

SUMMARY
**of the Opinion on the Proposal for a Regulation of the European
Parliament and of the Council on reporting and transparency of securities
financing transactions**
COM (2014) 40

The Chamber of Deputies appreciates and welcomes the efforts of the European institutions for reporting settlement, taking into account the fact that it will lead to a significant diminishment of the operational costs of the financial system.

The Chamber of Deputies supports transparency of the financing operations by financial instruments, the separation of proprietary trading activities as well as the measures regarding banking supervision and regulations. Also, it underlines that to monitor risks efficiently and to take the necessary measures in due time, it is essential to collect reliable and detailed data concerning the parallel banking sector.

The Chamber of Deputies considers that the regulations on reporting and transparency of securities financing transactions should not affect the possibility of the banks clients to monitor in a real and direct way, through the means of such financing instruments, the risk linked to a series of banking operations (variation in time concerning interest, the exchange rate). In the situation when the banks are prohibited to develop securities financing transactions, the clients cannot perform this type of operations.

The Chamber of Deputies considers that a deep transparency level will have as a result better *ex-ante* risk awareness, including a better evaluation of the activities which can be subject to potential risks.

The Chamber of Deputies welcomes the stipulations which penalize the infringement of the Regulation proposal, drawing however the attention on the fact that the restitution of profits as a consequence of a potential infringement of the regulation is still an ambiguous issue and can give birth to financial and economic speculations which are insufficiently known by the current European jurisprudence. It is rather recommended to be applied administrative fees, license withdrawals or other corrective measures.

Therefore, regarding the recommendations, the Chamber of Deputies suggests the European Commission, to have in view the following aspects:

- diminishment of the banking system risks and developing efficient procedures on banking regulations, **with minimum implications for the banking system clients;**
- consolidation of transparency and availability of the data offered by the banking system.