

## Regulatory impacts...

... have prompted securities services providers to adapt their processes and to develop new services.

## The second Regulatory Update Report covers the following aspects:

- Introductory section on scope and objectives of this Impact Report
- Description of evolution of traditional business models of securities services providers
- Selection of solutions the industry has developed as response to the new regulatory framework
- New challenges faced by securities services providers
- Conclusions
  - The end-investor benefits
  - Financial system has become more resilient
  - Implementation of the regulatory programs is expensive
  - Many aspects of the new legislation have not been tested by events
  - Technological developments pose a significant challenge on securities services providers

## ISSA Membership

Membership is open to institutions active in the securities services industry and related trade associations. More information can be obtained [here](#).



## ISSA's Impact Report on Regulatory Developments in the Securities Services Chain

In 2012, ISSA published a Report on «Regulatory Trends and Initiatives Affecting Custodians, Clearers and (I)CSDs; Impacts and Implications». It was written in the relatively recent context of the 2008 financial crisis. The Report set out key regulatory objectives that had emerged and consequent tasks to be initiated. In addition, it identified a selection of opportunities provided by the regulatory development.

In November 2017, ISSA published a [first of two update Reports](#) that provided an overview of progress made in the various regulatory initiatives undertaken in the aftermath of the financial crisis. It was the idea to have a second Report published in 2018 on the adaptations made by industry participants.

This Newsletter initiates the release of this second Report, which focuses on appraising how industry participants have adapted to these various evolutions. Such changes include the modification of internal organizations and operational processes, as well as the introduction of new types of services for clients. It also touches on the new challenges that securities services providers have to cope with in this context, including a selection of unintended consequences. The Report concludes with the main benefits achieved, however, also with a series of challenges the industry is being faced with.

The Report is particularly attractive to securities market intermediaries and other stakeholders seeking to obtain an overview of the regulatory landscape affecting the securities services industry.

On this occasion, the ISSA community thanks **Laurence Caron-Habib** from BNP Paribas Securities Services and the entire Working Group for their efforts and commitment in producing yet another valuable piece of work for our industry.

This Report is only available in the [Closed User Group](#) on ISSA's homepage. All ISSA Member institutions have access to this Members-only section. An [introduction](#) to this Report is freely available.

With best personal regards,  
ISSA CEO Office