



Edinburgh Reforms Timetable


Colour coding guide:Tranche 1
(retained EU law)Tranche 2
(retained EU law)Tranche 3
(retained EU law)Review of UK law or process included
as part of wider reform process


Area	Action	Timing
Prospectus Regulation	<ul style="list-style-type: none"> Overhaul of the UK regulation of prospectuses. HMT policy note published with expected reforms involving a repeal of the Prospectus Regulation and implementation of an entirely new regime for admission to trading and public offers. An illustrative statutory instrument (SI) is published alongside. In parallel, the FCA will engage with the market to start developing its policy for rule changes and ensure “reasonable transition periods”. 	<ul style="list-style-type: none"> Significant progress expected in 2023. Draft Prospectus Regulation reform SI expected to enter into force in 2023. FCA policy development activities will commence at the earliest opportunity in parallel with the parliamentary process.
Securitisation Regulation	<ul style="list-style-type: none"> Reform of the Securitisation Regulation. Policy note published on the draft UK Securitisation Regulations 2023. An illustrative SI is published alongside. FCA and PRA consultations on replacement rules. 	<ul style="list-style-type: none"> Q4 2023 / Q1 2024 Draft SI Securitisation Regulation expected to enter into force at the end of 2023 at the earliest. Q1 2023
Solvency II	<ul style="list-style-type: none"> Reform of the Solvency II regime. Responses to the consultation were published in November 2022. HMT set out its plans to reform Solvency II in the Autumn Statement delivered by the Chancellor on 17 November 2022. This set of announcements is next on the government’s agenda. 	<ul style="list-style-type: none"> 2023
Ring-Fencing and Proprietary Trading Regime for Banks	<ul style="list-style-type: none"> Reform of the Ring-Fencing and Proprietary Trading Regime for Banks. Call for evidence on changes to the regime. Further consultation on other reforms to the regime. 	<ul style="list-style-type: none"> Q1 2023 Mid-2023
Review of Senior Managers and Certification Regime (SMCR)	<ul style="list-style-type: none"> HMT announced review of SMCR regime’s effectiveness, scope, and proportionality. The PRA and FCA will conduct a review of the SMCR framework. The review will commence with a call for evidence. 	<ul style="list-style-type: none"> Q1 2023
The Markets in Financial Instruments (Investor Reporting) (Amendment) Regulations 2022	<ul style="list-style-type: none"> Regulations to remove EU reporting requirements were laid before Parliament. Legislation comes into force, removing the obligation to inform a retail client when the overall value of their portfolio depreciates by 10%. Additional measures contained in the Regulations will come into force (information to be provided in electronic format). 	<ul style="list-style-type: none"> 9 December 2022 18 January 2023 7 June 2023
Local Government Pension Scheme (LGPS)	<ul style="list-style-type: none"> HMT plans to consult on new guidance in England and Wales on asset pooling and requiring LGPS funds to ensure consideration of illiquid assets. 	<ul style="list-style-type: none"> Early 2023

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VAT treatment of fund management	<ul style="list-style-type: none"> • Consultation published with proposals for legislative reform to codify existing policy to give legal clarity. 	<ul style="list-style-type: none"> • Consultation closes on 3 February 2023
Consumer Credit Act 1974	<ul style="list-style-type: none"> • Consultation published on strategic direction of the reforms, representing the first stage of reform only. 	<ul style="list-style-type: none"> • Consultation closes on 17 March 2023
Financial advice and financial guidance	<ul style="list-style-type: none"> • HMT reiterated its commitment to working with the FCA to examine the boundary between regulated financial advice and financial guidance. • FCA opened a consultation on a new core investment advice regime for mainstream investments. 	<ul style="list-style-type: none"> • Timing not specified • FCA's consultation closes on 28 February 2023
Commodity derivatives	<ul style="list-style-type: none"> • HMT intends to remove requirements for firms trading commodity derivatives as an ancillary activity. Secondary legislation is expected. 	<ul style="list-style-type: none"> • Q1 2023
Real Estate Investment Trusts (REITs)	<ul style="list-style-type: none"> • HMT will amend the requirement for REITs to own at least three properties if they hold a single commercial property worth at least £20 million. HMT will amend the rule applying to properties disposed of within three years of significant development activity. 	<ul style="list-style-type: none"> • With effect from April 2023
Packaged Retail and Insurance-based Investment Products (PRIIPs) Regulation	<ul style="list-style-type: none"> • Repealing the PRIIPs Regulation and consulting on a new direction for retail disclosure. • HMT consultation on replacement disclosure framework. • FCA discussion paper (DP) on future disclosure framework. 	<ul style="list-style-type: none"> • Consultation closes on 3 March 2023 • DP closes on 7 March 2023
Short Selling Regulation	<ul style="list-style-type: none"> • Review of the Short Selling Regulation. • HMT launched its review of the UK's regime for regulating short selling with a call for evidence. • HMT plans to implement a tailored UK short selling regime. 	<ul style="list-style-type: none"> • Call for evidence closes on 5 March 2023 • 2023
Sustainable Finance Disclosure Regulation (SFDR) and Taxonomy Regulation	<ul style="list-style-type: none"> • Review of the SFDR and Taxonomy Regulation. • HMT will publish an update of the Green Finance Strategy. • Plans to consult on bringing ESG ratings providers into the regulatory perimeter. HMT will also join the industry-led ESG Data and Ratings Code of Conduct Working Group as an observer. 	<ul style="list-style-type: none"> • Early 2023 • Q1-2023
Money Market Funds Regulation	<ul style="list-style-type: none"> • Plans to review the Money Market Funds Regulation. 	

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Payment Services Directive (PSD) and E-Money Directive	<ul style="list-style-type: none"> Proposal to review the PSD and the E-Money Directive regime. An illustrative SI was published to remove certain conditions on the use of the FCA's rulemaking power. The SI ensures that the FCA has sufficient powers to make rules for payment services and e-money, and the ability to repeal and replace retained EU law smoothly. 	<ul style="list-style-type: none"> Final legislation to be laid before Parliament following royal assent of the FSM Bill.
	<ul style="list-style-type: none"> HMT will consult on a UK retail central bank digital currency alongside the Bank of England in the coming weeks. HMT reiterated that it is legislating in the FSM Bill for stablecoin regulation and to bring a broader range of cryptoasset activities into UK regulation. Plans to implement a Financial Market Infrastructure Sandbox. Legislating to implement this Sandbox is in the FSM Bill. HMT announced that the Sandbox will enable firms to test and adopt new technologies and innovations. Plans to work with regulators and market participants to trial a new class of wholesale market venue that would operate on an intermittent trading basis. 	<ul style="list-style-type: none"> 2023
Insurance Mediation and Distribution Directives	<ul style="list-style-type: none"> Plans to review retained EU law. 	
Capital Requirements Regulation and Directive	<ul style="list-style-type: none"> Plans to review retained EU law. 	
European Long-Term Investment Fund (ELTIF)	<ul style="list-style-type: none"> Plans to repeal EU legislation on ELTIF, reflecting that the new UK Long-Term Asset Fund (LTAF) provides a better fund structure for the UK market. HMT consultation on a replacement disclosure framework that would empower the FCA to integrate UCITS and PRIIPs disclosures into a single UK retail disclosure framework. FCA DP on future disclosure framework (DP22/6) on the design of this new retail disclosure regime was published in December 2022. 	<ul style="list-style-type: none"> Consultation closes on 3 March 2023 DP closes on 7 March 2023
Payment Account Regulations (PARs) 2015	<ul style="list-style-type: none"> Consultation on customer information requirements in the PARs 2015. Consultation published on the necessity and prescriptiveness of EU transposed requirements (fees connected with payment accounts). 	<ul style="list-style-type: none"> Consultation closes on 17 February 2023
Non-performing exposures (NPEs) held by banks	<ul style="list-style-type: none"> PRA intends to consult on removing capital deduction rules for certain NPEs. 	<ul style="list-style-type: none"> Timing not specified
Building Societies Act 1986	<ul style="list-style-type: none"> HMT announced its plan to amend the Building Societies Act and published responses to its consultation on the proposed amendments. It will also legislate to remove the normal retirement age for directors. Out-of-scope matters raised in responses will be looked at in due course. 	<ul style="list-style-type: none"> When parliamentary time allows Timing not specified
Consolidated tape	<ul style="list-style-type: none"> HMT commits to implement a regulatory regime to support a consolidated tape for market data. 	<ul style="list-style-type: none"> By 2024
Investment research	<ul style="list-style-type: none"> HMT will launch an Independent Research Review. 	<ul style="list-style-type: none"> Timing not specified

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UK Secondary Capital Raising Review	<ul style="list-style-type: none"> HMT confirmed it is working with the Department for Business, Energy and Industrial Strategy (BEIS) to deliver the recommendations made to it as part of the Wholesale Markets Review, and more broadly on corporate governance reforms. 	<ul style="list-style-type: none"> Timing not specified
Regulation of pensions	<ul style="list-style-type: none"> Consultation on reforms to set required metrics and standards in key areas such as investment performance, cost and charges, and quality of service that all schemes must meet. Plans to increase the pace of consolidation in Defined Contribution pension schemes. 	<ul style="list-style-type: none"> 2023 2023
Listing Directive	<ul style="list-style-type: none"> Plans to review retained EU legislation. 	
Transparency Directive	<ul style="list-style-type: none"> Plans to review retained EU legislation. 	
Market Abuse Regulation	<ul style="list-style-type: none"> Plans to review retained EU legislation. 	
Securities Financing Transactions Regulation	<ul style="list-style-type: none"> Plans to review retained EU legislation. 	
Benchmarks Regulation	<ul style="list-style-type: none"> Plans to review retained EU legislation. 	
Credit Rating Agencies Regulation	<ul style="list-style-type: none"> Plans to review retained EU legislation. 	
Consumer Credit Directive	<ul style="list-style-type: none"> Plans to review retained EU legislation. 	
Mortgage Credit Directive	<ul style="list-style-type: none"> Plans to review retained EU legislation. 	
Central Securities Depositories Regulation	<ul style="list-style-type: none"> Plans to review retained EU legislation. 	
European Market Infrastructure Regulation	<ul style="list-style-type: none"> Plans to review retained EU legislation. 	
Settlement Finality Directive	<ul style="list-style-type: none"> Plans to review retained EU legislation. 	
	<ul style="list-style-type: none"> Policy paper with Terms of Reference to establish an industry-led taskforce that will explore how faster settlement of financial trades in the UK could be achieved. 	<ul style="list-style-type: none"> December 2023 — interim report on initial findings December 2024 — full report with recommendations
Alternative Investment Funds Managers Directive	<ul style="list-style-type: none"> Plans to review retained EU legislation. 	
European Venture Capital Funds Regulation	<ul style="list-style-type: none"> Plans to review retained EU legislation. 	

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European Social Entrepreneurship Funds Regulation	<ul style="list-style-type: none"> Plans to review retained EU legislation. 	
Undertakings for the Collective Investment in Transferable Securities Directive	<ul style="list-style-type: none"> Plans to review retained EU legislation. 	
Insurers (Reorganisation and Winding Up) Directive	<ul style="list-style-type: none"> Plans to review retained EU legislation. 	
Life Assurance Consolidation Directive	<ul style="list-style-type: none"> Plans to review retained EU legislation. 	
Motor Insurance Directive	<ul style="list-style-type: none"> Plans to review retained EU legislation. 	
Reinsurance Directive	<ul style="list-style-type: none"> Plans to review retained EU legislation. 	
Cross-border Payments in Euros Regulation	<ul style="list-style-type: none"> Plans to review retained EU legislation. 	
Interchange Fee Regulation	<ul style="list-style-type: none"> Plans to review retained EU legislation. 	
Credit Institutions (Reorganisation and Winding Up) Directive	<ul style="list-style-type: none"> Plans to review retained EU legislation. 	
Bank Recovery and Resolution Directive	<ul style="list-style-type: none"> Plans to review retained EU legislation. 	
Shareholder Rights Directive	<ul style="list-style-type: none"> Plans to review retained EU legislation. 	
Deposit Guarantee Schemes Directive	<ul style="list-style-type: none"> Plans to review retained EU legislation. 	
Distance Marketing of Consumer Financial Services Directive	<ul style="list-style-type: none"> Plans to review retained EU legislation. 	
Financial Collateral Arrangements Directive	<ul style="list-style-type: none"> Plans to review retained EU legislation. 	
Financial Conglomerates Directive	<ul style="list-style-type: none"> Plans to review retained EU legislation. 	