



EUROPEAN CENTRAL BANK

EUROSYSTEM

**ECB**  
DG-MIP  
TIPS Project Team

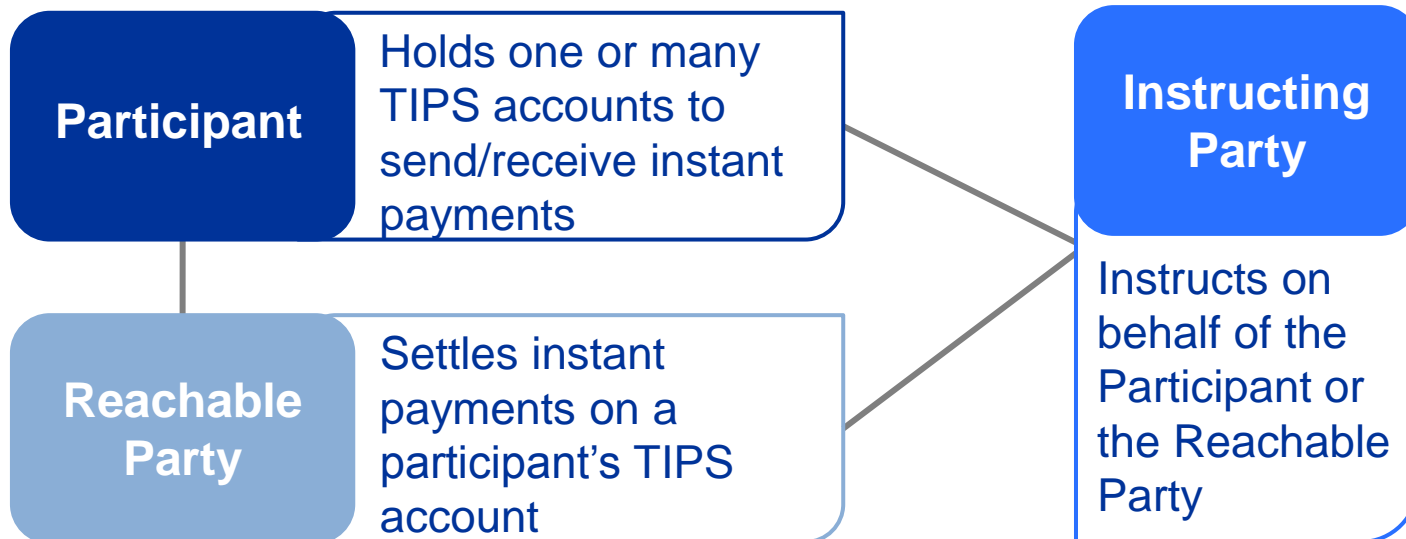
# Connectivity aspects

TIPS Contact Group

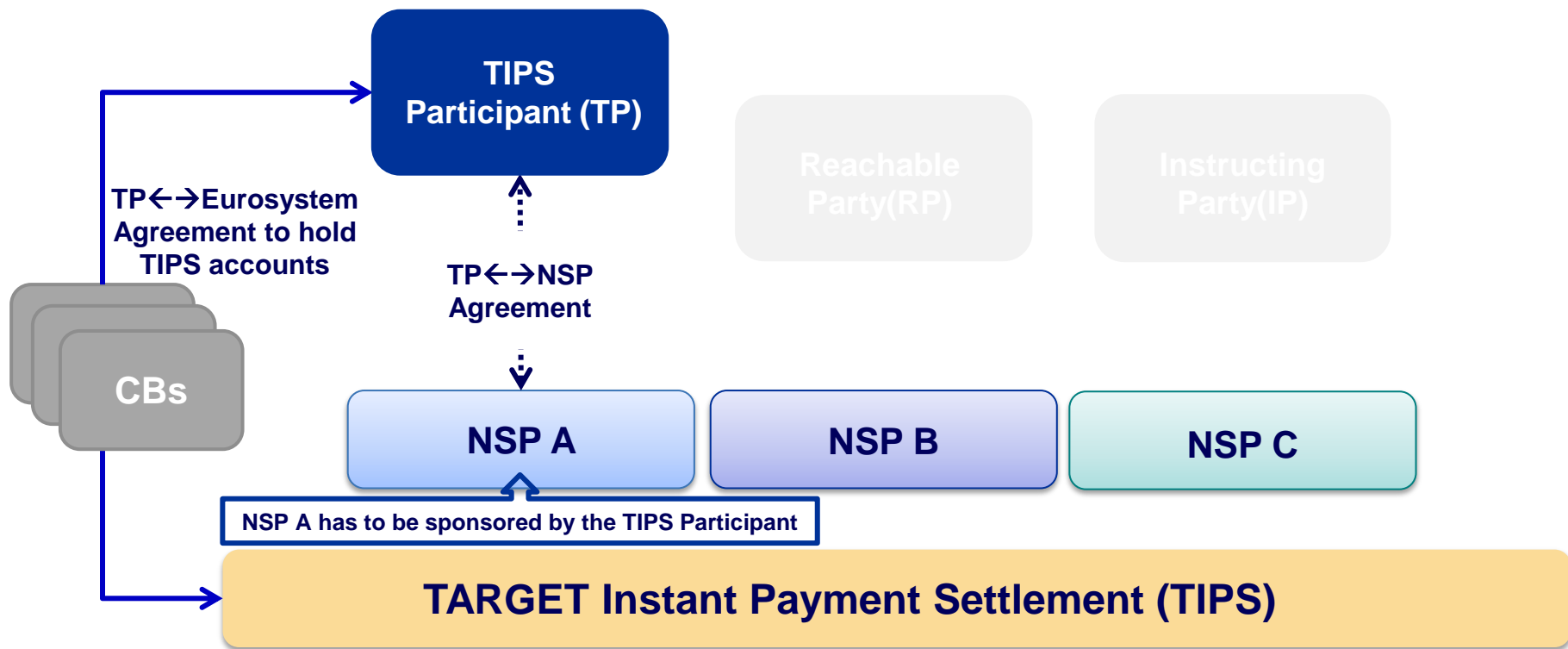
1st Meeting on 28 September 2017

## Actors in TIPS

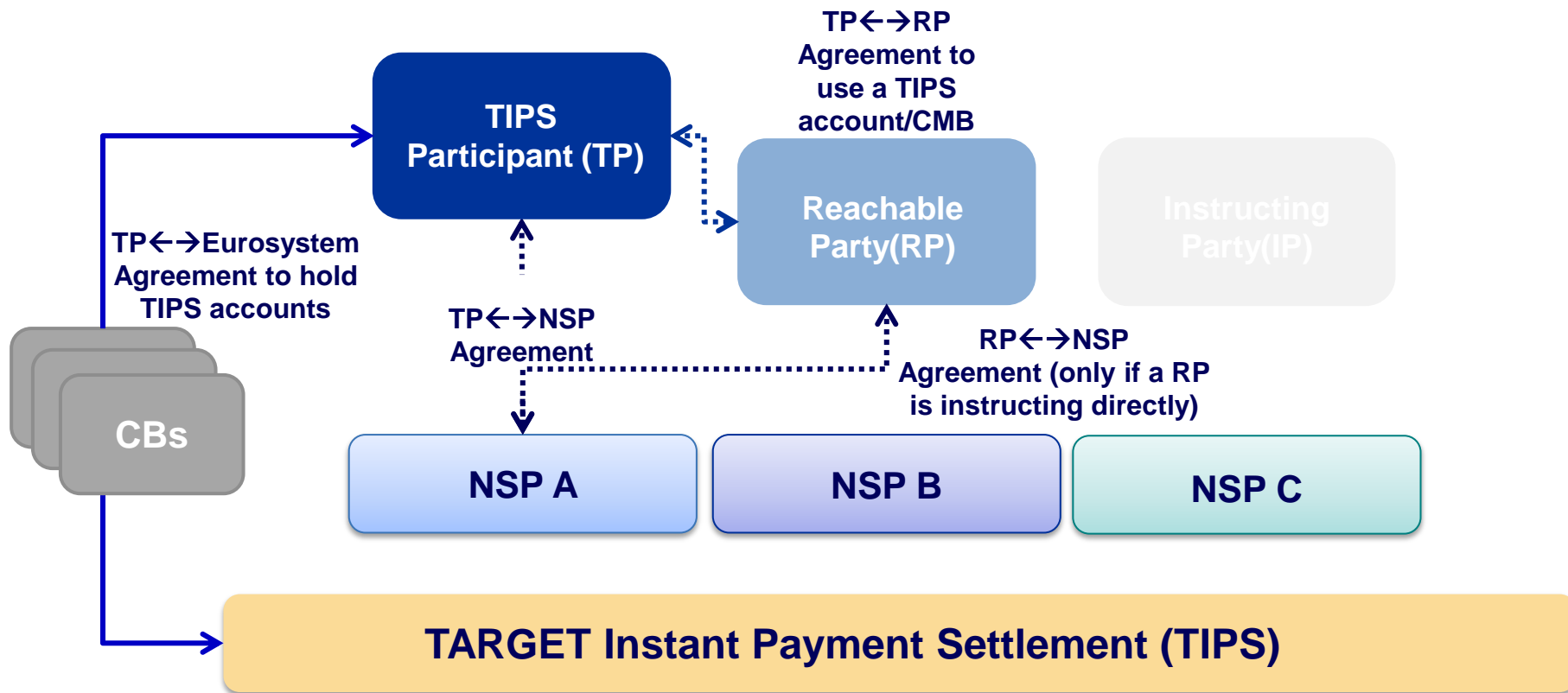
- Same participation rules apply as in TARGET2 as participants should be eligible for accessing Central Bank Money
- Banks established in the EEA (or outside the EEA, but acting through a branch established in the EEA) are eligible for direct participation in TARGET2, provided they are supervised by their relevant national authorities



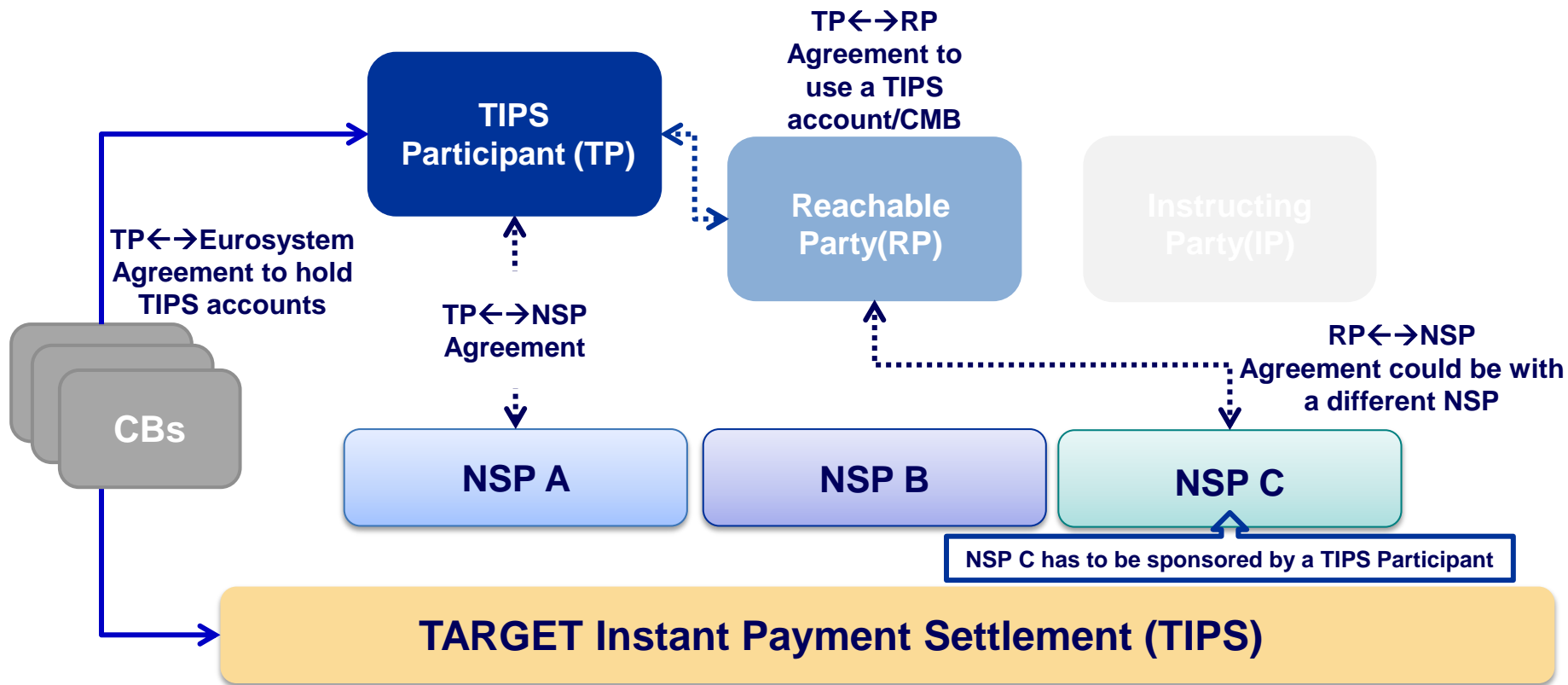
# Contractual agreements framework (1/5)



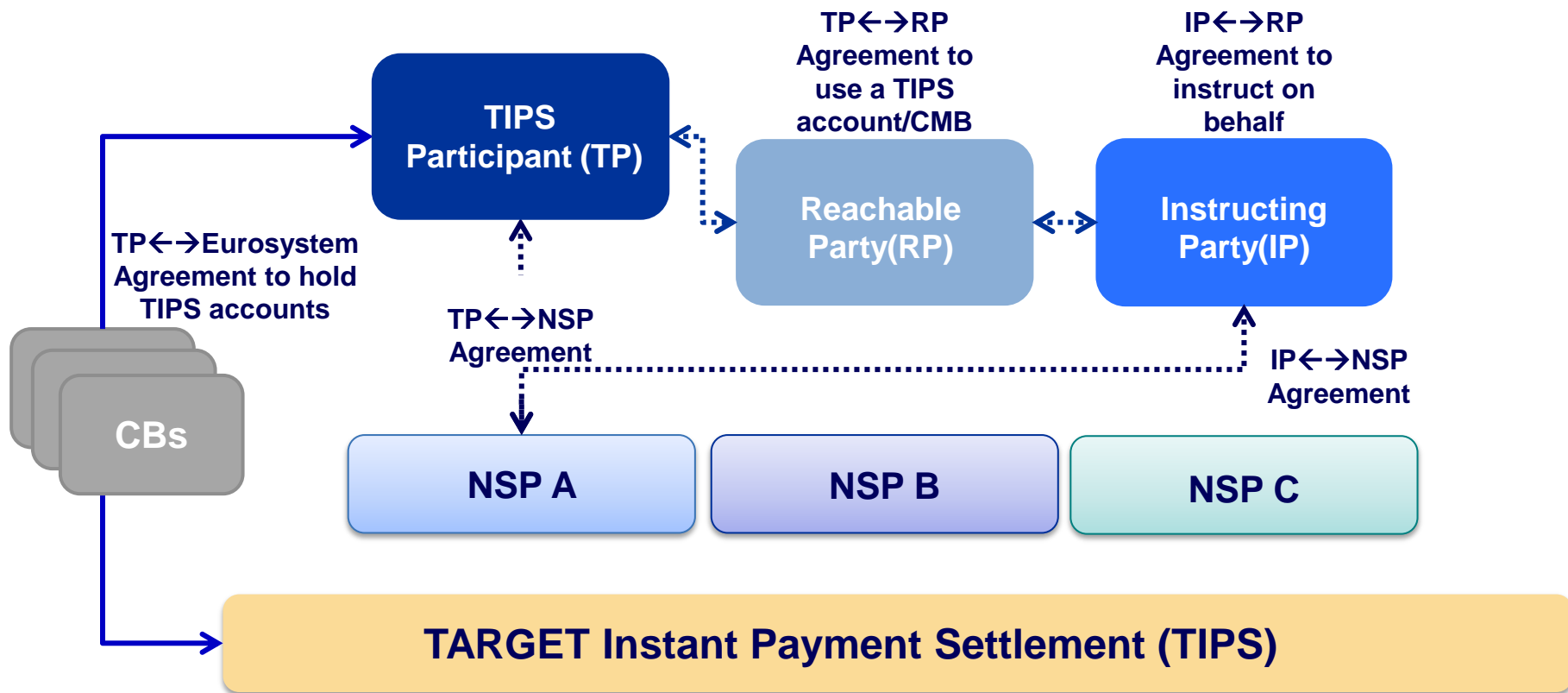
# Contractual agreements framework (2/5)



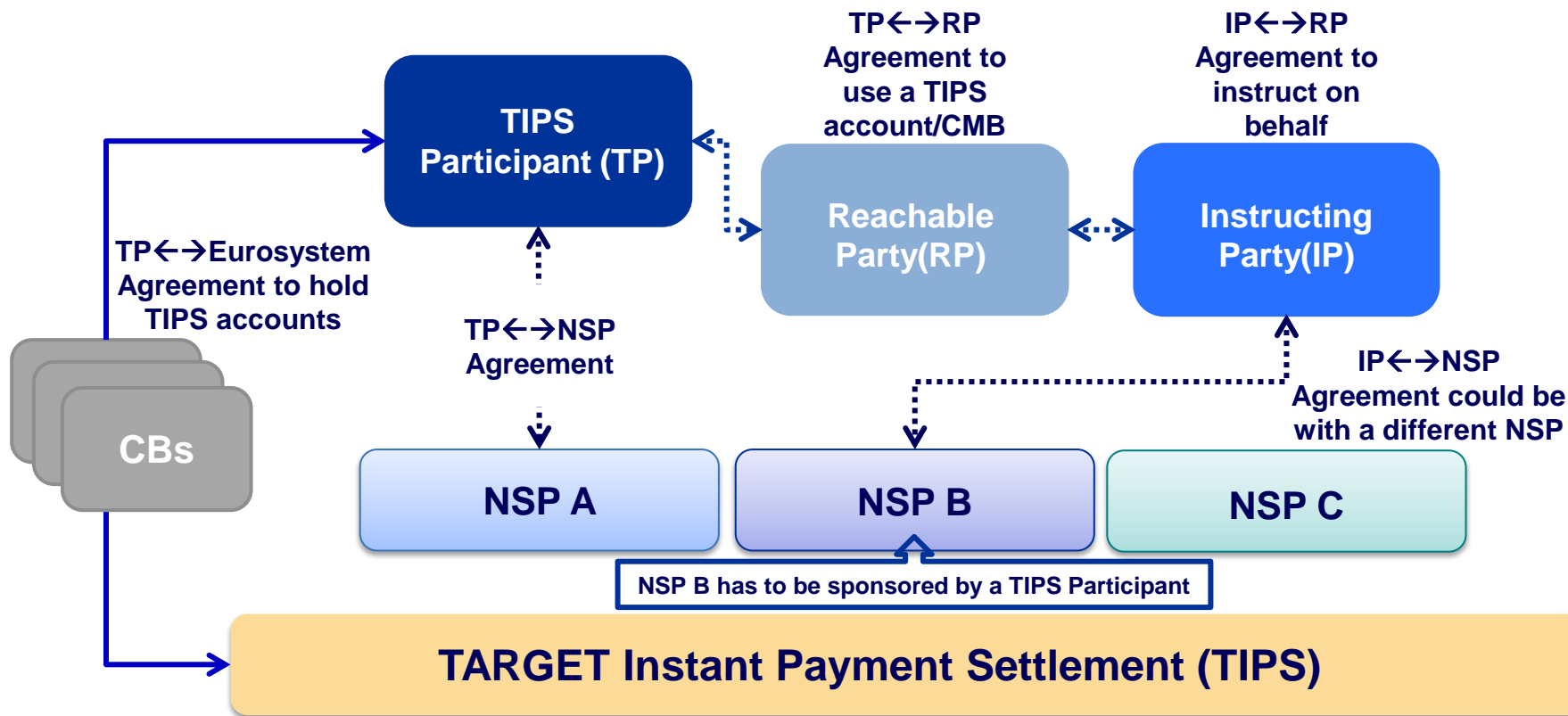
# Contractual agreements framework (3/5)



# Contractual agreements framework (4/5)



# Contractual agreements framework (5/5)



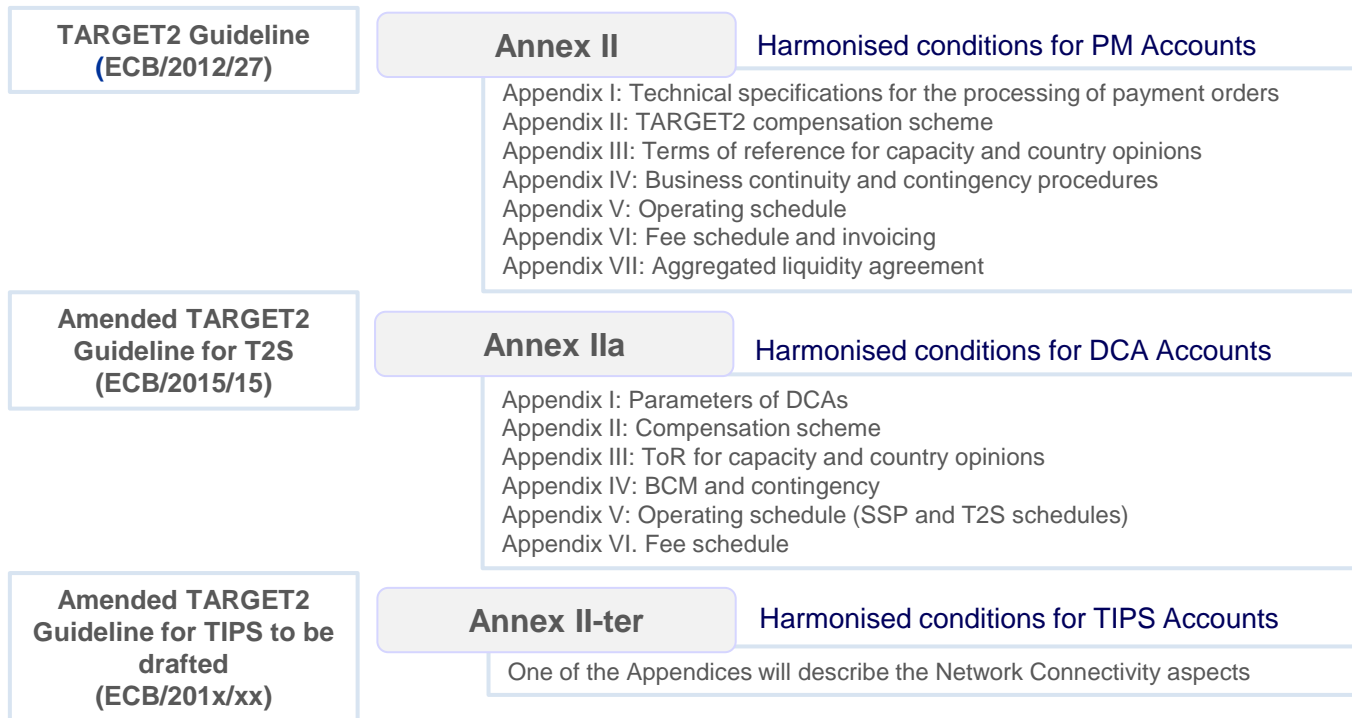
# Connectivity

- Unlike the existing TARGET2 and T2S connectivity framework, the Eurosystem will not hold any contractual obligation with the TIPS Network Service Providers (NSPs)
- TIPS Participants shall have a contract with their selected NSP(s)
- Each TIPS Participant will sponsor a compliant NSP that could be used
  - by the TIPS Participant to initiate Instant Payments directly,
  - and/or by any Reachable Party having a contractual agreement with the NSP,
  - and/or by any Instructing Party having a contractual agreement with the NSP



# TARGET2 guideline

Harmonised Conditions are laid down in Annex II of the TARGET2 Guideline



## Compliance check

- The TIPS Participant shall ensure, on the basis of the Harmonised Conditions for TIPS, that the NSP Connectivity Solution fulfils the technical and operational requirements
- This fulfilment shall be verified:
  - at the time of the TIPS Operator compliance check and
  - throughout the whole period of connection to the TIPS service of the TIPS Actor that has contracted with the NSP
- The procedures for performing the compliance checks, as well as the consequences in the event of non-compliance, shall be governed by the Harmonised Conditions for TIPS
- The TIPS Operator will monitor the compliance of the NSP to guarantee a smooth service operation of TIPS