

# Financial Regulation: Weekly Update. 6 October 2017

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## GLOBAL

- [BCBS issues statement on NSFR and derivative liabilities treatment](#)

It agrees to allow [national discretion](#) for the treatment of derivative liabilities in the context of NSFR. Jurisdictions can use a “required stable funding” factor of 5%.

- [FSB publishes consultation on Unique Product Identifier \(UPI\) governance](#)

[Proposals](#) look to identify key criteria and functions for UPI governance arrangements. Deadline: 13 Nov.

## EUROPE

- [ECB consults on its guidelines on Non-Performing Loans \(NPLs\)](#)

[Consults](#) on amendments regarding supervisory expectations for minimum levels of provisioning for new NPLs. Deadline: 8 Dec.

- [ECB issues opinion on proposed regulation regarding CCPs’ authorization](#)

It proposes amendments and [observations](#), and strongly supports the initiative to enhance central bank’s role in the supervision process and recognition of third country CCPs.

- [EBA publishes work programme for 2018](#)

Defines the [main challenges](#) in the EU banking landscape, highlighting 6 key priorities for next year (e.g. CRR/CRD and BRRD developments, risks from Brexit, or work on NPLs).

- [ESMA publishes work programme for 2018](#)

It [highlights](#) 4 main areas of work: application of MiFID 2/MiFIR, issues on data transparency, prospectus

regime, supervision of CRA and Trade Repositories.

- [EBA updates Risk Dashboard](#)

[Highlights](#) the main risks and vulnerabilities in the EU banking sector and how they progress in the last quarter. NPLs still affect the bank's profitability.

- [ESMA publishes translations for MiFID II guidelines](#)

[Official translations](#) of guidelines on transaction reporting, order record keeping and clock synchronisation under MiFID II.

- [ESMA updates Q&As on EMIR, CSDR and MiFID II](#)

Updates two guidelines on [EMIR AND CSDR](#), 12 new Q&As on the [investor protection](#) guidelines, includes new Q&A on [market structure and transparency issues](#) under MiFID II.

## SPAIN

- [Council of Ministers approves Decree Law on the mobility of firms](#)

Seeks to [facilitate](#) the mobility of firms within national territory. The management board can directly make a decision on the change of the corporate headquarter (unless otherwise stipulated by the statutes)

- [BdE and CNMV extend the Financial Education Plan](#)

They signed the extension of the plan for the next 4 years (2018-2021). This plan aims to [improve financial education](#) of people of all ages.

## UNITED KINGDOM

- [BoE updates approach to resolution and consults on internal MREL \(iMREL\)](#)

i) [Update](#) including key features of the resolution regime (i.e. Bank's statutory responsibilities and powers) and ii) [consultation](#) on the BoE approach to iMREL. Deadline: 2 Jan 2018.

- [PRA consults on changes to large exposures framework](#)

It proposes [clarifications](#) and changes to requirements on intragroup transactions in the large exposure framework. Deadline: 4 Jan 2018.

- [PRA issues Policy Statement and updates Supervisory Statement on IRB approach](#)

- i) [Policy statement](#) provides feedback to previous consultation on the Internal Ratings Based approach, and
- ii) [supervisory statement](#) updates PRA's expectations on the use of IRB.

- PRA issues Policy Statement, Supervisory Statement and Consultation on Leverage

- i) [Policy statement](#) on the exclusion of claims on central banks for leverage, ii) [supervisory statement](#) setting instructions on how to complete certain data items, iii) [consultation](#) on groups policy and double leverage.  
Deadline: 4 Jan 2018.

## UNITED STATES

- FRB announces extension of deadline on two proposals

[Extends](#) the period till Nov. 30 on two consultations about: i) enhance effectiveness of boards of directors at banks, and ii) new rating system for large firms.

Recent publications of interest (in English and Spanish):

- [Digital Economy Outlook](#). September 2017
- [Financial Regulation Outlook](#). July 2017
- [Regulation Watch](#). Reflection paper on the future of the Eurozone. June 2017
- [Press Article](#). Quo Vadis, Europe? August 2017
- [Press Article](#). The four "Cs" of the Hamburg G20. July 2017
- [Press Article](#). The US reviews its banking regulation. July 2017

Previous editions of our Weekly Regulatory Update in [Spanish](#) and [English](#)

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