

General Information (Origin of Request)		
<input type="checkbox"/> User Requirements (URD) <input checked="" type="checkbox"/> Other User Functional or Technical Documentation (SYS)		
Request raised by: Clearstream	Institute: CSD	Date raised: 16/11/2015
Request title: T2S should allow system-wide SME and Security CSD link search via T2S GUI		Request ref. no: T2S 0568 SYS
Request type: Common	Urgency: Normal	
1. Legal/business importance parameter¹: High	2. Market implementation efforts parameter²: Low	
3. Operational/Technical risk parameter³: Low	4. Financial impact parameter⁴: Medium	
Requestor Category: CSD	Status: Proposed for a release	

Reason for change and expected benefits/business motivation:

When creating a new security in T2S, it is not possible to already define in this step whether the party creating the security will act as SME for this security. This can only be done in a subsequent step, when setting up Security CSD Links. As a consequence, the SME information is not stored with the security, but with the security CSD link.

Due to this setup, it is currently not possible to query for a given security which CSD is acting as SME. Namely, while the Securities Reference Data Query is open for all securities, the Security CSD Link Query is limited to the Security CSD Links within the own system entity.

This implies that whenever SME information is needed, the T2S Operator needs to be involved. Such need might occur, e.g. when

- Another party has found an error in the securities static data, and would like to trigger the SME to correct it.
- A party different to the Issuer CSD has already defined itself as SME, and with the subsequent migration of the Issuer CSD to T2S, the SME role needs to be switched over to the Issuer CSD.
- An upcoming corporate action requires an adjustment of securities static data, and the update needs to be aligned between different Actors.

A similar problem exists for Security CSD links. Currently, when an SME tries to delete a security, and the request is rejected due to Security CSD Links still being active on the security, then the SME cannot query which Security CSD Links block the deletion but must contact the T2S Operator.

To avoid the need to involve the T2S Operator in all those cases, it should be possible to query the SME for a given security via the T2S GUI, as well as the Security CSD Links.

Description of requested change:

The T2S GUI screen "Security CSD Links – Search/List" must be updated to enable system-wide queries for SME as well as for Security CSD links per ISIN.

- A new flag must be introduced on the screen: "System-wide search" with values YES/NO (Default: NO).
- When the flag "System-wide search" is set to YES, then it is mandatory to enter an ISIN. A related validation rule must be implemented.

When a T2S Actor does not select the "System-wide search" flag, the search will be performed with the current data scope, i.e. the data scope to be searched comprises all Security CSD Links within the same system entity.

When a T2S Actor sets the "System-wide search" flag to YES, then the search will be performed for all Security CSD

¹ Legal / business importance parameter was set to HIGH, as the change request addresses an operational issue that might occur when an ISIN is used by many T2S CSDs, especially if the ISIN was issued outside of T2S.

² Market implementation effort parameter was set to LOW, as the change affects T2S GUI only.

³ Operational risk parameter was set to LOW, as the change does not have operational impact on the T2S Actors, as the new functionality is optional.

⁴ Financial impact parameter was set to Medium according to the following scale: Low < 100kEUR < Medium < 500kEUR < High)

Links within T2S, i.e. the limitation on the Security CSD Links within the same system entity does not apply.⁵

Submitted annexes / related documents

None

Proposed wording for the Change request:

High level description of Impact:

Outcome/Decisions:

*CRG teleconference of 23 November 2015: The CRG decided to put the Change Request on hold and re-discuss it in the CRG meeting of 15 December 2015.

*CRG meeting of 15 December 2015: The CRG decided to put the Change Request on hold and identified as potential candidate for Release 1.3.

* CRG meeting of 8-9 February 2016: The CRG decided to put the Change Request on hold for T2S Release 2.0 potentially.

* CRG meeting on 6 September 2016: The CRG recommended to launch the preliminary assessment on the Change Request from 26 September 2016 to 17 October 2016 (batch 1).

* OMG on 05 October 2016: During a written procedure from 14 September 2016 to 06 October 2016, the Operations Managers Group did not identify any blocking operational impact of the Change Request.

* CRG meeting on 26 October 2016: The CRG took note of the T2S functionalities/modules impacted by the Change Request following the 4CB preliminary assessment.

* CRG on 07 July 2021: the CRG agreed to recommend CR-568 for recommendation by the T2S Steering Level.

*PMG on 08 July 2021: the PMG agreed to launch the detailed assessment of CR-568 in view of R6.0, subject to the T2S Steering Level authorisation

* AMI-SeCo on 15 July 2021: the AMI-SeCo agreed with the CRG recommendation of CR-568 for T2S Steering Level authorisation

*CSG on 15 July 2021: the CSG agreed to authorise CR-568

*NECSG on 15 July 2021: the NECSG agreed to authorise CR-568

*MIB on 11 August 2021: the MIB agreed to authorise CR-568

Preliminary assessment:

- Impacted functionality/module: U2A, SD
- No further functional, technical and risk related issues have been identified beyond the elements already described in the Change Request.

⁵ The proposed solution allows to query SME data and more general Security CSD Links outside of the current data scope, however with the limitation that the ISIN must be provided. A more straightforward approach would be to apply Security CSD link queries generally on all Security CSD links in T2S.