

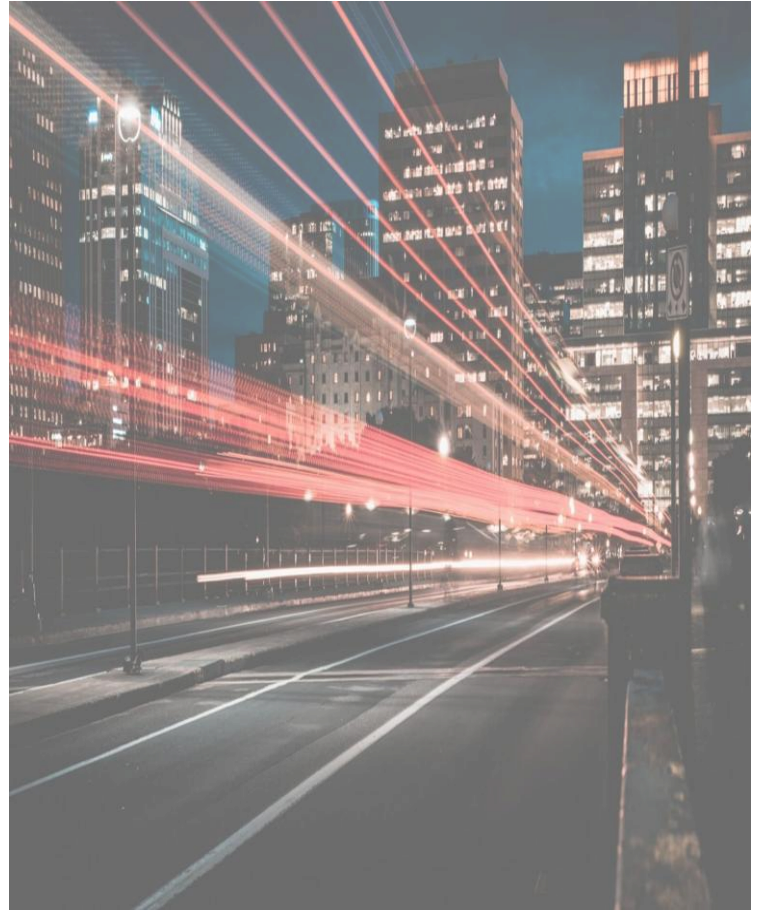
ISSA Symposium 2025

Purpose

The stated benefits of T+1 are mainly about counterparty risk, margin requirements, funding costs and innovation. On the other hand, such a move would imply significant challenges especially on post-trade processes as the settlement cycle would be reduced with increased pressure notably on matching, liquidity and cash management.

The Accelerated Working Group (WG) aims to provide in depth analysis on the impacts and possible mitigating actions that can be taken by investors and their Securities Services Providers especially in the context of non-domestic investors. More particularly, the WG will assess assumptions, through the lens of cross-border impacts, on:

- Benefits of T+1 especially on risks, margins requirements and funding costs
- Challenges on post-trade processes
- Impacts on efficiency: settlement fails, cash penalties, securities financing transactions



Accelerated Settlement

Scope

The 2025 Agenda for WG includes:

- Continued engagement with the UK Accelerated Settlement Task Force via providing feedback on their plans, collaborating with The ValueExchange on surveys of industry readiness and via briefings from our WG members who are Co-Chairs and members of the various workstreams in the UK
- Continued engagement with the EU T+1 Industry Committee as an “Observer” industry association member, providing input to plans as they are formulated. Also collaborating with ValueExchange on surveys of industry readiness and via briefings from our WG members who are Co-Chairs and members of the various workstreams in the EU
- Conducting a study of the various models of potential T0 settlement identifying their benefits, drawbacks, and implementation challenges

Key Deliverables

- A new white paper defining the various potential models of T0 settlement, their characteristics and implementation challenges, especially regarding cross-border transactions. This paper could also document how the challenges for international investors have been addressed in the US T+1 implementation and in the planning for Europe and the UK T+1 implementations

Key Outcomes

- Appropriate plans for cross-border transactions in all Accelerated Settlement implementations

Working Group Co-Chairs

- Haroun Boucheta, BNP Paribas
- Kamala Kannan, S&P Global

Executive Sponsor

- Hannah Elson, JP Morgan