t2s TARGET2-SECURITIES

General Information (Origin of Request)		
☐ User Requirements (URD) ☒ Other User Functional or Technical Documentation (SYS)		
Request raised by: VP Securities	**Institute:** CSD	**Date raised:** 31/07/2012
Request title: Elapsed time between end-of day reporting and the start of first night-time settlement sequence		**Request ref. no:** T2S 0360 SYS
Request type: Common		**Urgency:** Normal
1. Legal/business importance parameter: (C, H, M, L) H		**2. Market implementation efforts parameter:** (H, M, L) L
3. Operational/Technical risk parameter: (H, M, L)		**4. Financial impact parameter:** (H, M, L) (*to be filled in by 4CB*)
Requestor Category: CSD		**Status:** Rejected by Change Review Group

Reason for change and expected benefits/business motivation:

CSDs assumes that the Eurosystem guarantees a timely delivery of the EOD reporting from T2S in order to ensure the existence of sufficient buffer time between receiving the EOD report from T2S and the start of the night-time-settlement.

However the time gap between EOD-reporting is received in CDSs and settlement instruction for Corporate Actions has to be received in T2S is very limited and it will in many occasions not be feasible for a CSD with end-investor accounts to conduct C.A. calculation within due time to be able to send C.A. settlement instructions for T2S before C.A. sequence (sequence 1 in first night cycle).

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Description of requested change:

KPI for deliverance of end of day reporting should be defined allowing sufficient time for CSDs (including those operating in end-investor markets) to handle C.A. calculation and distribution of C.A. settlement instructions to T2S before start of sequence 1 in first night time cycle or C.A. sequence (at least 1 hour should be available). Alternatively sequence 1 in first night time cycle should not be allowed to start until at the earliest 1 hour after deliverance of end of day reporting instead of as soon as sequence 0 has ben finalised.

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Submitted annexes / related documents:

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Proposed wording for the SYS Change request:

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High level description of Impact:

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Outcome/Decisions:

CRG meeting of 1-2 October 2012: The Change Request is discarded.