

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: CSG	Institute: CSD	Date raised: 10/05/2016
Request title: T2S should be enhanced to maintain and report types of financial instruments as described in the CSDR Level 2 Technical Standards		Request ref. no: T2S 0608 SYS
Request type: Common		Urgency: Fast-track
1. Legal/business importance parameter: Critical	2. Market implementation efforts parameter: Medium	
3. Operational/Technical risk parameter: High	4. Financial impact parameter:	
Requestor Category: CSD	Status: Withdrawn	

Reason for change / expected benefits / business case:

The CSG Task Force (TF) on the Central Securities Depository Regulation (CSDR) is responsible for identifying the necessary T2S changes stemming from the CSDR requirements.

During the discussions on the CSDR requirements, it has been identified that a CSD shall report categories of financial instruments as laid out in the CSDR Level 2. Please refer to ESMA technical standards (RTS) under CSDR, Annex II: Templates for submission of information for the review and evaluation (Article 22(11) of Regulation (EU) No 909/2014).

The types of financial instruments requested by the CSDR are not aligned with the CFI ISO Standard 10962:2015. Therefore, the working assumption is that a new attribute must be created for securities in the T2S static data in order to cope with the CSDR requirement. A data migration will also be required to enrich each ISIN in T2S with this information.

Description of Requested Change:

T2S should identify, store, maintain and report information related to new securities classification so that CSDs can comply with the CSDR requirements. The following financial instrument codes should be available as input/output values in Static Data in such a way they could be queried or reported when included in the new mandatory field "Financial Instrument Type": "SHRS", "SOVR", "DEBT", "SECU", "ETFS", "UCIT", "MMKT", "EMAL", "OTHR". The field should be modifiable.

T2S should implement the field in order to provide these message codes in the following messages:

- Security Creation Request (reda.006)
- Security Maintenance Request (reda.007)
- Security Activity Advice (reda.009)
- Security Query (reda.010)
- Security Report (reda.012)
- Securities Audit Trail Report (reda.034)

A new field to identify the "Financial Instrument Type" of a security should be added on the following T2S U2A screens. The field should be mandatory when creating and updating Securities data.

- Securities – Search/List Screen
- Security – Details Screen
- Security – New/Edit Screen

A new attribute domain should be defined by the T2S Operator and included in the general configuration data in order to list the possible values for the "Financial Instrument Type" field.

A new U2A/A2A business rule should be implemented in Static Data in order to check the compliance of values provided in input against this list of accepted values.

The Data Migration Tool should be updated in order to accept the new field.

A one-shot operational procedure should be agreed upon in order to fill in the new field for existing Securities data in all environments.

Submitted annexes / related documents:

Proposed wording for the Change request:

High level description of Impact:

Outcome/Decisions:

- * CRG meeting on 6/7 July 2016: The CRG decided to put the Change Request on hold.
- * CRG meeting of 26 October 2016: The CRG agreed to postpone the preliminary assessment on the Change Request.
- * CRG meeting of 07 June 2017: The CRG agreed to keep the Change Request on hold until further notification from CSDR TF.
- * Initiator on 29 April 2020: The initiator withdrew CR-608.