

XMAP – Report on cross-CSD activity

Outline of key concepts

*AMI-SeCo Meeting
7 December 2017*

DG-Market Infrastructure and Payments
European Central Bank

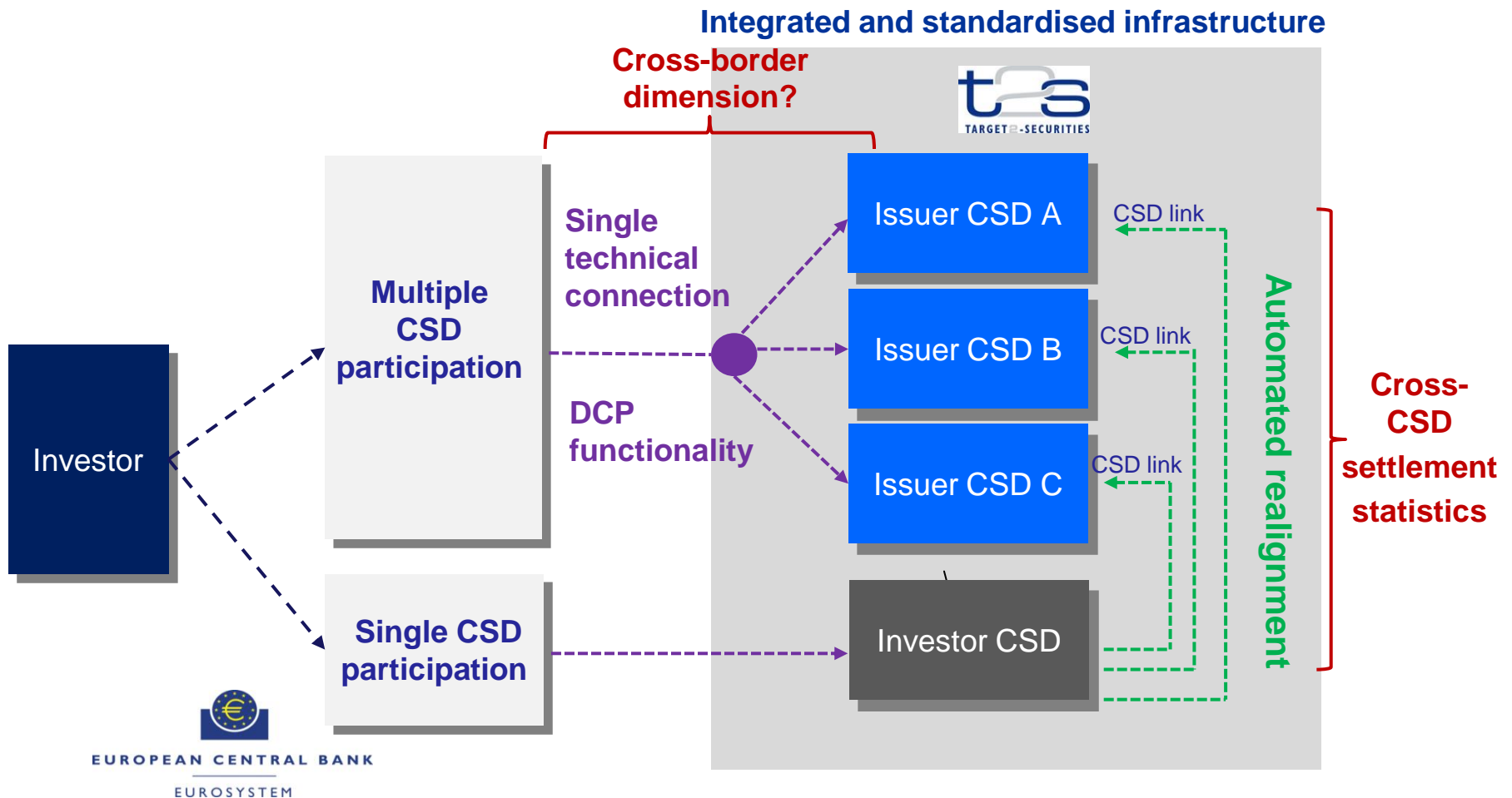


Background

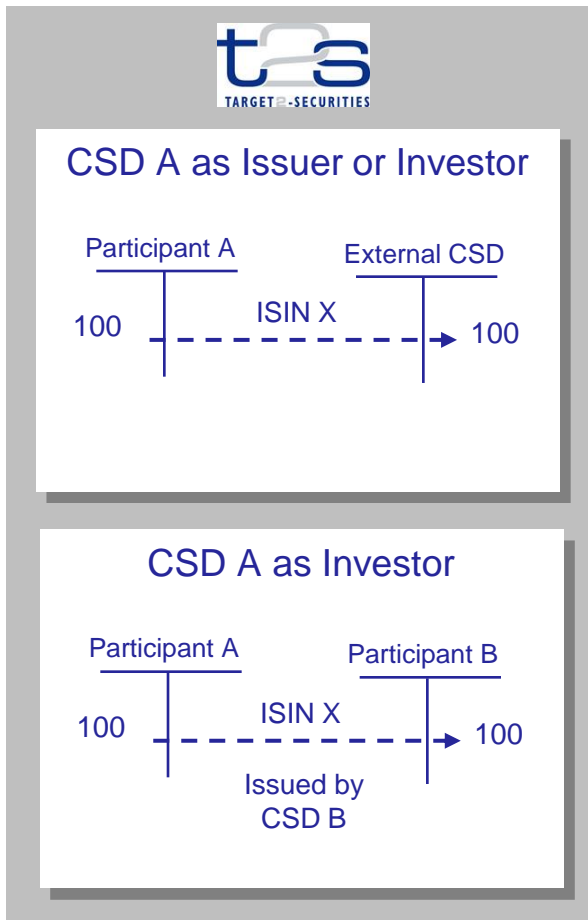
- ✓ **Consultation was initiated in XMAP based on low Cross-CSD settlement statistics under 1% of total settled transaction after W4 migration. Following questions were posed:**
- ✓ **Whether low level of cross-CSD activity was perceived as an issue or a deliberate choice of market actors**
- ✓ **What factors were hampering or stimulating cross-CSD activity**
- ✓ **The ECB team also conducted a survey with the DCPG to understand the impacts and benefits of T2S on their activities, especially in a cross-border context.**

**Report is based on the input of XMAP/DCPG members,
as well as HSG and Ami-Seco discussions**

T2S facilitates cross-border access to securities in multiple ways...that are not all directly measurable as such



Cross-CSD statistics shall be refined with new indicators...



Today

Transactions reported as intra-CSD settlement

With implementation of new indicators

New indicator
External CSD transactions

Transactions reported as intra-CSD settlement

New indicator
Intra-Investor CSD transactions



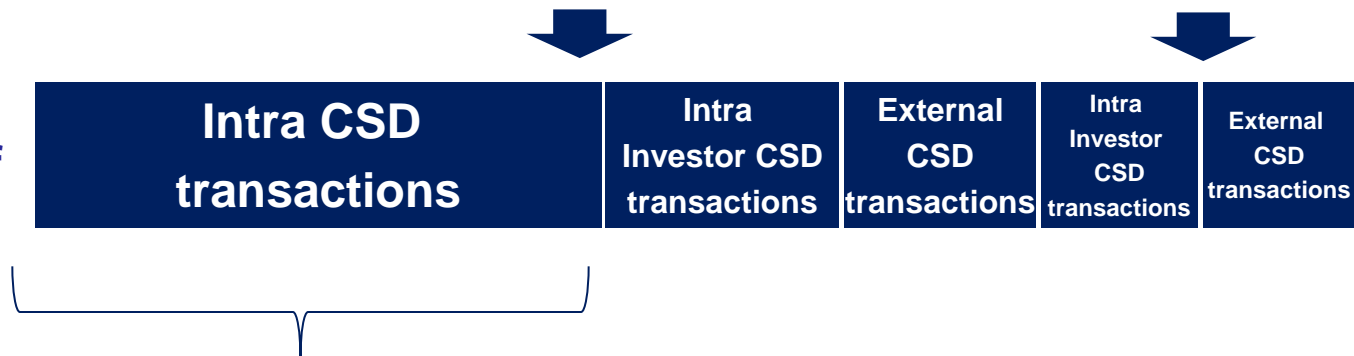
T2S Operations Report

Disclaimer: The proportion of each bar is purely illustrative

Today



With implementation of new indicators



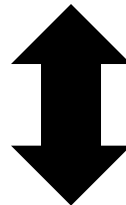
Activity that is not tracked as still aggregated with intra-CSD transactions:

- (i) Cross-CSD activity through Indirect CSD links
- (ii) Cross-border activity/investments through multiple CSD participation

Market actors are adapting to the T2S landscape and its opportunities

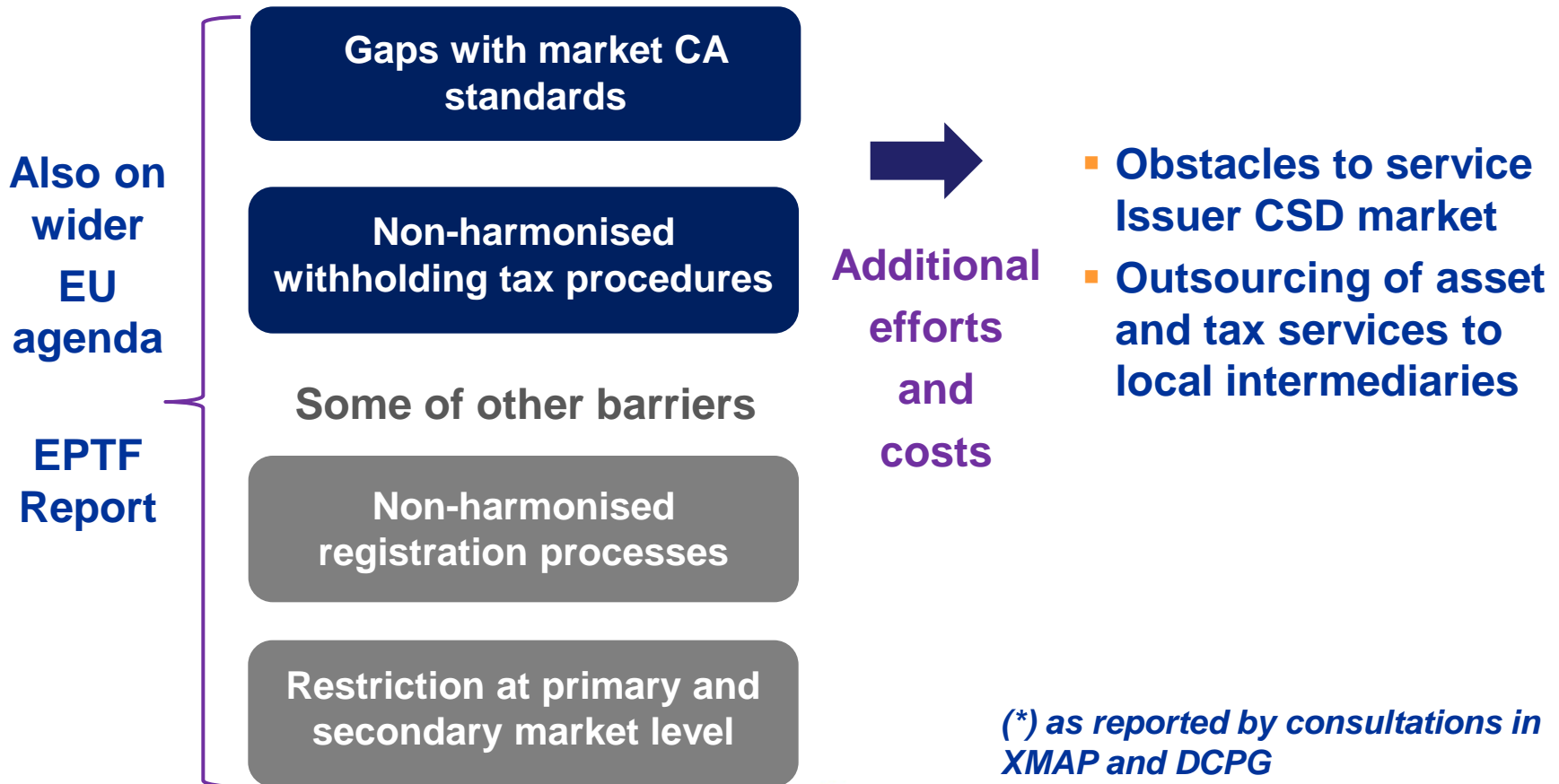
Priorities of T2S actors

- + T2S migration with focus on existing domestic business
- + Compliance to T2S standards
- + Compliance with various Regulations



- Strategic initiatives have been slowed down or postponed

Remaining barriers hamper cross-border settlement integration^(*)



() as reported by consultations in XMAP and DCPG*

Thank you for your attention

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