DG Market Infrastructure and Payments

ECB-RESTRICTED

30 August 2018

PMG Meeting

20 July 2018 (11:50-15:00)

FINAL OUTCOME

European Central Bank | Sonnemannstrasse 20 | 60314 Frankfurt am Main | Germany

1. APPROVAL OF THE AGENDA AND INTRODUCTORY REMARKS

The participants will be invited to agree on the present agenda.

The participants agreed to the proposed agenda.

2. OUTCOME OF THE PREVIOUS MEETING AND ACTION POINTS

The participants will be invited to approve the outcome of the previous meeting and to go through the list of Action Points.

Background documentation

- Outcome of the 6 June 2018 PMG meeting
- List of Action Points

The participants approved the outcome of the PMG meeting held on 06 June 2018 and agreed to publish it. The action point has a due date in September 2018; a status update is expected in the PMG meeting in August 2018.

3. T2S RELEASES AND MIGRATIONS PLANNING AND MONITORING

3.1 Status update

The Eurosystem will provide a high level status update on the T2S releases. The participants will be invited to discuss the issues/status/risks and to monitor the implementation of the various response plans.

Background documentation:

- RMSG information on release status
- T2S Release Management status overview - Annexes - Issues and risks
- Allocation of CR-606, CR-609 and CR-614

The participants were debriefed about the status of the various releases, risks and issues as well as the latest discussions that took place during the RMSG meeting directly preceding this meeting.

In particular, the participants were informed about the RMSG's request to the 4CB to initiate the detailed assessment for the CSDR related Change Requests – CR-606, CR-609 and CR-614 – with a view on allocating them to R.3.2. A Monte Titoli participant expressed concerns and a potential negative impact in his institution due to this allocation. Monte Titoli participant took note of the unanimous consensus on this approach and reserved the possibility to formally send his concerns.

3.2 Planning and reporting

This is part of the regular update of the Annexes to Schedule 2. The participants will be invited to endorse the updated Annexes 01, 02 and 03, in view of the yearly submission to the CSG. The participants will also be invited to endorse the annual update of the Annexes to Schedule 2 for their submission to the Steering level.

Background documentation:

- Annex 01, 02 and 03: T2S Summary Plan, T2S Release & Migration Calendar
- Annual update of the Schedule 2 Annexes

The participants endorsed the updated Annexes to Schedule 2 of the Framework Agreement and the Currency Participation Agreement and agreed to their submission to the T2S Steering Level.

3.3 User Testing and Migration activities

The Eurosystem will provide an update on the User Testing activities and the on-going migration activities.

Background documentation:

- Status update on User Testing and Migration activities

During the tour de table, all parties involved in coming migrations – DKK, ID2S and Central Bank of Ireland – confirmed that they were progressing without significant delays and that the risks were at an acceptable level. Hence, all were confident that their upcoming migration would be successful. All these migrations are timely joint but technically independent, therefore, having a limited risk of spill-over in case an issue occurs during the migration preparation or execution of one of the parties. Two additional reporting periods will be included for the migrating entities in August and in September 2018.

The participants also agreed that in view of the migration of business from VP Lux to VP Securities, the PMG should be in charge of coordinating and monitoring the take over activities. In doing so, the OMG should be very closely involved, similarly to what is done in case of a migration exercise.

3.4   Update of the T2S STP

The Eurosystem will provide a status update on the Service Transition Plans for various releases. As well as proposed scope extensions.

Background documentation:

- Service Transition Plan (STP) for release 2.1
- Service Transition Plan (STP) for release 2.2
- Service Transition Plan (STP) for release 2.3
- Service Transition Plan (STP) for release 3.0
- Service Transition Plan (STP) for release 3.2

The participants endorsed the STPs for R.2.1, R.2.2, R.2.3, R.3.0 and R.3.2 and agreed to share all these STPs with the T2S Steering Level for approval.

4. UPDATE ON OTHER GROUPS ACTIVITIES

4.1   Release Management Sub-Group - RMSG

The Eurosystem will provide an oral update on the RMSG activities. The feedback from Steering Level (i.e. CSG, MIB) regarding the Operational Governance Framework will be shared with participants of the meeting.

Background documentation:

- Update on the RMSG activities (oral report)

The participants took note of the on-going consultation regarding the lessons learned from the R.2.0. The group agreed that a single document should be submitted to the Steering Level, combining the outcome of the RMSG and OMG lessons learned reviews.

4.2 Change Review Group - CRG

The Eurosystem will provide an update on the CRG activities.

Background documentation:

- Update on the CRG activities (oral report)

The participants took note of the on-going CRG activities. A participant raised concerns about the CR-680 and its requirements and possible approaches. The CRG will discuss about these aspects and inform the PMG about the potential solutions.

4.3 Information Security Sub-Group – ISSG

The Eurosystem will provide an update on the ISSG activities.

Background documentation:

- Update on the ISSG activities

The participants took note of the on-going ISSG activities.

4.4 Operational Management Group – OMG

The Eurosystem will provide an update on the OMG activities.

Background documentation:

- Update on the OMG activities (oral report)

The participants took note of the on-going OMG activities.

5. SUMMARY OF DISCUSSION

The Eurosystem will provide a summary update of the conclusions following the discussion of the above listed items including the Risks and issues.

The Rapporteur recalled the status/risk related conclusions from the discussion as documented under agenda item 3.

6. ANY OTHER BUSINESS

6.1 ISO message update for T2S

The participants will be invited to discuss the proposed of an ISO message freeze in T2S.

- ISO message freeze period in T2S due to new projects

The participants discussed the need identified by the Eurosystem for an ISO message freeze period in T2S between releases 4.2 (November 2020) and 7.2 (November 2023). The last release to be implemented in T2S in November 2020 before the freeze would be ISO MR 2019. The Eurosystem indicated that from the payments side the stability of message specifications was considered essential by the market participants in the context of ongoing projects. The participants took note of the RMSG's suggestion to re-discuss this topic in its August 2018 meeting.

6.2 T2S New Joiner Process

The participants will invited to discuss the T2S new joiner process describing the elements related to the roles and responsibility of the various parties involved after signature of the FA or CPA up until the migration is completed.

Background documentation:

- T2S new joiner process – roles and responsibilities

The participants agreed to initiate a written procedure on the T2S new joiner process document with feedback expected after a week following this meeting.

6.3 Timing of PMG meeting and calls

The PMG will discuss its coming planned activities.

Background documentation:

- 2018 calendar of meetings
- Proposal for meeting dates in 2019

The participants agreed that the coming meeting on 30 August 2018 should start at 11h30 CET (directly following the OMG Go/No-go meeting).
 The proposed meeting dates were approved. However, the participants were informed that a revised proposal of the future meeting dates will be provided in due course.