

RegWatch newsletter – December 2021

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This month's News

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CRR/CRD

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02/12/2021 The EBA launches three consultations specifying technical aspects of the revised framework capturing IRRBB positions. The first on draft Guidelines on IRRBB and CSRBB; the second on draft RTS on the IRRBB standardised approach; and the third on draft RTS on the IRRBB supervisory outlier test. The consultations run until 4 April 2022.

See [the related EBA press release](#).

13/12/2021 The EBA publishes its final report on the draft RTS amending its RTS on credit risk adjustments in the context of the calculation of the RW of defaulted exposures under the SA of credit risk.

See [the related EBA press release](#).

17/12/2021 The EBA launches a public consultation to amend the Implementing Regulation on the mapping of credit assessments of ECAs for securitisation. The consultation runs until 31 January 2022.

See [the related EBA press release](#).

17/12/2021 The EBA launches a consultation on the amendment of the Implementing Regulation for the 2023 benchmarking of internal approaches used in credit risk and market risk. The consultation runs until 18 February 2022.

See [the related EBA press release](#).

20/12/2021 The EBA publishes its final draft ITS on supervisory reporting with respect to COREP, asset encumbrance, G-SIIs and ALMM. Proportionality was a key consideration in the proposed changes, making reporting requirements better suited to the size and risk of the institutions.

See [the related EBA press release](#).

SECR

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20/12/2021 The EBA consults on draft RTS specifying and, where relevant, calibrating the minimum performance-related triggers for STS on-balance-sheet securitisations that feature non-sequential amortisation. The consultation runs until 28 February 2022.

See [the related EBA press release](#).

IFR/IFD

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10/12/2021 The EBA consults on its draft RTS on specific liquidity measurement requirements for investment firms and draft Guidelines on liquidity requirements exemptions for small and non-interconnected investment firms. The consultations run until 10 March 2022.

See [the related EBA press release](#).

20/12/2021 The EBA publishes two final draft RTS regarding the reclassification of investment firms as credit institutions.

See [the related EBA press release](#).

Climate Risk

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10/12/2021 The EIOPA launches a consultation on the application guidance on running climate change materiality assessment and using climate change scenarios in the ORSA. The consultation runs until 10 February 2022.

See [the related EIOPA press release](#).

IFRS

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09/12/2021 The IASB issues a narrow-scope amendment to the transition requirements in IFRS 17 Insurance Contracts, providing insurers with an option aimed at improving the usefulness of information to investors on initial application of the new Standard.

See [the related IFRS press release](#).

16/12/2021 The IFRS Foundation publishes IFRS Taxonomy 2021—Proposed Update 3 Initial Application of IFRS 17 and IFRS 9—Comparative Information (Amendment to IFRS 17) to reflect the narrow-scope amendment to the transition requirements in IFRS 17 Insurance Contracts issued on 9 December. The deadline for submitting comments is 17 January 2022.

See [the related IFRS press release](#).

13/12/2021 The Belgian monitor publishes a Royal decree implementing article 677 of the law of 13 March 2016 on the statute and supervision of insurance or reinsurance companies regarding mutual insurance companies.

See [the related NBB press release](#).

15/12/2021 The NBB publishes a Circular that aims to determine the central rate applicable at 31 December 2021 within the framework of the additional provision for life and work accident insurance.

See [the related NBB Circular](#).

21/12/2021 The NBB issues a Communication concerning the assessment of technical provisions for individual health care insurance.

This Communication aims to describe a reference scenario that the NBB will use as a lower limit to assess the prudence of the assumptions surrounding the modeling of medical inflation and which will serve as a basis for identifying and quantifying the structural imbalances in the pricing of health care insurance.

See [the related NBB Communication](#).

List of acronyms used in this issue

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ALMM	Additional Liquidity Monitoring Metrics (see CRR)
COREP	Common Reporting Framework
CRD	Directive 2013/36/EU (Capital Requirements Directive)
CRR	Regulation 2013/575/EU (Capital Requirements Regulation), amended by Regulation 2019/876/EU (CRR 2)
CSRBB	Credit Spread Risk in the Banking Book
EBA	European Banking Authority
ECAI	External Credit Assessment Institution
EIOPA	European Insurance and Occupational Pensions Authority
G-SII	Globally Systemically Important Institution
IASB	International Accounting Standards Board
IFD	Directive (EU) 2019/2034 (Investment Firms Directive)
IFR	Investment Firms Regulation (see IFD)
IFRS	International Financial Reporting Standard
IRRBB	Interest Rate Risk in the Banking Book
ITS	Implementing Technical Standards
NBB	National Bank of Belgium
ORSA	Own Risk and Solvability Assessment
RTS	Regulatory Technical Standards
RW	Risk Weight
SA	Standard Approach (see CRR/Solvency)
SECR	Regulation EU 2017/2402 (Securitisation Regulation)
STS	Simple, Transparent and Standardized (see Securitization Regulation, CRR)

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