Attendance and Sessions

Attendance

140 attendees over the

Sessions and

concurrent attendance

peaked at 115 attendees

during the Webinar

Sessions

1. ISSA Member Survey

2. DLT in the Real World

3. ISO 20022

4. Asset Servicing – Data Sourcing

ISSA Member Survey

ISSA Member Survey

Session Topic

2022 ISSA Member Survey highlighting:
- Good response rate
- Alignment on core purpose of best practice and network of experts.
- Significant use and appreciation of the output
- ISSA visibility needs work
- Highlighted need for debate around lobbying versus regulatory education
- Desire for general training provision with ISSA accreditation
- Need for more Working Groups

Key Outcomes

- ISSA should continue to act as ISSA does, both for content and purpose
- ISSA will not lobby – as is an international association in 50 jurisdictions with many member interests not necessarily perfectly aligned. ISSA will educate regulators based on research paper output. Members are free to lobby using the ISSA collateral.
- ISSA needs to increase visibility and further improve quality of output
- ISSA should investigate training and education options
- ISSA should launch additional Working Groups - see slides for the Webinar Day 2

DLT in the Real World

ISSA International Securities Services Association

DLT in the Real World

Session Topic

- Started with a reprisal of 2022 successes which included: CBDC paper, DLT Identifier matrix, Theory into Practice report and the podcasts.

- Highlighted the present work which is in progress already in 2023; the Digital Asset Custody paper and the "2023 DLT in the real world Survey"

- Conducted Teams Polls on usage of CBDC and Stablecoins, Project success, and topics to investigate

- Discussed favoured asset classes for DLT use cases, live deployments, and projects

Key Outcomes

- WG received positive feedback on 2022 output

- 2023 pipeline of activity for the WG started with DAC paper, which is needed by the industry, and 2023 Survey both of which are ongoing

- Volunteers for Survey and podcast series are needed

- Audience prioritized:
  - Delivery of DLT Projects
  - DAC follow up on mitigation of Risks
  - Project approval will be made by the Board

- Debate about what live means and whether ecosystem is needed to show success of live projects.

- Plenty of evidence that DLT is growing and being used successfully where great business cases arise.

ISSA International Securities Services Association

DLT in the Real World – First Polling Question

Would you use stablecoins for your regulated securities or wholesale payments activity?
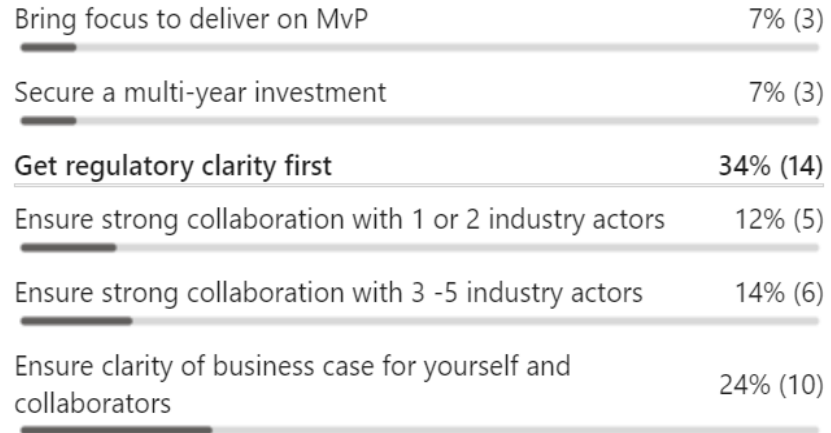
Choose your top answer.

No, would use only CBDC	17% (8)
No, would use only the RGTS or CBDC	21% (10)
Yes, if fully backed by Central Bank Reserves and bankruptcy protected	**45% (21)**
Yes, if fully backed by cash by a regulated commercial bank and bankruptcy protected	6% (3)
Yes, if fully backed by High Quality Liquid Assets at a commercial bank and bankruptcy protected	6% (3)
Yes, but only for some businesses (e.g. FX, cross-border payments) not others (e.g. securities settlement)	0% (0)
Yes, but only on an experimental basis	2% (1)

46 responses

![ISSA International Securities Services Association]

DLT in the Real World – Second Polling Question

How can DLT projects be commercialised more successfully?

Choose your top priority of action to take.

Bring focus to deliver on MvP	7% (3)
Secure a multi-year investment	7% (3)
Get regulatory clarity first	34% (14)
Ensure strong collaboration with 1 or 2 industry actors	12% (5)
Ensure strong collaboration with 3 -5 industry actors	14% (6)
Ensure clarity of business case for yourself and collaborators	24% (10)

41 responses

ISSA International Securities Services Association

DLT in the Real World – Third Polling Question

Which other topics

would you like to see

the ISSA DLT WG

focus on?

Choose your top pick.

Stablecoins - opportunities and risks - How can the industry use them. 12% (6)

How to deliver DLT projects successfully - a view of best practices 48% (23)

Follow-up to the Crypto Custody paper - deep dive into solutions to mitigate the risks of Crypto custody. 38% (18)

47 responses

ISO 20022

ISSA International Securities Services Association

ISO 20022

Session Topic

- Discussion of the WG's journey and rationale to this point
- Previous outcome that adoption limited for Securities except where mandated, and no desire for a "big bang" change, rather focus on focused areas covering area not covered now
- Desire to use ISO 20022 for APIs
- Education and Benefits – Resource centre set up and Benefits paper created. Looking at ISO 20022 data dictionary management
- Partnering with ECSDA for 2023 Survey to see if changes to opinions
- APIs paper published - GC to LC highest interaction, low level of API convergence and standardisation, Corporate Actions a potential high value use case

Key Outcomes

- Execute 2023 ISO 20022 Survey – still open until 23rd Feb
- Volunteers for Survey WG wanted
- For the API stream now part of Asset Servicing looking at the broader Technology Enablers (TE) group
  - Align with Asset Servicing TE group to agree best test cases
  - Focus on proxy voting, class actions and complex corporate actions

Asset Servicing WG – Data Sourcing

ISSA International Securities Services Association

ISO 20022

Session Topic

- During 2022, the Asset Servicing Working Group researched the topic of Data Sourcing
- ISSA and The Value Exchange surveyed the market on the sourcing of corporate action data
- Key findings showed:
  - Current processes are costly, ineffective and not scalable
  - Adoption of ISO 20022 and/or outsourcing helped build scale
  - However, moving to a single source model decreased costs, removed inefficiencies and reduced risk
- Industry encouraged to engage with local market, issuers and regulators to help affect change

Key Outcomes

- Corporate Action Data Sourcing to be published shortly
- Audience should look to engage with Issuers (and their agents) as well as local regulators to help market understand the benefit of adopting a standardized, automated single source model
- 2023 focus for the Working Group will be on:
  - Corporate Governance (looking at proxy voting and class action events)
  - Technology Enablers looking at specific use cases including proxy voting, class actions and complex corporate events
  - Volunteers required as ever