



## THE CNMV IMPLEMENTS EBA'S GUIDELINES FOLLOWING COMMON CRITERIA AND METHODOLOGIES RELATED TO THE REVISION PROCESS AND SUPERVISORY EVALUATION (PRES)

19 June 2023

The Spanish National Securities Market Commission (CNMV) has notified the European Banking Authority (EBA) of its intention to follow the [“Guidelines on common procedures and methodologies for the supervisory review and evaluation process \(SREP\) under Directive \(EU\) 2019/2034”](#). It will, therefore, consider certain criteria and ensure compliance by those entities applying the latter, within the scope of its supervisory powers.

The key objectives of the guidelines include:

- Provide detailed information on the common procedures and methodologies of supervisory review and evaluation corresponding to the size, structure and internal organisation of investment firms (IF) and the nature, scope and complexity of its activities; and provide details of the common procedures and methodologies in the assessment of risk management.
- Specify the processes related to supervisory powers, requirements of additional equity and requirements specific to liquidity.

EBA published such guidelines on 19 April 2023 and shall be applicable as of 19 June 2023. Similar guidelines were published in 2015 within the scope of the Directive 2013/36/EU (CRD) applicable to credit institutions and, until Directive (EU) 2019/2034 (IFD) entry into force, was applicable to investment service companies. Said guidelines establish the basis on which such new directives have been developed, as the underlying principles of CRD and IFD have the same focus. Moreover, the alignment of the frameworks for credit institutions and the IFs ensures equal conditions and cross-cutting consistency, where the principle of proportionality is taken into account.

The Guidelines have been issued under Article 16(3) of Regulation No. 1093/2010 of the European Parliament and of the Council of 24 November 2010 creating a European Supervisory Banking Authority, which establishes that competent authorities and financial institutions will do everything possible to adhere to said guidelines. EBA's regulation also establishes the obligation for the competent authorities to notify the EBA, within a period of two months from the publication of the translated Guidelines, whether they comply or intend to comply with the Guidelines published by the EBA.