DG Market Infrastructure and Payments

ECB-RESTRICTED

17 October 2018

PMG Meeting

30 August 2018 (11:30-15:00)

Meeting room: **MB C2.03**

WebEx: connected

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 20 July 2018 PMG meeting
- List of Action Points

> The participants approved the outcome of the PMG meeting held on 20 July 2018 and agreed to publish it.
>
> The participants agreed to update the action point **T2SACTION-3559 - Cleaning of the test environment** to reflect the discussion that took place during this meeting (for details see agenda item 3.1).

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
  - Annexes – Risks and Issues as of 15 August 2018 - updates for the next reporting period - as of Q3 2018
- Annex 01, 02 and 03: T2S Summary Plan, T2S Release & Migration Calendar
- 4CB feedback on the cleaning exercise of test environment
- PMG recommendation for PROD deployment of R 2.1
- T2S Release 2.1 STSR for Production

The participants took note of the current release status and the on-going 4CB feasibility assessments for scope elements to be included for R.2.2 and R.3.0 as approved by the RMSG.

The participants approved the proposed risk update and agreed that the monitoring of the risk 64 (related to the implementation of the CSDR penalty mechanism in T2S) would take place via the CSDR task force, so as to submit an updated risk to the CSG on 09/10 October 2018 reflecting the latest status and seeking the endorsement of the detailed reassessment of CR-0654 for R4.2.

The participants were asked to indicate for the following PMG meeting, if there is a need to update the format of Annex 1 and 2 to Schedule 2 of the FA/CPA, and if so how (new action point **T2SACTION-3633**).

The participants discussed the possibility to further improve the performance of the EAC test environment. Taking note that some cleaning exercises are still to be done, in particular following the upcoming migration, the participants agreed to monitor continuously the stability of the EAC test environment and ask the 4CB to provide for the following meeting some updated data about the stability and how to reach it (update of action point **T2SACTION-3559**).

The participants endorsed the recommendation on the deployment of R.2.1 to the Production environment on 15 September 2018 as planned and agreed to submit it to the T2S Steering Level for approval.

3.2 User Testing and Migration activities

The participants involved in a coming migration or take over will be invited to share with the PMG the progress made so far. The Eurosystem will provide an update on the User Testing activities and the on-going migration activities.

<u>Background documentation:</u>

- Status update on User Testing and Migration activities
- User Testing and Migration status report
- User Testing Framework

The participants involved in upcoming migrations all indicated to be on schedule their migration preparation. In addition Danmarks Nationalbank informed the participants about the successful implementation of their new RTGS called Kronos2.

Regarding the User Testing Framework, the participants agreed to:

- remove from the document the reference to the naming/numbering of software releases,

- ask the RMSG to discuss the naming/numbering of software releases (new RMSG action point **T2SACTION-3634**),

- ask the UTSG to align the section related to hot fixes on the agreed allocation of responsibility for the hot fixes, and

- approved the remaining elements of the document.

Regarding the transfer of business from VP Lux to VP Securities, the participants were informed about the on-going discussion in order to find a solution that would allow for a transfer of positions avoiding collateral eligibility or legal issues. The participants agreed that a playbook documenting the proposed solution should be drafted and approved at least six weeks before the migration takes place, therefore, respective written procedures will be organised and, if required, a call to clarify any remaining questions.

3.3 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.

<u>Background documentation:</u>

- 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.

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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 participants will be invited to discuss the lessons learned from the Release 2.0.

Background documentation:

- Update on the RMSG activities (oral report)
- Lessons learned from R 2.0

> The participants endorsed the note describing the lessons learned from R.2.0. A concatenated document, together with the OMG R.2.0 post mortem report and a cover note, will be submitted to the T2S Steering Level. The cover note to the CSG will be shared with the RMSG for review prior to its publication.

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 were informed about the upcoming CRG meeting on 4 September 2018, in which the CRG will discuss the CR-680 including the ECMS feedback.

4.3 Information Security Sub-Group – ISSG

The Eurosystem will provide an update on the ISSG activities.

Background documentation:

- Update on the ISSG activities (oral report)

> The participants took note that no meeting of the ISSG took place since last PMG meeting.

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 were informed about the on-going review of the MOP.

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 freeze period in T2S
The participants will be invited to discuss the proposed of an ISO message freeze in T2S based on the RMSG feedback.

Background documentation:
- ISO message freeze period in T2S due to new projects

> The participants were informed about the RMSG discussion as regards 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). As no consensus could be reached among the participants on the way forward, the issue will be escalated and addressed to the CSG in its meeting on 09/10 October 2018.
> The chairperson indicated that this issue will probably be discussed in the joint AMI-Pay/AMI-SeCo meeting in November 2018.

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 wait for additional comments on the T2S new joiner process in the days following this meeting, and to finalise the document via written procedure. It was also agreed to check how the compliance with the harmonisation standards will be reinforced with the new joiners.

6.3 List of PMG members
The participants will be invited to confirm the official PMG member for their organisation. The updated list will be published on the ECB website.

Background documentation:
- List of PMG members

The participants were asked to review the list of official PMG members and to inform the PMG Secretariat about any required changes for their organisation.

6.4 Timing of PMG meeting and calls

The PMG will discuss its coming planned activities.

Background documentation:

- T2S Meeting calendar

The next meeting of the PMG will take place in Brussels on 17 October 2018 starting after lunch (or later, depending on the time needed by the RMSG to finalise its discussions preceding the PMG).

A proposal to update the T2S governance structure will be provided by the Eurosystem in time for the CSG meeting scheduled on 09/10 October 2018. Based on this the 2019 meeting dates are planned to be validated.