




# Securities Regulation: Where do we stand ?

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# MyStandards – Regulation Domain

 Standards Releases

Find out more about the business rationale for the key standards changes that are being made to SWIFT's Securities MT and ISO 20022 messages [here](#).

## Business Domains

Note: The following business domains are the most widely adopted across the MT and ISO 20022 standards. This is not an exhaustive list as the standards also cover other domains like trade services, FX, cards...

### Settlement & Reconciliation

The whole life-cycle of securities settlement and reconciliation (instruction, allegation, confirmation, reconciliation and status reporting)

[more info](#)

### Corporate Actions

Corporate actions communication flows between information sources, market infrastructures, local agents, global custodians and investment managers.

[more info](#)

### Funds

The ISO 15022 and ISO 20022 message definitions (funds migration) supporting the funds business.

[more info](#)

### Payments

Payments and cash management for corporate customers as well as interbank payments for correspondent banking. From the payment initiation to the clearing and settlement and including all the reporting.

[more info](#)

### Regulation

Updated

ISO 15022 and ISO 20022 messages designed to comply with regulatory requirements:

- **Regulatory reporting**  
ISO 20022 messages designed to comply with regulatory reporting requirements.
- **Impacts on business model**  
Messages adapted to comply with regulatory requirements.

[more info](#)

### Trade Finance: Documentary Credit

SWIFT has developed standards supporting the various activities related to classical **Documentary Credit** instruments, namely:

- **Commercial Letters of Credit**
- **Guarantees/Standby Letters of Credit**

[more info](#)



**Securities Settlement**

**Securities Financing**

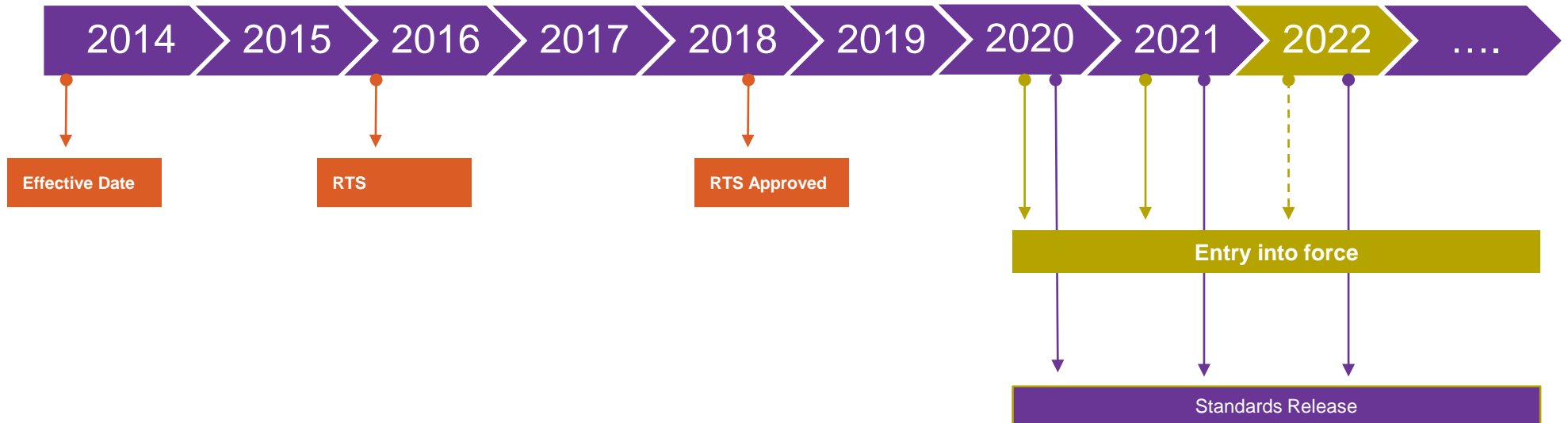
**Derivatives**

**Shareholders Rights**

**Digital Finance**

# Securities Settlement - CSDR

## Settlement Discipline Regime Timeline

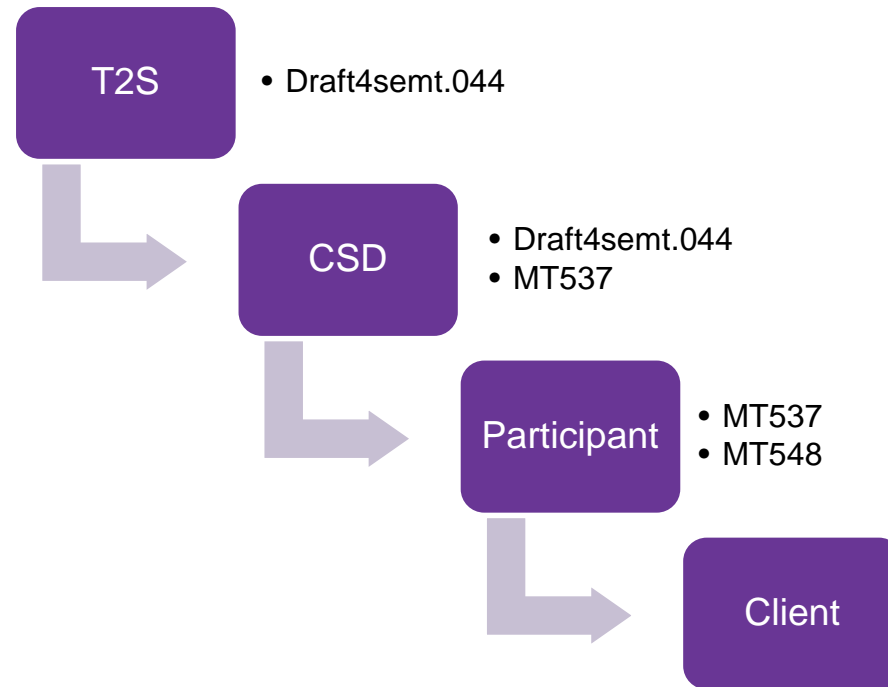


## CSDR Review ...

# Securities Settlement - CSDR

## Improving Settlement Efficiency / Preventing Settlement Fails

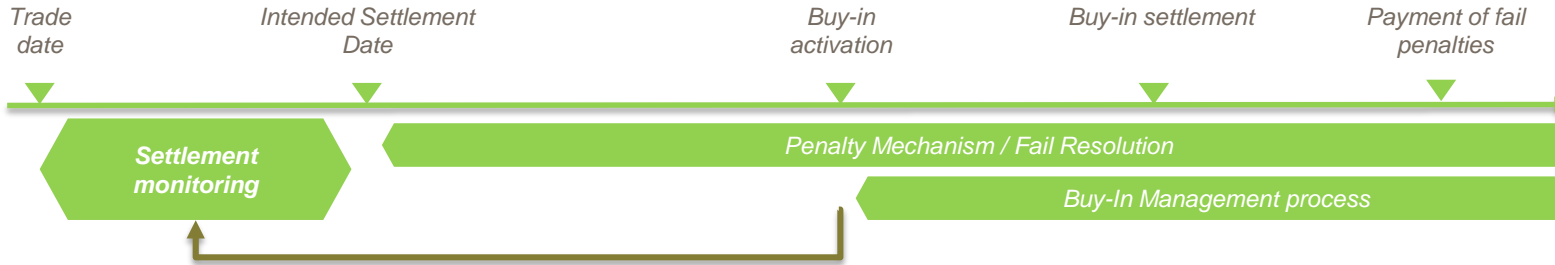
- **Penalty Mechanism**



# Securities Settlement - CSDR

## Improving Settlement Efficiency / Preventing Settlement Fails

- **Mandatory Buy-in Process**



- **Buy-in reporting**

- MT530
- Sese.041

- **Settlement fails reporting**

- Auth.100
- Auth.101

# Securities Settlement - CSDR

## Standards Release 2020

- CR01519
- CR01521
- CR01614

## Standards Release 2021

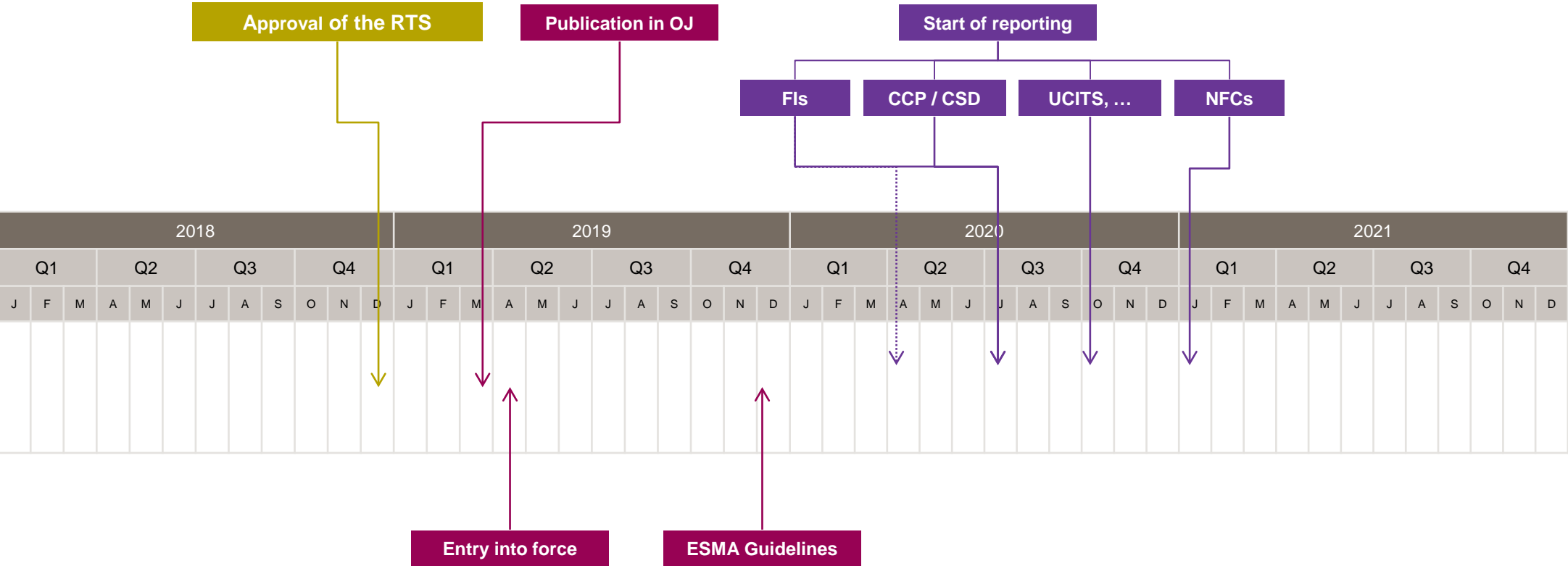
- CR01640 (Penalty Mechanism)

**Market Practices  
Implementation  
Testing**



# Securities Financing – SFTR

EU regulation 2015/2365





## Securities Financing – SFTR

# Usage guidelines MyStandards

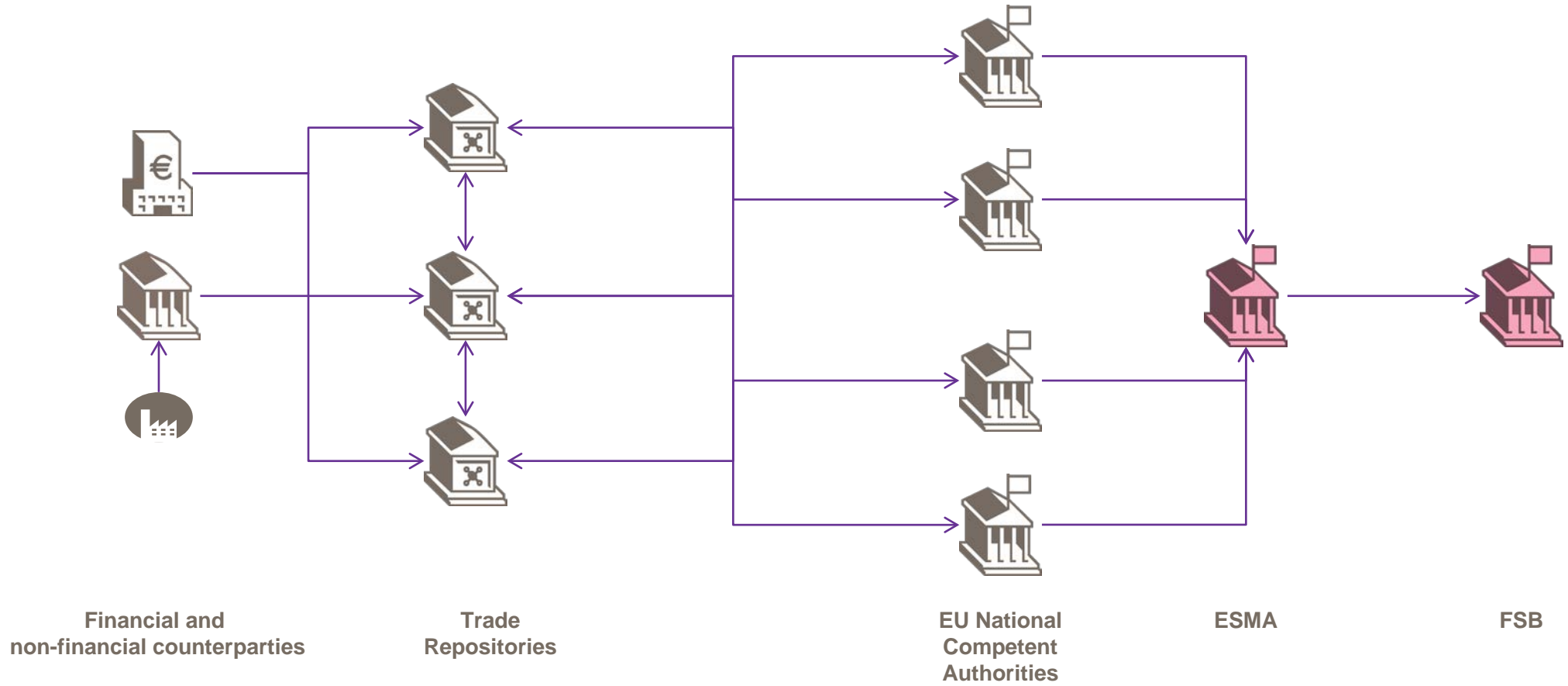
Message Name	Message Tag	Counterparty
SecuritiesFinancingReportingTransactionReport	Auth.052	Send
SecuritiesFinancingReportingTransactionMarginDataReport	Auth.070	Send
SecuritiesFinancingReportingTransactionReusedCollateralDataReport	Auth.071	Send
SecuritiesFinancingReportingPairingRequest	Auth.078	n/a
SecuritiesFinancingReportingTransactionStateReport	Auth.079	Receive
SecuritesFinancingReportingReconciliationStatusAdvice	Auth.080	Receive
SecuritiesFinancingReportingMissingCollateralRequest	Auth.083	Receive
SecuritiesFinancingReportingTransactionStatusAdvice	Auth.084	n/a
SecuritiesFinancingReportingMarginDataTransactionStateReport	Auth.085	Receive
SecuritiesFinancingReportingReusedCollateralDataTransactionStateReport	Auth.086	Receive
SecuritiesFinancingReportingTransactionQuery	Auth.094	n/a
FinancialInstrumentReportingStatusAdvice	Auth.031	Receive

# Securities Financing – SFTR

auth.052.001.01 message

Trade Data	1	1
Data Set Action	1	1
Report	1	*
New	1	1
Technical Record Identification	0	1
Counterparty Data	1	1
Loan Data	1	1
Repurchase Trade	1	1
Buy Sell Back	1	1
Securities Lending	1	1
Margin Lending	1	1
Collateral Data	0	1
Level Type	1	1
Position [PSTN]		
Transaction [TCTN]		
Supplementary Data	0	*
Modification	1	1
Error	1	1
Early Termination	1	1
Position Component	1	1
Collateral Update	1	1
Correction	1	1
Valuation Update	1	1

# Securities Financing – SFTR



## Securities Financing – SFTR

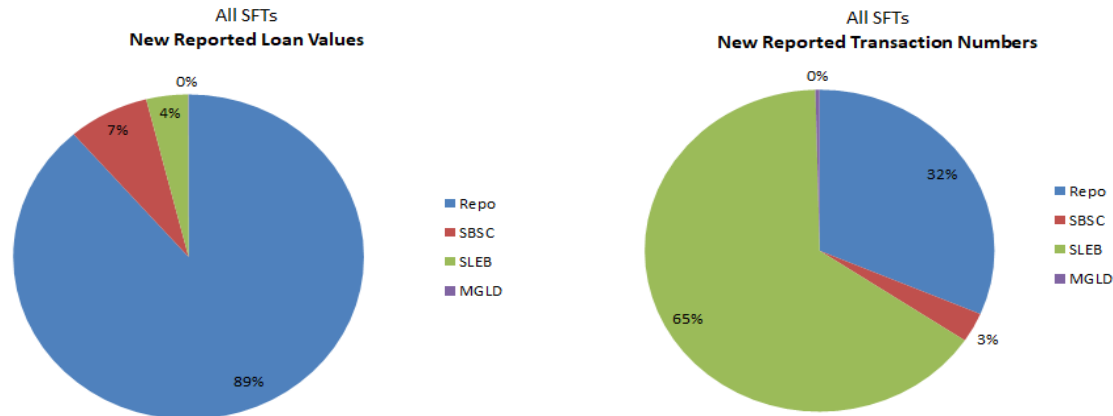
### Post go-live review

- 1.5 M transactions / week

### Report rejection rate low

- E2E ISO 20022
- Focus on data quality

### Brexit



<https://www.icmagroup.org/Regulatory-Policy-and-Market-Practice/repo-and-collateral-markets/market-data/sftr-public-data>

# Derivatives

- **EMIR**
- **CPMI-IOSCO**
  - Unique Transaction Identifier | ISO 23897
  - Unique Product Identifier | ISO 4914
  - Critical Data Elements | ISO 20022
- **EMIR Refit**
  - Public Consultation
  - IOSCO CDE
  - E2E ISO 20022
- **CFTC – DoddFrank Part 45 revision**
  - IOSCO CDE
  - ISO 20022

# Digital Finance

## Digital Token Identifier

- ISO 24165
- Registration Authority
- ISIN – ISO 6166

## Regulation on Markets in Crypto-Assets

- Crypto-Assets >< Financial Instruments
- Authorisation and requirements for Issuers
- Authorisation and requirements for Service Providers

## Central Bank Digital Currency

- European Commission / ECB
- Payments focus



[www.swift.com](http://www.swift.com)