

DPM as core process ...for the regulatory reporting chain

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22 June 2022 | Eurofiling Conference - DPM Refit

EIOPA REGULAR USE

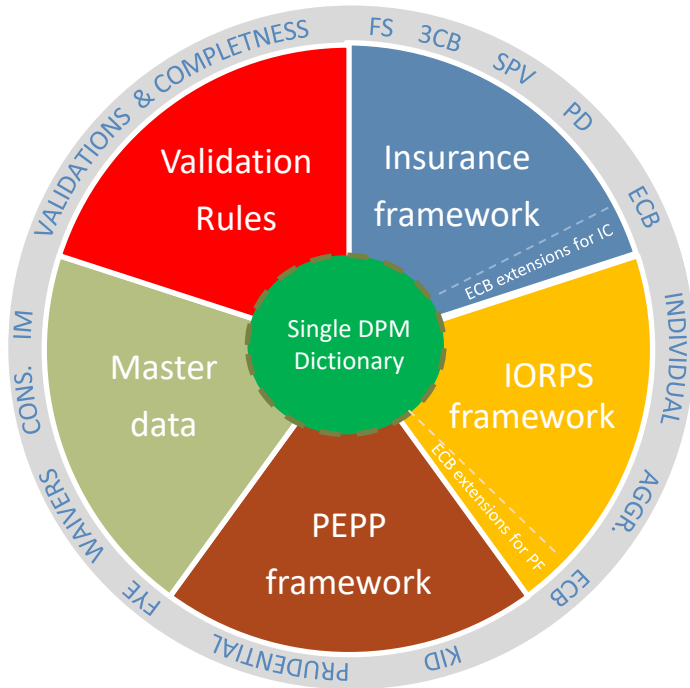
EIOPA EVOLUTION OF REGULATORY REPORTING WITH THE CURRENT DATA POINT MODEL



- Solvency II reporting
- Impact on regulation development
- Tool for Undertakings (T4U) developed by EIOPA was used by financial institutions to create Solvency II reports
- Pillar III public disclosure templates
- IORP reporting since 2019
- PEPP reporting starting in 2022
- Future: Financial Conglomerates

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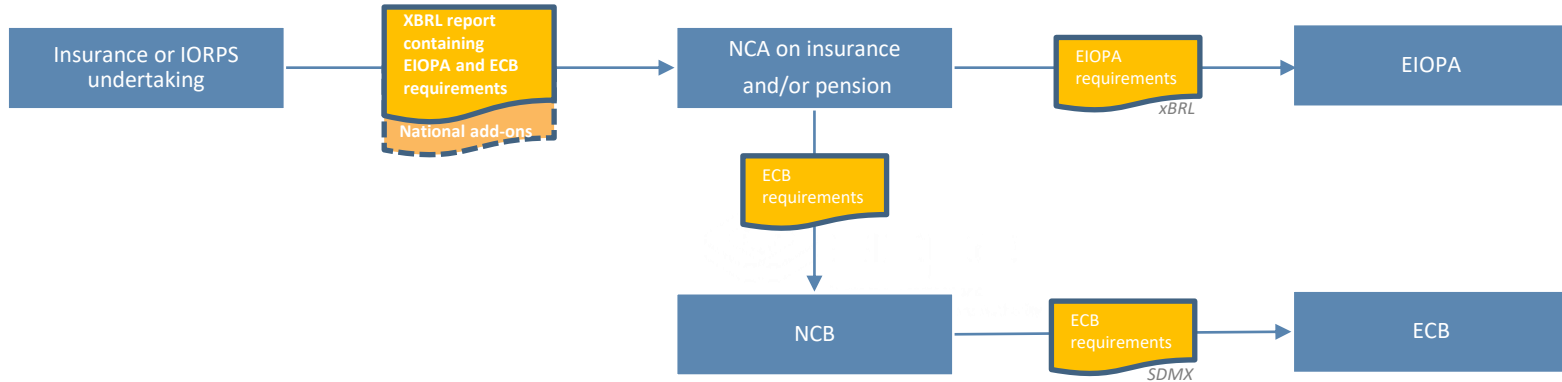
THE EIOPA ARCHITECTURE OUTLINE ON DPM



- The DPM implements the uniform and consistent definitions included in the implementing technical standards (ITS), guidelines and Board of Supervisors decisions on reporting and disclosure
- Provides a structured representation of the information, identifying all the business concepts and their relations, as well as validation rules
- It is composed of the annotated templates for the Solvency II, pension funds and pan-European pension products with a common DPM dictionary
- One model for all data reporting requirements under EIOPA remit (insurance, pensions, PEPP providers, public disclosure) and for the ECB reporting extensions
- The model facilitates the appliance of waivers and completeness information reporting via the basic information – Master data

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THE REPORTING OF ECB ADD-ONS ON INSURANCE AND PENSION FUNDS CORPORATIONS WITH DPM



“define once on DPM – report once on xBRL” principle for the EIOPA ECB add-ons

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THE DPM REFIT– THE EBA AND EIOPA JOIN DEVELOPMENT



The EBA and EIOPA collaboration on data standardisation since both authorities started to use DPM methodology



Both ESAs have been very successful on integrating their regulatory frameworks using a single data dictionary



Both, adopted the metadata-driven strategy as the way to respond to changes and reduce costs



Similar future challenges, made evident the advantages of more strong collaboration and harmonisation



Experts from both ESAs have been working on the new common data model, envisaging the common development of Data Definition standards and tools



As a long-term goal, this should play a key role to enable a semantic integration of a single financial dictionary for the whole financial sector



DPM as core process ...for the regulatory reporting chain



THANK YOU!

For more information visit:
<https://www.eiopa.europa.eu>

The EBA logo consists of the letters 'EBA' in a bold, white, sans-serif font. The letters are set against a dark blue background that features a subtle, wavy pattern of light blue lines. To the right of the letters is a vertical orange bar.

EBA

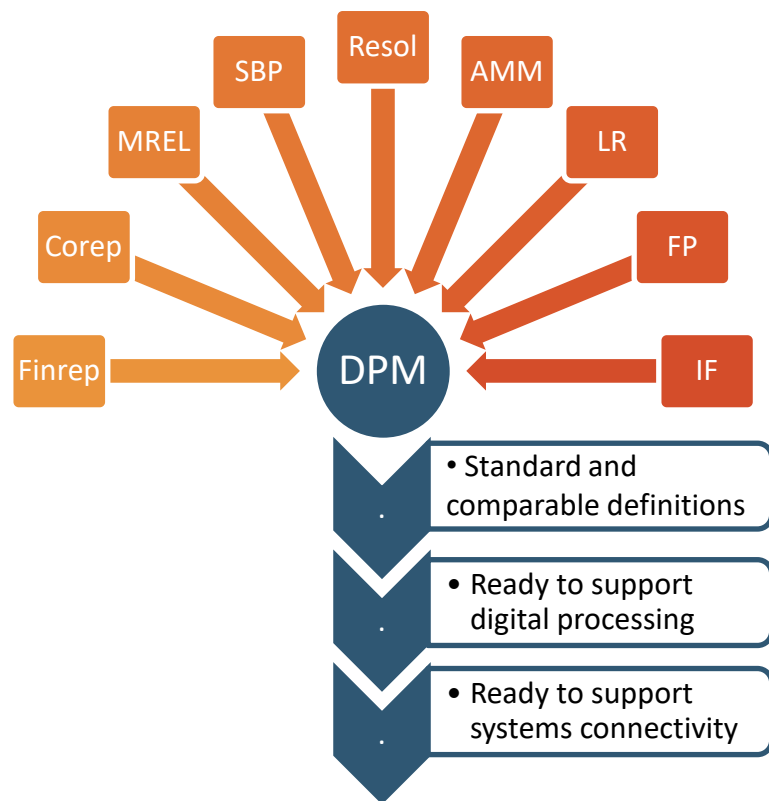
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DPM as core process ...for the regulatory reporting chain

Meri Rimmanen | EBA, Director for Data Analytics, Reporting and Transparency

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The DPM...Integrating all reporting frameworks

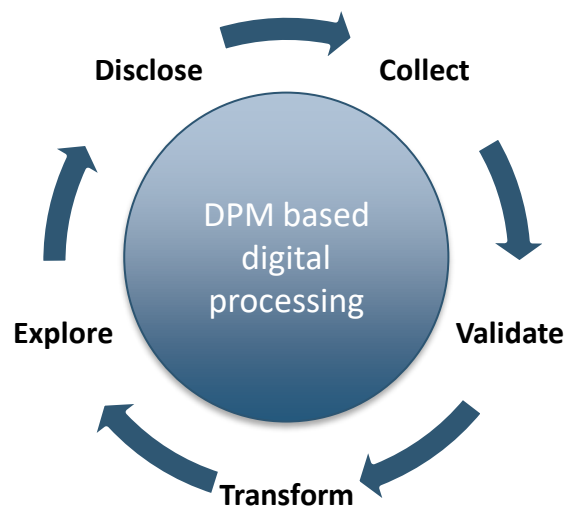


The **goal of integrating the EBA reporting frameworks** was always a priority in the definition of supervisory and resolution regulation

The **EBA approach** was on:

- Use the DPM, as a unique common data dictionary including all elements needed to define the regulatory data
- Publish always the regulatory text accompanied with formal and standard data definitions
- Produce a standardised technical package fully aligned with regulation and envisaging its direct use by CAs and institutions in their digital processing
- Enable systems communication by sharing DPM as a common platform of understanding across different areas and users

The DPM refit...Towards a full digital regulatory life cycle

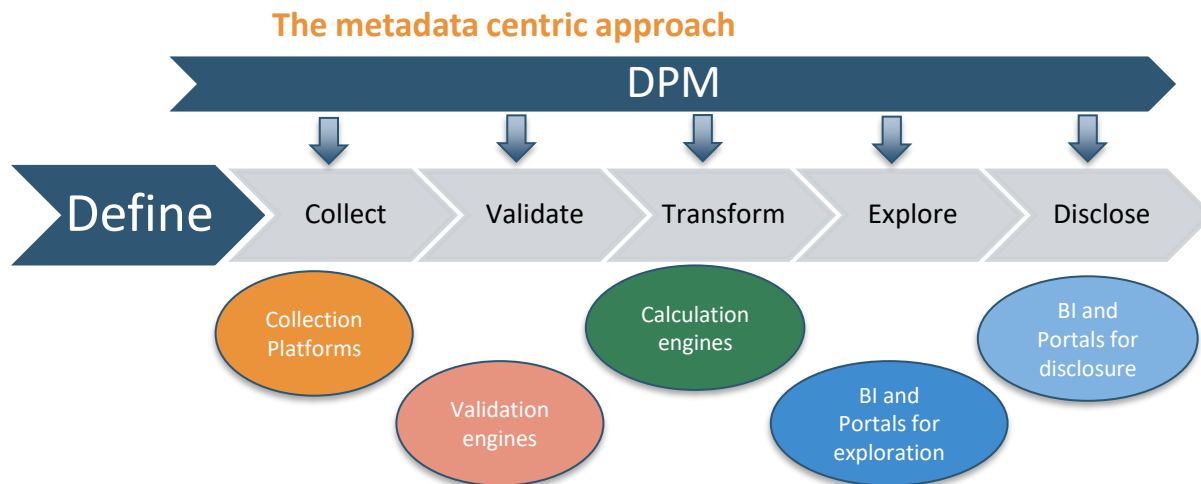


All the potential benefits of having a common data dictionary is related with the ability to incorporate it in systems

The **DPM Refit** is available as a public good to provide the means to **push the full digital processing**

- the DPM refit relational database will be easy to incorporate directly in any system or technology
- Common and consistent definition of regulatory data are available at any level of granularity
- Common quality processes based in same validation rules
- Common calculation data to be used by different systems and transformations engines
- Common standard exchange mechanism

The DPM refit...Incorporate DPM in the systems makes the difference



By just uploading the common DPM definitions

- All systems are sharing the same definitions naturally
- All systems are flexible and fast to cope with change
- Costs are reduced and automation is enabled
- Fasten the development/implementation of new updates
- Process can be shared and coordinated
- Systems can be interconnected

The DPM Refit ...And the FS of Integrated Reporting

Characteristics of a common data dictionary

- Comprehensive and completed
- Incrementally implemented
- Centrally managed
- Centered in a common and unique vocabulary
- Focus on data comparability
- Common platform of understanding
- Ready for digital processing
- Ready for human interface
- Serving all process of regulatory data chain

The **FS of Integrated Reporting** identified the features of the data dictionary to support the integrated reporting system.

The **DPM Refit was designed to fit all the enunciated characteristics**

Share a common vocabulary to define and identify the data concepts

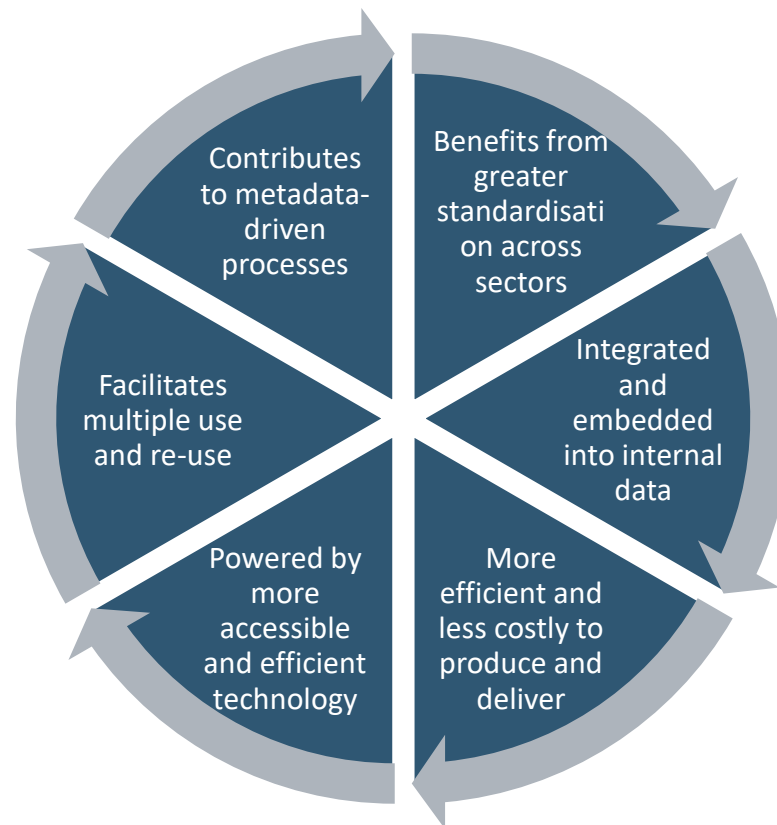
Include definitions of data validations and transformations

Be agnostic to any technology and compatible to any data exchange standards

Be unique and incorporate all the different types of data: granularity, harmonized or non- harmonized, regular or ad-hoc, quantitative

Support different processes from data collection through data validation and transformation, data analysis and data disclosure.

Future supervisory reporting...



The logo for the European Banking Authority (EBA) features the letters 'EBA' in a bold, white, sans-serif font. The letters are set against a dark blue background that has a subtle, wavy pattern. To the right of the letters, there is a vertical orange bar that transitions into a dark blue bar containing the text 'EUROPEAN BANKING AUTHORITY' in a smaller, white, sans-serif font.

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