



Post-trade made easy

ISO standards adoption by the Nordics

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Contents

- From theory into practice
 - ▶ Earlier adoptions
 - ▶ T2S and CSDR as catalysts
 - ▶ Current situation in the post-trade market
 - ▶ Experiences of a market-wide transformation
- What next



Contents

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Where we were in 2012

Euroclear Finland

ISO standards implementation was most advanced in settlement and reconciliation

Euroclear Sweden

In addition to settlement and reconciliation, ES had implemented the corporate action notification message MT564

- Only ISO15022 messages
- Initiatives on using ISO20022 messages in general meetings and with the funds services
- The harmonisation in the CSDs was at low level



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The drivers for harmonisation

- Benefits for the participants in the market
 - ▶ Efficiency, STP, cost savings, safety
 - ▶ Enhanced customer service
- But the harmonisation and its extent is a strategic question
 - ▶ Means more than only harmonising the message interface
 - ▶ The true STP requires development in the internal processes



CSDR and T2S drive harmonisation

1/2

The CSD Regulation
Requirements to
standards adherence

T2S
Finnish market and
the decision to join T2S



- The Finnish Infinity project was launched in 2013
 - ▶ The IT solution is a product by TCS
 - ▶ STP services with both 15022 and 20022 messages
- The adoption of the European harmonisation



CSDR and T2S drive harmonisation

2/2

The CSD Regulation
Requirements to
standards adherence

T2S
T2S capable CSD
system in Sweden



- Euroclear Sweden is implementing the same product in order to fulfil the requirements set by the CSDR
- EuroclearSafe is to be launched in 2018
- The adoption of the European harmonisation



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Where are we now?

- The Finnish market has implemented the European standards for the debt market (Infinity Release 1)
 - ▶ The SWIFT service MyStandards for the interface descriptions is in market-wide use
 - ▶ Equity market comes next which will follow with migration to T2S (Infinity Release 2 and Release 3)
- Euroclear Sweden has started the EuroclearSafe project
 - ▶ Already some ISO20022 messages for funds services available



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Experiences

- Enormous market transformation carried out in 2,5 years in the Finnish market
 - ▶ Required active involvement from our participants and their IT vendors
- The fast implementation pace of the programme set limits for active discussion in the SMPG or the NMPG
- The market participants moving from ISO15022 to ISO20022 messages
 - ▶ In Release 2 Market Testing environment majority of the participants are already using both ISO15022 and ISO20022 messages



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Shopping list

- Standardisation of the account and rights holder management
 - ▶ Requires activity from the whole market
- Standardisation of the instrument maintenance
 - ▶ MT598 message for the Issuer Agents for opening an instrument and for Account Operators for receiving the instrument information
- Standardisation of market claims and fractions processing



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