

Core Regulatory Initiatives

Transparency

- **Dodd-Frank Act Title IV, VII, X, XIV** = US framework for regulation of swaps markets, hedge funds, CFPB, mortgage, Volker
- **EMIR** – European Market Infrastructure Regulation (EU version of Dodd-Frank Title VII on derivatives transparency).
- **Regulation AB2** = regulations on asset backed securities (unravel links between loan, tranches, pool, etc.).
- **FATCA** = individual reporting of foreign accounts and FSI reporting of foreign financial accounts about US clients
- **UCITS** = Undertakings for Collective Investment in Transferable Securities (EU Directive on simplification of prospectus and their expression using clear, accessible and standardized data).
- **AIFMD** – Alternative Investment Fund Managers Directive (EU proposed law to provide more oversight and transparency to hedge funds and private equity).

Capital Risk/Stress

- **Dodd-Frank Act Title I** = the financial stability component (creates Financial Stability Oversight Council and OFR)
- **EU System of Financial Supervision** = establishment of the European Systemic Risk Board (and ESFS)
- **Basel Principles for Effective Risk Data Aggregation and Reporting** = implementation of a “data control environment” and healthy “risk appetite framework” within systemically important financial institutions
- **Basel III** – global regulatory standard on bank capital adequacy, stress testing and market liquidity risk.
- **CCAR** = Comprehensive Capital Analysis and Review (stress test methodology in the US; CCAR reporting is putting lots of pressure on data alignment and comparability. This includes the FR Y-9C (Bank Holding Company Capital Report) and FR Y-14Q (detailed ‘show your calculation methodology work for BHC). This is the US version of Basel III.
- **Solvency II** – EU Directive that harmonizes insurance regulation (requirements for capital reserve and reduction of risk of insolvency) – to be implemented January 2014.

Harmonization

- **MiFID II** – Revised Markets in Financial Instruments Directive (mostly about trading, but does require common instrument identification for consolidated pricing).
- **ACORD** – Insurance standards development body (UK) likely to be mandated as the format for reporting.
- **Regulation SCI** – SEC proposed Regulation Systems Compliance and Integrity (to ensure that core infrastructure is functional)
- **COREP** = Common Reporting requirements (developed by Committee of European Banking Supervisors (CEBS) with the goal of developing a supervisory reporting framework based on common data standards and formats.
- **FSB Templates** = Common Data Template for G-SIB’s seeking to harmonize the data compounding methodology for reporting.