

Progress in the Implementation of G20/FSB Recommendations – June 2012

Jurisdiction: RUSSIA

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# (# in brackets are from 2011 template)	G20/FSB Recommendations		Deadline	Progress to Date	Planned Next Steps	
1. Refining the regulatory perimeter						
1 (new)	Cannes	Strengthening the oversight of shadow banking	We agree to strengthen the regulation and oversight of the shadow banking system. ¹	Ongoing	<p>Implementation ongoing:</p> <p><input checked="" type="checkbox"/> Draft regulations/guidelines being developed, expected publication by</p> <p><input type="checkbox"/> Draft regulations/guidelines published as of</p> <p><input type="checkbox"/> Final rules expected to be in force by</p> <p><input type="checkbox"/> Others, please specify:</p> <p><input type="checkbox"/> Completed as of</p> <p>Overview (short description) of action(s) taken: Amendments to the Federal law “On securities' market” were drafted concerning creation of prudential supervision system for professional securities market participants (non-banks). The main aim of above said draft is to set obligatory financial ratios for non-banks professional market participants, including their securities' lending and repo's activity. The responsible authority for this draft is the Federal Financial Markets Service of the Russian Federation. The draft was adopted in the first reading by the State Duma on 8</p>	Planned actions (if any): Expected commencement date: Web-links to relevant documents:

¹ For this survey, the focus is exclusively on the recommendations for monitoring the shadow banking system, discussed in section 2 of the October 2011 FSB report: “Shadow Banking: Strengthening Oversight and Regulation”, which is available here: http://www.financialstabilityboard.org/publications/r_111027a.pdf.

# (# in brackets are from 2011 template)	G20/FSB Recommendations		Deadline	Progress to Date	Planned Next Steps	
				February 2011. Web-links to relevant documents:		
2 (11)	(Lon)	Review of the boundaries of the regulatory framework	We will each review and adapt the boundaries of the regulatory framework to keep pace with developments in the financial system and promote good practices and consistent approaches at an international level.	Ongoing	<p>Implementation ongoing:</p> <p><input type="checkbox"/> Draft regulations/guidelines being developed, expected publication by</p> <p><input type="checkbox"/> Draft regulations/guidelines published as of</p> <p><input type="checkbox"/> Final rules expected to be in force by</p> <p><input checked="" type="checkbox"/> Others, please specify:</p> <p><input type="checkbox"/> Completed as of</p> <p>Overview (short description) of action(s) taken: Continuously modernizing regulation according with international recommendations and national regulatory frameworks. For example, FSB and BCBS requirements to increase liquidity and banking system's capital base were incorporated in the Russian Banking Sector Development Strategy until 2015.</p> <p>Web-links to relevant documents:</p>	<p>Planned actions (if any):</p> <p>Expected commencement date:</p> <p>Web-links to relevant documents:</p>

# (# in brackets are from 2011 template)	G20/FSB Recommendations		Deadline	Progress to Date	Planned Next Steps	
			will be subject to oversight to ensure that they have adequate risk management.			
4 (14)	(Lon)	Effective oversight of cross-border funds	We ask the FSB to develop mechanisms for cooperation and information sharing between relevant authorities in order to ensure effective oversight is maintained when a fund is located in a different jurisdiction from the manager. We will, cooperating through the FSB, develop measures that implement these principles by the end of 2009.	End-2009	<p>Implementation ongoing:</p> <input type="checkbox"/> Draft regulations/guidelines being developed, expected publication by <input type="checkbox"/> Draft regulations/guidelines published as of <input type="checkbox"/> Final rules expected to be in force by <input type="checkbox"/> Others, please specify: <input type="checkbox"/> Completed as of Overview (short description) of action(s) taken: Web-links to relevant documents:	<p>Planned actions (if any):</p> <p>Expected commencement date:</p> <p>Web-links to relevant documents:</p>
5 (15)	(Lon)	Effective management of counter-party risk associated with hedge	Supervisors should require that institutions which have hedge funds as their counterparties	Ongoing	<p>Implementation ongoing:</p> <input checked="" type="checkbox"/> Draft regulations/guidelines being developed, expected publication by <input type="checkbox"/> Draft regulations/guidelines published as of	<p>Planned actions (if any):</p> <p>Additional regulation will be adopted by the draft law "On Prudential Supervision". The draft law "On prudential supervision"</p>

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		funds	have effective risk management, including mechanisms to monitor the funds' leverage and set limits for single counterparty exposures.		<input type="checkbox"/> Final rules expected to be in force by <input type="checkbox"/> Others, please specify: <input type="checkbox"/> Completed as of Overview (short description) of action(s) taken: The appropriate regulation has already been adopted. Hedge funds are not allowed substantial debt and leverage. There are also set debt limits for single counterparty. Web-links to relevant documents:	was adopted by the State Duma of Russia in the first reading. Expected commencement date: Web-links to relevant documents:
6 (16)	(FSF 2008)	Guidance on the management of exposures to leveraged counterparties	II.17 Supervisors will strengthen their existing guidance on the management of exposures to leveraged counterparties	Ongoing	Implementation ongoing: <input type="checkbox"/> Draft regulations/guidelines being developed, expected publication by <input type="checkbox"/> Draft regulations/guidelines published as of <input type="checkbox"/> Final rules expected to be in force by <input type="checkbox"/> Others, please specify: <input type="checkbox"/> Completed as of Overview (short description) of action(s)	Planned actions (if any): Expected commencement date: Web-links to relevant documents:

# (# in brackets are from 2011 template)	G20/FSB Recommendations			Deadline	Progress to Date	Planned Next Steps
					taken: Web-links to relevant documents:	
(ii) Securitisation						
7 (17)	(FSB 2009)	Implementation of BCBS/IOSCO measures for securitisation	During 2010, supervisors and regulators will: <ul style="list-style-type: none"> implement the measures decided by the Basel Committee to strengthen the capital requirement of securitisation and establish clear rules for banks' management and disclosure; 	During 2010	No response required for this survey. Please refer to the BCBS progress report on the Basel 2.5 adoption, available at: http://www.bis.org/publ/bcbs/b2_5prog_rep_table.htm	
			<ul style="list-style-type: none"> implement IOSCO's proposals to strengthen practices in securitisation 		Implementation ongoing: <ul style="list-style-type: none"> <input type="checkbox"/> Draft regulations/guidelines being developed, expected publication by <input type="checkbox"/> Draft regulations/guidelines published as of <input type="checkbox"/> Final rules expected to be in force by 	Planned actions (if any): Expected commencement date: Web-links to relevant documents:

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			risk of the underlying assets, thus encouraging them to act prudently.		<p>securitisation.</p> <p>2. In October 2009 the State Duma of the Russian Federation approved in the first reading the draft of the Law "On introduction changes to some legal acts of the Russian Federation (in the part of financial assets securitisation)".</p> <p>3. In March 2004 the Federal Law "On mortgage-backed securities (MBS)" was issued. On the basis of this Law The Bank of Russia issued Instruction N112-I "On obligatory ratios of credit institutions issuing MBS".</p> <p>4. In 1997 Government of the Russian Federation created State Agency on mortgage lending. Major aims of this Agency are to form general underwriting standards of mortgage lending, refinance banks mortgage loans, create and develop MBS market.</p> <p>The Agency has the right to demand from banks which sold mortgages to the Agency to buy back mortgage loans which do not meet general underwriting criteria any more. In this connection banks must take into account the possibility of buying back such loans, report them off-balance sheet and cover risks of such loans by adequate amount of capital.</p>	

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					<p>5. There is no retention requirements yet in Russian regulation.</p> <p>Web-links to relevant documents:</p>	
9 (19)	(FSF 2008)	Strengthening of regulatory and capital framework for monolines	II.8 Insurance supervisors should strengthen the regulatory and capital framework for monoline insurers in relation to structured credit.	Ongoing	<p>Implementation ongoing:</p> <p><input type="checkbox"/> Draft regulations/guidelines being developed, expected publication by</p> <p><input type="checkbox"/> Draft regulations/guidelines published as of</p> <p><input type="checkbox"/> Final rules expected to be in force by</p> <p><input type="checkbox"/> Others, please specify:</p> <p><input type="checkbox"/> Completed as of</p> <p>Overview (short description) of action(s) taken:</p> <p>Web-links to relevant documents:</p>	<p>Planned actions (if any):</p> <p>Expected commencement date:</p> <p>Web-links to relevant documents:</p>
10 (20)	(FSF 2008)	Strengthening of supervisory requirements or best practices for investment	II.18 Regulators of institutional investors should strengthen the requirements or best	Ongoing	<p>Implementation ongoing:</p> <p><input type="checkbox"/> Draft regulations/guidelines being developed, expected publication by</p> <p><input type="checkbox"/> Draft regulations/guidelines published as of</p>	<p>Planned actions (if any):</p> <p>Expected commencement date:</p>

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		in structured products	practices for firms' processes for investment in structured products.		<input type="checkbox"/> Final rules expected to be in force by <input type="checkbox"/> Others, please specify: <input type="checkbox"/> Completed as of Overview (short description) of action(s) taken: Web-links to relevant documents:	Web-links to relevant documents:
11 (21)	(FSF 2008)	Enhanced disclosure of securitised products	III.10-III.13 Securities market regulators should work with market participants to expand information on securitised products and their underlying assets.	Ongoing	Implementation ongoing: <input type="checkbox"/> Draft regulations/guidelines being developed, expected publication by <input type="checkbox"/> Draft regulations/guidelines published as of <input type="checkbox"/> Final rules expected to be in force by <input type="checkbox"/> Others, please specify: <input type="checkbox"/> Completed as of Overview (short description) of action(s) taken:	Planned actions (if any): Expected commencement date: Web-links to relevant documents:

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				Web-links to relevant documents:		
2. Enhancing supervision						
12 (5)	(Pitts)	Consistent, consolidated supervision and regulation of SIFIs	All firms whose failure could pose a risk to financial stability must be subject to consistent, consolidated supervision and regulation with high standards.	Ongoing	<p>Implementation ongoing:</p> <p><input type="checkbox"/> Draft regulations/guidelines being developed, expected publication by</p> <p><input checked="" type="checkbox"/> Draft regulations/guidelines published as of</p> <p>Draft Federal law №615865-5 adopted by the State Duma in the first reading on 10.02.2012 aims at further ensuring the stability of the banking system and widening the financing sources for resolution and foresees the following:</p> <ul style="list-style-type: none"> - improvement of the Federal Law №175-FZ dated 27.10.2008 "On additional measures to improve the stability of the banking system in the period up to December 31, 2014"; - the right of the Bank of Russia to impose special regime of enforcement measures for credit institutions implementing resolution measures financed by private investors; - improving the bankruptcy regime for credit institutions; <p><input type="checkbox"/> Final rules expected to be in force by</p> <p><input type="checkbox"/> Others, please specify:</p>	<p>Planned actions (if any):</p> <p>The Bank of Russia has formed a working group to implement the FSB Key Attributes of Effective Resolution Regimes. The work plan to implement the main FSB recommendations in relation to the Russian financial system comprises the following main steps:</p> <ul style="list-style-type: none"> - development of proposals related to specifics of national systemically important credit institutions regulation (including assessment methodology) (first half of 2012); - implementation methodology of the Recovery and Resolution Plans (RRPs) (2012-2013); - strengthening the powers of the Bank of Russia in the field of recovery and resolution of systemically important credit institutions (2012-2013); - assessment of forms and possibilities to implement new resolution instruments (bridge institutions, bail-in, temporary stay

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					<input type="checkbox"/> Completed as of Overview (short description) of action(s) taken: Web-links to relevant documents: http://www.duma.gov.ru/systems/law/?number=615865-5&sort=date	<p>on early termination rights, etc. - 2012);</p> <ul style="list-style-type: none"> - analysis and preparing amendments to the current legislation concerning cross-border cooperation between the Bank of Russia and the supervisory authorities of foreign countries (2012-2013), some of the issues are resolved by the draft Federal law №521063-5 adopted by the State Duma in the first reading on 18.05.2011; - assessment of the necessity of application of RRP to credit institutions, which are not systemically important (2013); <p>Moreover, given the FSB recommendations and in coordination with financial market regulators the Bank of Russia works on identification of resolution regimes for systemically important financial market infrastructures (hereinafter – SIFMIs). Priority measures in this field are elaboration and implementation of approaches ensuring continuity of critical SIFMIs functions as well as identification of the body</p>

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						<p>empowered to resolve them. Preliminary, the relevant amendments to the Federal Laws are supposed to be adopted by end 2012.</p> <p>Expected commencement date:</p> <p>Web-links to relevant documents: http://www.duma.gov.ru/systems/law/?number=521063-5&sort=date</p>
13 (8)	(Lon)	Establishment of Supervisory colleges	To establish the remaining supervisory colleges for significant cross-border firms by June 2009.	June 2009 (for establishing supervisory colleges)	<p>Implementation ongoing:</p> <p><input type="checkbox"/> Draft regulations/guidelines being developed, expected publication by</p> <p><input type="checkbox"/> Draft regulations/guidelines published as of</p> <p><input type="checkbox"/> Final rules expected to be in force by</p> <p><input checked="" type="checkbox"/> Others, please specify:</p> <p><input type="checkbox"/> Completed as of</p> <p>Overview (short description) of action(s) taken: At present, the Bank of Russia is a member of SIG supervisory colleges subgroup of the Basel Committee on Banking Supervision. The Bank of Russia participates in colleges</p>	<p>Planned actions (if any): The next VTB group college is planned for the current year.</p> <p>Expected commencement date:</p> <p>Web-links to relevant documents:</p>

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					<p>exercising supervision of cross-border banks organised by supervisory authorities exercising control over the activities of parent banks in Germany, Austria, Hungary, China, Cyprus, and UK.</p> <p>Supervisory college has been established to exercise control over the VTB Bank (Russia). This supervisory college consists of supervisory bodies representatives from Austria, Armenia, Belorussia, Ukraine, Cyprus, Germany and France. It is supposed to hold meetings of this supervisory college on a permanent basis.</p> <p>Web-links to relevant documents:</p>	
14 (8)	(Seoul)	Conducting risk assessments through international supervisory colleges	We agreed to conduct rigorous risk assessment on these firms through international supervisory colleges ...	Ongoing	<p>Implementation ongoing:</p> <p><input type="checkbox"/> Draft regulations/guidelines being developed, expected publication by</p> <p><input type="checkbox"/> Draft regulations/guidelines published as of</p> <p><input type="checkbox"/> Final rules expected to be in force by</p> <p><input checked="" type="checkbox"/> Others, please specify: See clause 13.</p> <p><input type="checkbox"/> Completed as of</p> <p>Overview (short description) of action(s) taken:</p>	<p>Planned actions (if any):</p> <p>Expected commencement date:</p> <p>Web-links to relevant documents:</p>

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					Web-links to relevant documents:	
15 (9)	(FSF 2008)	Supervisory exchange of information and coordination	V.7 To quicken supervisory responsiveness to developments that have a common effect across a number of institutions, supervisory exchange of information and coordination in the development of best practice benchmarks should be improved at both national and international levels.	Ongoing	<p>Implementation ongoing:</p> <p><input type="checkbox"/> Draft regulations/guidelines being developed, expected publication by</p> <p><input type="checkbox"/> Draft regulations/guidelines published as of</p> <p><input type="checkbox"/> Final rules expected to be in force by</p> <p><input checked="" type="checkbox"/> Others, please specify: Article 51 of the Federal Law on the Central Bank of the Russian Federation (Bank of Russia) stipulates that the Bank of Russia may request information or documents from the central bank or banking supervisory authority of a foreign state received by them from credit institutions while fulfilling supervisory functions. It may also provide the banking supervisory authority of a foreign state with such information or documents that do not contain data on operations conducted by credit institutions and their customers. At the same time, Article 26 of the Federal Law on Banks and Banking Activities sets certain restrictions on the composition of information the Bank of Russia may provide to foreign supervisors. For</p>	<p>Planned actions (if any): Draft law is being prepared for the second reading in the State Duma.</p> <p>Expected commencement date:</p> <p>Web-links to relevant documents:</p>

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					<p>example, the Bank of Russia is not entitled to disclose information about the accounts, deposits and specific transactions it receives from credit institutions' reports in the course of supervision.</p> <p>Some of the legislative restrictions are to be removed by the draft law on consolidated supervision. These amendments stipulate, among other things, that the supervisory authorities may be provided, on the basis of confidentiality, with information about customer transactions and transactions conducted by credit institutions' correspondents, which these authorities may need to perform their supervisory functions, including the assessment of risks taken by cross-border credit institutions.</p> <p><input type="checkbox"/> Completed as of</p> <p>Overview (short description) of action(s) taken:</p> <p>Web-links to relevant documents:</p>	
16 (10)	(Seoul)	More effective oversight and supervision	We agreed that supervisors should have strong and unambiguous	Ongoing	<p>Implementation ongoing:</p> <p><input checked="" type="checkbox"/> Draft regulations/guidelines being developed, expected publication by</p> <p><input type="checkbox"/> Draft regulations/guidelines published</p>	<p>Planned actions (if any):</p> <p>On approval by concerned governmental bodies the draft is expected to be submitted to the</p>

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			<p>mandates, sufficient independence to act, appropriate resources, and a full suite of tools and powers to proactively identify and address risks, including regular stress testing and early intervention.</p>		<p>as of</p> <p><input type="checkbox"/> Final rules expected to be in force by</p> <p><input type="checkbox"/> Others, please specify:</p> <p><input type="checkbox"/> Completed as of</p> <p>Overview (short description) of action(s) taken: The Bank of Russia has proposed the draft legislation (“On consolidated supervision”) aimed at improving credit institutions' governance and supervision, including provisioning the Bank of Russia with the authority to use professional judgment in assessing financial position of credit institutions as well as enabling the Bank of Russia to set requirements for risk management systems in credit institutions and apply corrective measures in case if weaknesses in risk management systems are detected. The State Duma has adopted the draft legislation in the first reading.</p> <p>Moreover, the Bank of Russia in coordination with the Ministry of Finance has prepared draft legislation, providing the use of authorized representatives of the Bank of Russia as an instrument for risk-oriented supervision of systemically</p>	<p>State Duma.</p> <p>Expected commencement date:</p> <p>Web-links to relevant documents:</p>

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					<p>important financial institutions. This legislation is undergoing the approval procedure in the Government. Then the draft is expected to be submitted to the State Duma.</p> <p>The insurance industry in Russia remains a very small part of the bank-dominated financial sector, with less than three percent of GDP in assets. At the same time the supervisory framework for the nonbank financial sector is being developed. In accordance with the Presidential decree of March 4, 2011, the Federal Service of Insurance Supervision (FSIS) was absorbed by the Federal Service for Financial Markets (FSFM). The creation of a unified supervisory agency for the nonbanking sector can generate benefits. These include a comprehensive view of the financial market, harmonization of the supervisory approach, and economies of scale, in particular for the performance of centralized activities like licensing and enforcement. Additionally, minimum capital requirements in this sector have been increased by four times and are now at the EU level.</p> <p>Web-links to relevant documents:</p>	

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17 (12)	(FSF 2008)	Supervisory resources and expertise to oversee the risks of financial innovation	V.1 Supervisors should see that they have the requisite resources and expertise to oversee the risks associated with financial innovation and to ensure that firms they supervise have the capacity to understand and manage the risks.	Ongoing	Implementation ongoing: <input type="checkbox"/> Draft regulations/guidelines being developed, expected publication by <input type="checkbox"/> Draft regulations/guidelines published as of <input type="checkbox"/> Final rules expected to be in force by <input type="checkbox"/> Others, please specify: <input type="checkbox"/> Completed as of Overview (short description) of action(s) taken: Web-links to relevant documents:	Planned actions (if any): Expected commencement date: Web-links to relevant documents:

3. Building and implementing macro-prudential frameworks and tools

18 (23)	(Lon)	Amendment of regulatory systems to take account of macro-prudential risks	Amend our regulatory systems to ensure authorities are able to identify and take account of macro-prudential risks across the financial system including in the case of regulated banks, shadow banks and	Ongoing	Implementation ongoing: <input type="checkbox"/> Draft regulations/guidelines being developed, expected publication by <input type="checkbox"/> Draft regulations/guidelines published as of <input type="checkbox"/> Final rules expected to be in force by <input checked="" type="checkbox"/> Others, please specify:	Planned actions (if any): Expected commencement date: Web-links to relevant documents:
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# (# in brackets are from 2011 template)	G20/FSB Recommendations			Deadline	Progress to Date	Planned Next Steps
			private pools of capital to limit the build up of systemic risk.		<input type="checkbox"/> Completed as of Overview (short description) of action(s) taken: Currently, the mechanisms used to limit the macroprudential risks are primarily monetary policy and microprudential policy instruments. Also the President of Russia recently called for establishment of The Financial Stability Board which will be responsible for maintaining sustainability of systemically important financial institutions and ensuring stability of financial markets. Currently the Bank of Russia in coordination with the Ministry of Finance is developing relevant proposals. The necessity of further development of macroprudential tools will be determined by the progress in this area. Web-links to relevant documents:	
19 (24)	(Lon)	Powers for gathering relevant information by national regulators	Ensure that national regulators possess the powers for gathering relevant information on all material financial institutions, markets and instruments in order to assess the	Ongoing	Implementation ongoing: <input type="checkbox"/> Draft regulations/guidelines being developed, expected publication by <input type="checkbox"/> Draft regulations/guidelines published as of <input type="checkbox"/> Final rules expected to be in force by <input checked="" type="checkbox"/> Others, please specify:	Planned actions (if any): The Bank of Russia constantly makes efforts to upgrade the reports presented by credit institutions in the course of supervision. Specifically, to enhance the effectiveness of control over the risks assumed by credit institutions, it is

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		<p>potential for failure or severe stress to contribute to systemic risk. This will be done in close coordination at international level in order to achieve as much consistency as possible across jurisdictions.</p>		<p>Article 57 of the Federal Law on the Bank of Russia empowers the Bank of Russia to set for credit institutions compulsory rules for compiling and presenting accounting, financial and statistical statements, as well as other information stipulated by federal laws. The Bank of Russia also has the right to set the procedure for providing information by members of a banking group about their activities, which is necessary for compiling consolidated statements.</p> <p>In addition, to fulfil its functions, the Bank of Russia has the power, in compliance with the list drawn up by its Board of Directors, to request and receive information from credit institutions about their activities and demand explanations about this information.</p> <p>The Bank of Russia collects all information about credit institutions necessary to detect and size up problems and potential risk for the banking system and groups of banks. Besides this, the Instruction of the Bank of Russia dated 13.11.2010 №2519-U «On the amendments to the Instruction of the Bank of Russia dated 08.09.2008 №2089-U «On the submitting of annual reports by credit institutions» essentially extends the information about the activities of the credit institutions to be disclosed. In particular, in an explanatory note to the annual report credit institutions should</p>	<p>planned:</p> <ul style="list-style-type: none"> - to work out and introduce new reporting forms, such as an interest rate risk reporting form, a reporting form on persons affiliated with a credit institution and operations with them and a reporting form on credit risk concentration compiled on a consolidated basis; - to upgrade the effective reporting form on assets and liabilities by term and maturity. <p>At the same time a number of matters related to credit institutions disclosure of the information on their activities for a wide range of users, including the Bank of Russia, relates to the requirements for credit institutions and banking groups to disclose information on risks, risk assessment procedures and risk management (Pillar 3 "Market discipline" of Basel II). It is supposed to resolve this matter by adopting draft law on consolidated supervision.</p> <p>Currently, work is also underway to organize data exchange between the Bank of Russia and the Federal</p>

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					<p>disclose the information about levels and concentration of risks, including country and industry concentration, quality of assets, volume of assets with overdue payments, transactions with the related parties, off-balance transactions amount, paid-out compensations, and risk management procedures set up by the credit institution.</p> <p><input type="checkbox"/> Completed as of</p> <p>Overview (short description) of action(s) taken:</p> <p>Web-links to relevant documents:</p>	<p>Financial Markets Service of Russian Federation on the basis of signed agreements between the regulators, "On information interaction between the Central Bank of the Russian Federation and the Federal Financial Markets Service" (9 August 2011). The information received by the regulators under the Agreement will allow each of them to analyze the situation in their sectors of the financial market more thoroughly.</p> <p>Expected commencement date:</p> <p>Web-links to relevant documents:</p>
20 (25)	(FSF 2009)	Use of macro-prudential tools	3.1 Authorities should use quantitative indicators and/or constraints on leverage and margins as macro-prudential tools for supervisory purposes. Authorities should	End-2009 and ongoing	<p>Implementation ongoing:</p> <p><input type="checkbox"/> Draft regulations/guidelines being developed, expected publication by</p> <p><input type="checkbox"/> Draft regulations/guidelines published as of</p> <p><input type="checkbox"/> Final rules expected to be in force by</p> <p><input checked="" type="checkbox"/> Others, please specify:</p>	<p>Planned actions (if any):</p> <p>Expected commencement date:</p> <p>Web-links to relevant documents:</p>

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	(Cannes)		<p>use quantitative indicators of leverage as guides for policy, both at the institution-specific and at the macro-prudential (system-wide) level... Authorities should review enforcing minimum initial margins and haircuts for OTC derivatives and securities financing transactions.</p> <p>We are developing macro-prudential policy frameworks and tools to limit the build-up of risks in the financial sector, building on the ongoing work of the FSB-BIS-IMF on this subject.</p>		<p><input type="checkbox"/> Completed as of</p> <p>Overview (short description) of action(s) taken: The Bank of Russia monitors the interdealer repo market in order to identify highly leveraged market participants. These market participants are subjected to leverage limit arrangements.</p> <p>According to the Federal Law “On clearing and clearing activities” (enacted on January 1, 2012), authorities have the power to impose certain requirements to centrally cleared OTC derivative contracts. Currently, such requirements are being developed.</p> <p>Also see clause 18.</p> <p>Web-links to relevant documents:</p>	
21 (26)	(WAP)	Monitoring of asset price changes	Authorities should monitor substantial changes in asset prices and their	Ongoing	<p>Implementation ongoing:</p> <p><input type="checkbox"/> Draft regulations/guidelines being developed, expected publication by</p> <p><input type="checkbox"/> Draft regulations/guidelines published</p>	<p>Planned actions (if any): The Bank of Russia is starting work on vulnerabilities detection including asset bubbles.</p>

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			implications for the macro economy and the financial system.		as of <input type="checkbox"/> Final rules expected to be in force by <input type="checkbox"/> Others, please specify: <input type="checkbox"/> Completed as of Overview (short description) of action(s) taken: Web-links to relevant documents:	Expected commencement date: Web-links to relevant documents:
22 (27)	(FSF 2008)	Improved cooperation between supervisors and central banks	V.8 Supervisors and central banks should improve cooperation and the exchange of information including in the assessment of financial stability risks. The exchange of information should be rapid during periods of market strain.	Ongoing	Implementation ongoing: <input type="checkbox"/> Draft regulations/guidelines being developed, expected publication by <input type="checkbox"/> Draft regulations/guidelines published as of <input type="checkbox"/> Final rules expected to be in force by <input type="checkbox"/> Others, please specify: <input type="checkbox"/> Completed as of Overview (short description) of action(s) taken:	Planned actions (if any): See detailed information on the legislative amendments preparation in point 31 of Section 7 of this table. Expected commencement date: Web-links to relevant documents:

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					Web-links to relevant documents:	
4. Improving oversight of credit rating agencies						
23 (35)	(Lon)	Registration of CRAs etc.	All CRAs whose ratings are used for regulatory purposes should be subject to a regulatory oversight regime that includes registration. The regulatory oversight regime should be established by end 2009 and should be consistent with the IOSCO Code of Conduct Fundamentals.	End-2009	<p>Implementation ongoing:</p> <input type="checkbox"/> Draft regulations/guidelines being developed, expected publication by <input type="checkbox"/> Draft regulations/guidelines published as of <input type="checkbox"/> Final rules expected to be in force by <input type="checkbox"/> Others, please specify: <input checked="" type="checkbox"/> Completed as of 4th May, 2010 <p>Overview (short description) of action(s) taken: Accreditation procedures for rating agencies were introduced by the Ministry of Finance of Russia. These procedures were elaborated taking into account the IOSCO principles in this area.</p> <p>Web-links to relevant documents:</p>	<p>Planned actions (if any):</p> <p>Expected commencement date:</p> <p>Web-links to relevant documents:</p>
24 (36)	(Lon)	CRA practices and procedures etc.	National authorities will enforce compliance and	End-2009	<p>Implementation ongoing:</p> <input type="checkbox"/> Draft regulations/guidelines being developed, expected publication by	<p>Planned actions (if any):</p> Planned implementation of Basel II advanced approaches to

# (# in brackets are from 2011 template)	G20/FSB Recommendations		Deadline	Progress to Date	Planned Next Steps
		<p>require changes to a rating agency's practices and procedures for managing conflicts of interest and assuring the transparency and quality of the rating process.</p> <p>CRA's should differentiate ratings for structured products and provide full disclosure of their ratings track record and the information and assumptions that underpin the ratings process.</p> <p>The oversight framework should be consistent across jurisdictions with appropriate sharing of information between national authorities, including through</p>		<p><input type="checkbox"/> Draft regulations/guidelines published as of</p> <p><input type="checkbox"/> Final rules expected to be in force by</p> <p><input checked="" type="checkbox"/> Others, please specify: The reliance on CRA ratings in prudential regulation and within the Bank of Russia operations is limited: ratings are not the only and the main criterion in the decision-making process. We suppose it is reasonable to use international ratings in prudential regulation of banking activities and within the Bank of Russia operations alongside with other criteria since ratings often cover broader information than one can get through public sources, help minimize the degree of subjectivity in the decision-making process and ensure it's transparency for the public.</p> <p><input type="checkbox"/> Completed as of</p> <p>Overview (short description) of action(s) taken:</p> <p>Web-links to relevant documents:</p>	<p>assessment of credit risks for the purpose of calculating capital adequacy ratio by 2015 can contribute to the reduction of market participants' reliance on external credit ratings in taking investment decisions. It is expected that banks permitted by the regulator to use these approaches will get the right to elaborate and use their own models of rating systems based on statistical data while calculating capital adequacy ratio.</p> <p>Expected commencement date:</p> <p>Web-links to relevant documents:</p>

# (# in brackets are from 2011 template)	G20/FSB Recommendations			Deadline	Progress to Date	Planned Next Steps
			IOSCO.			
25 (37)	(FSB 2009)	Globally compatible solutions to conflicting compliance obligations for CRAs	Regulators should work together towards appropriate, globally compatible solutions (to conflicting compliance obligations for CRAs) as early as possible in 2010.	As early as possible in 2010	<p>Implementation ongoing:</p> <input type="checkbox"/> Draft regulations/guidelines being developed, expected publication by <input type="checkbox"/> Draft regulations/guidelines published as of <input type="checkbox"/> Final rules expected to be in force by <input type="checkbox"/> Others, please specify: <input type="checkbox"/> Completed as of <p>Overview (short description) of action(s) taken:</p> <p>Web-links to relevant documents:</p>	<p>Planned actions (if any):</p> <p>Expected commencement date:</p> <p>Web-links to relevant documents:</p>
26 (38)	(Seoul)	Reducing the reliance on ratings	We also endorsed the FSB's principles on reducing reliance on external credit ratings. Standard setters, market participants, supervisors and central banks should not rely	Ongoing	<p>No response required for this survey.</p> <p>Please refer to national summary tables in <i>Progress Report on Reducing Reliance on CRA Ratings</i> (forthcoming).</p>	

# (# in brackets are from 2011 template)	G20/FSB Recommendations		Deadline	Progress to Date	Planned Next Steps
	(FSF 2008)		<p>mechanistically on external credit ratings.</p> <p>IV. 8 Authorities should check that the roles that they have assigned to ratings in regulations and supervisory rules are consistent with the objectives of having investors make independent judgment of risks and perform their own due diligence, and that they do not induce uncritical reliance on credit ratings as a substitute for that independent evaluation.</p> <p>We reaffirm our commitment to reduce authorities' and financial institutions' reliance on external credit</p>		
	(Cannes)				

# (# in brackets are from 2011 template)	G20/FSB Recommendations			Deadline	Progress to Date	Planned Next Steps
			ratings, and call on standard setters, market participants, supervisors and central banks to implement the agreed FSB principles and end practices that rely mechanistically on these ratings.			
5. Enhancing and aligning accounting standards						
27 (28)	(WAP)	Consistent application of high-quality accounting standards	Regulators, supervisors, and accounting standard setters, as appropriate, should work with each other and the private sector on an ongoing basis to ensure consistent application and enforcement of high-quality accounting standards.	Ongoing	<p>Implementation ongoing:</p> <input type="checkbox"/> Draft regulations/guidelines being developed, expected publication by <input type="checkbox"/> Draft regulations/guidelines published as of <input type="checkbox"/> Final rules expected to be in force by <p><input checked="" type="checkbox"/> Others, please specify: "Regulations on the recognition of the International financial reporting standards for application on the territory of the Russian Federation" approved by the Resolution of the Government of the Russian Federation from 25.02.2011 №107.</p> <p><input checked="" type="checkbox"/> Completed as of Federal Law №402-FZ "On Accounting" of 6th December, 2011, effective from 1, January, 2013.</p>	<p>Planned actions (if any):</p> <p>1) The Bank of Russia is now developing a set of regulations on compilation and submitting consolidated financial statements to the Bank of Russia and its disclosure to the public as well as compilation of consolidated reporting for supervisory purposes</p> <p>2) The Plan for further development of accounting and reporting in the Russian Federation on the basis of IFRS for the period of 2012-2015 was elaborated and approved by the Ministry of Finance of Russia. This plan includes the following directions: - improving the quality and</p>

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					<p>The law “On Accounting” provides for application of international standards as a basis for developing national accounting standards, establishes unified accounting requirements and introduces the application of the accounting regulation procedure generally recognized in the world, which is based on combining the activities of governmental and nongovernmental regulation bodies (self-regulated organizations, professional associations, and others).</p> <p>According to the Federal Law №208-FZ dated 27.07.2010 «On Consolidated Financial Reporting» credit institutions must compile consolidated financial statements in accordance with IFRS starting from the reporting for 2012, submit it to Bank of Russia and disclose it to the public.</p> <p>January 2004. Instruction of the Bank of Russia of 25.12.2003 №1363-U "On the preparation and presentation of the financial statements by credit institutions" (hereinafter - the Instruction №1363-U).</p> <p>November 2011. Order of the Ministry of Finance of the Russian Federation of 30.11.2011 №440 "On approval of the plan of the Ministry of Finance of the Russian Federation for 2012-2015 for the</p>	<p>availability of information from accounting and reporting forms;</p> <ul style="list-style-type: none"> - improving accounting regulation and control of quality of financial reporting; - improving qualification of accountants; - broadening international cooperation in accounting and reporting. <p>The first by-law of the Ministry of Finance of the Russian Federation concerning IFRS implementation in Russia will be adopted by the end of 2013.</p> <p>Expected commencement date: Till the end of 2015</p> <p>Web-links to relevant documents:</p> <ul style="list-style-type: none"> - The federal law "On consolidated financial statement" (http://www1.minfin.ru/common/img/uploaded/library/2011/03/Consolidation Law_eng.pdf) - The resolution of the Government of the Russian Federation No. 107 of 25 February 2011 "Regulation On Endorsement of the

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					<p>development of accounting and reporting in the Russian Federation on the basis of International Financial Reporting Standards."</p> <p>December 2011. Order of the Ministry of Finance of the Russian Federation of 25.11.2011 №160n "On Implementation of International Financial Reporting Standards and interpretations of International Financial Reporting Standards in the Russian Federation" (hereinafter - Order № 160n).</p> <p>Overview (short description) of action(s) taken: Instruction №1363-U requires preparation of IFRS consolidated and unconsolidated financial statements by credit institutions since 2004.</p> <p>Order №160n provides for implementation in the Russian Federation of IFRS and interpretations of IFRS effective as of January 1, 2011.</p> <p>Web-links to relevant documents: The federal law "On consolidated financial statement" (http://www1.minfin.ru/common/img/uploaded/library/2011/03/Consolidation_Law_eng.pdf)</p>	<p>International Financial Reporting Standards and Interpretations of the International Financial Reporting Standards for their Application in the Territory of the Russian Federation" (http://www1.minfin.ru/common/img/uploaded/library/2011/03/Resolution_107_engl.pdf)</p>

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28 (30)	(FSF 2009)	The use of valuation reserves or adjustments by accounting standard setters and supervisors	3.4 Accounting standard setters and prudential supervisors should examine the use of valuation reserves or adjustments for fair valued financial instruments when data or modelling needed to support their valuation is weak.	End-2009	<p>Implementation ongoing:</p> <p><input type="checkbox"/> Draft regulations/guidelines being developed, expected publication by</p> <p><input type="checkbox"/> Draft regulations/guidelines published as of</p> <p><input type="checkbox"/> Final rules expected to be in force by</p> <p><input checked="" type="checkbox"/> Others, please specify: As regards real sector companies they are not involved broadly in financial transactions with complex (structured) instruments comparing with financial institutions, so their IFRS was adapted to the degree of dealing with such transactions. The standard specifies requirements for regular assessments of fair value of financial investments and creation reserves against possible losses. To meet G20 recommendations on extension of best practices in financial investments disclosure the Russian Finance Ministry in 2009 issued guidelines "About disclosure of financial investments data in the annual accounting statements". The document introduced the above mentioned procedures.</p> <p><input checked="" type="checkbox"/> Completed as of September 2011 for financial institutions. Changes in the Instruction of the Bank of Russia of 08.10.2008 №2089-U "On the procedures</p>	<p>Planned actions (if any):</p> <p>Expected commencement date:</p> <p>Web-links to relevant documents:</p>

# (# in brackets are from 2011 template)	G20/FSB Recommendations			Deadline	Progress to Date	Planned Next Steps
					<p>of preparation of annual report by credit institutions" (hereinafter - the changes in the Instruction №2089-U).</p> <p>Overview (short description) of action(s) taken: Changes in the Instruction №2089-U include the requirements about disclosure, significantly approached to IFRS, concerning the items of balance sheet, income statement, cash flow statement and other appropriate data for users of information.</p> <p>Web-links to relevant documents:</p>	
29 (31)	(FSF 2009)	Dampening of dynamics associated with FVA.	3.5 Accounting standard setters and prudential supervisors should examine possible changes to relevant standards to dampen adverse dynamics potentially associated with fair value accounting. Possible ways to reduce this potential impact include the following: (1)	End-2009	<p>Implementation ongoing:</p> <p><input type="checkbox"/> Draft regulations/guidelines being developed, expected publication by</p> <p><input type="checkbox"/> Draft regulations/guidelines published as of</p> <p><input type="checkbox"/> Final rules expected to be in force by</p> <p><input checked="" type="checkbox"/> Others, please specify: Similar to the information in the previous paragraph applied to real sector companies.</p> <p><input checked="" type="checkbox"/> Completed as of January 2012 for financial institutions. Regulation of the Bank of Russia of 04.07.2011 №372-P "On</p>	<p>Planned actions (if any):</p> <p>Expected commencement date:</p> <p>Web-links to relevant documents:</p>

# (# in brackets are from 2011 template)	G20/FSB Recommendations			Deadline	Progress to Date	Planned Next Steps
			Enhancing the accounting model so that the use of fair value accounting is carefully examined for financial instruments of credit intermediaries; (ii) Transfers between financial asset categories; (iii) Simplifying hedge accounting requirements.		<p>the procedure of derivative accounting" (hereinafter - Regulation №372-P).</p> <p>Overview (short description) of action(s) taken: The Regulation №372-P stipulates mandatory derivatives accounting at fair value by credit organizations since January 1, 2012.</p> <p>Web-links to relevant documents:</p>	
6. Strengthening adherence to international financial standards						
30 (32)	(Lon)	Adherence to international prudential regulatory and supervisory standards, as well as agreeing to undergo FSAP/ FSB periodic peer reviews (Note) Please try to prioritise any major initiatives	We are committed to strengthened adherence to international prudential regulatory and supervisory standards. FSB members commit to pursue the maintenance of financial stability, enhance the openness and transparency of the	Ongoing	Implementation ongoing: <input checked="" type="checkbox"/> Draft regulations/guidelines being developed, expected publication by <input type="checkbox"/> Draft regulations/guidelines published as of The Bank of Russia has prepared draft Federal Law "On Amendments to Certain Legislative Acts of the Russian Federation" (in terms of simplifying procedures for issuance of securities by credit institutions, ensuring control of major purchasers of shares (stakes) in credit institutions, specifying the requirements to officials and founders of credit institutions) which foresees: - simplification of procedures for	Planned actions (if any): The Bank of Russia plans to continue the upgrade of the macroeconomic stress testing approach. The problems identified in the latest FSAP report are resolved in the draft law on consolidated supervision. Expected commencement date: Web-links to relevant documents:

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		conducted specifically in your jurisdiction	financial sector, implement international financial standards, and agree to undergo periodic peer reviews, using among other evidence IMF / World Bank FSAP reports.	<p>registration of securities issue in order to create an international financial center;</p> <ul style="list-style-type: none"> - strengthen the requirements to managers of credit institutions (branches) (including the specification of requirements for their qualification and business reputation); - prevention of access to participation in the bank capital for individuals with inadequate financial position and business reputation (including the specification of requirements for the reputation of the founders (participants), the owners of more than 10 percent of the shares (stakes) in credit institutions), in accordance with international experience; - providing the Bank of Russia with powers to monitor compliance of managers of credit institutions (branches), founders (participants) of credit institutions, holding more than 10 percent of the shares (stakes), with the requirements on an ongoing basis; - creation of a system of enforcement on investors who obtain more than 10% of shares of credit institutions and carried out the acquisition with violation of the laws of the Russian Federation; - providing the Bank of Russia with the right to request from the federal executive bodies and their territorial bodies, legal entities and to receive information on a grant basis to assess compliance with the statutory requirements of the business 	

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					<p>reputation of persons who are managing the credit institution (branch) or are candidates, as well as require replacement of these persons in case of non-compliance with the established qualification requirements and the requirements for business reputation;</p> <ul style="list-style-type: none"> - providing the Bank of Russia with the powers to process personal data and manage database of board members (supervisory board), managers and other employees of credit institutions, whose activities contributed to the damage to the financial situation of the credit institution, violations of Russian legislation and the regulations of the Bank of Russia; - providing the Bank of Russia with the right to include in the published summary statistical and analytical information about the banking system of the Russian Federation, names, job titles, dates of birth, educational background, work experience of executives of the credit institution (branch) over the past five years. <p>According to the FSAP, improvements have been made in securities regulation framework. At the present time, FSFM has the capacity to issue regulations in its remaining areas of competence, subject only to the condition of proper legal structure under the Federal Constitution, in consultation with other governmental</p>	

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					<p>entities as appropriate. New rules to define the offenses of market abuse and insider trading, to require the maintenance of insider lists and to improve the ability to investigate violations against third parties as well as licensees are achievements as is the institution of new real-time trade monitoring capability within the FSFM. New disclosure rules requiring material event reporting and ownership and control reporting, which attempt to improve information on indirect and connected ownership and to guide continuous disclosure have been adopted, as has the requirement for preparers and management to be liable for the accuracy of disclosure.</p> <p><input type="checkbox"/> Final rules expected to be in force by</p> <p><input checked="" type="checkbox"/> Others, please specify: Stress testing results are widely used in supervisory practice. The macroeconomic model is being improved. The Bank of Russia's stress tests are conducted on a semi-annual basis (in crisis - on a quarterly and monthly basis). The stress testing methodology has been improved in compliance with FSAP major recommendations; scenarios have been revised, taking into account the lessons of the crisis. Since 2004 year results of stress-</p>	

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					<p>testing have been published annually in the Banking Supervision Reports.</p> <p>Russia on a regular basis is assessed by the IMF-World Bank Financial Sector Assessment Programme (FSAP). Russia is also in dialogue with FSB evaluation team and is in the list of jurisdictions taking the actions recommended by the FSB and/or making material progress towards demonstrating sufficiently strong adherence.</p> <p>The latest FSAP assessment was conducted in March-April 2011 and included the assessment of compliance of the Russian banking regulation and supervision system with the Basel Committee's 2006 Core Principles for Effective Banking Supervision. In the course of the 2011 assessment only 10 principles were reassessed and revealed some improvement since 2007-2008 assessment. Experts came to the conclusion that Russia complies or largely complies with the most of the Core Principles.</p> <p>The detailed report on the assessment is shared with the FSB and published on official IMF web-site www.imf.org.</p> <p><input type="checkbox"/> Completed as of</p>	

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				<p>Overview (short description) of action(s) taken:</p> <p>Web-links to relevant documents: http://www.economy.gov.ru/minec/about/structure/depRegulatingInfluence/doc20111125_012</p>		
7. Enhancing risk management						
31 (4)	(WAP)	Enhancing guidance to strengthen banks' risk management practices	Regulators should develop enhanced guidance to strengthen banks' risk management practices, in line with international best practices, and should encourage financial firms to re-examine their internal controls and implement strengthened policies for sound risk management.	Ongoing	<p>Implementation ongoing:</p> <p><input checked="" type="checkbox"/> Draft regulations/guidelines being developed, expected publication by</p> <p><input type="checkbox"/> Draft regulations/guidelines published as of</p> <p><input type="checkbox"/> Final rules expected to be in force by</p> <p><input checked="" type="checkbox"/> Others, please specify: The Methodological Recommendations for Credit Institutions for the Internal Capital Adequacy Assessment Procedures (the Bank of Russia Letter № 96-T) are published in June, 2011. The Methodological Recommendations include minimal standards on organizing of internal capital adequacy assessment procedures by credit institutions for covering of taken and potential risks and capital planning, and also a reporting form, containing the information about the results</p>	<p>Planned actions (if any): The draft law on consolidated supervision passed the first reading in the State Duma on 18 May, 2011. The second reading of the enhanced draft law in the State Duma is expected in spring of 2012.</p> <p>Expected commencement date:</p> <p>Web-links to relevant documents:</p>

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					<p>of the internal assessment of capital adequacy, which the credit institutions should submit to the Bank of Russia. After the adoption of the federal law empowering the Bank of Russia to set rules of the organization of risk and capital management, the Methodological Recommendations will be reissued as a regulation (consolidated supervision law, see the right column).</p> <p><input type="checkbox"/> Completed as of</p> <p>Overview (short description) of action(s) taken: Draft regulation on the management of operational risk in non-bank credit institutions engaged in settlements without opening banking accounts.</p> <p>Web-links to relevant documents:</p>	
32 (4)	(FSF 2009)	Validation of adequacy of banks' capital buffers	1.4 Supervisors should use the BCBS enhanced stress testing practices as a critical part of the Pillar 2 supervisory review process to validate the	Ongoing	<p>Implementation ongoing:</p> <p><input type="checkbox"/> Draft regulations/guidelines being developed, expected publication by</p> <p><input type="checkbox"/> Draft regulations/guidelines published as of</p> <p><input type="checkbox"/> Final rules expected to be in force by</p> <p><input type="checkbox"/> Others, please specify:</p>	<p>Planned actions (if any):</p> <p>Expected commencement date:</p> <p>Web-links to relevant documents:</p>

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			adequacy of banks' capital buffers above the minimum regulatory capital requirement.		<input type="checkbox"/> Completed as of Overview (short description) of action(s) taken: Web-links to relevant documents:	
33 (4)	(FSF 2008)	Monitoring the implementation of updated guidance on liquidity risk	II.10 National supervisors should closely check banks' implementation of the updated guidance on the management and supervision of liquidity as part of their regular supervision. If banks' implementation of the guidance is inadequate, supervisors will take more prescriptive action to improve practices.	Ongoing	Implementation ongoing: <input type="checkbox"/> Draft regulations/guidelines being developed, expected publication by <input type="checkbox"/> Draft regulations/guidelines published as of <input type="checkbox"/> Final rules expected to be in force by <input checked="" type="checkbox"/> Others, please specify: National prudential requirements - as of Jan 2004 (amended in Apr 2011) Recommendations on liquidity management - as of Jul 2000 and Jun 2011 Supervisory assessment - as of Apr 2008 (amended – Apr 2011) <input type="checkbox"/> Completed as of Overview (short description) of action(s) taken: Regulation №110-I as of Jan 2004	Planned actions (if any): Implementation of Basel III liquidity standards ("International framework for liquidity risk measurement, standards and monitoring"). Requirements on risk management internal procedures of banks and on control procedures carried out by banks' management with the view of the Pillar 2 of Basel II implementation. Further improvements of disclosure (requirements for public disclosure of information on risks, risk assessment procedures and capital adequacy under Pillar 3 of Basel II) 1. Basel III implementation timeline under BCBS agreements. High-level methodology of new

# (# in brackets are from 2011 template)	G20/FSB Recommendations			Deadline	Progress to Date	Planned Next Steps
					<p>(amended Apr 2011), which sets national prudential requirements, including three required liquidity ratios. Bank of Russia's recommendations on liquidity management (Letter №139-T as of Jul 2000). Bank of Russia's recommendations on internal capital adequacy assessments procedures (ICAAP), including liquidity risk (Letter №96-T as of Jun 2011). Banks' liquidity and liquidity risk management quality are assessed by the Bank of Russia within the supervisory assessment of banks' economic position under Bank of Russia's Ordinance №2005-U "On the Bank's Economic Position Assessment" as of Apr 2008 (amended – Apr 2011).</p> <p>Web-links to relevant documents:</p>	<p>liquidity ratios - Liquidity Coverage Ratio (LCR) and Net Stable Funding Ratio (NSFR) - for monitoring are supposed to be done in 2012. The LCR will be introduced on 1 January 2015. The NSFR will move to a minimum standard by 1 January 2018. 2. Pillar 2 of Basel II will be introduced no sooner than 2014 due to legislative restrictions. Draft law adopted in the first reading by the State Duma and is being prepared for the second reading. The State Duma is expected to pass the draft in 2012. 3. Bank of Russia will prepare a regulation on public disclosure standards for banks (Pillar 3) by the end of 2012.</p> <p>Expected commencement date:</p> <p>Web-links to relevant documents:</p>
34 (4)	(FSB 2009)	Enhancing banks' operations in foreign currency	Regulators and supervisors in emerging markets will enhance their supervision of	Ongoing	Implementation ongoing: <input type="checkbox"/> Draft regulations/guidelines being developed, expected publication by <input type="checkbox"/> Draft regulations/guidelines published as of	Planned actions (if any): Expected commencement date:

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		funding markets	banks' operation in foreign currency funding markets.		<input type="checkbox"/> Final rules expected to be in force by <input type="checkbox"/> Others, please specify: <input type="checkbox"/> Completed as of Overview (short description) of action(s) taken: Web-links to relevant documents:	Web-links to relevant documents:
35 (39)	(Pitts)	Robust, transparent stress test	We commit to conduct robust, transparent stress tests as needed.	Ongoing	Implementation ongoing: <input type="checkbox"/> Draft regulations/guidelines being developed, expected publication by <input type="checkbox"/> Draft regulations/guidelines published as of <input type="checkbox"/> Final rules expected to be in force by <input checked="" type="checkbox"/> Others, please specify: Bank of Russia also conducts bottom-up stress-tests with participation of largest credit institutions. The banks are motivated to be more transparent in their stress-testing practices. <input type="checkbox"/> Completed as of	Planned actions (if any): The Bank of Russia plans to continue the upgrade of the macroeconomic stress-testing approach, including development of bottom up stress-testing. Expected commencement date: Web-links to relevant documents:

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					<p>Overview (short description) of action(s) taken:</p> <p>Web-links to relevant documents:</p>	
36 (40)	(Pitts)	Efforts to deal with impaired assets and raise additional capital	Our efforts to deal with impaired assets and to encourage the raising of additional capital must continue, where needed.	Ongoing	<p>Implementation ongoing:</p> <p><input type="checkbox"/> Draft regulations/guidelines being developed, expected publication by</p> <p><input type="checkbox"/> Draft regulations/guidelines published as of</p> <p><input type="checkbox"/> Final rules expected to be in force by</p> <p><input type="checkbox"/> Others, please specify:</p> <p><input type="checkbox"/> Completed as of</p> <p>Overview (short description) of action(s) taken:</p> <p>Web-links to relevant documents:</p>	<p>Planned actions (if any):</p> <p>Expected commencement date:</p> <p>Web-links to relevant documents:</p>
37 (41)	(WAP)	Enhanced risk disclosures by financial institutions	Financial institutions should provide enhanced risk disclosures in their reporting and	Ongoing	<p>Implementation ongoing:</p> <p><input type="checkbox"/> Draft regulations/guidelines being developed, expected publication by</p> <p><input type="checkbox"/> Draft regulations/guidelines published as of</p>	<p>Planned actions (if any):</p> <p>Expected commencement date:</p>

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			disclose all losses on an ongoing basis, consistent with international best practice, as appropriate.		<input type="checkbox"/> Final rules expected to be in force by <input type="checkbox"/> Others, please specify: <input type="checkbox"/> Completed as of Overview (short description) of action(s) taken: Web-links to relevant documents:	Web-links to relevant documents:
8. Strengthening deposit insurance						
38 (42)	(FSF 2008)	Review of national deposit insurance arrangements	VI.9 National deposit insurance arrangements should be reviewed against the agreed international principles, and authorities should strengthen arrangements where needed.	Ongoing	No response required for this survey. Please refer to peer review report on deposit insurance systems published in February 2012, available at: http://www.financialstabilityboard.org/publications/r_120208.pdf	
9. Safeguarding the integrity and efficiency of financial markets						
39 (new)	(Cannes)	Market integrity and efficiency	We must ensure that markets serve efficient allocation	Ongoing	Implementation ongoing: <input type="checkbox"/> Draft regulations/guidelines being developed, expected publication by	Planned actions (if any):

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			of investments and savings in our economies and do not pose risks to financial stability. To this end, we commit to implement initial recommendations by IOSCO on market integrity and efficiency, including measures to address the risks posed by high frequency trading and dark liquidity, and call for further work by mid-2012.		<input type="checkbox"/> Draft regulations/guidelines published as of <input type="checkbox"/> Final rules expected to be in force by <input type="checkbox"/> Others, please specify: <input type="checkbox"/> Completed as of Overview (short description) of action(s) taken: Web-links to relevant documents:	Expected commencement date: Web-links to relevant documents:
40 (new)	(Cannes)	Enhanced market transparency in commodity markets	We need to ensure enhanced market transparency, both on cash and financial commodity markets, including OTC, and achieve appropriate regulation and supervision of participants in these markets. Market	Ongoing	Implementation ongoing: <input type="checkbox"/> Draft regulations/guidelines being developed, expected publication by <input type="checkbox"/> Draft regulations/guidelines published as of <input type="checkbox"/> Final rules expected to be in force by <input type="checkbox"/> Others, please specify: <input type="checkbox"/> Completed as of	Planned actions (if any): Expected commencement date: Web-links to relevant documents:

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			regulators and authorities should be granted effective intervention powers to address disorderly markets and prevent market abuses. In particular, market regulators should have, and use formal position management powers, including the power to set ex-ante position limits, particularly in the delivery month where appropriate, among other powers of intervention. We call on IOSCO to report on the implementation of its recommendations by the end of 2012		<p>Overview (short description) of action(s) taken:</p> <p>Web-links to relevant documents:</p>	
10. Enhancing consumer protection						
41 (new)	(Cannes)	Financial consumer protection	We agree that integration of financial consumer	Ongoing	Implementation ongoing: <input checked="" type="checkbox"/> Draft regulations/guidelines being developed, expected publication by	Planned actions (if any):

# (# in brackets are from 2011 template)	G20/FSB Recommendations		Deadline	Progress to Date	Planned Next Steps
		<p>protection policies into regulatory and supervisory frameworks contributes to strengthening financial stability, endorse the FSB report on consumer finance protection and the high level principles on financial consumer protection prepared by the OECD together with the FSB. We will pursue the full application of these principles in our jurisdictions.</p>		<p><input type="checkbox"/> Draft regulations/guidelines published as of <input type="checkbox"/> Final rules expected to be in force by</p> <p><input checked="" type="checkbox"/> Others, please specify: Already in force: - Amendments to the Banking Law stipulating disclosure requirements on loans` terms and prohibiting unilateral changes to terms of loans and deposits; - Amendments to the Consumer Protection Law extending it to consumer loans; - Government Regulation "On acceptability of agreements between credit institutions and insurers"; - Bank of Russia Ordinance "On the procedure of calculation and disclosure of effective interest rate on loans".</p> <p><input type="checkbox"/> Completed as of</p> <p>Overview (short description) of action(s) taken: Currently being developed and/ or passing through legislative bodies: Draft Law "On Consumer Loans" Draft Law "On Collection Agencies" Draft Law "On Rehabilitation of Individual Debtors" Draft Law "On registration of collaterals and other encumbrances of movable</p>	<p>Expected commencement date:</p> <p>Web-links to relevant documents:</p>

# (# in brackets are from 2011 template)	G20/FSB Recommendations			Deadline	Progress to Date	Planned Next Steps
					property" Web-links to relevant documents:	

Origin of recommendations:

Cannes: The Cannes Summit Final Declaration (3-4 November 2011)

Seoul: The Seoul Summit Document (11-12 November 2010)

Pitts: Leaders' Statement at the Pittsburgh Summit (25 September 2009)

Lon: The London Summit Declaration on Strengthening the Financial System (2 April 2009)

Tor: The G-20 Toronto Summit Declaration (26-27 June 2010)

WAP: The Washington Summit Action Plan to Implement Principles for Reform (15 November 2008)

FSF 2008: The FSF Report on Enhancing Market and Institutional Resilience (7 April 2008)

FSF 2009: The FSF Report on Addressing Procyclicality in the Financial System (2 April 2009)

FSB 2009: The FSB Report on Improving Financial Regulation (25 September 2009)

Index of acronyms

Example:

FSB: Financial Stability Board