



PRIIPS

FOCUS

Updated in January 2019



SOCIÉTÉ GÉNÉRALE
Securities Services

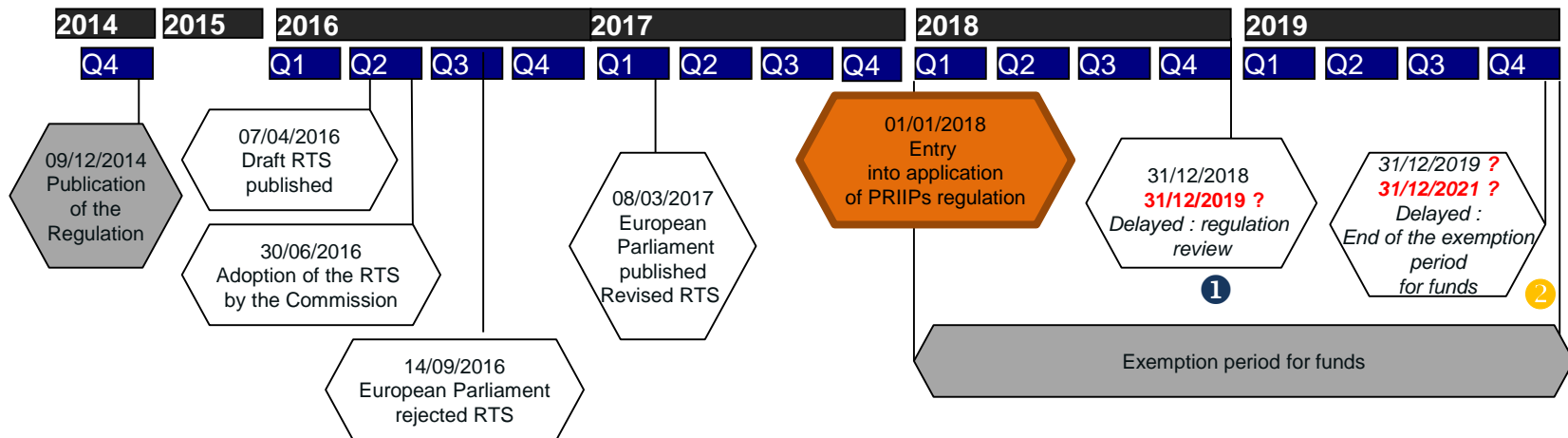
REGULATORY EVOLUTION

- Obligation for Packaged Retail and Insurance-based Investment Products to produce a pre-contractual documentation in the format of KID PRIIPs from the date of entry into application of the PRIIPS regulation
- The date of entry into application was 1st January 2018 (originally scheduled on 31 December 2016)

FOCAL POINTS

- The review of PRIIPs regulation originally scheduled on 31 December 2018 has been delayed, probably to end 2019
- The end of the exemption period for funds from PRIIPs regime originally scheduled for 31/12/2019 could be postponed, probably by two years

- 1 The review of PRIIPs regulation was to have been conducted by 31 December 2018
- 2 According to Level 1 of the Regulation, funds which already produce UCITS KIID have an exemption period until 31 December 2019



Updated on 10 January 2019

• 3 December 2018:

Vote from ECON to propose to extend two important deadlines

STATEMENT

❑ 8 November 2018 : the ESAs (European Supervisory Authorities) launched a consultation to answer on 6 December 2018 with proposed **targeted amendments**, notably :

- proposals to include information on past performance in the KID whenever it is available (in line with the UCITS KIID approach)
- modification of narrative explanations to reduce the risk of investors misunderstanding the Performance Scenario
- changes that need to be made to the PRIIPs Delegated Regulation, to take into account the exemption expiry from 1 January 2020

❑ In January 2019, the ESAs intend to publish a summary of answers to the consultation and to submit Draft RTS to the Commission

❑ During the first or second quarter of 2019, the RTS should be subject to scrutiny from the Parliament and the Council, probably before the end of the current legislative term. It is intended that the amendments will take effect from 1 January 2020

FOR YOUR CONSIDERATION

❑ On 3 December 2018, vote by ECON (the European Parliament's Economic and Monetary Affairs Committee) of a proposal which aims:

- to extend the exemption period for UCITS from PRIIPs regime by two years, until 31 December 2021
- to postpone the deadline for the review of PRIIPs Regulation by one year, until the end of 2019

❑ Next step: the European trilogue (between Parliament, the Commission and the Council) should confirm this proposal, probably by spring 2019

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