

Financial Regulation: Weekly Update

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Highlights

1. BCBS reaffirms its expectation regarding the implementation of Basel III
2. EC consults on spot FX benchmarks under benchmark regulation
3. EBA publishes updated list of Other Systemically Important Institutions
4. EBA publishes updated report on the monitoring of the liquidity ratios in the EU
5. ECB publishes opinion on corporate sustainability reporting and due diligence requirements

Global

- **BCBS reaffirms its expectation regarding the implementation of Basel III**
They [confirmed](#) their expectation of implementing the Basel III framework in full, consistently and as soon as possible. The series of recent shocks have highlighted the importance of having this framework in place.

Europe

- **EC consults on spot FX benchmarks under the Benchmarks Regulation**
The aim of this [consultation](#) is to help the Commission to identify spot FX benchmarks that meet the conditions set out in Article 18a(1) of the Benchmarks Regulation. Deadline: July 4, 2025.
- **EBA publishes updated list of Other Systemically Important Institutions**
The [list](#) is based on year-end-2024 data and includes the overall score for 175 banks calculated according to the EBA Guidelines and the capital buffer rate that the relevant authorities have set for the identified O-SIIs.
- **EBA publishes updated report on the monitoring of the liquidity ratios in the EU**
It [provides](#) further clarification for the recognition in the LCR calculation of LCR inflows from open reverse repos and clarifies regulatory expectations regarding indirect client clearing activities for the NSFR.
- **ECB establishes platform to collaborate with European stakeholders in the digital euro project**
It [simulates](#) the envisaged digital euro ecosystem, in which the ECB provides the technical support and infrastructure for European intermediaries to develop innovative digital payment services at European level.
- **ECB publishes opinion on corporate sustainability reporting and due diligence requirements**
It [considers](#) critical that any simplification of sustainability reporting does not restrict data collection by credit institutions related to their risk management activities or impede prudential supervisors' activities.

- **ECB publishes overview on the European banks resilience**
It [states](#) that European banks have weathered the storms of recent stress episodes, thanks to both their own resilience and the policy measures that were taken to support the real economy.
- **EP confirms new rules for benchmarks**
The text [adopted](#) is the benchmark regulation review. The Regulation enters into force on the twentieth day following its publication in the Official Journal of the European Union and should apply from 1 January 2026.
- **ESRB publishes report on the impact of the EU STS securitizations**
The [report](#) assesses that extending the STS framework to synthetic securitisation has not, to date, resulted in significant risks to financial stability in the European Union.
- **SRB publishes bi-annual reporting note to Eurogroup**
It [updates](#) on the status of four key aspects: i) ex-ante capacity building by banks, ii) operationalisation of those capabilities, iii) complete and flexible crisis management toolkit, iv) international cooperation.
- **EIOPA consults on the use of generative AI in the insurance sector**
It will [gather](#) insights on the current state of implementation and the governance frameworks that undertakings are developing to address the specific characteristics of this technology. Deadline: July 15, 2025.

Spain

- **BdE resolves to reciprocate a macroprudential measure in Norway**
It has [decided](#) to require a systemic risk buffer rate of 4,5% on a consolidated, sub-consolidated and individual basis, applicable to all exposures in Norway, with effect from 1 September 2025.
- **AMCESFI publishes opinion on a macroprudential measure adopted by BdE**
It [welcomes](#) the BdE's proposal to reciprocate the SyRB rate for Norway's exposures and considers that its application will contribute to financial stability in Norway.
- **CNMV publishes its 2024 annual report**
It [analyses](#) the macroeconomic environment and the development of the markets, describes the actions taken by the CNMV and includes the main organisational, economic and institutional aspects.
- **CNMV adopts guidelines for implementing the MiCA regulation**
It [has adopted](#) 5 guidelines (among them, the ones referred to the classification of cryptoassets) for the development of the MiCA. CNMV will monitor their application by banks to which these criteria are addressed.
- **CNMV signs IOSCO's enhanced Memorandum of Understanding (MoU)**
It is a [multilateral agreement](#) for consultation, cooperation and information exchange between securities supervisors that strengthens and amplifies collaborative capabilities of signatories.

United Kingdom

- **PRA consults on supervising building societies' treasury and lending activities**
This [will assist](#) building societies to compete and grow in the UK market and will not impose costs on the sector. Deadline: August 8, 2025. The implementation date for the changes would be 1 January 2026.

- **FCA consults on removing outdated or duplicated requirements from its insurance rulebook**
It [proposes](#) to create a new definition to identify large commercial insurance customers who should not be captured by its conduct rules, to ease the burden on firms insuring larger businesses. Deadline: July 2, 2025.
- **FCA enhances access to investment research**
It [aims](#) to improve competition in the market, especially for smaller fund managers, and make it easier for firms to buy research across borders where bundled payments are standard practice.

United States

- **US Agencies [issue](#) updated host state loan-to-deposits ratio**
It is required by law that each respective host [state loan-to-deposit](#) ratio shows the ratio of total loans in a state to total deposits in the state for all banks that have that state as their home state.

Recent publications of interest (in English and Spanish):

- [Press Article](#). *Financial conglomerates: It really depends*. May 2025
- [Press Article](#). *Launch of the European Savings and Investment Union*. May 2025
- [Press Article](#). *Achievements and challenges following a decade of European resolution*. February 2025
- [Press Article](#). *What we ask from Von der Leyen's Omnibus initiative*. February 2025

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

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