

NDIF 25th Anniversary

European Cooperation in Deposit Insurance

Thierry Dissaux, Chair of EFDI
Budapest, 16 November 2018





O O P E R A T I O N

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European Cooperation in Deposit Insurance

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- 2 *Current EFDI **priorities** for EU Deposit Insurers*
- 3 *The **H2C** initiative implementation*
- 4 *The **EDIS** Project*

European Cooperation in Deposit Insurance

1 *News from EFDI*



EFDI EUROPEAN FORUM
OF DEPOSIT INSURERS

Europe at large

European Forum of Deposit Insurers - EFDI -

- ✓ 70 EU & non EU members and associate members (57 DGSs and 13 pure ICSs) end 2018
- ✓ incl. all 41 EU DGSs
- ✓ 46 jurisdictions (incl. all 28 EU countries and Gibraltar)
- ✓ Open to resolution authorities and IGSs

- ✓ Created in 2002
- ✓ Registered in 2007
- ✓ Change of Statutes in 2017

GENETIC CODE

- ☐ Exchange of experiences between practitioners
- ☐ Sharing of views on European regulation and its implementation
- ☐ Consensus based
- ☐ Light structure

Change of Statutes
May 2017

European Forum of Deposit Insurers - EFDI -

Genetic code: unchanged

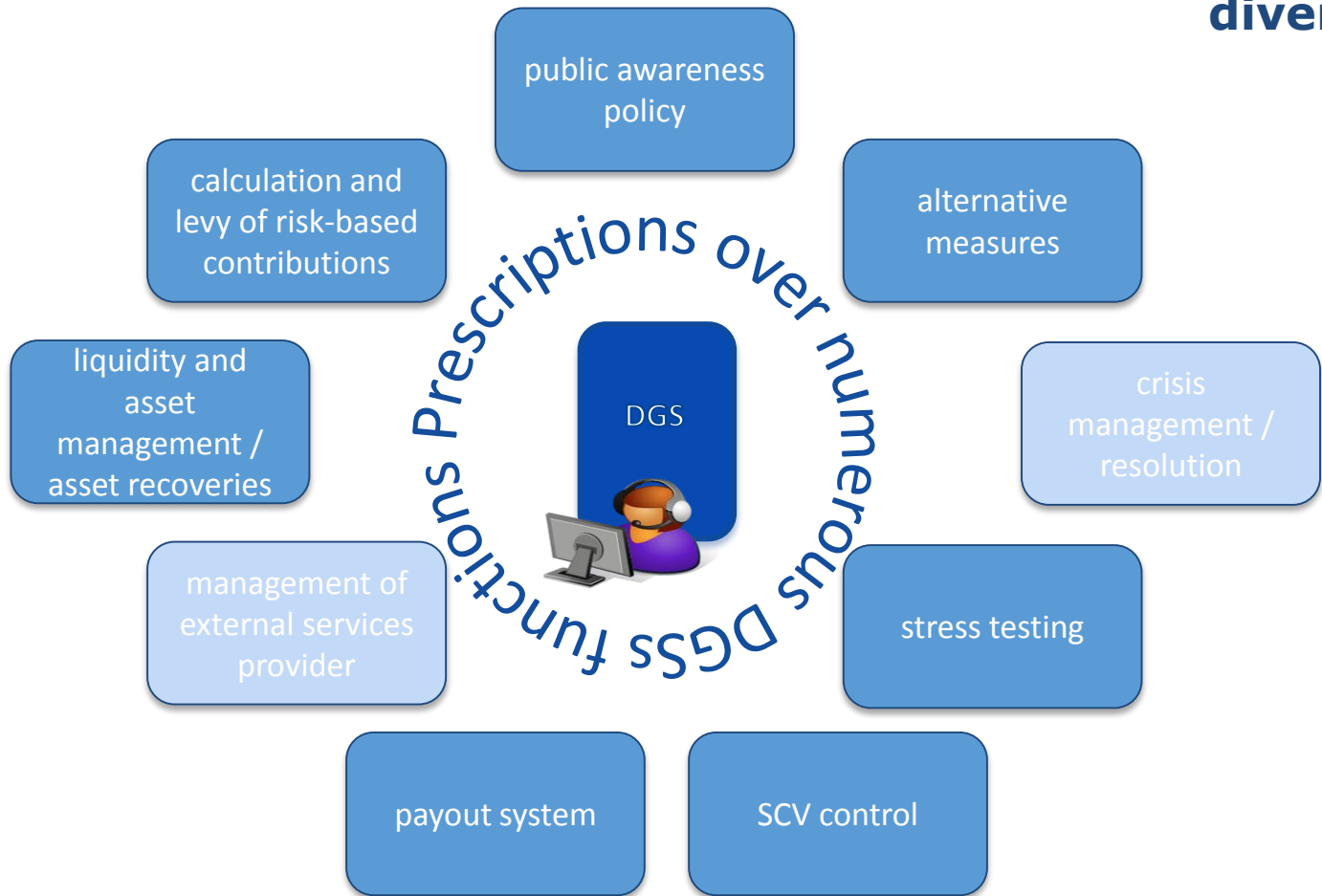
- Better structured and more inclusive **governance**
- Specific governance for **EU matters** (« EU Management Executive »)
- Additional **resources** – with differential fees
- Light **permanent** structure (hiring of a Secretary General)
- Issuance of **non-binding guidance**

European Forum of Deposit Insurers - EFDI -

Renewed roadmap/ clear ambitions

EFDI EU WORK PLAN - as of 01/12/2017

Entity/Leader	Mission/Rhythm	September 2017	October 2017	November 2017	December 2017	January 2018	February 2018	March 2018	April 2018	May 2018	June 2018	July 2018	August 2018	September 2018	October 2018	November 2018	December 2018	January 2019	February 2019	March 2019	April 2019	May 2019	June 2019	July 2019	August 2019
EU Committee <i>Andras</i>	<ul style="list-style-type: none"> sharing of experiences (payout & resolution) collective vision on deposit insurance and EU activities monitoring/sharing of outcomes of other work forces approval of non-binding guidance and position papers 3 physical meetings/year 	Focus: review of next year work plan (revised D2)			Focus: (title) specific resolution cases: Italy, Spain, BULG, re-launching of state of play		Focus: (title) Banking Union, D2 papers (incl. Day-to-day depositor information?)		Focus: progress on BURG paper on EDS, validation of amendments to Multilateral Agreement/ Rubric/ Bilateral Template		Focus: (title) review of next year work plan, approval of amendments for H2C D2s		Focus: (title) review of next year work plan, approval of amendments for H2C D2s		Focus: (title) review of next year work plan, approval of amendments for H2C D2s		Focus: (title) review of next year work plan, approval of amendments for H2C D2s		Focus: (title) review of next year work plan, approval of amendments for H2C D2s		Focus: (title) review of next year work plan, approval of amendments for H2C D2s		Focus: (title) review of next year work plan, approval of amendments for H2C D2s		Focus: (title) review of next year work plan, approval of amendments for H2C D2s
DGSE Implementation Initiative (D2) <i>(K)</i>	<ul style="list-style-type: none"> issuing a "state of play" for DGSD 2019 review sharing of experiences in implementing DGSD, drafting non-binding guidance interactions with other WGs for risk based contributions, stress tests, H2C... 3 physical meetings/year? (if possible with EU Com) 	drafting of state of play/non-binding guidance			drafting of state of play/non-binding guidance				drafting of state of play/non-binding guidance				drafting of state of play/non-binding guidance				drafting of state of play/non-binding guidance				drafting of non-binding guidance			drafting of non-binding guidance	
Cross-border working committee (H2C) <i>(Petre)</i>	<ul style="list-style-type: none"> data collection sharing of cross-border experiences/real cases practices and issues annual update of H2C Multilateral Cooperation Agreement and Rubric/ Bilateral Template harmonisation of bilateral agreements drafting of non-binding guidance (if any) 1 or 2 physical meetings/year/visits 	collection of costs/bil. a		Focus: re-launching of H2C costs grid collection	Focus: re-launching of H2C costs grid collection		Focus: re-launching of H2C costs grid collection		Focus: re-launching of H2C costs grid collection		Focus: re-launching of H2C costs grid collection		Focus: re-launching of H2C costs grid collection		Focus: re-launching of H2C costs grid collection		Focus: re-launching of H2C costs grid collection		Focus: re-launching of H2C costs grid collection		Focus: re-launching of H2C costs grid collection		Focus: re-launching of H2C costs grid collection		Focus: re-launching of H2C costs grid collection
Banking Union Working Group (BUWG) <i>(Jan & Sven)</i>	<ul style="list-style-type: none"> state of play on EDS concerns, needs and wishes of members vis-à-vis an integrated European DGS possible recommendations of members for authorities acceleration H2-2017/H1-2018 	Focus: re-launching of the WG state of play on EDS		Focus: re-launching of the WG state of play on EDS		Focus: re-launching of the WG state of play on EDS		Focus: re-launching of the WG state of play on EDS		Focus: re-launching of the WG state of play on EDS		Focus: re-launching of the WG state of play on EDS		Focus: re-launching of the WG state of play on EDS		Focus: re-launching of the WG state of play on EDS		Focus: re-launching of the WG state of play on EDS		Focus: re-launching of the WG state of play on EDS		Focus: re-launching of the WG state of play on EDS		Focus: re-launching of the WG state of play on EDS	
EU Management Executive	<ul style="list-style-type: none"> planning and strategic management of EU Committee activities selection of dates/locations/hosts/topics for EU Committee & D2 identification and validation of non-binding guidance for submission to EU Committee preparation of contacts with EU authorities 	Focus: selection of topics/ host for Fall Winter EU Committee		Focus: selection of topics/ host for Fall Winter EU Committee		Focus: selection of topics/ host for Fall Winter EU Committee		Focus: selection of topics/ host for Fall Winter EU Committee		Focus: selection of topics/ host for Fall Winter EU Committee		Focus: selection of topics/ host for Fall Winter EU Committee		Focus: selection of topics/ host for Fall Winter EU Committee		Focus: selection of topics/ host for Fall Winter EU Committee		Focus: selection of topics/ host for Fall Winter EU Committee		Focus: selection of topics/ host for Fall Winter EU Committee		Focus: selection of topics/ host for Fall Winter EU Committee		Focus: selection of topics/ host for Fall Winter EU Committee	
EFDI Board meetings (tentative program)		Focus: EFDI Board meeting		Focus: EFDI Board meeting		Focus: EFDI Board meeting		Focus: EFDI Board meeting		Focus: EFDI Board meeting		Focus: EFDI Board meeting		Focus: EFDI Board meeting		Focus: EFDI Board meeting		Focus: EFDI Board meeting		Focus: EFDI Board meeting		Focus: EFDI Board meeting		Focus: EFDI Board meeting	
Other EFDI activities (to be completed)		Focus: EFDI Board meeting		Focus: EFDI Board meeting		Focus: EFDI Board meeting		Focus: EFDI Board meeting		Focus: EFDI Board meeting		Focus: EFDI Board meeting		Focus: EFDI Board meeting		Focus: EFDI Board meeting		Focus: EFDI Board meeting		Focus: EFDI Board meeting		Focus: EFDI Board meeting		Focus: EFDI Board meeting	



In respect of EU diversity: why?

Single
financial

supra
regulation

1. Size, concentration and configuration of domestic banking sector

- Number of large banks and small banks
- Branch-based banking / Online banking
- Geographical concentration of banks
- Use of EU passport

2. Local banking products

- Definition of deposits
- Social purposes deposits (DGSD2 - article 7(8))
- Specific temporary high balances (THB) accounts

3. Features of (retail) payment infrastructure and instruments

- Use of online banking
- Use of cheques and prepaid cards
- Role of branch networks
- Role of post office
- Handling of in-flight transactions

4. National DGSD2 options selected

- Small public authorities/ Small pension funds
- Nature, delays and amounts for THB
- Treatment of guarantee deposits, transitory coverage

5. Influence of numerous non-harmonised legislation outside the scope of financial regulation

- **Data protection laws** (e.g. national identification numbers, centralised files etc.)
- **Consumer protection laws** (e.g. information provided, claims treatment)
- **Tax laws** (e.g. impact on compensations due, depending on the banking products, use of withholding tax on interest or not)
- **Bankruptcy laws** (e.g. declaration regimes etc., possibility to set-off claims with the receiver without the DGS being aware)
- **Family laws** (e.g. role of legal guardians in claiming compensation for minorities)
- **Corporate laws** (e.g. role of the chamber of commerce and the company register)
- **Administrative laws** (e.g. requirements on how public bodies need to interact with citizens and application of statutory interest)
- **Criminal and private laws** (e.g. blocking of seized or frozen accounts)
- **Residential laws** (e.g. blocking of accounts based on tenants and landlord's rights, exclusion of savings deposits for residential property)

Still,

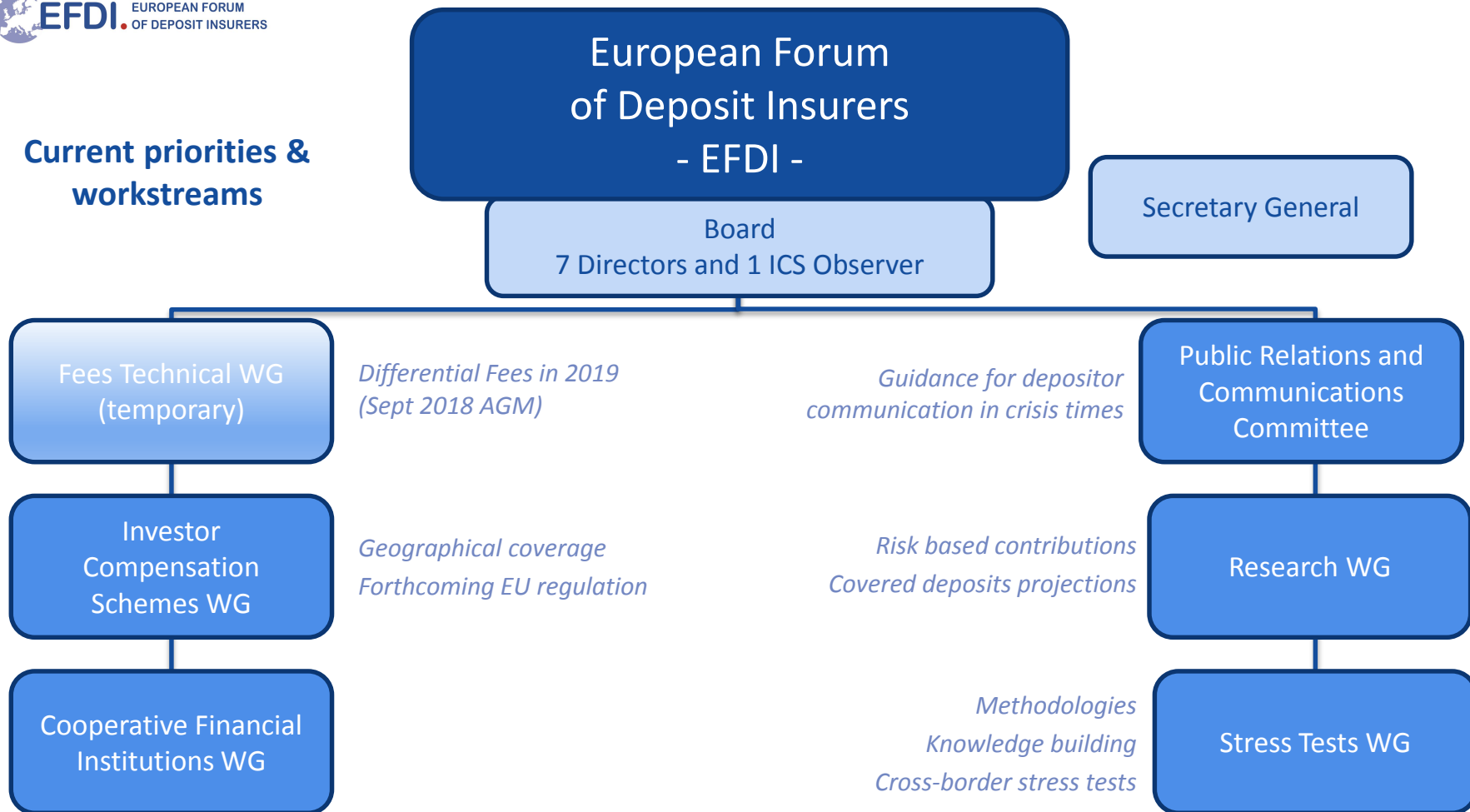
28 EU
+
3 EEA

coun
tries

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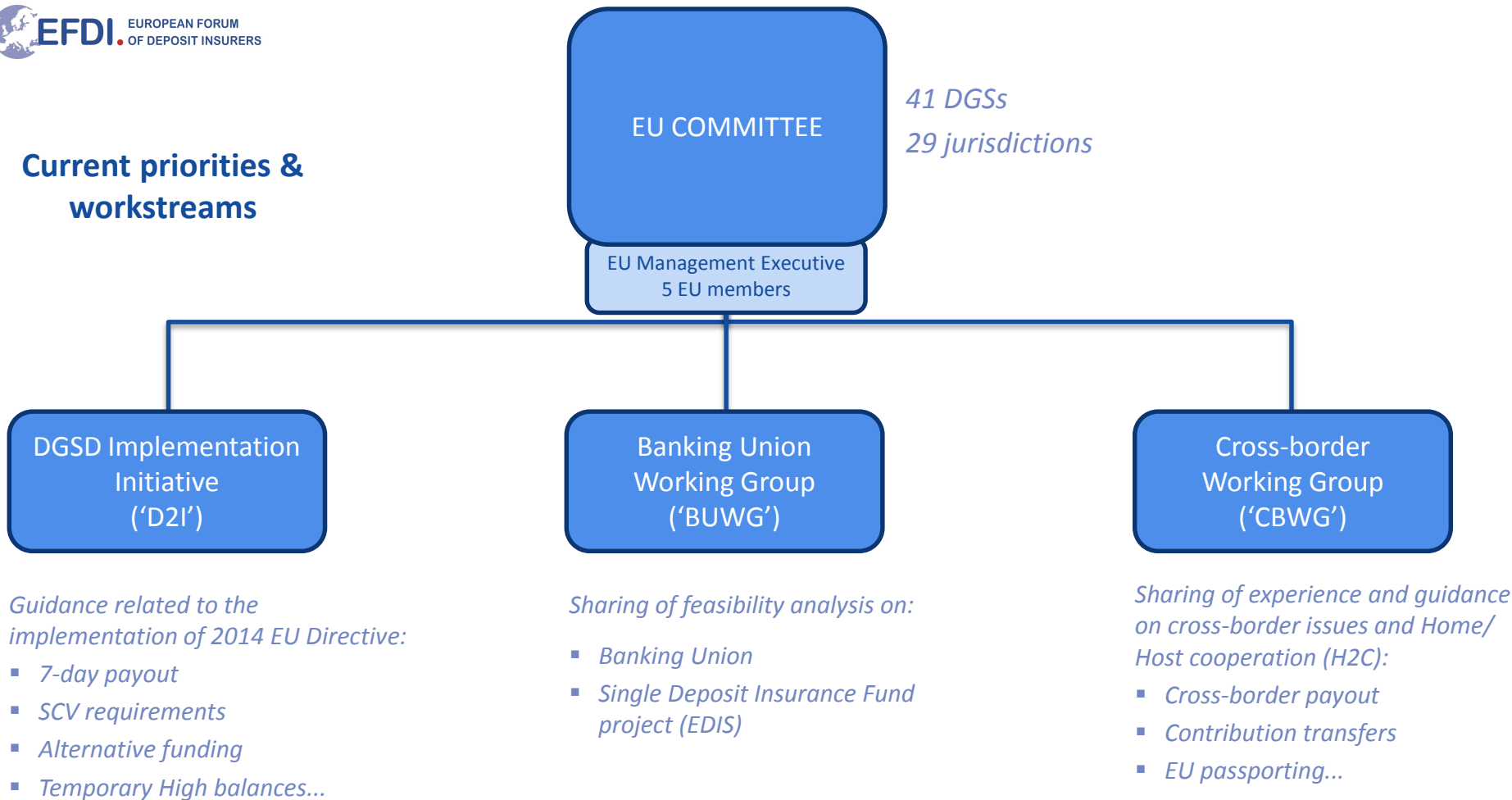
2 *Current EFDI **priorities** for EU Deposit Insurers*

Current priorities & workstreams





Current priorities & workstreams



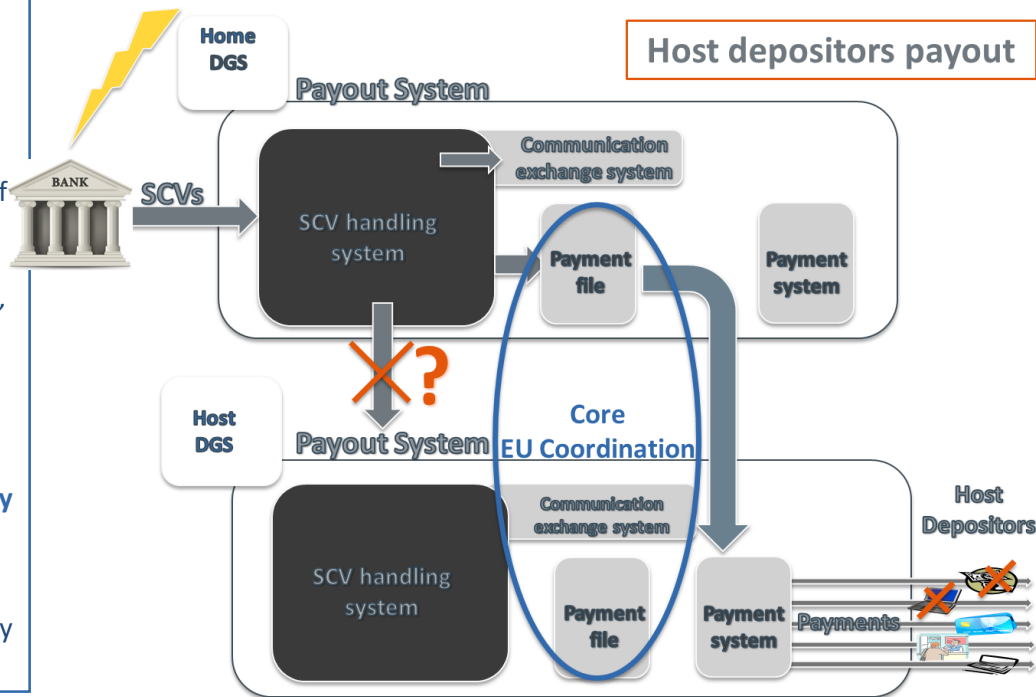
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3 *The H2C initiative implementation*

EEA DGSs actively participate to the Banking Union on their own

H2C: a voluntary and optimised EFDI Multilateral Framework to handle host depositors compensations (DGSD2 – article 14(5))

1. Initiated, drafted and concluded end of 2016 under **EFDI** auspices by all EEA DGSs – voluntary basis
2. Complex set of circa 120 pages handling all aspects of host depositors payout: *file transfer, money transfer, currencies, communications, claims handling, special regimes, fees, audits...*
3. Acknowledged and recommended by the **European Banking Authority** for complying with their guidelines
4. Implemented by **31 DGSs** by mid-2017



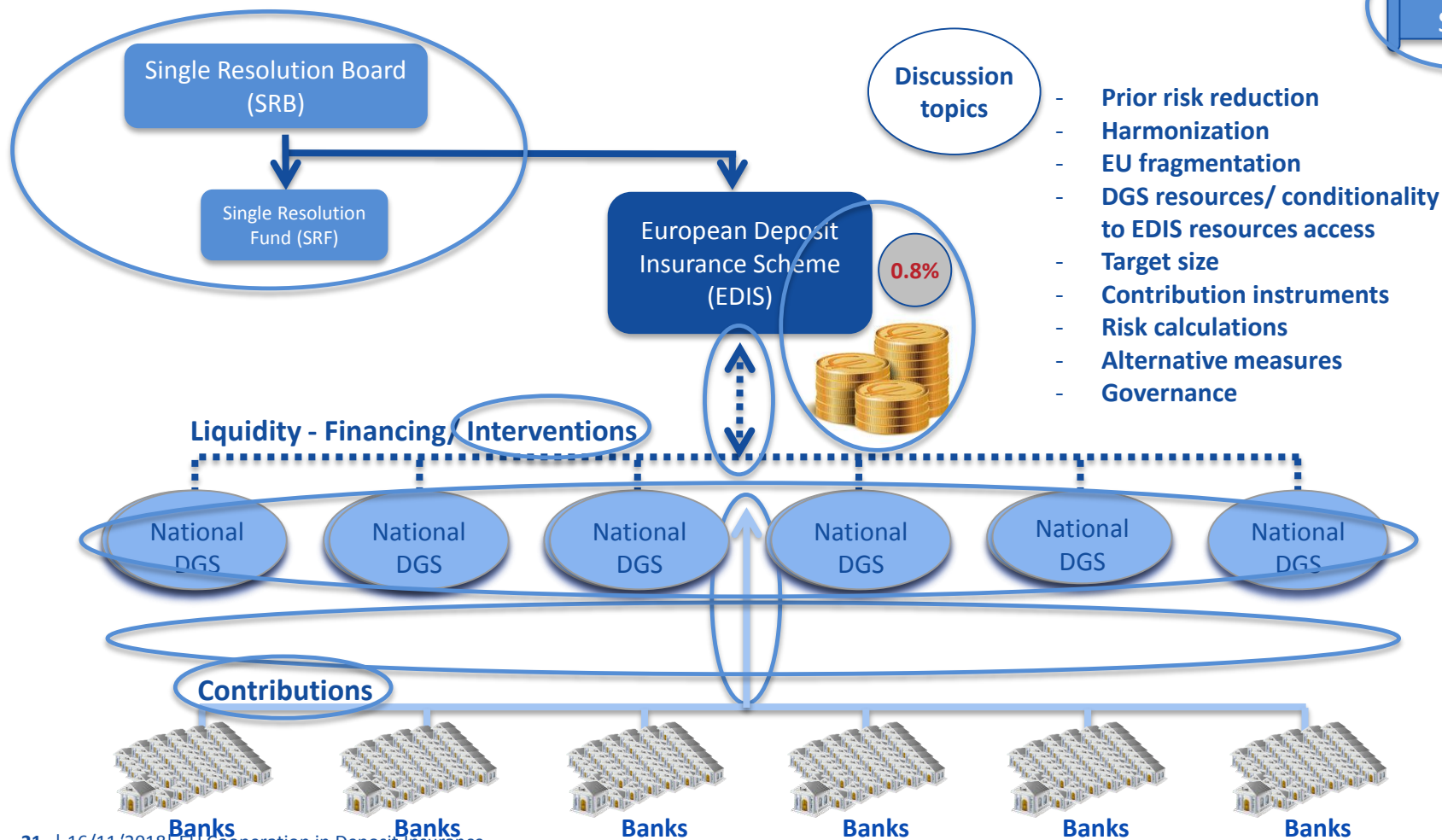
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4

The European Deposit Insurance Scheme Project (EDIS)

EDIS: various issues under discussion

Scope:
SRM



European Cooperation in Deposit Insurance



E L E B R A T I O N

NDIF

International Cooperation in perspective of your European counterparts/friends

- Founder of EFDI
- Limited, but highly dedicated and professional team
- Exceptional preparedness and track record in handling domestic crises
- Open arms to share practitioners' knowledge
- Invaluable partner for many DGSs in Europe and abroad



**EUROPEAN FORUM
OF DEPOSIT INSURERS**

- Open arms to share practitioners' knowledge
- Invaluable partner for many DGSs in Europe and abroad