

Financial Regulation: Weekly Update

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Highlights

1. ECB consults on managing legacy NPEs in less significant institutions
2. ESMA amends ESEF rules to include 2025 IFRS Taxonomy update
3. EBA published final ITS for reporting MREL decisions by resolution authorities
4. PRA issues consultation on insurance third-country branches
5. ESAs issue joint committee report on risks and vulnerabilities for the financial sector

Europe

ECB consults on managing legacy NPEs in less significant institutions

It [aims](#) to harmonize supervisory standards for NCAs overseeing LSIs, focusing on sound risk management while allowing for supervisory discretion. Deadline: Oct 27, 2025.

ESMA amends ESEF rules to include 2025 IFRS Taxonomy update

It [incorporates](#) the latest International Financial Reporting Standards, including the new IFRS 18 and IFRS 19, which are expected to be finalized in early 2026.

EBA published final ITS for reporting MREL decisions by resolution authorities

It amends the framework for [reporting MREL](#) decisions to the EBA, introducing a semi-annual reporting cycle (replacing the former annual submission) and streamlining reporting data.

ESAs issue joint committee report on risks and vulnerabilities for the financial sector

It [highlights](#) heightened geopolitical, trade, and security tensions have increased global uncertainty. They urge financial institutions to be more vigilant and to hold adequate provisions.

EBA issues revised list of ITS validation rules

It [publishes](#) these revised validation rules in its ITS on supervisory reporting, highlighting those deactivated due to incorrectness or for triggering IT-related issues.

ECB amends FINREP regulation for less significant institutions (LSIs)

It [incorporates](#) nine additional data points into the FINREP reporting framework to support the supervisory assessment of credit risk and extend the revised methodology to all LSIs.

EIOPA publishes factsheet on the asset allocation of occupational pension funds

It [provides](#) insights into how European IORPs allocate the approximately €2.7 trillion they manage across different asset types and jurisdictions.

United Kingdom

PRA issues consultation on insurance third-country branches

It [sets out](#) proposals to address inconsistencies identified in its 2024 review of third-country branch policies and clarify branch expectations. Deadline: Dec 16, 2025.

FCA seeks feedback on proposals to promote good business practices amongst crypto firms

It [outlines](#) the minimum standards for crypto firms, replicating many requirements already applied to traditional firms (e.g. operational resilience and AML). Deadline: Oct 15, 2025.

United States

CFTC and SEC extend form PF compliance

They extend the date for [investment advisers](#) to comply with amendments to Form PF, the confidential reporting form. New compliance date: Oct 1, 2026.

SEC approves generic listing standards for commodity-based trust shares

It approves generic listing standards for [commodity-based](#) trust shares, including digital assets. It seeks to allow exchanges to list products that meet the criteria without a separate rule filing.

Recent publications of interest (in English and Spanish):

- [Press Article](#). *Proposals to revitalise securitisation in the EU*
- [Press Article](#). *EU financial sector: competitiveness, simplicity, deregulation?* September 2025
- [Press Article](#). *Why do we need simpler rules?* August 2025
- [Press Article](#). *Financial conglomerates: It really depends.* May 2025

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

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