

1. General Information		
CR raised by: T2S Project Team	Institute: ECB	Date raised: 25/02/09
Change Request title: Eligible counterpart CSD		CR ref. no: T2S URD 175
Change Request Classification: Substance <i>(Typo, Consistency, Clarification, Substance)</i>	Status: Approved by AG	
Change Type: New Requirement <i>(New Requirement/Modification/Deletion)</i>	Requestor Category: T2S Project Team <i>(User, 4CB, ECB T2S Project Team)</i>	
Chapter Number/Annexe Number Chapter 16, Chapter 5	Req No: (If applicable) T2S.05.125, T2S.16.920, T2S.16.910	
Priority (S,H,M,L): H	Proposed implementation date/Release:	
Description of requested change: T2S should verify settlement instructions when the issuer CSD is not on T2S in order to check that the CSD of the T2S Party allows settlement for the security with the CSD of the counterpart and vice versa		
Reason for change and expected benefits/business case: A CSD needs to specify a set of securities for which it allows settlement in another CSD		
Submitted annexes / related documents:		
Proposed wording for the Change Request: <ul style="list-style-type: none"> • A new requirement should be added to chapter 5: T2S.05.125 - Eligible Counterpart CSD Validation "In case the issuer CSD is not on T2S, T2S shall verify that <ul style="list-style-type: none"> - the CSD of the T2S Party allows settlement for the security with the CSD of the counterpart in the settlement instruction and - the CSD of the counterpart in the settlement instruction allows settlement with the CSD of the T2S Party. T2S shall validate the information in the settlement instruction against the data in the Ineligible Counterpart CSD entity as defined by T2S.16.910 and T2S.16.920." • A new requirement should be added to chapter 16: T2S.16.910 - Eligible Counterpart CSD "T2S shall allow a CSD to define a combination of counterpart CSD and specific securities, or combination of counterpart CSD and a set of securities by issue country for which it allows settlement in case the issuer CSD is not on T2S,." • A new requirement should be added to chapter 16: T2S.16.920 - Attribute Requirements for the eligible Counterpart CSD "The eligible Counterpart CSD and the eligible Counterpart CSD Securities entities shall store for a CSD those combinations of counterpart CSD and specific securities, combination of counterpart CSD and a set of securities by issuer CSD, or combination of counterpart CSD and a set of securities by issue country for which it allows settlement in case the issuer CSD is not on T2S,." Table 16-35 – List of Attributes for the eligible Counterpart CSD Entity Attribute: Description Eligible Counterpart CSD Identifier: This attribute shall define the unique technical identifier of an occurrence of an eligible Counterpart CSD. T2S shall assign this identifier from a sequence.		

System Entity Identifier: This attribute shall specify the system entity identifier of the CSD.

CSD Party Identifier: This attribute shall specify the unique technical identifier of the investor CSD that defines CSD conditional settlement link. It shall link the investor CSD to the party reference data.

Eligible Counterpart CSD: This attribute shall specify the unique technical identifier of the counterpart CSD, as stored by T2S in the party reference data, for which the conditional settlement link applies. It shall link the counterpart CSD to the party reference data.

Valid From: This attribute shall specify the date from which the eligible Counterpart CSD is valid.

Valid To: This attribute shall specify the date until which the eligible Counterpart CSD is valid. An occurrence of the eligible Counterpart CSD shall require a value in this attribute when the relationship is removed/closed.

Table 16-36 – List of Attributes for the eligible Counterpart CSD Securities Entity

Attribute: Description

Eligible Counterpart CSD Securities Identifier: This attribute shall define the unique technical identifier of an occurrence of a CSD conditional settlement link. T2S shall assign this identifier from a sequence.

Eligible Counterpart CSD Identifier: This attribute shall define the unique technical identifier of an occurrence of an eligible Counterpart CSD to which the occurrence of eligible securities or issue countries is linked.

System Entity Identifier: This attribute shall specify the system entity identifier of the CSD.

Eligibility Type: This attribute shall specify whether the attribute eligible Value contains a specific security or an issue country of a security.

Eligible Value: This attribute shall specify a specific security, issuer CSD or an issue country of a security, depending on the value in the attribute Eligibility Type.

Outcome of meetings:

* SG Meeting of 5/6 March 2009:
 Recommendation to AG for approval

* AG Meeting on 25 March 2009
 Approved of SG recommendation.