Money Market Statistical Reporting – Quick update

MMCG meeting
Frankfurt
09 September 2015
## Status

### On track!

<table>
<thead>
<tr>
<th>Step</th>
<th>Date</th>
<th>Activity</th>
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<tr>
<td>Adoption of Money Market Statistical Reporting (MMSR) Regulation and publication on the Official Journal</td>
<td>26 Nov. 2014; 1 January 2015</td>
<td>Governing Council approval and published in Official Journal&lt;br&gt;Regulation formally entered into force</td>
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<td>Interaction with banking industry on the Reporting Instructions</td>
<td>December 2014 – March 2015</td>
<td>Draft reporting instructions shared with banking industry and SWIFT as standard setter. Several meetings took place to get feedback on (i) how to increase clarity of Reporting Instructions; (ii) feasibility of different provisions; (iii) possible alternatives to achieve same purposes at lower cost, (iv) use market standards</td>
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<td>Notification of initial 53 reporting agents and freezing of Reporting Instructions</td>
<td>End of March 2015/ April 2015</td>
<td>Reporting Instructions to be frozen and distributed to reporting agents selected by the Governing Council on basis of end of 2014 balance sheet data</td>
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<td>Further interaction with banking industry and Reporting Agents on reporting instructions and feedback loop</td>
<td>April 2015 to July 2015</td>
<td>Getting “fatal flaw” comments and dummy data extractions from banks to finalise Reporting Instructions.&lt;br&gt;Discuss feedback loop i.e. data to be returned to reporting agents</td>
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<td>Development phase</td>
<td>April 2015 to March 2016</td>
<td>During the development phase, Eurosystem will stand ready to answer pertinent queries and questions. A list of frequently asked questions and answers will be made available</td>
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**Status in March**

**Status in June**

**Status in September**
The ISO format for reporting is becoming an international standard

- The ISO standard for reporting messages is following its validation procedure:
  - The Business Justification was jointly submitted to ISO by the ECB’s, the Deutsche Bundesbank, the Banco de España and the Banque de France
  - It was approved end July by the Registration Management Group of the ISO
  - We are reaching out other central banks in order to promote further the usage of ISO standards for reporting messages
  - ISO standards are key as they are used to translate the reporting instructions into XML files that will be read by ECB and NCBs

=> In this context, the upcoming mockup test is key
The third mock-up test, condition for a smooth MMSR implementation

• The following points are critical:

  • In the third mock-up exercise, the message structure (XML schemas) will be tested;

  • MMSR reporting instructions to be followed strictly: for example on secured trades almost 90 automatic quality checks are performed!

  • Quality checks mainly are yes/no rules: failure to pass one of these checks means rejection of the record and correction from Reporting Agent

  ⇒ Reporting Agents’ participation to these tests is crucial and is in their interest to limit implementation issues in production next year

  ⇒ The third mock-up test should take place in October or November