



EUROPEAN CENTRAL BANK

EUROSYSTEM

BANCO DE ESPAÑA

Eurosistema

# IN FOCUS

## What's next for market infrastructure integration?

**Marc Bayle**

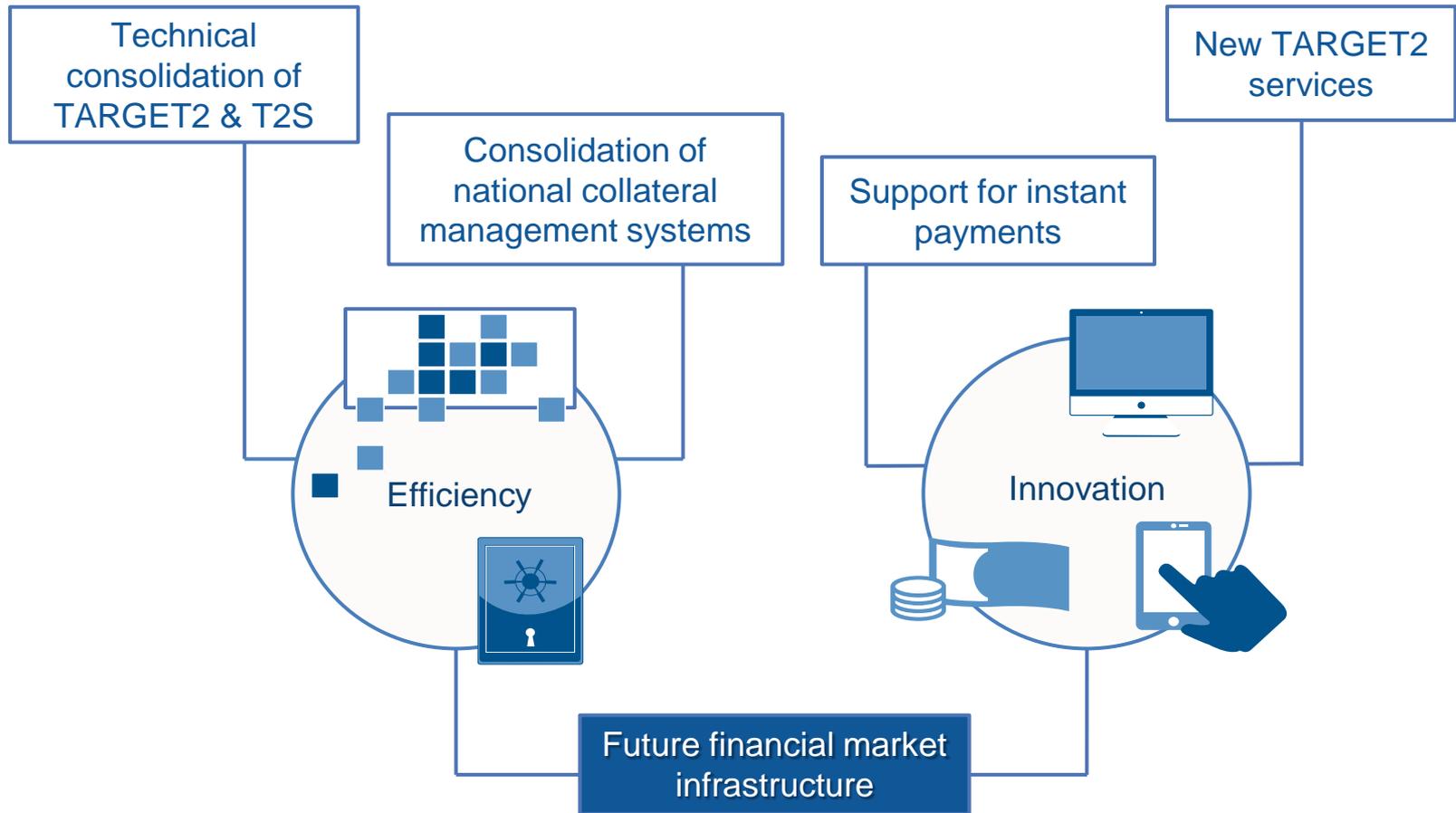
European Central Bank

*Focus session, 8 April 2016, Madrid*

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# Vision for the future of Europe's financial market infrastructure



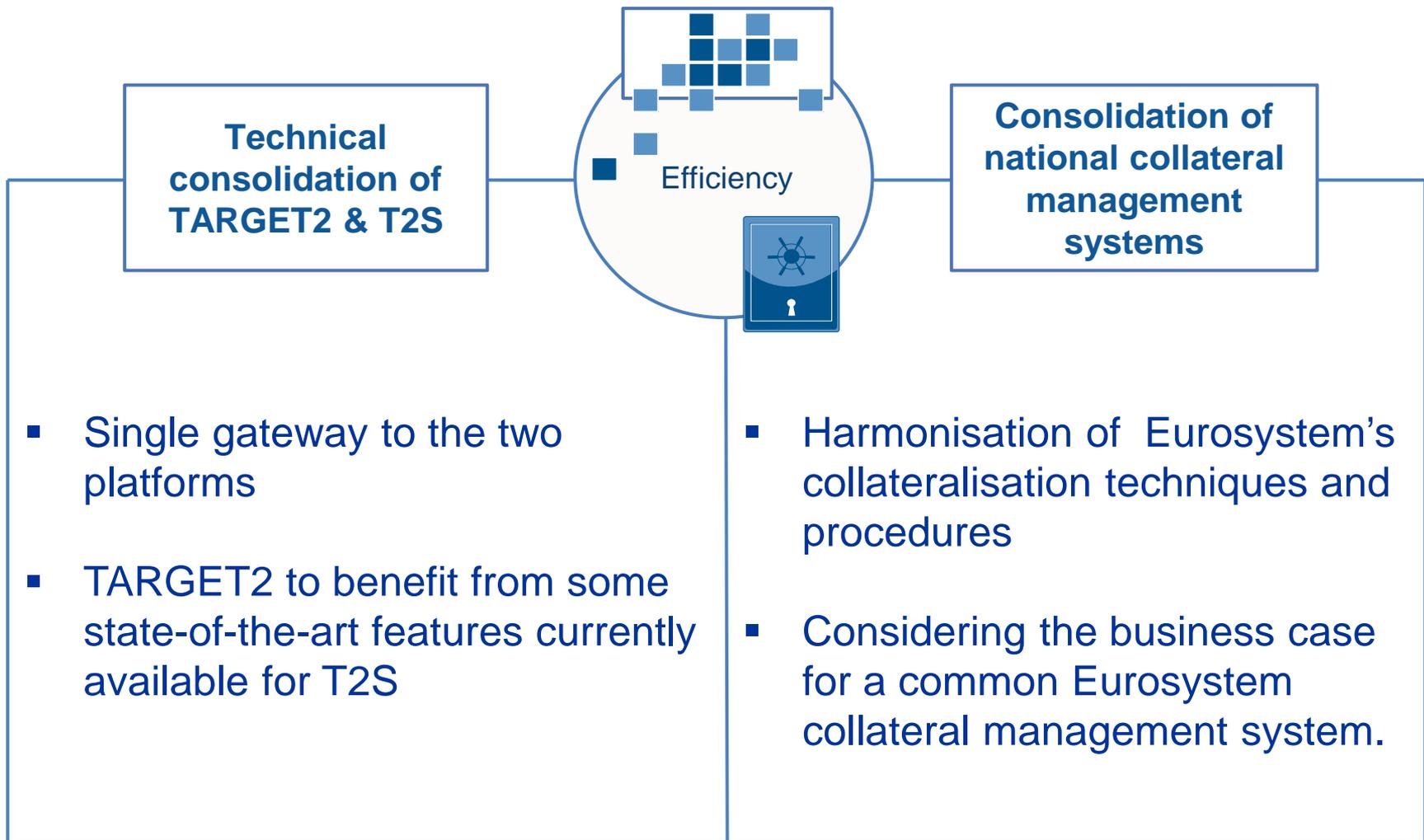
# ***Which of the discussed initiatives is most urgent for you?***

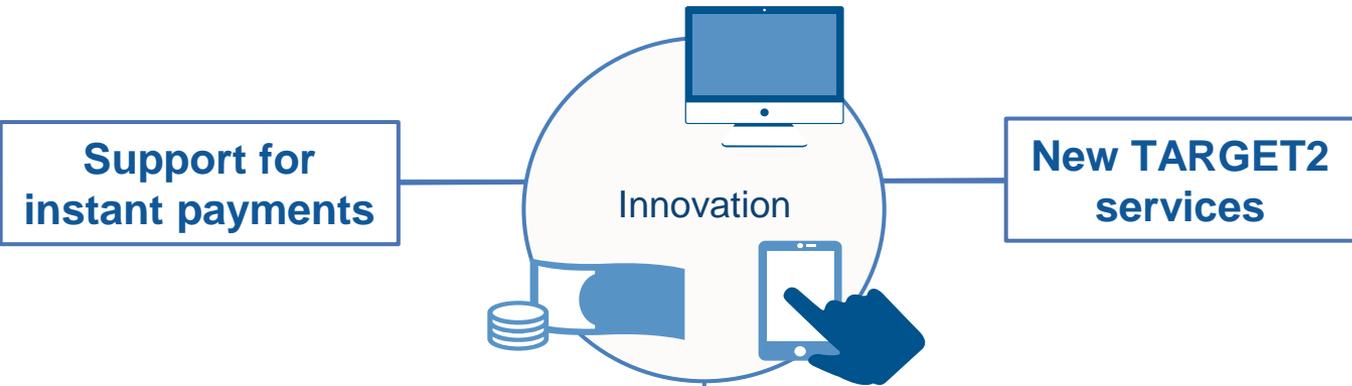
- 1. Technical consolidation of TARGET2 and T2S**
- 2. Consolidation of national collateral management systems**
- 3. Support for instant payments**
- 4. New TARGET2 services**



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**Support for instant payments**

**New TARGET2 services**

- Euro Retail Payments Board (ERPB) invited payment service industry to develop a scheme for instant payments in euro
- European Payments Council to develop the scheme by Nov 2016 and to implement it by Nov 2017

- Market consultation on the future of RTGS services
- Information session on the consultation on 22 March
- Eurosystem analysing the responses

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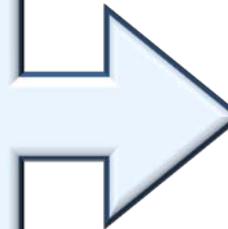
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# New governing bodies



## T2S Board

- T2S project management
- T2S functional and operational management



## Market Infrastructure Board

- T2S project management
- Functional and operational management of TARGET2 and T2S
- Possible upcoming projects subject to approval by the ECB Governing Council



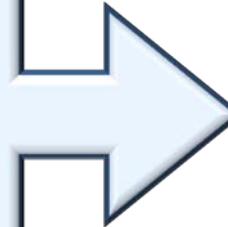
# New governing bodies

## Committee for European System of Central Banks



### Payments and Securities Settlement Committee

- Operational and change management of TARGET2
- Oversight
- Catalyst function
- Strategy and policy



### Market Infrastructure and Payments Committee

- Oversight
- Catalyst function
- Strategy and policy

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# ***What is in your view the greatest benefit of T2S?***

- 1. A single pool of collateral**
- 2. A single market for securities in Europe**
- 3. A single gateway to Europe**
- 4. Lower cross-border settlement fees**

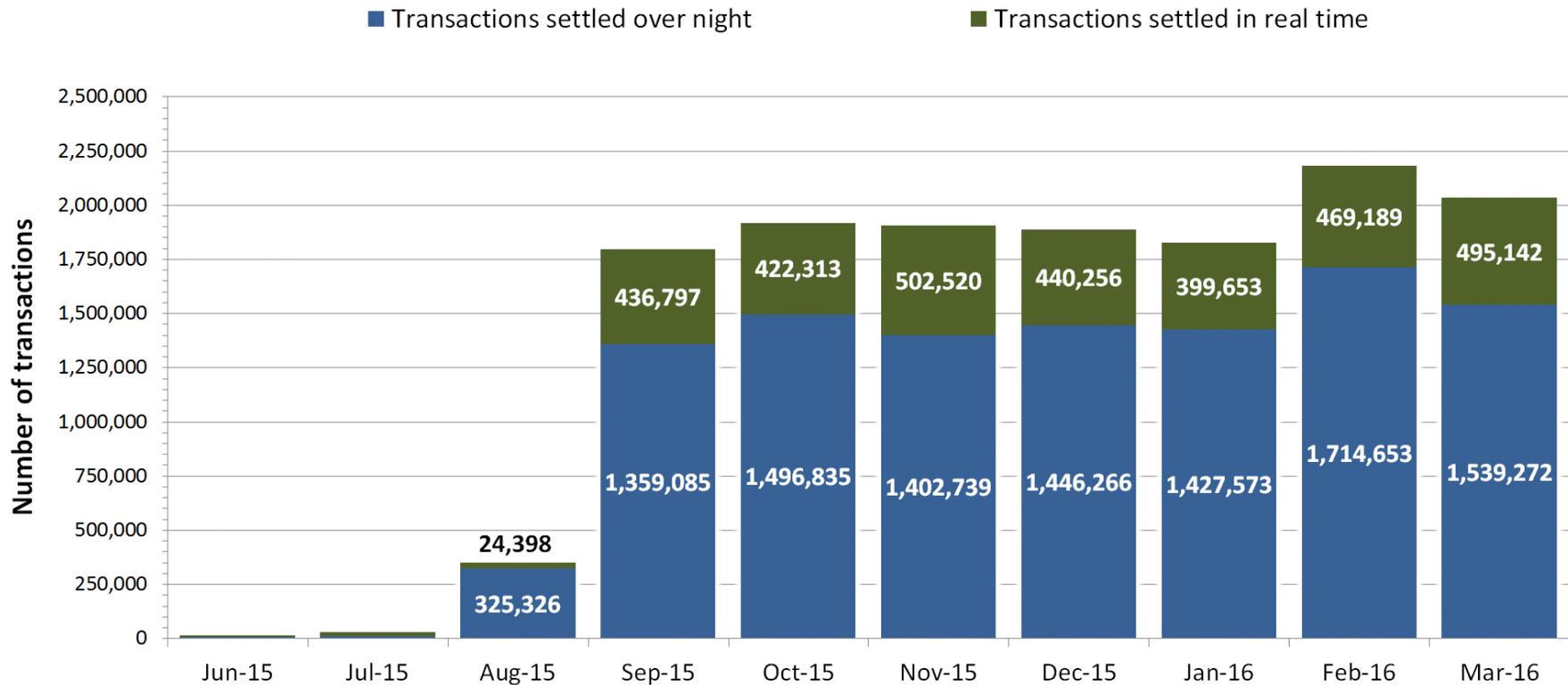


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# Facts & figures

## Average daily number of transactions settled per month



# New T2S migration plan

Approved by the ECB Governing Council on 18 March 2016

Wave 1 22 Jun–31 Aug 2015	Wave 2 29 Mar 2016	Wave 3 12 Sep 2016	Wave 4 6 Feb 2017	Final wave 18 Sep 2017
Bank of Greece Securities Settlement System (BOGS) Depozitarul Central (Romania) Malta Stock Exchange Monte Titoli (Italy) SIX SIS (Switzerland) 	Interbolsa (Portugal) National Bank of Belgium Securities Settlement Systems (NBB-SSS) 	Euroclear Belgium Euroclear France Euroclear Nederland VP Lux (Luxembourg) VP Securities (Denmark)	Centrálny depozitár cenných papierov SR (CDCP) (Slovakia) Clearstream Banking (Germany) KDD - Centralna klirinško depotna družba (Slovenia) KELER (Hungary) LuxCSD (Luxembourg) Oesterreichische Kontrollbank (Austria)	Baltic CSDs (Estonia, Latvia, Lithuania) Euroclear Finland Iberclear (Spain)

# Wave 2

successfully started operating on T2S as of 29 March 2016



7 CSDs connected today

16 more to join by 2017



# Wave 3

## getting ready for migration

- Community testing on-going since 22 February 2016.
- Three successfully executed migration rehearsals for the current composition of wave 3:
  - 29-30 January 2016;
  - 19-21 February 2016;
  - 11-13 March 2016.
- Last migration rehearsal in pre-production environment scheduled for 1-3 July 2016.
- Migration date: 12 September 2016.



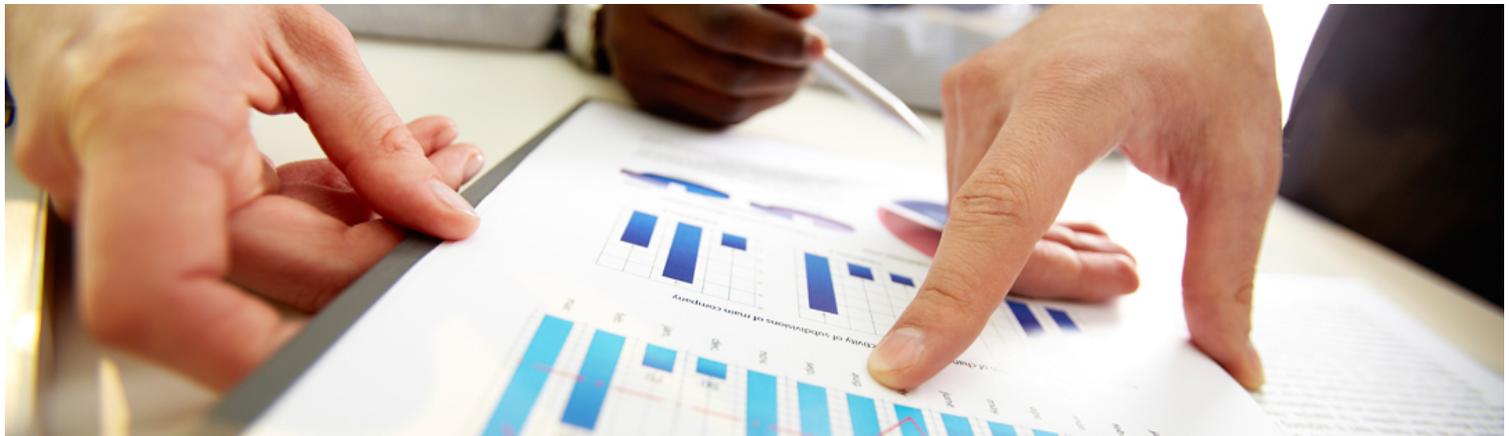
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# Best market practices for clients of CSDs participating in T2S

Useful practical information published on our website:

- [http://www.ecb.europa.eu/paym/t2s/progress/pdf/subadapt/report/client\\_of\\_the\\_csd\\_participant\\_t2s\\_market\\_practice\\_final.pdf](http://www.ecb.europa.eu/paym/t2s/progress/pdf/subadapt/report/client_of_the_csd_participant_t2s_market_practice_final.pdf)
- [http://www.ecb.europa.eu/paym/t2s/progress/pdf/subadapt/report/item\\_4\\_client\\_of\\_the\\_csd\\_participant\\_best\\_practice.pdf](http://www.ecb.europa.eu/paym/t2s/progress/pdf/subadapt/report/item_4_client_of_the_csd_participant_best_practice.pdf)





# Thank you for the attention!

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