

Financial Regulation: Weekly Update

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Highlights

1. FSB consults on report regarding financial resources and tools for the resolution of CCPs
2. EC consults on the Sustainable Finance Disclosure Regulation (SFDR)
3. ESAs publish report on risks and vulnerabilities in the EU financial system
4. ESMA publishes an overview of EU securitization market
5. SRB publishes its second assessment of banks' resolvability across the Banking Union

Global

- **FSB consults on report regarding financial resources and tools for the resolution of CCPs**
It proposes a [toolbox](#) that seeks to ensure that adequate liquidity, loss-absorbing and recapitalization resources are available to sustain the continuity of CCP critical functions in resolution. Deadline: Nov 20.

Europe

- **EC consults on the Sustainable Finance Disclosure Regulation (SFDR)**
It is a comprehensive assessment of the SFDR, in application since March 2021. It [seeks](#) to understand if SFDR meets stakeholders' needs and expectations, and if it is fit for purpose. Deadline: December, 15.
- **ESAs publish report on risks and vulnerabilities in the EU financial system**
It highlights the continued [economic uncertainty](#) and warns national supervisors of the financial stability risks stemming from it. They propose concrete policy actions for risks and vulnerabilities.
- **ESMA publishes an overview of EU securitization market**
It [provides](#) an overview based on the reporting of public securitisation data registered from 30 June 2021. Overall, the size of this market has decreased significantly since the Global Financial Crisis.
- **SRB publishes its second assessment of banks' resolvability across the Banking Union**
It shows good progress on [key priorities](#) and in building up loss-absorbing capacity. Aggregate MREL shortfall across SRB banks amounts to 0.3% of the total risk exposure amount.

United Kingdom

- **PRA publishes policy statement on how to deal with insurers in financial difficulties**
The aim is to [contribute](#) to securing an appropriate degree of protection for policyholders of a failed insurer by facilitating continuity of cover.
- **FCA calls on insurers to take action to ensure good consumer outcomes**
The FCA [asked](#) firms manufacturing guaranteed asset protection insurance products to take immediate action to prove customers are getting a fair deal, or it will intervene giving firms a three-month ultimatum.

United States

- **CFPB issues guidance on credit denials by lenders using artificial intelligence**
It includes the [legal requirements](#) that lenders must adhere to when they use artificial intelligence. Consumers must receive accurate and specific reasons for credit denials.
- **SEC adopts rule enhancements to prevent misleading or deceptive investment fund names**
The [amendments](#) modernize the rule to enhance investors' protection and address fund names that are likely to mislead investors about a fund's investments and risks.

Recent publications of interest (in English and Spanish):

- [Press Article](#). *Lessons from the latest financial turmoil* (Spanish only). September 2023.
- [Press Article](#). *Madrid, European capital against money laundering: benefits and opportunities* (Spanish only). July 2023.
- [Press Article](#). *That's how investments under ESG criteria look like* (Spanish only). May 2023.
- [Press Article](#). *Europe leads the way in regulating crypto markets* (Spanish only). Apr 2023.

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

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