ICMA webinar: SFTR in action - lessons learned from the first 2 months

17 September 2020
SFTR reporting – timeline so far

Jan 2014: SFTR proposal

Jan 2016: SFTR enters into force

March 2017: ESMA’s draft RTS/ITS submitted to EC

April 2019: Final RTS/ITS enter into force

January 2020: Final ESMA Reporting Guidelines

March 2020: ESMA announces 3-month delay to go-live

13 July 2020: Reporting go-live phases 1 & 2
SFTR reporting – more to come...

- **Two “go-lives” still to come...**
  - *Mon 12 October 2020*: Reporting start for UCITs, AIFs & (re-)insurance undertakings
  - *Mon 11 January 2021*: Reporting start for Non-Financial Counterparties (NFCs)

- **Brexit...**
  - *31 December 2020*: End of the transition period will see a split into EU SFTR & UK SFTR

- **ESMA Level 3 guidance to be completed...**
  - Guidelines & validation rules (published 6 January 2020)
  - XML schemas (last updated on 20 December 2019)
  - Q&As (still to come)

- **And ultimately, there will also be an opportunity for a full SFTR review...**
  - Initial ESMA report to the Commission in April 2021
  - Commission report in April 2022 to assess effectiveness, efficiency & proportionality
ICMA’s focus on SFTR

- **ICMA’s SFTR Task Force:**
  - Established in 2015 under the European Repo and Collateral Council (ERCC)
  - Group is open to a broad range of market participants, including sell-side, buy-side, market infrastructures, TRs and service providers – in total now **over 150 firms** represented
  - Main objective of the group has been to facilitate implementation by agreeing and documenting common interpretations and detailed best practice recommendations

- **ICMA SFTR best practices and other publications include:**
  - [ICMA Recommendations for Reporting under SFTR](#) (4th version released on 7 Sep)
  - [SFTR sample reports](#) (covering nearly 50 repo scenarios)
  - [Overview for the reporting of repo lifecycle events](#)
  - Post-go-live: Log of reporting issues
  - Aggregated [SFTR public data](#) published on a weekly basis
### ICMA SFTR Task Force - Sample Reports

**Overview table**

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**Note:**
- Is margin report — proprietary cleared repo being cleared post-trade for either of the counterparties by a CCP clearing member
- D - clearing member being cleared post-trade for either of the counterparties by a CCP clearing member
- Specific collateral can be required for specific repo types in certain circumstances

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**ICMA European Repo and Collateral Council**

September 2020

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**ICMA SFTR publications**
Further information

Links:

- ICMA European Repo and Collateral Council
- Further details on the ERCC work in relation to SFTR
- SFTR public data (published weekly by ICMA)
- ESMA overview page on SFTR

Upcoming dates to note:

- **7 October:** Virtual [ERCC Annual General Meeting](#) (hosted by Equilend)