

NBB-SSS ISO 20022

David De Vleeschouwer | NBB-SSS 21st Info Session

12 June 2020

Agenda

- ◆ Discussion on UC timing re-opened
- ◆ Translation costs
- ◆ Readiness monitoring
- ◆ Discussion at Eurosystem level & New timing SWIFT
- ◆ Contacts and Documentation

NBB-SSS reopened the exchange of views on timing

- ◆ Challenging the grace period of two years:
 - ◇ Many other projects
 - ◇ Timing migration set by NBB-SSS is earlier than other MIs
 - ◇ Aligned with timing TARGET2 but payments and securities may be different back-offices at Participants, with different dynamics and budgets
 - ◇ NBB-SSS cannot move while leaving Participants behind

NBB-SSS translation costs

- ◆ RAMSES translates MT into MX and MX into MT when addressing T2S which is “ISO20022 only”
- ◆ Translation costs until individual migration
 - ◇ Info session Q4/2018: kick-off for migration
 - 01/11/2020: translation service 5 ct
 - 01/11/2021: translation service 10 ct
- ◆ The costs for maintaining MT messaging in parallel with MX messaging for a longer period of time may impact the charges for translation.

Readiness Monitoring

- ◆ NBB-SSS is monitoring client readiness for ISO20022 migration:
 - ◇ First reports by 1/2/2020, deadline was extended towards 29/2/2020
 - 65% answers received
 - 15% of ICP volume planned to migrate by 11/2021
 - Majority is analyzing the business impact, testing is yet to be confirmed
 - ◇ awareness is critical for Participants, some Participants are starting to prepare, extending deadlines bears the risk of losing momentum
 - ◇ Corona context: more focus on “running” the business than “changing” the business:
 - At European level project timings are under consultation: T2/T2S, ECMS, SRD, ISO20022

Discussion at Eurosystem level & New timing SWIFT

- ◆ Eurosystem's Advisory Group on Market Infrastructures for Securities and Collateral (AMI-SeCo)
 - ◇ Agreement for moving European financial markets to ISO20022 messaging for Collateral Management, Corporate Actions and Billing. Securities settlement on T2S is already in ISO20022
 - ◇ Roadmap for adopting ISO20022
 - Collateral Management: by 11/2022
 - Corporate Actions and Billing:
 - Wave 1 = CSDs/NCBs must offer ISO20022 to Custodians by 11/2022
 - Wave 2 = Custodians must offer ISO20022 to Clients by 11/2025
 - ◇ The AMI-SeCo recommends to SWIFT:
 - end the maintenance/equivalency period for ISO15022 and ISO20022 standards by 11/2025
 - end their co-existence at the latest by 11/2028

UC outcome migration ISO 20022

- ◆ Keep the target date of 11/2021
- ◆ Extend the grace period from 11/2023 towards 11/2025
- ◆ Maintain the translation costs as set in the NBB-SSS T&C,
- ◆ Acknowledge that the costs for maintaining MT messaging in parallel with MX messaging for a longer period of time may impact the charges for translation.

Documentation

- ◆ NBB-SSS website ISO 20022 Project
 - ◇ General documentation
 - ◇ Presentations
 - ◇ Dedicated Sharepoint for participants
- ◆ NBB-SSS Info session on mandatory ISO 20022 migration
 - ◇ 18th info session Mandatory Migration ISO 20022 to T2S (11/12/2018)
 - ◇ 19th info session NBB-SSS ISO 20022 (09/04/2019)
 - ◇ 20th info session NBB-SSS ISO 20022 (12/11/2019)

NBB-SSS Contacts

- ◆ Central mailbox
 - ◇ sss@nbb.be
- ◆ Coordination Project: Koen Geenen
 - ◇ Koen.geenen@nbb.be or +32 (0) 2 221 37 64
- ◆ Operational aspects: David De Vleeschouwer
 - ◇ Procedures, migration, message syntax
 - ◇ David.devleeschouwer@nbb.be or +32 (0) 2 221 41 18
- ◆ Technical aspects and Test Team: Pascal Mareschal
 - ◇ MyStandards, CUG, ...
 - ◇ Message syntax
 - ◇ Testing and certification
 - ◇ Uatt2s.Sss@nbb.be or +32 (0) 2 221 37 27

Questions?

