



# 41<sup>ST</sup> MEETING OF THE EBF ASSOCIATES

## INTERNATIONAL FINANCIAL SERVICES DEVELOPMENTS

PRESENTATION BY BLAZEJ BLASIKIEWICZ, POLICY ADVISER, EBF

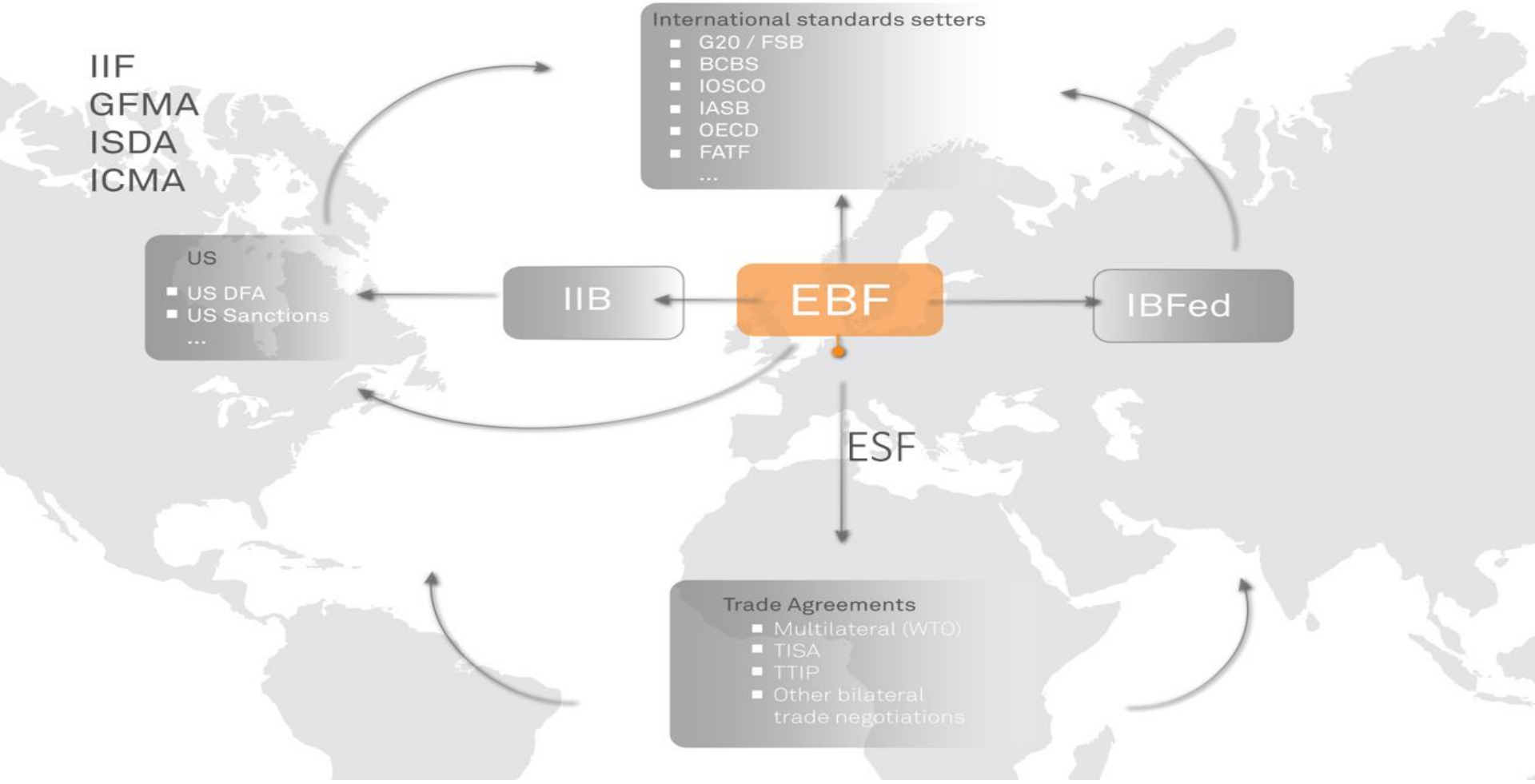


# EBF Strategy 2015 -2016 (and beyond)

- Expanding the outreach to international standard-setters (G-20, FSB, BCBS, IOSCO, IMF, OECD,...)

- Indirectly through IBFed, IIB
- Directly with Policy Committees (BSC, FMC, Accounting, Fiscal, ..)
- International Affairs Steering Group (IASG) in coordination role and support for outreach

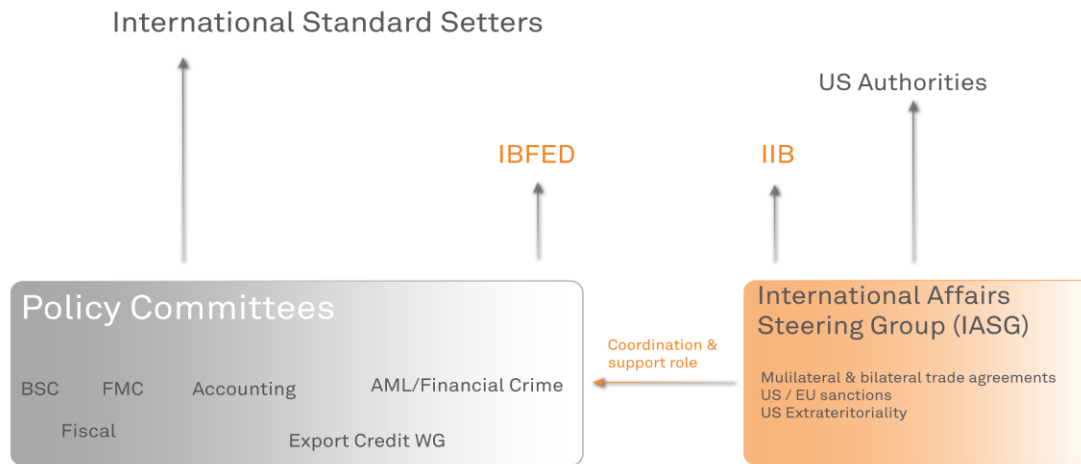
# EBF International Outreach - Mapping



# EBF International Outreach – EBF organisation



## International Affairs Steering Group (IASG)



# EBF International Outreach – G20/FSB

## ■ Current EBF priorities:

- OTC Derivatives regulations - cross-border implementation issues;
- common standard for total loss absorbing capacity (TLAC), international (U.S.) implementation;
- focus on analysing regulatory outcomes and effects with a view to drive potential improvement areas and address unintended consequences, if any;
- Enhanced disclosure requirements – Enhanced Disclosure Task Force (EDTF) established by FSB;
- FSB Consultations on Guidance on Arrangements to Support Operational Continuity in Resolution;
- FSB CP on Guiding Principles on temporary funding to support orderly resolution of a G-SIBs;
- Conduct risk.

## ■ Relevant committee(s): BSC, FMC, AC and IASG

## ■ Outreach (2014/15):

- Regular contact and improved relations with Mr Almorò Rubin de Cervin, Head of Unit at DG FISMA responsible for financial services policy and international affairs – FSB updates/debriefs to the IASG.
- Meeting with the G20 Turkish Presidency and attendance at the IIF G20 Conference – 8-9 February 2015, Istanbul, Turkey
- EBF comments on the FSB consultation paper on feasibility study on approaches to aggregate OTC derivatives data (Ref: EBF\_004773F)
- EBF Response to TLAC consultation (Ref: EBF\_012388)
- Through IBFed - Response to TLAC consultation
- Interaction with EDTF
- IBFed Prudential Supervision WG meeting with FSB on 22 October 2015

# EBF International Outreach – BCBS/IOSCO

## ■ Current EBF priorities:

- BCBS proposal for excessive variability in risk-weighted asset calculations;
- Revision of the standardised approach for credit risk;
- Proposal for capital floors framework;
- Consultations on STC Securitisation;
- Mitigating impact of the IFRS 9 expected loss (EL) implementation on capital (e.g. EBA implementation of the BCBS Guidelines on EL accounting and capital treatment of EL).

## ■ Relevant committee(s): BSC, FMC, AC and Legal Committee

## ■ Outreach (2014/15):

- EBF meeting with BCBS at BaFin on 24 February to discuss on the revision of the standardised approach for credit risk;
- EBF responses to various BCBS consultations (e.g. Revision of standardised approach for credit risk; Capital floors frameworks; Net Stable Ratio disclosure standards; BCBS and IOSCO on Securitisation; BCBS revised corporate governance principles for banks)
- IBFed response to Fundamental Review of the Trading Book.
- Meeting with BCBS Accounting Expert Group (August 2014, February 2015 within IBFed)
- Meeting lead by José María Roldán (also present Wim Mijs and Gonzalo Gasos) with William Coen, S-G of the BCBS, on 1 September 2015.
- Several meetings with the BCBS Task Force on Interest Rate Risk (via IBFed)
- Regular outreach to the Basel Task Force on IRRBB

# EBF International Outreach – OECD/G20

- **Current EBF priorities:**
  - EBF urges Early Adopters to adopt light touch for OECD Common Reporting Standard (CRS) implementation;
- **Relevant committee(s): Automatic Exchange of Information WG and Tax Reporting Implementation Experts Sub-Group**
- **Outreach (2014/15):**
  - EBF active involvement in the OECD Working Party No. 10 through BIAC Business Advisory Group on FATCA/TRACE
  - EBF's key role in the EC expert group on information exchange
  - Participating in the OECD Working Party on Export Credits and positioning the industry on the evolving OECD arrangements/rules + ICC activities

# EBF International Outreach – IASB

- **Current EBF priorities:**
  - Quick EU endorsement of the IFRS 9;
  - IFRS 9 implementation;
  - Macrohedging.
- **Relevant committee: AC**
- **Outreach (2014/15):**
  - Interactions with the IASB staff and Board members



# EBF International Outreach – AML/CTF/financial sanctions/cybersecurity

- **Current EBF priorities:**
  - Impact of the EU sanctions against Russian Federation.
  - Extraterritorial impact of the U.S. sanctions, in particular against Iran and Syria
  - BCBS CD on Correspondent Banking
  - FATF Recommendations
  - Cybercrime prevention
- **Relevant committee(s): IASG and Financial Sanctions Expert Group**
- **Outreach (2014/15):**
  - Financial Sanctions: Meeting with European Commission FPI, DG FISMA, EEAS Sanctions Division, DG TRADE and DG DEVCO (EuropeAid)) on Friday 13 February 2015.
  - EBF letter to the EU Commission concerning impact of EU sanctions on banking sector – discrepancies in application of sanctions between Member States (Ref:EBF\_01095500000)
  - MoU with Europol, interaction with Interpol

# EBF International Outreach – USA

- **Current EBF priorities:**

- Cross-border implementation of the OTC derivatives rules, including regulatory divergences/substituted compliance (CFTC);
- Practical implementation issues deriving from the implementation of the Volcker rule, in particular in relation to the treatment of foreign non-covered funds (FED);
- Issues related to G20 agenda implementation on Recovery & Resolution (FED, Treasury);
- Transatlantic Trade and Investment Partnership (Congress, Treasury, USTR);
- Extraterritorial impact of US sanctions (Treasury);
- FATCA and IGAs (Treasury and IRS)
- Accounting for financial instruments under US GAAP – level playing field

- **Relevant committee(s): IASG, AC and US Tax Issues WG**

- **Outreach (2014/15):**

- Regular FMRD preparatory meetings and debriefs with the Commission
- EBF mission to the USA – March 2015
- EBF letter to the CFTC concerning substituted compliance and recognition of EU rules (Ref: EBF\_010541)
- EBF/IIB joint letter to the EU Commission concerning a treatment of foreign non-covered funds for purposes of the Volcker Rule (Ref: EBF\_011984)
- EBF letter to the U.S authorities concerning a treatment of foreign non-covered funds for purposes of the Volcker Rule (forthcoming, final draft: Ref:EBF\_012430)
- EBF position paper on Financial Regulatory Chapter and ISDS in TTIP (Ref.:EBF\_010590)
- Amicus Curia brief in Motorola v. Standard Chartered Bank (Ref.:EBF\_009734), Vera v. Republic of Cuba (EBF\_016736)
- Meetings with the FASB and FAF chair and FASB staff (January, June 2014)