

Triparty Collateral Management Adaptation Plan

Euroclear Bank

Activity	Triparty Collateral Management
Plan submitted by	Euroclear Bank
NSG	Belgium
Date	January 2020

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 first step towards a full compliance with the AMI-SeCo standards for Triparty Collateral Management, Euroclear Bank will enable, by November 2022, the exchange of reference data through straight-through processing. In parallel, we are working with SWIFT on the definition of the new ISO 20022 standards for the Triparty Collateral Management messages.

It is Euroclear Bank's intention to offer Triparty Collateral Management services under the Single Triparty Collateral Management model once it has migrated to

T2S for Central Bank Money settlement in EUR. The Single Triparty Collateral Management Model will then be available across all triparty exposures, including to access ECMS.

Such full compliance with the new standards will however only be achieved after the timeframe envisaged by the AMI-SeCo. Implementation milestones for the Single Triparty Collateral Management model will be communicated once Euroclear Bank has migrated to T2S for Central Bank Money settlement in EUR.

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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?
STANDARD 1	Implementation of ISO 20022 messages for triparty collateral management	<i>TPAs shall support the usage of ISO 20022 messages for triparty collateral management activities covered by the Standards.</i>	Yes	Euroclear Bank doesn't support ISO20022 Triparty Collateral Management messages.	No	Euroclear Bank will provide implementation milestones for ISO20022 messaging standards after it has migrated to T2S for Central Bank Money settlement in EUR (see cover letter).			No
Additional Information	Message Name	Message Identifier							
	Triparty Collateral Transaction Instruction	colr.019							
	Triparty Collateral Status and Processing Advice	colr.020							
	Triparty Collateral Allegement Notification	colr.021							
	Triparty Collateral Collateral and Exposure Report	colr.022	Yes	Euroclear Bank doesn't support ISO20022 Triparty Collateral Management messages.	No	Euroclear Bank will provide implementation milestones for ISO20022 messaging standards after it has migrated to T2S for Central Bank Money settlement in EUR (see cover letter).			No
	Triparty Collateral Unilateral Removal Request	colr.023							
	Collateral Management Cancellation Request	colr.005							
	Collateral Management Cancellation Status	semt.020							
	Receipt Acknowledgment	admi.007							
	Approval of Debit	camt.036	N/A						
	Eligible Securities Creation Request	reda.025							
	Eligible Securities Deletion Request	reda.TBD							
	Collateral Value Creation Request	reda.024	Yes	Euroclear Bank doesn't support ISO20022 messages for the exchange of eligibility and valuation data.	No	Confirmed	Confirmed	Confirmed	Confirmed
	Close Link Creation Request	reda.027							
Close Link Deletion Request	reda.TBD								
Collateral Data Status Advice	reda.028								
STANDARD 2	Initiation of a triparty transaction	<i>TPAs shall offer harmonised business processes and workflows for the initiation of a triparty collateral</i>	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>management transaction.</i>							
STANDARD 3	Increase of a triparty transaction	<i>TPAs shall support harmonised business processes and workflows for the increase of a triparty collateral management transaction.</i>	Implemented		No				
STANDARD 4	Decrease of a triparty transaction	<i>TPAs shall support harmonised business processes and workflows for the decrease of a triparty collateral management transaction.</i>	Implemented		No				
STANDARD 5	Revaluation of a triparty transaction	<i>TPAs shall support harmonised business processes and workflows when revaluing a triparty collateral management transaction.</i>	Implemented		No				
STANDARD 6	Cancellation of a triparty instruction	<i>TPAs shall support harmonised business processes and workflows for the cancellation of a triparty collateral management instruction.</i>	Implemented		No				
STANDARD 7	Unilateral removal process	<i>TPAs shall support harmonised business processes and workflows for the unilateral removal of a specific asset in triparty collateral management.</i>	Implemented		No				
STANDARD 8	Reporting on flows	<i>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.</i>	Yes		No	Euroclear Bank will provide implementation milestones for this standard after it has migrated to T2S for Central Bank Money settlement in EUR (see cover letter).			No
STANDARD 9	Reporting on stocks	<i>TPAs shall support harmonised business processes and workflows for reporting on stocks in triparty collateral management.</i>	Implemented		No				
STANDARD 10	Closure of a triparty transaction	<i>TPAs shall support harmonised business processes and workflows when closing a triparty collateral management transaction.</i>	Implemented		No				

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STANDARD 11	Handling of corporate actions	TPAs shall support harmonised business processes and workflows when handling corporate actions on securities allocated to a triparty collateral management transaction.	Implemented		No				
STANDARD 12	Partial settlement	TPAs shall support harmonised business processes and workflows for the partial settlement of a triparty collateral management instruction.	Implemented		No				
STANDARD 13	Reference data	TPAs shall facilitate the communication of reference data by collateral givers and collateral takers using harmonised messaging.	Yes	Euroclear Bank supports the provision of reference data by participants, but does not support the harmonised messaging identified for this purpose by the CMHTF.	No	Confirmed	Confirmed	Confirmed	Confirmed
STANDARD 14	Usage of baskets	TPAs shall support the usage of customised collateral baskets by collateral givers and collateral takers.	Implemented		No				
STANDARD 15	Future dated processing	TPAs shall support the handling of future-dated requests submitted by collateral givers and collateral takers for triparty transactions settling in commercial bank money.	Implemented		No				
STANDARD 16	Operating hours	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.	N/A						
STANDARD 17	Cut-off times	TPAs shall offer harmonised cut-off times for triparty services involving central banks as collateral taker.	N/A						