

ECB-RESTRICTED MOC WGME 2015 130-1

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Money Market Statistical Reporting – Quick update

MMCG meeting Frankfurt 09 September 2015

Status

On track!

Step	Date	Activity
Adoption of Money Market Statistical Reporting (MMSR) Regulation and publication	26 Nov. 2014	Governing Council approval and published in Official Journal
on the Official Journal	1 January 2015	Regulation formally entered into force
Interaction with banking industry on the Reporting Instructions	December 2014 – March 2015	Draft reporting instructions shared with banking industry and SWIFT as standard setter. Several meetings took place to get feedback on (i) how to increase clarity of Reporting Instructions; (ii) feasibility of different provisions; (iii) possible alternatives to achieve same purposes at lower cost, (iv) use market standards.
Notification of initial 53 reporting agents and freezing of Reporting Instructions	End of March 2015/April 2015	Reporting Instructions to be frozen and distributed to reporting agents selected by the Governing Council on basis of end of 2014 balance sheet data
Further interaction with banking industry and Reporting Agents	April 2015 to July 2015	Getting "fatal flaw" comments and dummy data extractions from banks to finalise Reporting Instructions.
on reporting instructions and feedback loop		Discuss feedback loop i.e. data to be returned to reporting agents
Development phase	April 2015 to March 2016	During the development phase, Eurosystem will stand ready to answer pertinent queries and questions. A list of frequently asked questions and answers will be made available
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Current issues

The ISO format for reporting is becoming an international standard

- The ISO standard for reporting messages is following its validation procedure:
 - The Business Justification was jointly submitted to ISO by the ECB's, the Deutsche Bundesbank, the Banco de España and the Banque de France
 - It was approved end July by the Registration Management Group of the ISO
 - We are reaching out other central banks in order to promote further the usage of ISO standards for reporting messages
 - ISO standards are key as they are used to translate the reporting instructions into XML files that will be read by ECB and NCBs

=> In this context, the upcoming mockup test is key

Current issues

The third mock-up test, condition for a smooth MMSR implementation

- The following points are critical:
 - In the third mock-up exercise, the message structure (XML schemas) will be tested;
 - MMSR reporting instructions to be followed strictly: for example on secured trades almost 90 automatic quality checks are performed!
 - Quality checks mainly are yes/no rules: failure to pass one of these checks means rejection of the record and correction from Reporting Agent
 - ⇒ Reporting Agents' participation to these tests is crucial and is in their interest to limit implementation issues in production next year
 - ⇒ The third mock-up test should take place in October or November