T2/T2S Consolidation
Debriefing on the 1st meeting of the ad-hoc Workshop on messages on 14 February 2017

Task Force on Future RTGS Services
3rd meeting on 22-23 February 2017
Debriefing on the ad-hoc Workshop on messages

General Approach

- The main objective is the migration to ISO 20022 messages for the future consolidated services
  - Full migration of current TARGET2 MT message portfolio to ISO 20022/MX messages for the RTGS services
  - Harmonisation of current TARGET2 MX messages with ISO 20022 compliant T2S message portfolio as far as applicable
- Network-vendor agnostic
- Usage Guidelines of the HVPS+ Task Force (still under discussion) to be taken into account
- Minimize the communication costs by avoiding unnecessary messages
ISO20022/MX messages migration

• Today’s MT messages will be completely migrated to ISO20022

• Message portfolio and message flows, e.g
  – Payment business pacs.008, pacs.009, pacs.010
  – Status and return messages camt.054, pacs.002 and pacs.004

• Becoming network-agnostic means for ISO 20022 migration: change from Y copy to V shape
Debriefing on the ad-hoc Workshop on messages

General guidance agreed

• Message flow for RTGS services
  – open point: investigation, claim charges and cancellation of payment: to be offered?

• Usage of the BAH for routing and special purposes

• TARGET2 directory is considered an essential tool
  – open point: market consultation whether National Sorting Codes are still needed

• The possibility to bundle single messages in files is welcome

• End-to-end signature not envisaged, i.e. messages for participants will be signed by the platform (end-to-end aspects to be covered by legal agreement)
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Migration strategy

• Migration in a big-bang approach

• No co-existence; i.e.
  – no restriction in the usage of the ISO20022 fields
  – to simplify the switch over, the community might agree to reduce the field length or character set for some fields to allow easier conversion

• No step-by-step approach
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Topics for the next meeting

- Flows for amendments and liquidity transfers
- Flows for direct debits rejected by the debited party
- Flows for Ancillary Systems
- Flows for credit line management and other central bank operations
- Handling of oversized messages, timeouts, etc.
- Addressing of messages
- Time stamp in positive confirmation messages required? (would require ISO CR)
Debriefing on the ad-hoc Workshop on messages

Meeting Schedule of the Task Force and of the ad-hoc Workshops on messages

Task Force (TF)
- 7 Dec
- 25/26 Jan
- 22/23 Feb
- 27 Mar
- 24 Apr
- 23 May
- 19 July

14 Feb WS on messages
16 Mar WS on messages

Finalisation of URD 0.8
8 May – 2 July

Market consultation on basis of URD 0.8