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Riga

**Regulation on Supervisory Reports of Central Securities Depositories**

Issued pursuant to

Paragraph one, Clause 5 of Section 100.4

of the Financial Instrument Market Law

1. The Regulation lays down the requirements pursuant to which a central securities depository which does not provide banking-type ancillary services listed in Section C "Banking-type ancillary services" of the Annex to Regulation (EU) No 909/2014 of the European Parliament and of the Council of 23 July 2014 on improving securities settlement in the European Union and on central securities depositories and amending Directives 98/26/EC and 2014/65/EU and Regulation (EU) No 236/2012, shall prepare supervisory reports and submit them to Latvijas Banka, as well as the procedure and time limits for preparing such reports.
2. The supervisory reports are necessary for the performance of Latvijas Banka's tasks, inter alia, for monitoring compliance with the requirements stipulated in Title I of Commission Delegated Regulation (EU) 2017/390 of 11 November 2016 supplementing Regulation (EU) No 909/2014 of the European Parliament and of the Council with regard to regulatory technical standards on certain prudential requirements for central securities depositories and designated credit institutions offering banking-type ancillary services (hereinafter referred to as "Regulation (EU) No 2017/390").
3. The central securities depository shall prepare the following supervisory reports:

3.1 the reports C 07.00, C 13.01, C 14.00, C 14.01, C 16.00, C 18.00, C 19.00, C 20.00, C 21.00, C 22.00, C 23.00, C 34.01, C 34.02, C 34.03, C 34.04, C 34.06, C 34.08, C 34.09 and C 34.10 referred to in Annex I "Reporting on Own Funds and Own Funds Requirements" to Commission Implementing Regulation (EU) 2021/451 of 17 December 2020 laying down implementing technical standards for the application of Regulation (EU) No 575/2013 of the European Parliament and of the Council with regard to supervisory reporting of institutions and repealing Implementing Regulation (EU) No 680/2014, prepared in accordance with Annex II "Instructions for Reporting on Own Funds and Own Funds Requirements" to the Regulation;

* 1. "Balance sheet report" (Appendix 1);

3.3 "Capital requirements report" (Appendix 2), "Business risk capital requirements report" (Appendix 3) and "Winding-down or restructuring capital requirements report" (Appendix 4), prepared in accordance with the requirements stipulated in Regulation (EU) No 2017/390;

3.4 "Incident report" (Appendix 5). An incident is an event which causes or is likely to cause interruptions or disruptions in the provision of the core services of the central securities depository, or which causes or is likely to cause losses, emergency, crisis, disaster or catastrophe. This includes situations where there is a threat to the solvency of the central securities depository or its participants.

1. The central securities depository shall prepare the supervisory reports referred to in Paragraphs 3.1 and 3.2 of the Regulation, as well as the supervisory report referred to in Appendix 2 to the Regulation for the situation on the last date of the reporting quarter and shall submit them to Latvijas Banka by the 11th date of the second month following the reporting quarter.
2. The central securities depository shall prepare the supervisory reports referred to in Appendices 3 and 4 to the Regulation for the situation on 31 December and shall submit them to Latvijas Banka by 11 February of the year following the reporting date.
3. Upon detecting an incident, the central securities depository shall prepare the incident report referred to in Paragraph 3.4 of the Regulation and shall submit it to Latvijas Banka without delay, but no later than on the next working day. If the initial incident report, that has been submitted without delay, does not include all information necessary for the incident report, the central securities depository shall prepare a fully completed incident report and shall submit it to Latvijas Banka as soon as possible.
4. The central securities depository shall submit the supervisory reports referred to in Paragraph 3 of the Regulation electronically via the advanced security system in accordance with Latvijas Banka's regulation governing electronic information exchange with Latvijas Banka.
5. The central securities depository shall communicate the contact information of the person preparing the supervisory reports to Latvijas Banka by e-mailing the person's first name and surname, e-mail address and telephone number to: stp.info@bank.lv.
6. The currency used for the supervisory reports referred to in Paragraphs 3.1, 3.2 and 3.3 of the Regulation shall be the euro.
7. The central securities depository may submit the supervisory reports referred to in Paragraph 3 of the Regulation on the basis of non-audited data. Non-audited data refer to the data that have been prepared using information compiled from financial statements for which no auditor's report has been submitted in accordance with the Law on Audit Services. If the data, which are obtained from the audited financial statements, differ from the non-audited data already submitted to Latvijas Banka, the central securities depository shall prepare the supervisory reports referred to in Paragraph 3 of the Regulation on the basis of the audited data of the financial statements, and shall resubmit the supervisory reports to Latvijas Banka without delay, but no later than within five working days after the approval of the audited data.
8. Upon finding that the supervisory report has been prepared erroneously, the central securities depository shall immediately notify Latvijas Banka thereof. The central securities depository shall submit the amended supervisory report no later than on the second working day following the detection of error. If it is impossible to submit the supervisory report within the specified deadline, the central securities depository shall agree with Latvijas Banka on the deadline for submitting the supervisory report.
9. The Financial and Capital Market Commission's Regulation No 168 "Regulation on the Preparation and Submission of Supervisory Reports of Central Securities Depositories" of 21 December 2021 (*Latvijas Vēstnesis*, 2021, No 251) shall be deemed invalid.
10. The supervisory reports for the third quarter of 2024 shall be prepared in accordance with the Financial and Capital Market Commission's Regulation No 168 "Regulation on the Preparation and Submission of Supervisory Reports of Central Securities Depositories" of 21 December 2021 and shall be submitted to Latvijas Banka via the data reporting system by 11 November 2024.
11. The Regulation shall take effect on 1 October 2024.

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| Governor of Latvijas Banka | Mārtiņš Kazāks |