



## Asset Management & Investment Funds Update

March 2022

### ESMA CSA on MiFID Costs and Charges Rules

On 8 February 2022, ESMA launched a common supervisory action (**CSA**) with national competent authorities (**NCA**s) on compliance by MiFID firms with the MiFID costs and charges disclosure rules. The CSA, which will be conducted over the course of 2022, will focus on the information provided by MiFID firms to retail clients and NCAs will review compliance with rules for disclosures (including relevant [ESMA Q&A guidance](#)) to:

- be provided in a timely manner;
- be fair, clear and not misleading;
- be based on accurate data reflecting all explicit and implicit costs and charges; and
- adequately disclose inducements.

#### Next Steps

MiFID firms can expect to receive requests for information to support the Central Bank's review of compliance with relevant rules and requirements shortly. While the launch notice does not reference a specific timeline for the CSA, MiFID firms should prepare for near-term engagement by the Central Bank and ensure disclosures on costs and charges are in line with applicable rules and regulatory expectations to avoid being subject to any risk mitigation actions which may form part of the post-information gathering phase of the CSA.