firewall?* (Spanish only). Apr 2023.

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

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