

Procedure file

Basic information		
DEA - Delegated acts procedure	2017/2855(DEA)	Procedure completed - delegated act enters into force
Information requirements and conduct of business rules applicable to the distribution of insurance-based investment products		
Supplementing 2012/0175(COD)		
Subject		
2.50.05 Insurance, pension funds		
3.45.05 Business policy, e-commerce, after-sales service, commercial distribution		

Key players			
European Parliament	Committee responsible	Rapporteur	Appointed
	ECON Economic and Monetary Affairs		

Key events			
26/02/2014	Matter referred back to the committee responsible		
21/09/2017	Non-legislative basic document published	C(2017)06229	
21/09/2017	Initial period for examining delegated act 3 month(s)		
04/10/2017	Committee referral announced in Parliament		
25/10/2017	Decision by Parliament	T8-0405/2017	Summary
10/11/2017	Delegated act not objected by Council		

Technical information	
Procedure reference	2017/2855(DEA)
Procedure type	DEA - Delegated acts procedure
Procedure subtype	Examination of delegated act
Legal basis	Rules of Procedure EP 0111-p6
Stage reached in procedure	Procedure completed - delegated act enters into force
Committee dossier	ECON/8/11071

Documentation gateway					
Non-legislative basic document		C(2017)06229	21/09/2017	EC	
Amendments tabled in committee		PE612.175	12/10/2017	EP	
Recommendation for early non-objection of delegated act		B8-0575/2017	20/10/2017	EP	
Text adopted by Parliament, single reading		T8-0405/2017	25/10/2017	EP	Summary

Information requirements and conduct of business rules applicable to the distribution of insurance-based investment products

The European Parliament decided to raise no objections to the Commission delegated regulation of 21 September 2017 supplementing Directive (EU) 2016/97 of the European Parliament and of the Council with regard to information requirements and conduct of business rules applicable to the distribution of insurance-based investment products.

As a reminder, [Directive \(EU\) 2016/97](#) on insurance distribution ("IDD") provides an updated harmonised legal framework governing the rules applicable to the distribution of insurance and reinsurance products, including insurance-based investment products. It aims at enhancing protection of consumers and retail investors buying insurance products or insurance-based investment products.

IDD provides a specific chapter with additional conduct of business requirements for the sale of insurance-based investment products to guarantee a consistent standard of protection for retail investors.

The delegated Regulation is based on three empowerments in the chapter on additional conduct of business requirements for the sale of insurance-based investment products. It aims at specifying the criteria and practical details for the application of the rules on conflicts of interest, on inducements and on the assessment of suitability (which applies in the case of sales with advice) and appropriateness (to be applied in sales where the customer, in conformity with the applicable national law requires no advice.)

Given that the delegated regulation should apply from 23 February 2018, the application date of Directive (EU) 2016/97, Parliament considered that the full use of the three-month scrutiny period available to it would not allow sufficient time for industry to implement the necessary technical and organisational changes.

Accordingly, Members felt that swift publication of the delegated regulation in the Official Journal would allow timely implementation of and legal certainty concerning the provisions applicable to product oversight and governance.

Whilst the deadline for transposition of Directive (EU) 2016/97 should remain 23 February 2018, Parliament asks the Commission to adopt a legislative proposal setting the application date at 1 October 2018.