

# Triparty Collateral Management Adaptation Plan

## Euroclear France

Activity	Triparty Collateral Management
Plan submitted by	Euroclear France
NSG	France
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### Background

The Adaptation Plan provides information on the changes which will be implemented to meet the AMI-SeCo Standards for Triparty Collateral Management which form part of the Single Collateral Management Rulebook for Europe (SCoRE). Full details of the Triparty Collateral Management Standards can be found on the [ECB website](#).

The document is structured as follows: Section 1 (Cover Letter) provides a high-level summary of the changes in order to implement the AMI-SeCo Standards. Section 2 (Adaptation Plan Table) then provides a more detailed overview per Standard covering a feasibility assessment and the implementation milestones.

### 1 Cover Letter

We welcome and support AMI-SeCo's objective to harmonise the way market participants are running their collateral management activities across the Europe market, as well as all actions taken by AMI-SeCo to enact and monitor the newly defined standards for post-trade processes related to collateral management. Differences between domestic and cross-border collateral management processes are currently a major impediment to the collateral mobility and velocity across Europe, and a driver of significant costs for market participants.

As highlighted in the joint letter from the AFTI (Association Française des Professionnels des Titres) and the ACI (Association Cambiste Internationale) to the CMH-TF in November 2017, the Floating Collateral Management service, developed at the request of French counterparties, is essential to French market players who crucially rely on the proven benefits of this service. It is by far the main collateral management service used in France to access central bank liquidity.

We assume access to central bank liquidity through the Floating Collateral Management service will remain possible, provided adaptations are made for it to comply with the flows envisaged by ECMS for bilateral collateral management. On that basis, Euroclear France is prioritising all the necessary adaptations to secure the continuity of the Floating Collateral Management service. This includes the exchange of reference data through straight-through processing, a standard also required for compliance with the AMI-SeCo standards for Triparty Collateral Management. This approach answers the desire of its members to continue to access central bank liquidity through its Floating Collateral Management service. Euroclear France would like to point out that additional adaptations could be required to comply with the cut-off time of ECMS, which has not yet been set.

Once the adaptations to the Floating Collateral Management service are launched, we will proceed with the implementation of the Single Triparty Collateral Management model. The Single Triparty Collateral Management Model will be available across all triparty exposures, including to access ECMS. In the meantime, we will continue to work on the compliance with the AMI-SeCo standards for Triparty Collateral Management, starting with the definition by SWIFT of the new ISO 20022 standards for the Triparty Collateral Management messages. A full compliance with these new standards will however only be achieved after the timeframe envisaged by the AMI-SeCo.

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For specific terminology please refer to the [ECB glossary](#) (available in English only).

## 2 Adaptation Plan Table

AMI-SeCo Standard			Feasibility Assessment			Implementation Milestones			
No.	Name of Standard	Standard	Adaptation Required?	Description of Changes Required	Legal Barrier Identified?	User Communication	Internal Adaptation	Start of User Testing	Implemented by Nov. 2022?
<b>STANDARD 1</b>	<b>Implementation of ISO 20022 messages for triparty collateral management</b>	<i>TPAs shall support the usage of ISO 20022 messages for triparty collateral management activities covered by the Standards.</i>	Adaptation Required	See below.	No	Euroclear France will provide implementation milestones for the implementation of ISO20022 messaging standards once it starts implementing the Single Triparty model, after it has secured the compliance of the Floating Collateral Management service (see cover letter).			No
<b>Additional Information</b>	<b>Message Name</b>	<b>Message Identifier</b>							
	Triparty Collateral Transaction Instruction	colr.019	Adaptation Required	Euroclear France doesn't support ISO20022 Triparty Collateral Management messages.	No	Euroclear France will provide implementation milestones for the implementation of ISO20022 messaging standards once it starts implementing the Single Triparty model, after it has secured the compliance of the Floating Collateral Management service (see cover letter).			No
	Triparty Collateral Status and Processing Advice	colr.020	Adaptation Required	Euroclear France doesn't support ISO20022 Triparty Collateral Management messages.	No				
	Triparty Collateral Allegement Notification	colr.021	Adaptation Required	Euroclear France doesn't support ISO20022 Triparty Collateral Management messages.	No				
	Triparty Collateral Collateral and Exposure Report	colr.022	Adaptation Required	Euroclear France doesn't support ISO20022 Triparty Collateral Management messages.	No				
	Triparty Collateral Unilateral Removal Request	colr.023	Adaptation Required	Euroclear France doesn't support ISO20022 Triparty Collateral Management messages.	No				
	Collateral Management Cancellation Request	colr.005	Adaptation Required	Euroclear France doesn't support ISO20022 Triparty Collateral Management messages.	No				
	Collateral Management Cancellation Status	semt.020	Adaptation Required	Euroclear France doesn't support ISO20022 Triparty Collateral Management messages.	No				
	Receipt Acknowledgment	admi.007	Adaptation Required	Euroclear France doesn't support ISO20022 Triparty Collateral Management messages.	No				
	Approval of Debit	camt.036	Adaptation Required	Euroclear France doesn't support the use of ISO20022 to approve a debit request	No	Euroclear France will provide implementation milestones for the implementation of ISO20022 messaging standards once it starts implementing the Single Triparty model, after it has secured the compliance of the Floating Collateral Management service (see cover letter).			No
	Eligible Securities Creation Request	reda.025	Adaptation Required	Euroclear France doesn't support ISO20022 messages for the exchange of eligibility and valuation data.	No	Confirmed	Confirmed	Confirmed	Confirmed
	Eligible Securities Deletion Request	reda.TBD							
	Collateral Value Creation Request	reda.024							
	Close Link Creation Request	reda.027							
	Close Link Deletion Request	reda.TBD							
	Collateral Data Status Advice	reda.028							

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No.	Name of Standard	Standard	Adaptation Required?	Description of Changes Required	Legal Barrier Identified?	User Communication	Internal Adaptation	Start of User Testing	Implemented by Nov. 2022?
STANDARD 2	Initiation of a triparty transaction	TPAs shall offer harmonised business processes and workflows for the initiation of a triparty collateral management transaction.	Implemented		No				
STANDARD 3	Increase of a triparty transaction	TPAs shall support harmonised business processes and workflows for the increase of a triparty collateral management transaction.	Implemented		No				
STANDARD 4	Decrease of a triparty transaction	TPAs shall support harmonised business processes and workflows for the decrease of a triparty collateral management transaction.	Implemented		No				
STANDARD 5	Revaluation of a triparty transaction	TPAs shall support harmonised business processes and workflows when revaluing a triparty collateral management transaction.	Implemented		No				
STANDARD 6	Cancellation of a triparty instruction	TPAs shall support harmonised business processes and workflows for the cancellation of a triparty collateral management instruction.	Implemented		No				
STANDARD 7	Unilateral removal process	TPAs shall support harmonised business processes and workflows for the unilateral removal of a specific asset in triparty collateral management.	Implemented		No				
STANDARD 8	Reporting on flows	TPAs shall support harmonised business processes and workflows for the reporting on flows in order to provide real time information on securities collateralising triparty collateral transactions.	Adaptation Required	Euroclear France provides reporting on flow through the use of settlement messaging, not through the use of dedicated collateral flow reporting.	No	Euroclear France will provide implementation milestones for the implementation of this standard once it starts implementing the Single Triparty model, after it has secured the compliance of the Floating Collateral Management service (see cover letter).			No
STANDARD 9	Reporting on stocks	TPAs shall support harmonised business processes and workflows for reporting on stocks in triparty collateral management.	Implemented		No				
STANDARD 10	Closure of a triparty transaction	TPAs shall support harmonised business processes and workflows	Implemented		No				

AMI-SeCo Standard			Feasibility Assessment			Implementation Milestones			
No.	Name of Standard	Standard	Adaptation Required?	Description of Changes Required	Legal Barrier Identified?	User Communication	Internal Adaptation	Start of User Testing	Implemented by Nov. 2022?
		<i>when closing a triparty collateral management transaction.</i>							
<b>STANDARD 11</b>	<b>Handling of corporate actions</b>	<i>TPAs shall support harmonised business processes and workflows when handling corporate actions on securities allocated to a triparty collateral management transaction.</i>	Adaptation Required	Euroclear France does not allow the Collateral Taker to approve the debit of proceeds.	No	Euroclear France will provide implementation milestones for the implementation of this standard once it starts implementing the Single Triparty model, after it has secured the compliance of the Floating Collateral Management service (see cover letter).			No
<b>STANDARD 12</b>	<b>Partial settlement</b>	<i>TPAs shall support harmonised business processes and workflows for the partial settlement of a triparty collateral management instruction.</i>	Implemented		No				
<b>STANDARD 13</b>	<b>Reference data</b>	<i>TPAs shall facilitate the communication of reference data by collateral givers and collateral takers using harmonised messaging.</i>	Adaptation Required	Euroclear France supports the provision of reference data by participants, but does not support the harmonised messaging identified for this purpose by the CMH-TF.	No	Confirmed	Confirmed	Confirmed	Confirmed
<b>STANDARD 14</b>	<b>Usage of baskets</b>	<i>TPAs shall support the usage of customised collateral baskets by collateral givers and collateral takers.</i>	Implemented		No				
<b>STANDARD 15</b>	<b>Future dated processing</b>	<i>TPAs shall support the handling of future-dated requests submitted by collateral givers and collateral takers for triparty transactions settling in commercial bank money.</i>	Implemented		No				
<b>STANDARD 16</b>	<b>Operating hours</b>	<i>TPAs shall provide access to triparty services on those days on which the RTGS is open. Allocations to triparty transactions involving central banks as collateral taker shall be possible according to a harmonised operating schedule on those days.</i>	Implemented						
<b>STANDARD 17</b>	<b>Cut-off times</b>	<i>TPAs shall offer harmonised cut-off times for triparty services involving central banks as collateral taker.</i>	Not Applicable	The ECMS cut-off times have not yet been set					