

# Financial Regulation: Weekly Update

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## Highlights

1. BCBS consults on digital fraud and banking
2. IOSCO publishes policy recommendations for crypto and digital asset markets
3. EC consults on the supervision of crypto-assets
4. EC issues statement on political agreement on euro instant payments
5. BdE consults Circular on payment service providers information reporting requirements

## Global

- **BCBS consults on digital fraud and banking**  
It [explores](#) the supervisory and financial stability implications of digital fraud in banking, including existing data availability and measures to mitigate such risks. Deadline: Feb 16, 2024.
- **IOSCO publishes policy recommendations for crypto and digital asset markets**  
They [cover](#): i) conflict of interests; ii) market manipulation; iii) custody and client asset protection; iv) cross-border risks and regulatory cooperation; v) operational and technological risks and vi) retail distribution.
- **FSB issues report on the identification of critical functions for insurers**  
It presents the [approaches](#) followed by several jurisdictions to identify critical functions for the purpose of resolution planning (commonalities and differences in background, scope, methodology and review process).
- **FATF publishes report on cyber-enabled fraud**  
It [identifies](#) three priority areas: enhancing domestic co-ordination across the public and private sectors, supporting multi-lateral international collaboration, and facilitating reporting of such crimes.
- **IAIS signs MMOU with the International Financial Services Centres Authority in India**  
It [provides](#) a global framework of compliance and confidentiality to allow for open cooperation and information exchange between insurance supervisors.

## Europe

- **EC consults on the supervision of crypto-assets**  
It [specifies](#) the criteria for asset-referenced token or e-money token to be classified as significant, introduces supervisory measures on product intervention powers and lays down procedural rules for the EBA to impose fines. Deadline: Dec 6.

- **EC issues statement on political agreement on euro instant payments**  
It [welcomes](#) the agreement between the EP and the Council which will make instant payments in euro available to all citizens and businesses holding a bank account in the EU.
- **ESAs publish amended technical standards on the mapping of ECAIs**  
The two amended ITS [reflect](#) the outcome of a monitoring exercise on the adequacy of existing mappings of External Credit Assessment Institutions, and the deregistration of three credit rating agencies (CRAs).
- **EBA publishes timing for publication of 2023 EU transparency exercise and Risk Assessment Report**  
It [complements](#) banks' own Pillar 3 disclosures, as laid down in the CRD. It will release bank by bank data as of Dec 12, 2023.

## Spain

- **BdE consults Circular on payment service providers information reporting requirements**  
It [clarifies](#) certain obligations regarding operational issues of payment service providers and the information they must submit to BdE. Deadline: Nov 27, 2023.

## United Kingdom

- **PRA consults on funded reinsurance**  
It [sets out](#) PRA expectations in respect of life insurance firms entering into or holding funded reinsurance arrangements as cedants, to protect policyholders. Deadline: Feb 16, 2024.
- **PRA publishes statement on the non-performing exposures capital deduction**  
It [provides](#) feedback to responses to the consultation paper on this topic. It contains PRA's final policy on: i) own fund and eligible liabilities; ii) disclosure; iii) regulatory reporting; & iv) reporting.
- **PRA publishes statement on the recalculation of the TMTP as at year-end 2023**  
It [highlights](#) the PRA's recent invitation to insurance firms to recalculate the Transitional Measure on Technical Provisions.
- **FCA reviews its approach to secondary brokers**  
It [reviews](#) its interpretation of the consumer credit legislation and how the legislation applies to credit broking firms whose main business activity is the supply of non-financial services.

## United States

- **Agencies issue statement on thresholds for applicability of requirements under Regulation Z and M**  
The 2024 [limit for applying](#) regulations Z and M to consumer credit transactions and leases will be \$69,500. Private education loans and loans secured by real property are always subject to regulation Z.
- **Agencies issue statement on thresholds for exemptions from appraisal requirements**  
The 2024 [threshold](#) for whether higher-priced mortgage loans are subject to special appraisal requirements will increase from \$31,000 to \$32,400. Effective date: Jan 1, 2024.

**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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