

**Outcome of the Change Review Group (CRG) teleconference**  
26 September 2018

**1. CSDR-related: CR-685 and updates to CR-654**

**Outcome**

- CR-654: CRG members agreed to recommend in principle that the T2S Steering Level should confirm the authorisation of CR-654 (T2S Penalty mechanism) for ranking and allocation to a release. This recommendation in principle is subject to a CRG written procedure on any changes that the CSDR Task Force may introduce during its meeting on 1 October 2018.
- CR-685: CRG members agreed to recommend in principle, following a fast-track procedure (i.e. without prior preliminary assessment), that the T2S Steering Level should authorise CR-685 (Penalty mechanism for non-T2S settlement flows) for ranking and allocation to a release. This recommendation in principle is subject to a CRG written procedure on any changes that the CSDR Task Force may introduce during its meeting on 1 October 2018. The updated version of CR-685 should address the requirement expressed by a CRG member that the fact that a CSD has declared itself as “Security Maintaining Entity only” for an ISIN issued outside T2S should not prevent other CSDs from making this ISIN available for settlement in T2S.

**Follow-up actions**

- The CRG chairperson to present the CRG recommendation on the authorisation of the CRs to the CSG on 9-10 September 2018

**2. Detailed reassessments of CR-606, CR-609 and CR-614**

**Outcome**

- CRG members reviewed the re-assessed CR-606 (T2S should maintain and report information related to ‘Place of Trade’ and ‘Place of Clearing’ of a settlement instruction consistently across T2S messages) CR-609 (T2S must be able to report settlement status ‘Failing’ for settlement instructions for which settlement at the Intended Settlement Date (ISD) is no longer possible) and CR-614 (Matching status should be included in sese.024 status messages for unmatched instructions when a pending reason is reported) and agreed to recommend to the RMSG that CR-606, CR-609 and CR-614 should be included in the scope of T2S R3.2.

**Follow-up actions**

- The ECB team to inform the RMSG of the CRG recommendation on the inclusion of the CRs in R3.2.
- The CRG chairperson to confirm to the CSG on 9-10 September 2018 that the CRG reviewed the updated CRs and agreed to the updates from a functional perspective.

### 3. CR-543

#### Outcome

- CRG members took note of the clarification provided by the 4CB that by default, the Central Banks would be responsible for setting the new parameters defined in CR-543 (Minimum amount for auto-collateralisation transactions) for auto-collateralisation and client collateralisation.

#### Follow-up actions

- ECB team to circulate an updated version of CR-543 following the closure of the CRG written procedure on CR-543 ending on 26 September 2018.

### 4. CR-686

#### Outcome

- CRG members agreed to remove from CR-686 (Enhanced reporting for market claims, transformations and cancellations) the requirements related to the extension of the list of cancellation reason codes available in T2S, and include them in a separate CR instead. While CR-686, considered to be a necessary complement to CR-520, would follow a fast-track procedure, the new CR would follow the standard T2S Change and Release Management processes.

#### Follow-up actions

- Clearstream to raise a new CR covering the requirements, originally included in CR-686, related to cancellation reason codes.
- ECB team to inform the Corporate Actions Sub-Group of amendments made to CR-686 and of the new CR to be raised by Clearstream.

### 5. Preliminary assessed CRs

#### Outcome

- CR-679: After reviewing its preliminary assessment, CRG members agreed to recommend that the T2S Steering level should authorise CR-679 (Implementation of thresholds in outbound liquidity transfer orders) for ranking and allocation to a T2S release, subject to a clarification within the CR that the threshold does not apply for monetary policy cash rebalancing.
- CR-681: CRG members took note that Euroclear, as initiator of CR-681 (T2S should allow updates of securities data with an issue date lower than current date) would consider whether updates to the CR were necessary following its preliminary assessment.

#### Follow-up actions

- The CRG chairperson to present the CRG recommendation on the updated CR-679 to the CSG on 9-10 September 2018
- Euroclear to provide an updated version of CR-681 if necessary.
- ECB team to seek a recommendation of the CRG on CR-681 via written procedure.

### 6. Closing remarks

#### Outcome

- CR-680: The ECB team informed that National Central Banks, in the ECMS Working Group, and confirmed that substantial obstacles to segregating ECMS-relevant accounts at Party Level had been identified. ECMS-WG members will detail these obstacles during an ongoing consultation of the ECMS-WG. The ECB team further informed that it would invite CRG members to launch the preliminary assessment of CR-680 (T2S should allow ECMS to receive flat file statement of holdings, transactions and pending instructions at the level of securities accounts) once the final feedback of the NCB members of the ECMS-WG is available.
- CRG meeting dates: The ECB team informed that the next CRG meeting would take place on Wednesday 28 November 2018 from 10:30 to 16:30 in Frankfurt (ECB Main Building). No CRG meeting will take place on the date previously considered (20 November 2018).