

To: Solvency II WG, Supervisory Reporting PG
From: Prudential Team
CC:
Date: 10-02-2023
Reference: ECO-SLV-23-041

Subject: EIOPA Taxonomy Meets the Market Workshop

Comments

On 8 January 2023, EIOPA organised a "Workshop: Taxonomy meets the market" on the release of Taxonomy 2.8.0 and new developments on regulatory reporting ([here](#)).

Members will find attached - for information - a zipfile (ECO-SLV-23-040) with the agenda, the materials displayed/used during the workshop and also a textfile, which includes an overview of the questions asked during the event.

Summary

EIOPA presented its way forward with a summary of the subsequent taxonomy releases and the technical changes to be implemented.

- EIOPA noted it did not publish any business amendments during 2022 because Taxonomy 2.8.0 will introduce numerous modifications; EIOPA provided a more extended period to enable reviews and business changes. EIOPA and ECB have worked on this package to align the reporting requirements with EIOPA and NSA's necessities and the ECB and national central banks' requirements.
- In addition EIOPA is planning the following business changes:
 - Technical standards on the supervisory reporting of **financial conglomerates'** intragroup transactions and risk concentrations (end 2023).
 - Revised decision on **IORPs reporting** with changes, inter alia, in the cross-border templates or derivatives (January 2025)
 - Other changes without a precise timeline are the amendments following the **Solvency II 2020 review** and the potential use of taxonomy for the templates for reporting by US entities under the **EU-US reinsurance agreement** and for collecting uniform and comprehensive insured **loss data**.
- The planned technical changes to be implemented include:
 - The use of the commercial software ATOME (already in use),
 - The DPM Refit (under finalisation),
 - The use of CSV files (under analysis) and
 - EBA/EIOPA DRR (under development).
- The timeline for the taxonomy release and technical changes:
 - Taxonomy 2.7.1 will reflect the entry of Croatia into the Eurozone (reporting reference date: Q4 2022-Q3 2023).

- Taxonomy 2.8.0 will include the amended ITS on reporting and disclosure (reporting reference date: Q4 2023 - Q4 2024).
 - The final ITS is expected to be published end of March/early April (delay was caused by translations)
 - Final taxonomy 2.8.0 will be published on 17 March
- Taxonomy 2.8.1 will reflect the FICOD ITS regarding reporting of risk concentrations and intra-group transactions (reporting reference date: Q4 2023- Q4 2024).
 - ITS can be found [here](#)
 - During the meeting EIOPA highlighted that the SII QRTs on risk concentrations and IGTs were aligned with the FICOD templates to the largest extent possible, but that these two sets of templates are not identical.
- Taxonomy 2.9.0 will consist of IORPs changes (reporting reference date: Q1 2025 - Q4 2025).

Following the presentation of the EIOPA way forward, the workshop continued with three dedicated presentations on:

- **Overview of validations in Taxonomy 2.8.0,**
 - this taxonomy release brings substantial modifications following the revision of templates on for example, cross-border reporting, list of assets, new climate-related reporting and cyber, and changes to internal models templates.
 - Some statistics regarding the scope of amendments to the templates were presented, indicating that around 80 templates were revised, 40 were new and 30 were removed.
 - During the presentation, examples of the changes were presented, and **EIOPA highlighted the importance of receiving stakeholder feedback on these validations to solve issues and remove mistakes.**
- **Changes in the structure of EIOPA S2 DPM related files.**
 - In the first part of this presentation, EIOPA explained the need for more efficiency in the current output generation process due to the current reporting needs. EIOPA will introduce a metadata management platform; the metadata platform will be able to publish all the packages considering the different formats, and it will make the process more straightforward.
 - In the second part, EIOPA provided an overview of the output files, where no significant changes are expected from the model output perspective (except for validations). Most of the changes focus on the dictionary, annotated templates and database.
 - For the annotated templates in particular, changes are covering mostly amendments in the layout and presenting technical tables in dedicated worksheets.
- **Overview of the 2.8.0 XBRL taxonomy technical outputs.**
 - During this last presentation EIOPA showed the differences in the content of the database in the taxonomy.