Collateral Management Harmonisation

Monitoring Framework

Update

CMH-TF
Frankfurt, 08 November 2018
Scope of CMH-TF – Monitoring Framework

What is covered?
Monitoring will be conducted against a series of standards designed to support the implementation of agreed proposals.

Who is covered?
Financial market infrastructures (FMIs) and their users including central banks.

What markets?
- Markets who migrated to T2S/intend to migrate to T2S
- Other markets?

By when?
By Nov. 2022 for activities related to interaction with the Eurosystem (ECMS). For others: earlier/later?
The CMH monitoring framework could consist of three key phases

- **Definition**
  - Defining the standards

- **Planning**
  - Setting up arrangement to monitor progress
  - Per activity?

- **Implementation**
  - Evaluate progress of implementation

Possible questions: Streamline to a 2-step process?
To measure progress and flag delays in each of the phases: A “traffic light” approach similar to T2S harmonisation could be adopted.

Possible questions:
- Monitoring “traffic light” approach should be organised according to markets via NSGs (e.g. surveys sent to NSGs)
- Should stakeholders that are active in different markets assign a main/lead contributor (and their contributions/information could be made available to other NSGs)? Is it possible to apply the “traffic light” approach similar to T2S harmonisation?

Next steps:
- Written procedure