










Procedure file

Basic information	
COD - Ordinary legislative procedure (ex-codecision procedure) Regulation 2021/0215(COD)	Awaiting Council's 1st reading position
Packaged retail and insurance-based investment products (PRIIPs): key information documents. Extension of the transitional arrangement Amending Regulation 2014/1286 2012/0169(COD)	
Subject 2.50.03 Securities and financial markets, stock exchange, CIUTS, investments 2.50.05 Insurance, pension funds 2.50.08 Financial services, financial reporting and auditing 2.50.10 Financial supervision 4.60.06 Consumers' economic and legal interests	

Key players			
European Parliament	Committee responsible  Economic and Monetary Affairs	Rapporteur  FERNÁNDEZ Jonás	Appointed 01/09/2021
		Shadow rapporteur  PIETIKÄINEN Sirpa  YON-COURTIN Stéphanie  GIEGOLD Sven  BECK Gunnar  JURZYCA Eugen  GUSMÃO José	
	Committee for opinion  Internal Market and Consumer Protection	Rapporteur for opinion The committee decided not to give an opinion.	Appointed
Council of the European Union European Commission	Commission DG Financial Stability, Financial Services and Capital Markets Union	Commissioner MCGUINNESS Mairead	
European Economic and Social Committee			

Key events			
13/09/2021	Committee referral announced in Parliament, 1st reading		

25/10/2021	Vote in committee, 1st reading		
03/11/2021	Committee report tabled for plenary, 1st reading	A9-0297/2021	Summary
23/11/2021	Decision by Parliament, 1st reading	T9-0461/2021	

Technical information

Procedure reference	2021/0215(COD)
Procedure type	COD - Ordinary legislative procedure (ex-codecision procedure)
Procedure subtype	Legislation
Legislative instrument	Regulation
	Amending Regulation 2014/1286 2012/0169(COD)
Legal basis	Treaty on the Functioning of the EU TFEU 114-p1
Other legal basis	Rules of Procedure EP 159
Mandatory consultation of other institutions	European Economic and Social Committee
Stage reached in procedure	Awaiting Council's 1st reading position
Committee dossier	ECON/9/06884

Documentation gateway

Legislative proposal	COM(2021)0397	15/07/2021	EC	Summary
Committee draft report	PE697.630	07/10/2021	EP	
Committee report tabled for plenary, 1st reading/single reading	A9-0297/2021	03/11/2021	EP	Summary
Text adopted by Parliament, 1st reading/single reading	T9-0461/2021	23/11/2021	EP	

Packaged retail and insurance-based investment products (PRIIPs): key information documents. Extension of the transitional arrangement

PURPOSE: to extend the transitional arrangement for management companies, investment companies and persons advising on, or selling, units of undertakings for collective investment in transferable securities (UCITS) and non-UCITS.

PROPOSED ACT: Regulation of the European Parliament and of the Council.

ROLE OF THE EUROPEAN PARLIAMENT: the European Parliament decides in accordance with the ordinary legislative procedure and on an equal footing with the Council.

BACKGROUND: [Regulation \(EU\) No 1286/2014](#) enables retail investors to better understand and compare packaged retail and insurance-based investment products (PRIIPs) and make better-informed investment decisions. To meet its objectives, Regulation requires PRIIPs manufacturers to comply with a uniform set of product disclosure requirements and provide retail investors with a key information document (KID) on each PRIIP they offer.

Article 32 of Regulation (EU) No 1286/2014 provides for a transitional arrangement whereby management companies, investment companies and persons advising on, or selling, units of UCITS and non-UCITS within the meaning of [Directive 2009/65/EC](#) of the European Parliament and of the Council are temporarily exempted from the requirement to provide retail investors with a KID. This arrangement currently applies until 31 December 2021.

Commission Delegated [Regulation \(EU\) 2017/653](#) supplements Regulation (EU) No 1286/2014 by laying down regulatory technical standards with regard to the presentation, content and standard format of the key information document.

The Commission adopted Commission Delegated Regulation amending Delegated Regulation (EU) 2017/653 to make it easier for management companies, investment companies, and persons advising on, or selling, units of UCITS and non-UCITS. However, the date of application of Delegated Regulation has been set on 1 July 2022 to give those management companies, investment companies, and persons advising on, or selling, units of UCITS and non-UCITS sufficient time to prepare for the end of the transitional arrangement and thus for the obligation to draw up a key information document.

This proposal is accompanied by a [proposal](#) amending Directive 2009/65/EC as regards the use of key information documents by management companies of undertakings for collective investment in transferable securities (UCITS).

CONTENT: the Commission proposes to extend the transitional arrangement provided for in Regulation (EU) No 1286/2014 until 30 June 2022. This will give stakeholders sufficient time to prepare for the end of the transitional arrangement and implement the other proposed measure (which provides for amendments to Delegated Regulation (EU) 2017/653).

Under this proposal, Regulation (EU) No 1286/2014 would apply to management companies, investment companies and persons advising on or selling units of UCITS and non-UCITS on the same date as the amendments to Directive 2009/65/EC and Delegated Regulation (EU) 2017/653, i.e. from 1 July 2022.

Packaged retail and insurance-based investment products (PRIIPs): key information documents. Extension of the transitional arrangement

The Committee on Economic and Monetary Affairs adopted the report by Jonás FERNÁNDEZ (S&D, ES) on the proposal for a regulation of the European Parliament and of the Council amending Regulation (EU) No 1286/2014 as regards the extension of the transitional arrangement for management companies, investment companies and persons advising on, or selling, units of undertakings for collective investment in transferable securities (UCITS) and non-UCITS.

As a reminder, Article 32 of Regulation (EU) No 1286/2014 provides for a transitional arrangement whereby management companies, investment companies and persons advising on, or selling, units of UCITS and non-UCITS within the meaning of Directive 2009/65/EC of the European Parliament and of the Council are temporarily exempted from the requirement to provide retail investors with a KID. This arrangement currently applies until 31 December 2021.

The Commission proposes to extend the transitional regime under Regulation (EU) No 1286/2014 until 30 June 2022. This will give stakeholders time to prepare for the end of the transitional regime and to implement the other proposed measure (which provides for amendments to Delegated Regulation (EU) 2017/653).

In order to meet this need to give the parties concerned sufficient time to prepare for the obligation to produce a key information document, the competent committee proposes to extend the duration of the transitional regime by twelve months, i.e. until 31 December 2022 (instead of 30 June 2022).

Members introduced a new recital stating that the need for a broader review of Regulation (EU) No 1286/2014 and its urgency remains unchanged with a view to eliminating existing limitations including, inter alia, the need for a clearer definition of retail investors, the product scope of the PRIIPs Regulation, the elimination of paper by default where a PRIIP is offered on a face-to-face basis, the concept of successive transactions, the provision of pre-contractual information to professional investors.

On the basis of this review, the Commission should, in accordance with Regulation (EU) No 1286/2014, submit as a matter of urgency a report to the European Parliament and the Council, accompanied, where appropriate, by a proposal to address the existing limitations.