

FinReg Monthly Update

July 2026

Welcome to Proskauer's FinReg Monthly Update, a regular bulletin highlighting the latest developments in UK, EU and U.S. financial services regulation.

Key developments in July 2026:

United Kingdom.....	2
General Financial Services – Cross Sector	2
Asset Management / Wealth Management	2
Banking / Payments / Consumer Credit	2
Insurance	3
Cryptoassets	3
Securities / Capital Markets	3
European Union.....	3
Banking	3
Insurance	3
Securities / Capital Markets	4
Sustainable Finance / ESG.....	4
Financial Crime / Enforcement / Sanctions	4
United States.....	4
General Financial Services – Cross Sector	4
Asset Management / Wealth Management	5
Securities / Capital Markets	5
Financial Crime / Enforcement / Sanctions	6

United Kingdom

General Financial Services – Cross Sector

31 July – FCA Handbook: The FCA has [published](#) Handbook Notice 143, which sets out changes to the FCA Handbook made by the FCA board on 25 June 2026 and 30 July 2026.

27 July – Consumer Duty: The FCA has [published](#) its findings following a review of firms' approaches to monitoring outcomes under the Consumer Duty.

15 July – Economic Growth: The Bank of England has [published](#) a speech by Andrew Bailey, Governor, on how well-designed regulation can support sustainable economic growth. Mr Bailey addresses the three areas of regulating bank capital, payments and tokenisation and the opportunities and risks posed by AI.

15 July – Financial Services Growth / Competitiveness: HM Treasury has [published](#) an update on delivery of its Financial Services Growth and Competitiveness Strategy one year after its launch.

15 July – UK-US Collaboration: HM Treasury has [published](#) a policy paper setting out recommendations of the Transatlantic Taskforce for Markets of the Future to advance UK-US financial services collaboration, focusing on digital assets and capital markets.

15 July – AI Adoption Plan: HM Treasury has [published](#) the AI adoption plan for the UK financial services sector developed by the Financial Services AI Champions.

7 July – Consumer Duty: The FCA has [published](#) the second edition of its Enforcement Watch newsletter, which focuses on its recent approach to supervising and enforcing the Consumer Duty.

9 July – Financial Services Growth / Competitiveness: The House of Lords Financial Services Regulation Committee has [published](#) the FCA's and PRA's one-year update on their progress on growth and international competitiveness in response to the Committee's second report on the FCA and PRA secondary objective of facilitating the UK economy's growth and international competitiveness.

Asset Management / Wealth Management

22 July – Financial Crime Controls: The FCA has [published](#) the findings from a review of financial crime systems and controls at firms in the asset management and alternatives sector.

14 July – UK AIFM Regime: The FCA has [published](#) a consultation paper (CP26/28) on the UK regime for alternative investment fund managers. Please refer to our article on this topic [here](#).

14 July – UK AIFM Regime: HM Treasury has [published](#) a policy note on the Alternative Investment Fund Managers Regulations 2026, a draft version of which has been published alongside the note. Please refer to our article on this topic [here](#).

14 July – FCA Remuneration Reform: The FCA has [published](#) a consultation paper on proposed reforms to the remuneration regime for in-scope FCA solo-regulated firms, including investment firms, AIFMs and UCITS management companies (CP26/27). Please refer to our article on this topic [here](#).

14 July – FCA Fund Reporting: The FCA has [published](#) a consultation paper on a proposed new regulatory reporting framework for fund data, called Fund Reporting for Asset Management Entities (CP26/26). Please refer to our article on this topic [here](#).

Banking / Payments / Consumer Credit

15 July – Ring-Fencing: HM Treasury has [published](#) a consultation paper on reforming the ring-fencing regime for banks.

15 July – Payments Reform: HM Treasury has [published](#) a consultation paper on its approach to modernising payment services regulation.

7 July – UK Bank Capital Requirements: The Bank of England has [published](#) a Financial Stability in Focus setting out the Financial Policy Committee's plans to work with the PRA on a package of reforms to UK bank capital requirements.

7 July – Financial Stability Report: The Bank of England has [published](#) the Financial Stability Report for July 2026 and the record of the meeting of its Financial Policy Committee on 26 June 2026.

Insurance

29 July – UK Solvency II: The PRA has [published](#) a policy statement on post-implementation amendments relating to reporting and disclosure under UK Solvency II and targeted amendments to own funds requirements (PS18/26).

23 July – Conflicts of Interest: The FCA has [published](#) a new webpage setting out expectations on how general insurance firms should manage conflicts of interest arising from vertically integrated business models.

22 July – Friendly Societies: The PRA has [published](#) a consultation paper on amalgamations and transfers of insurance friendly societies (CP12/26).

14 July – Captive Insurance: The PRA has [published](#) a consultation paper on a bespoke regime for captive insurance companies (CP11/26), alongside an equivalent consultation paper (CP26/29) published by the FCA. The consultation papers set out proposals for a tailored, proportionate and competitive captive insurance regulatory framework.

Cryptoassets

13 July – Tokenisation: HM Treasury has [published](#) the first report from the UK's wholesale digital markets champion, setting out a framework for the UK financial sector to drive tokenisation of wholesale financial markets.

Securities / Capital Markets

31 July – FCA: The FCA has [published](#) a consultation paper on supporting equity market transparency and considering market structure developments (CP26/30).

European Union

Banking

17 July – Sector Competitiveness: The European Commission has [adopted](#) a communication on strengthening the competitiveness of the EU banking sector.

7 July – CRD VI: The EBA has [published](#) its final report and guidelines on the authorisation of third-country branches under the CRD IV Directive (2013/36/EU), as amended by the CRD VI Directive ((EU) 2024/1619).

Insurance

16 July – Solvency II: The European Commission has [adopted](#) a Delegated Regulation supplementing the Solvency II Directive (2009/138/EC), as amended by the Solvency II Amending Directive ((EU) 2025/2), with regulatory technical standards specifying the factors to consider when identifying undertakings that are under dominant or significant influence.

8 July – Insurance Recovery and Resolution: EIOPA has [published](#) its final set of consultation papers relating to the implementation of the Insurance Recovery and Resolution Directive ((EU) 2025/1) (IRR).

8 July – Insurance Recovery and Resolution: EIOPA has [published](#) its third set of final reports on the implementation of the Insurance Recovery and Resolution Directive ((EU) 2025/1) (IRR), containing draft guidelines and regulatory technical standards (RTS).

6 July – Value: EIOPA has [published](#) a revised methodology for setting value for money benchmarks for unit-linked and hybrid insurance products.

Securities / Capital Markets

23 July – Order Execution: Commission Delegated Regulation (EU) 2026/825, supplementing the MiFID II Directive (2014/65/EU) with regulatory technical standards specifying the criteria to be taken into account by investment firms when establishing and assessing the effectiveness of their order execution policies, has been [published](#) in the Official Journal of the European Union.

16 July – Market Abuse Regulation: Delegated Regulations supplementing the Market Abuse Regulation (596/2014) in respect of disclosure of inside information in protracted processes, permission for trading during closed periods and the list of [designated](#) trading venues that have a significant cross-border dimension have been published in the Official Journal of the European Union.

Sustainable Finance / ESG

30 July – ESG Ratings: Two Commission Delegated Regulations supplementing the ESG Ratings Regulation ((EU) 2024/3005) relating to fees charged to, and fines and penalty payments imposed on, ESG rating providers by ESMA have been [published](#) in the Official Journal of the European Union.

28 July – ESG Ratings: Commission Delegated Regulation (EU) 2026/871, which sets out regulatory technical standards specifying the elements of ESG rating products to be disclosed to the public and to users of ESG ratings, rated items and issuers of rated items under the ESG Ratings Regulation ((EU) 2024/3005), has been [published](#) in the Official Journal of the European Union.

23 July – CSRD: EFRAG [published](#) an "Exposure Draft" of the proposed sustainability reporting standards for certain non-EU undertakings under Article 40a of the Accounting Directive, known as the "ESRS-40a Standards". The Exposure Draft sets out how in-scope non-EU groups would report under the CSRD framework. Please refer to our article on this topic [here](#).

Financial Crime / Enforcement / Sanctions

9 July – MLD6: The EU Authority for Anti-Money Laundering and Countering the Financing of Terrorism has [published](#) its final report and draft regulatory technical standards on pecuniary sanctions, administrative measures and periodic penalty payments under the Sixth Money Laundering Directive ((EU) 2024/1640) (**MLD6**).

United States

General Financial Services – Cross Sector

16 July – SEC Proposes Regulation E-Delivery to Expand Electronic Delivery of Required Information: The SEC [proposed](#) Regulation E-Delivery, a new rule that would expand the ability of issuers, broker-dealers, investment advisers, and others to use electronic delivery to meet information delivery requirements under U.S. federal securities laws. Under the proposal, required regulatory information could be delivered electronically without first obtaining affirmative consent from the recipient. This would generally supersede the Commission's prior guidance-based e-delivery approach. The range of information deliverable electronically would be extensive, including fund prospectuses, fund annual and semi-annual shareholder reports, proxy statements, trade confirmations, disclosures pursuant to Form CRS, and Form ADV Part 2 Brochures. The proposal includes a transition process under which current paper recipients would receive notices providing information about the upcoming transition and the ability to opt out of e-delivery. Chairman Atkins described the default to paper delivery as "a relic, not a standard." Comments on the proposal are due by September 21.

7 July – SEC Publishes 2026 Unified Agenda of Regulatory and Deregulatory Actions: The SEC published its [2026 Unified Agenda of Regulatory and Deregulatory Actions](#) (the “Reg Flex Agenda”), reflecting the agency’s current rulemaking priorities under Chairman Paul S. Atkins. The agenda includes potential reforms to the pay-to-play rule, amendments to the investment adviser and broker-dealer recordkeeping rules to address concerns arising from off-channel communications enforcement actions, rulemaking to facilitate retail investor participation in private markets, and rulemaking clarifying the status of “finders.” The agenda also carries over several previously listed items, including amendments to the Custody Rule, amendments to Form PF, and amendments to Rule 17a-7 under the Investment Company Act to permit certain affiliate cross trades. Notably, the joint SEC-FinCEN rulemaking that would have required investment advisers to adopt customer identification programs has been dropped from the agenda.

Asset Management / Wealth Management

17 July – Close of Comment Period for California’s Fair Investment Practices by Venture Capital Companies Regulations: The comment period for the proposed regulations which would implement the Fair Investment Practices by Venture Capital Companies Act (“FIPVCC”) closed on July 17. Proskauer [submitted a comment letter](#) to the California Department of Financial Protection and Innovation setting out several recommendations on how to improve the accuracy and usefulness of the FIPVCC. Separately, a Colorado venture capital firm filed a complaint in the Eastern District of California challenging FIPVCC, arguing that violates several aspects of the Constitution, including the First Amendment, the Equal Protection Clause and the Due Process and Commerce Clauses.

13 July – SEC Charges Former Registered Adviser Representative for Failing to Disclose Conflicts of Interest: The SEC [announced](#) settled charges against a former registered investment adviser representative for failing to adequately disclose conflicts of interest in connection with his advisory clients’ investments. According to the SEC’s order, from August 2020 through January 2023, the representative advised clients on the advantages of investing in a series of private real estate securities offerings but failed to disclose that he received both direct and indirect financial compensation from the sponsors of those offerings. The SEC alleged that the representative held ownership interests in entities that stood to receive substantial distributions based upon the projects’ success, creating an incentive to recommend these investments over others and to advise certain clients to use leverage to fund these investments. The representative paid a civil penalty of \$125,000.

Securities / Capital Markets

27 July – Close of Comment Period for CFTC’s Notice of Proposed Rulemaking to amend Rule 40.11: The comment period on the [proposed amendments](#) to CFTC Regulation 40.11, which sets out a framework regarding the application of Section 5c(5)(C) of the Commodity Exchange Act to event contracts, expired on July 27. The CFTC reports receiving 1,446 comments. Proskauer [submitted a comment letter](#) recommending refinements that would provide greater certainty for market participants, encourage innovation while preserving market integrity, and improve the administration of the Commission’s proposed public interest review framework.

24 July – CFTC Releases Advisory on Self Certification of an Event Contract Series: The CFTC [issued](#) an advisory addressing the correct self-certification process for an event contract series, reiterating the CFTC’s position that broad, template-style self-certifications should not be submitted. In addition, the advisory clarified when similar covered event contracts may be certified as a class or must instead be submitted for approval under Commission Regulation Sections 40.2(d) or 40.3.

23 July – SEC Schedules Roundtable on 24-hour trading: The SEC [announced](#) that it will host a public roundtable on September 17, to examine the transition toward 24-hour trading in the U.S. equity markets. The roundtable will address topics including preparations to support overnight trading, operational resilience in a continuous trading environment, and the opportunities and challenges associated with expanding trading hours. Chairman Atkins expressed enthusiasm for aligning U.S. equity markets with international markets that already operate on a continuous basis, while emphasizing the importance of maintaining robust investor and customer protections. The SEC has also invited members of the public to [submit](#) their comments on their views on 24-hour trading. The CFTC, meanwhile,

[extended](#) the comment period on a proposal that would have permitted 24/7 trading in certain energy derivatives markets and stayed the approval of a proposed crude oil contract that would have traded 24/7.

Financial Crime / Enforcement / Sanctions

31 July – CFTC Settles Manipulation Charges Against Former Congressman Over Event Contract

Manipulation: The CFTC [settled charges](#) against a former Congressman for manipulative trading in an event contract tied to whether he would attend the 2026 State of the Union. The order found that, while holding both “yes” and “no” positions relating to his own attendance, he made a series of social media posts containing material misrepresentations and omissions about his plans, including after he had canceled travel reservations, that moved the contract's price in a direction favorable to his positions before he exited at a profit. Notably, the enforcement action was framed as a market manipulation case rather than one based on confidential information because generally there would be no such thing as “insider trading” on one’s own future intentions. The former Congressman agreed to disgorge approximately \$18 thousand in trading profits, pay a civil penalty of the same amount, and accept a three-year trading ban.

27 July – SEC Announces Charges against Investment Adviser for Causing Violations of the

Investment Company Act: The SEC [announced](#) a settled enforcement action against an investment adviser for causing its registered investment company clients to engage in prohibited affiliate transactions, exceed permitted leverage thresholds without timely notification, fail to provide notices to investors regarding return of capital distributions, and fail to adopt and implement policies and procedures reasonably designed to prevent violations of the federal securities laws. The investment adviser paid a civil penalty of \$400,000.

FinReg Monthly Update

The FinReg Monthly Update, a regular bulletin highlighting the latest developments in UK, EU and U.S. financial services regulation. If you have any questions regarding the matters discussed in this newsletter, please contact any of the lawyers listed below:

John Verwey

Partner

+44.20.7280.2033

jverwey@proskauer.com

Andrew Wingfield

Partner

+44.20.7280.2021

awingfield@proskauer.com

Richard Bull

Partner

+44.20.7280.2060

rbull@proskauer.com

Oliver R. Howley

Partner

+44.20.7280.2127

ohowley@proskauer.com

Anna Maleva-Otto

Partner

+44.20.7280.2082

amaleva-otto@proskauer.com

Mary Wilks

Partner

+44.20.7280.2180

mwilks@proskauer.com

Jonathon Egerton-Peters

Partner

+44.20.7280.2216

jegerton-peters@proskauer.com

Nathan Schuur

Partner

+1.202.416.5825

nschuur@proskauer.com

Robert Sutton

Partner

+1.212.969.3480

rsutton@proskauer.com

Edward Lister

Special Regulatory Counsel

+44.20.7280.2106

elister@proskauer.com

Rachel Lowe

Special Regulatory Counsel

+44.20.7280.2144

rlowe@proskauer.com

Sasha Burger

Associate

+1.212.969.3506

sburger@proskauer.com

Adam Frost

Associate

+44.20.7280.2228

afrost@proskauer.com

Sulaiman Malik

Associate

+44.20.7280.2081

smalik@proskauer.com

Michael Singh

Associate

+44.20.7280.2269

msingh@proskauer.com

Caroline Spillane

Associate

+1.212.969.3971

cspillane@proskauer.com

Tazia Statucki

Associate

+1.202.416.5843

tstatucki@proskauer.com

This publication is a service to our clients and friends. It is designed only to give general information on the developments actually covered. It is not intended to be a comprehensive summary of recent developments in the law, treat exhaustively the subjects covered, provide legal advice or render a legal opinion.

Proskauer.com

© 2026 PROSKAUER ROSE LLP. All Rights Reserved. Attorney Advertising.