



Global Reference Group

Topics: Update on Roles



May 12, 2025

Welcome



EURONEXT SECURITIES



Agenda – May 12, 2025



Welcome

Harmonisation of Client Roles

Any Other Business & Next Steps



Speakers

**Kristoffer
Kjelsø
Sønderlev**

Head Product
Design & Delivery

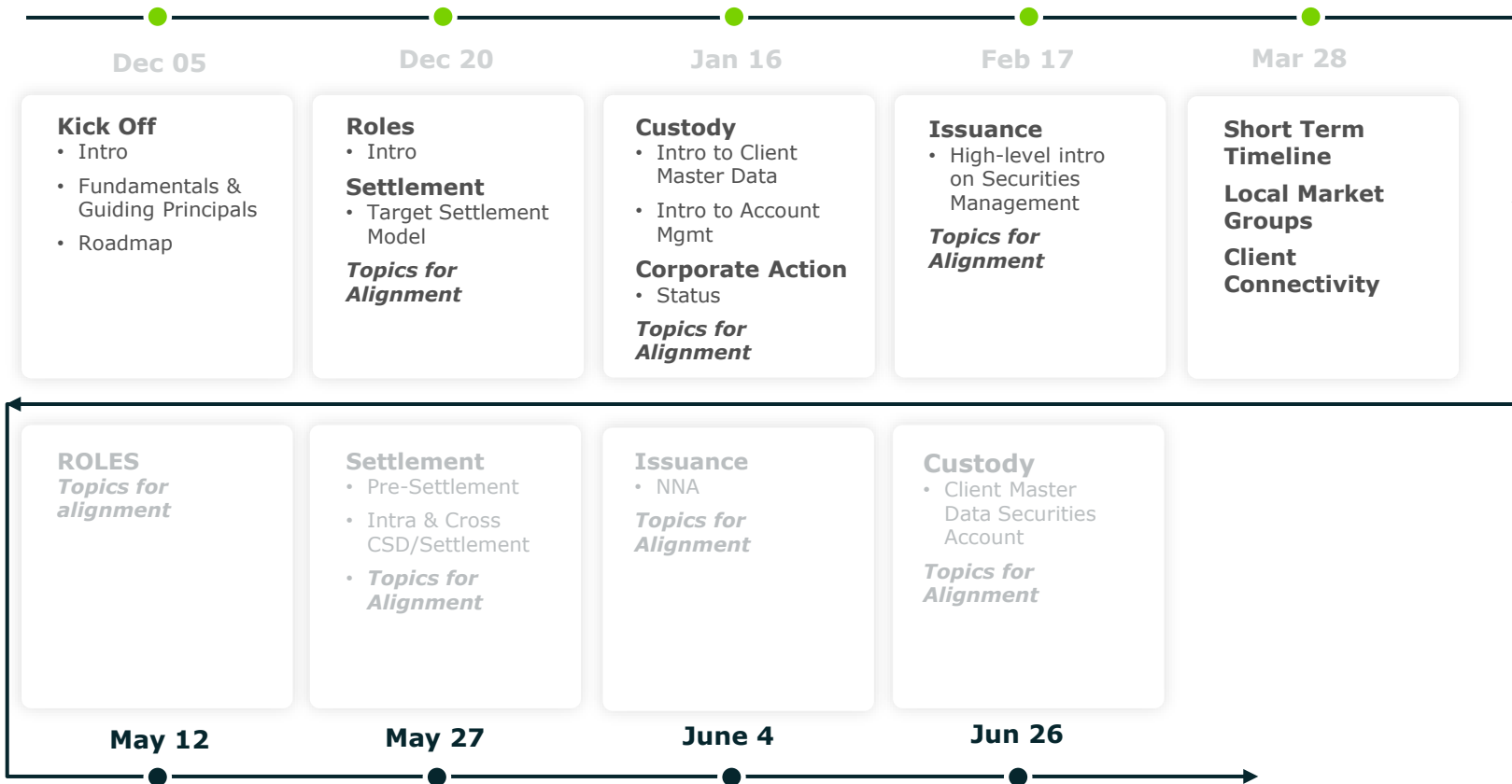
**Pernille
Vestergaard
Boesen**

Senior Product
Owner

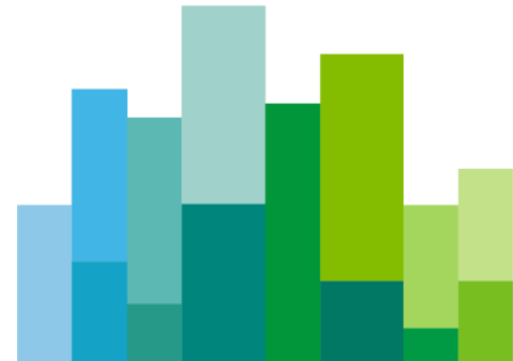
**Preben
Rosenberg**

Client Secretariat
Manager

Previous Meetings



Harmonisation of Client Roles



Update following sub-group discussions

On Thursday 8 May, the sub-group discussed the latest proposal

Conclusions:

1. Future roles to adopt naming conventions from European standardization efforts where possible
2. Detailed flows (e.g., bottom-up on dividend flow) to validate the future roles
3. Engaging with the cash site to align on cash-related roles
4. Specifying and clarifying responsibilities linked to the respective roles
5. Extending the description/rationale on the "Not a specific role"

Next steps:

1. Euronext Securities to update analysis based on above
2. Detailed discussions in the local market groups



Harmonisation of Client Roles – Discussion Points

- 1. Definition of Client Role and assumptions concerning the harmonization process**
- 2. Client Role mapping**
- 3. Client Role definitions and descriptions**
- 4. Client Roles in practice – high level process flows**

Harmonisation of Client Roles

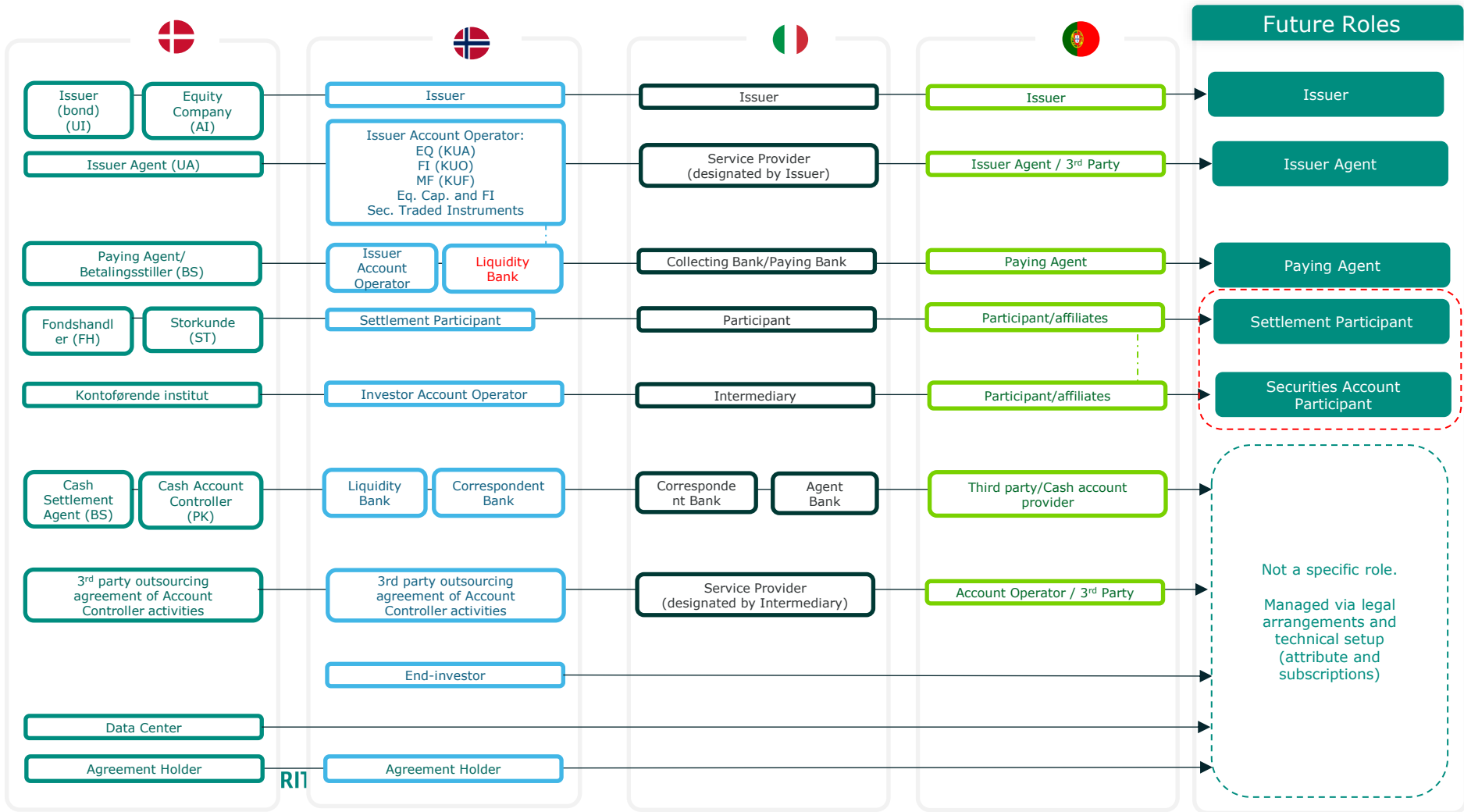
Definition of Client Role

A Client Role in Euronext Securities refers to a grouping based on the specific functions and responsibilities assigned to entities operating within the CSD systems. These roles are strictly limited to actors registered in the CSD's reference data system and have varying degrees of access to the services provided by the CSD. The roles are designed to be generic enough to accommodate the needs of all four CSDs under Euronext Securities.

Where necessary, underlying attributes are used to further define the scope of a Client Role to respect the relevant laws, regulations and/or local market practices of each country. For example, an Issuer that only issues a specific type of financial instrument will be configured with an attribute indicating this, ensuring that the Issuer has access to the relevant services and functions provided by Euronext Securities.

Some current roles are not defined as roles in the future, but the functionality of these roles are still available via use of attributes.

The future roles assume that all four markets are migrated fully to the T2S settlement platform.



ISSUER

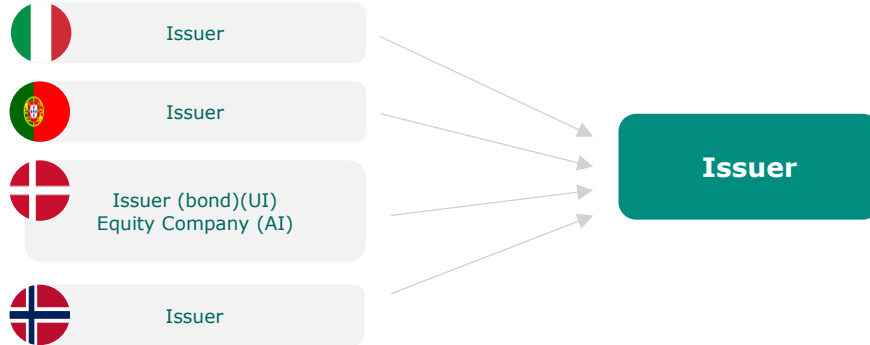
An Issuer is a legal entity that issues financial instruments and have them registered in the relevant Euronext Securities CSD system

Description

The Issuer shall ensure to provide, directly or through an Issuer Agent (dependent on the governing local law), the CSD with data for the setup and maintenance of securities static data and for the initial registration of new issuance and the management of corporate events. The Issuer role as such covers all eligible securities in the given market

Main applicable services

- Issuance Services
- Corporate Event Services and other connected services



- The relation and legal agreements with the issuer may depend on the market.

ISSUER AGENT

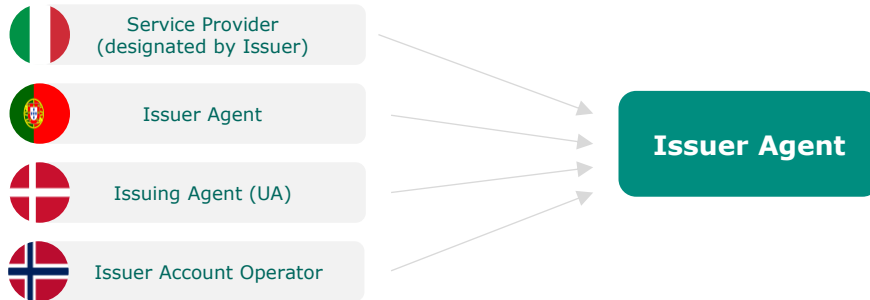
An Issuer Agent is an entity performing all or part of activities with Euronext Securities on behalf of an Issuer

Description

Tasks performed on behalf of the Issuer (or where relevant, the CSD) include the provisioning of data for the setup and maintenance of securities static data and the initial registration of new issuance and the management of corporate events. Tasks performed will depend on the CSD and relevant mandate. The Issuer Agent role as such covers all eligible securities in the given market

Main applicable services

- Issuance Services
- Corporate Event Services and other connected services



PAYING AGENT

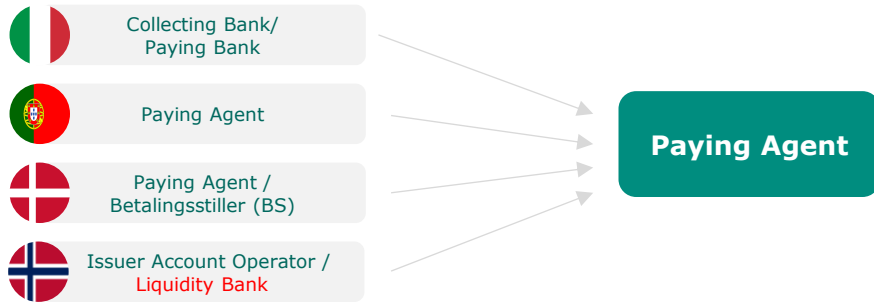
A Paying Agent is an entity appointed by an Issuer (or Issuer Agent acting on its behalf, where applicable) for cash payments, processed through the Settlement/Payment systems, in connection with services provided to the Issuer/Issuer Agent

Description

Tasks include providing cash accounts to facilitate the cash settlement of transactions related to corporate events or DVP issuances (where relevant), carried out by the Issuer/Issuer Agent to which it has made its cash accounts available.

Main applicable services

- Issuance Services
- Corporate Event Services



SECURITIES ACCOUNT PARTICIPANT

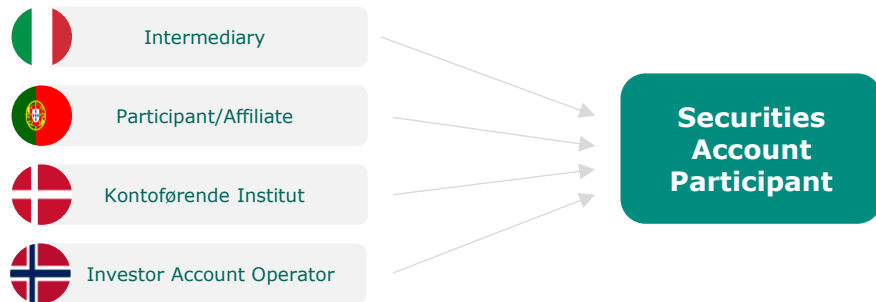
An entity that opens and maintains securities accounts on its own behalf or on behalf of its clients, with the relevant Euronext Securities CSD

Description

The Securities Account Participant shall instruct the opening and updating of securities accounts in the CSD system to be reflected in T2S. The Securities Account Participant shall disclose information for the exercise of rights connected to the securities held in the CSD along its underlying intermediary chain, connected to corporate events on securities and according to the information received from the Issuer/Issuer Agent via the CSD. Where applicable, the Securities Account Participant must also operate as a Settlement Participant

Main applicable services

- Account Maintenance Service
- Corporate Event Services



- In general, Securities Account Participant shall also be a Settlement Participant. However, some entities can only be a Securities Account Participants according local regulation
- Attributes to depend on market adhering to local legislation in the Nordics (e.g. tax processes and rights management)

SETTLEMENT PARTICIPANT

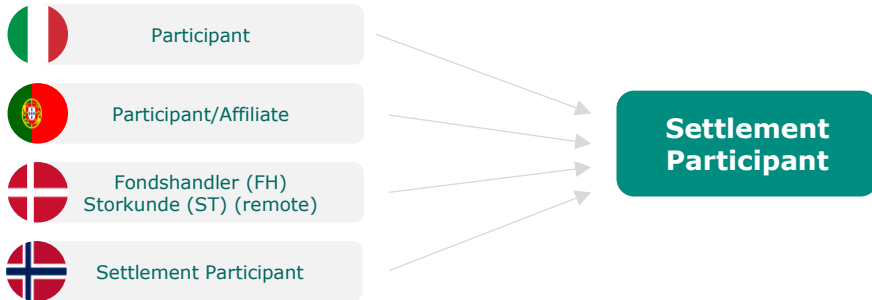
An entity that participates in the settlement services provided by Euronext Securities

Description

The Settlement Participant may instruct securities and/or cash (if they hold their own DCA) transactions. To participate in the Settlement Service, the Settlement Participant must have a securities account held in a Euronext Securities CSD (acting as a Securities Account Participant) and, for cash settlement, have a T2S DCA or a cash account in CeBM/CoBM (for non-T2S eligible currencies) or designate a Cash Settlement Agent. The role shall adhere to the "participant" as defined in the Settlement Finality Directive or, if different, as implemented and adapted locally

Main applicable services

- Settlement Services in T2S
- Foreign Settlement Services (through settlement of cash or securities outside T2S)
- Cash payment systems in foreign currency outside T2S (e.g., PTO activities, SEK in Riksbanken, USD, EUR, DKK ect for CA events in OSL)



Actors not considered as separate Roles

3rd Party Operator

Will not be reflected as a separate role

Certain services will allow an entity to which a client operating as a specific Role has delegated all or part of its operational tasks related to activities performed by the given Role with Euronext Securities, with no change in the responsibility of client towards the CSD

This shall be facilitated through the use of agreements and system functionality (ensuring entities such as ISS, Broadridge, Proximity can access the system and that clients can delegate other entities the operational responsibility, e.g. allow other to perform the tasks as a Securities Account Participant and Settlement Participant)

Technical Service Provider

Will not be reflected as a separate role

System to allow registering a technical service provider as an attribute under one of the other roles (according to which functions it covers) allowing entities to establish and maintains a technical connection and provide IT services on behalf of other Euronext Securities roles. Configurations to allow technical service provider to access test-environments on behalf of client, as this activity is performed by Data Center in CPH

Cash Settlement Agent

Will not be reflected as a separate role

Entities operating as cash settlement agents will still be able to provide their cash account to 3rd party Settlement Participants or Securities Account Participants for cash settlement within the Settlement Services and/or for cash payments in other payment systems

End-investor

Will not be reflected as a separate role

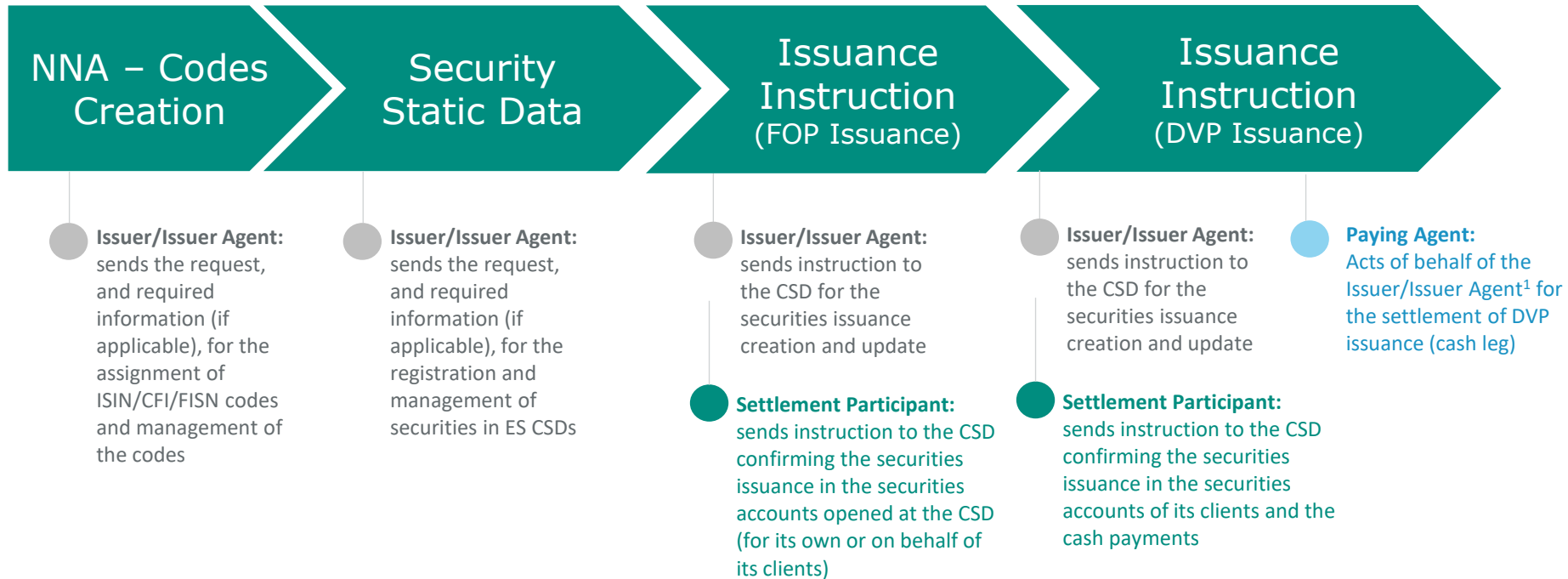
The end-investors registered in Euronext Securities systems will not be considered having a role in our definition of "client role". The end investor will however still have its data recorded in Euronext Securities (e.g., associated to securities accounts and the end-investor notification service)

High Level Process Flow

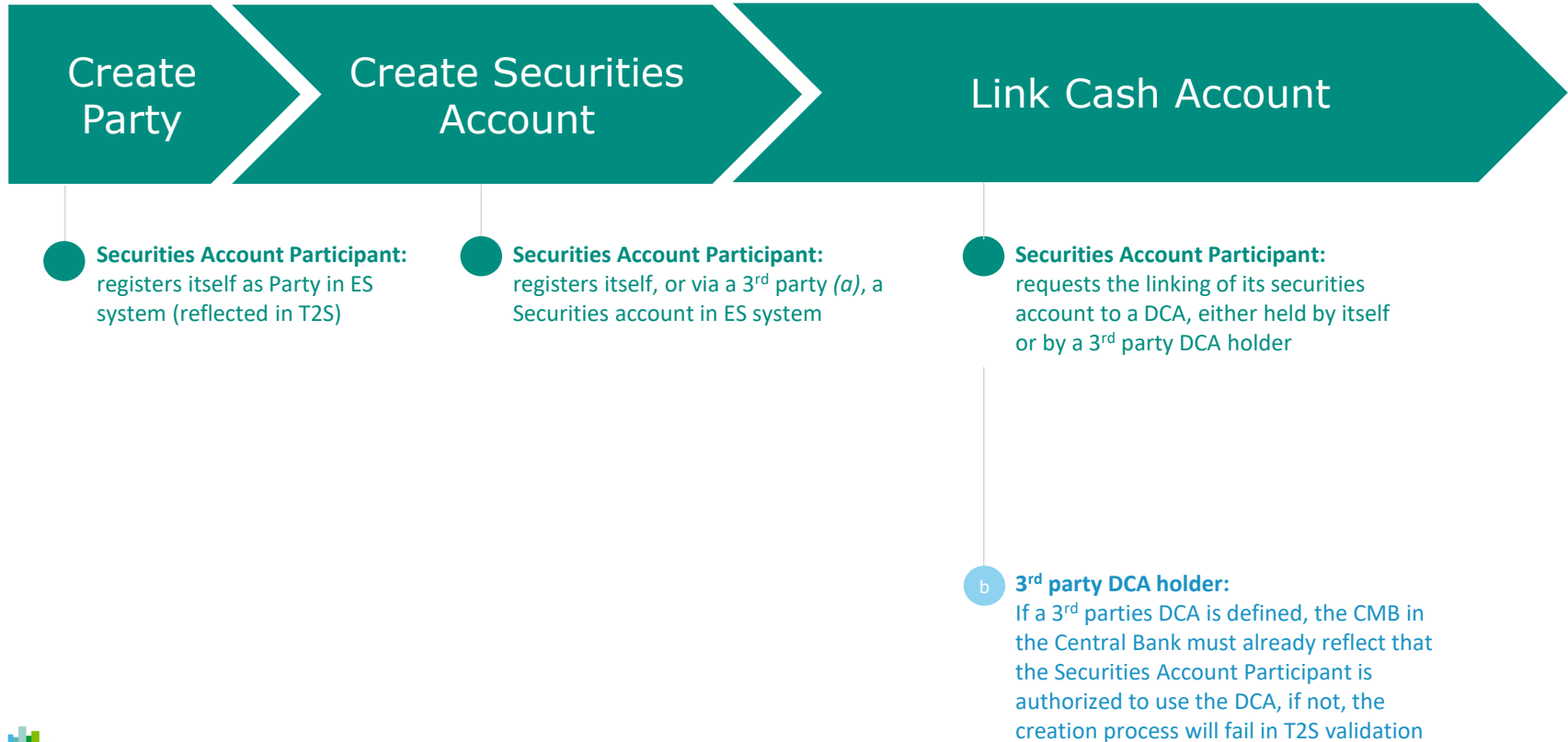
A high-level description of the following flows, indicating how the harmonised Client Roles interact with the future processes:

- 1. Issuance flow**
- 2. Account creation flow**
- 3. Settlement flow**
- 4. Corporate Actions flow**

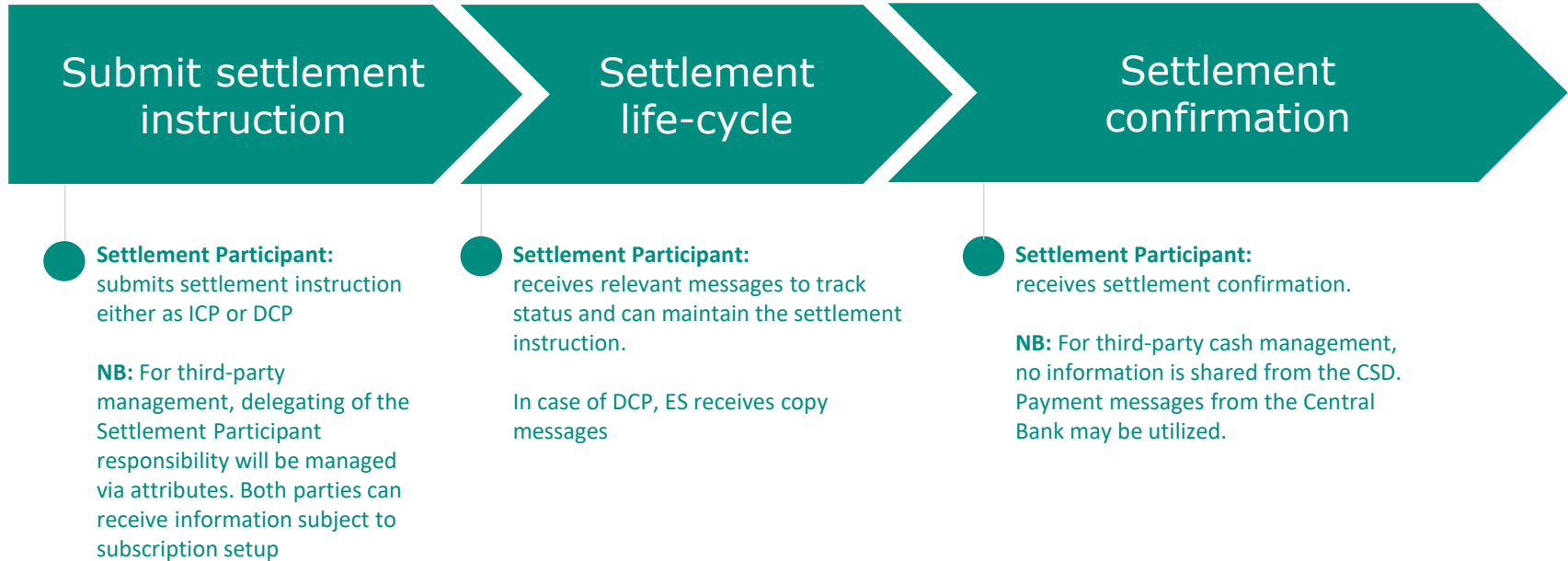
HL process flow – Issuance



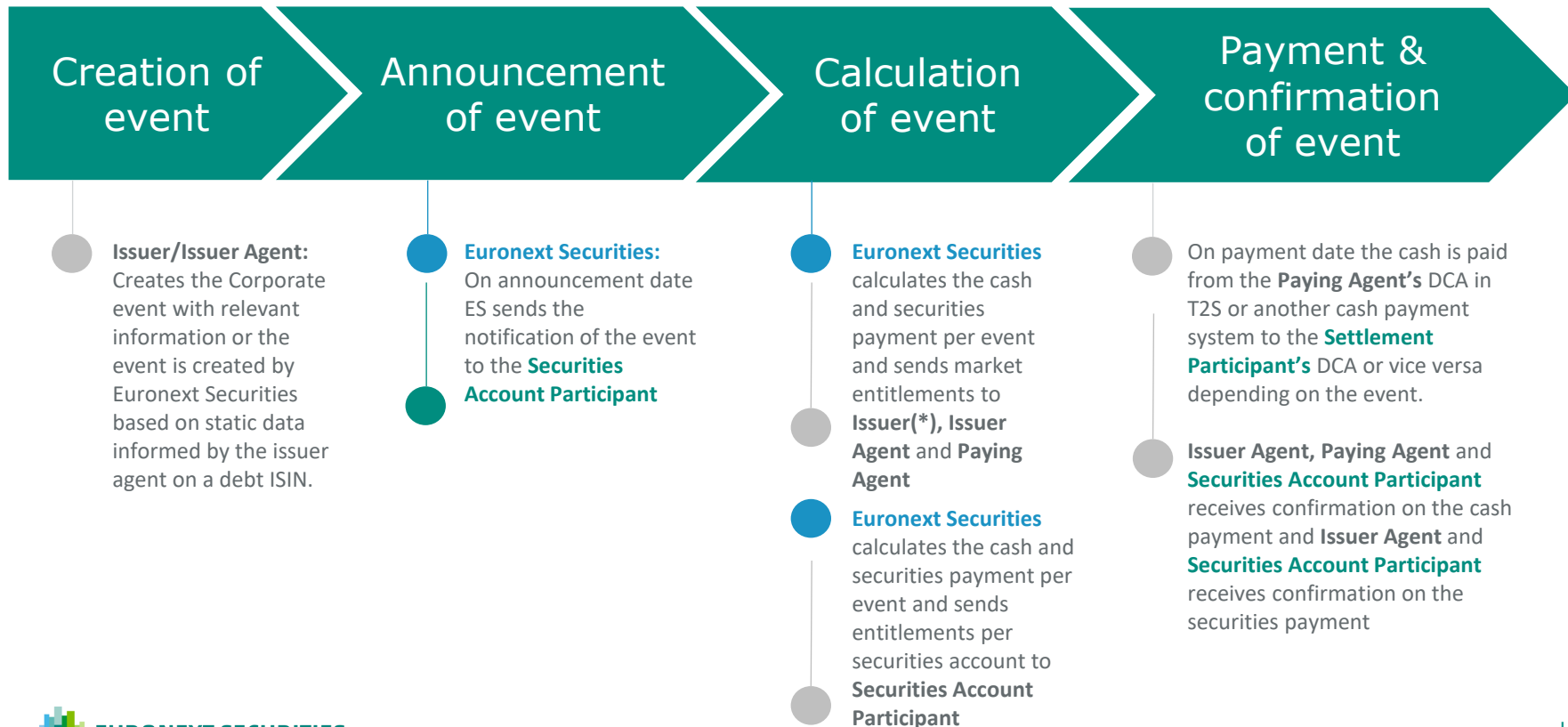
HL process flow – Securities Account Creation



HL process flow – Settlement



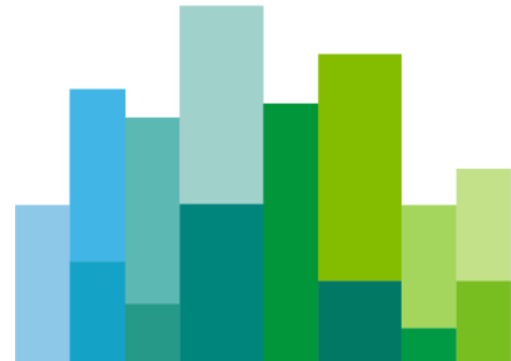
HL process flow – Corporate Actions



Any Other Business and Next Steps



EURONEXT SECURITIES



Subgroups

Sub-streams established within the framework of the Global Reference Group

Harmonisation of Roles:

- Established as outcome of GRG meeting Dec 20, 2024
- Meeting on Jan 20, 2025, March 25, 2025 and May 8, 2025
- Client represented: Soc Gen SS, Danske Bank and SEB
- Outcome: Recommendation for ES to do a more extensive describing (Dictionary)
- Next step: ES to finalise and revert with sub-group before presenting to Global Reference Group

Alignment on Third Party Cash Provider:

- Raised as suggestion from clients
- New meeting to be scheduled
- Client represented: Soc Gen SS, Danske Bank and SEB
- Outcome: Pending internal client feedback on key matters required to proceed
- Next step:

SEK: Bilateral dialogues related to SEK issuance and settlement with Danske Bank and Nykredit.
ES to continue dialogue with Riksbanken and to revert to Global Reference Group

Documentation to be provided

Service Description Document

Description of the respective target service aiming at providing clients understanding on futures business logic, process and functionality.

Except if explicitly mentioned, the described scope will be common to all CSDs.

This document will be maintained to reflect future enhancements of the service.

GAP

Outlining of significant changes between as-is at local market level and future target model to facilitate SDD understanding.

This document will be produced once per market and will not be maintained post go live.

Technical Specification

MyStandard or other technical Specs when relevant.

Whenever needed, a User Guide will be provided with description of how U2A should be used (MyEuronext)

Migration Document

To outline the specific migration steps and action towards Go Live in for each service in the respective market.

Client Test Guiding Principles

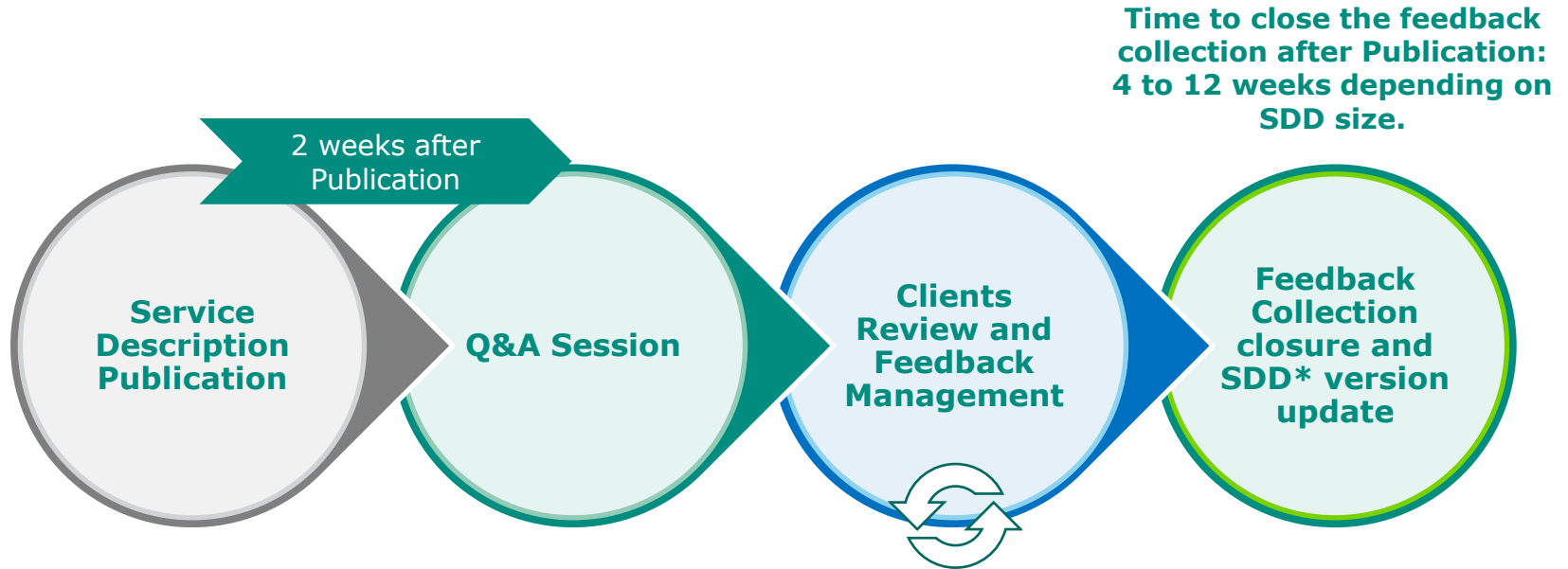
Test Guiding Principles and test plans will be shared in due time for test preparation

Client Test Plan

Detail test plans will be shared in due time for test preparation.

Minimum / recommended test case to be executed by clients on the new services.

Service Description Document 2027 – The Process



*SDD updates will be managed with doc versioning and publishing track changes.

Next Service Descriptions

Service Description Publication

May 27

Settlement Services Lot 1: Pre-settlement, Intra & Cross CSD

June 4

National Numbering Agency Services

June 26

Client Master Data and Account Management

Sept 2

Securities Management

Sept 8

Settlement Services Lot 2: Penalties, Operational & TARGET day management

Q&A Session on Service Description

June 16

Settlement Services Lot 1: Pre-settlement, Intra & Cross CSD

June 18

National Numbering Agency Services

Jul 10 & Aug 12

Client Master Data and Accounts Management

Sept 15

Securities Management

Sept 21 22

Settlement Services Lot 2: Penalties, Operational & TARGET day management

Clients Review Deadlines

Aug 12

Settlement Services Lot 1: Pre-settlement, Intra & Cross CSD

Aug 5

National Numbering Agency Services

Aug 31

Client Data and Accounts Management

Oct 3

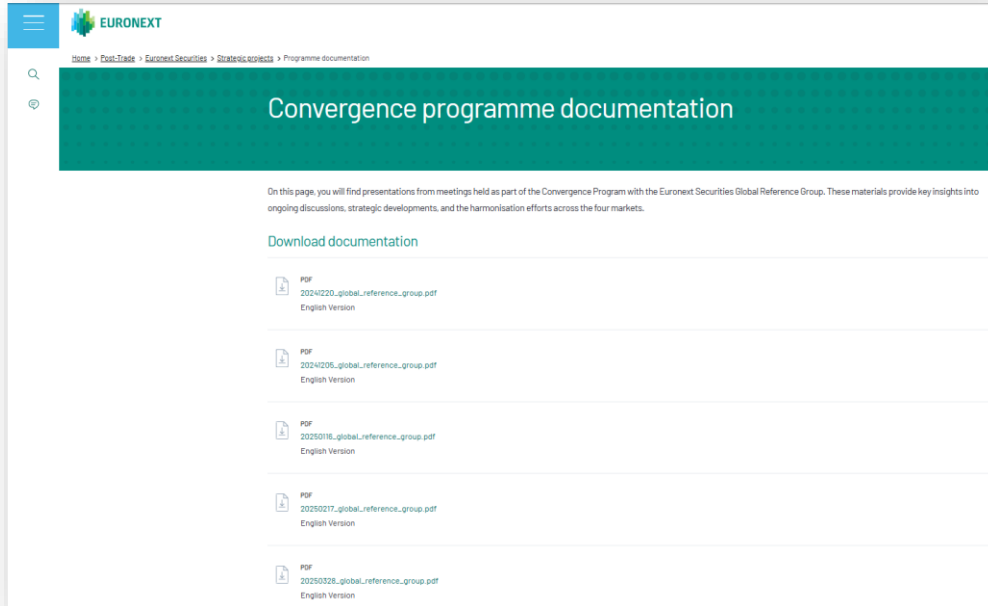
Securities management

Oct 8

Settlement Services Lot 2: Penalties, Operational & TARGET day management

Service Description, Investor Notifications, Tax Services, FundHub and Position Keeping will follow. Official dates for Technical Documentation and Test Plans to be shared.

Convergence Webpage



LIVE NOW

<https://www.euronext.com/en/post-trade/euronext-securities/strategic-projects/programme-documentation>

Questions and Feedback

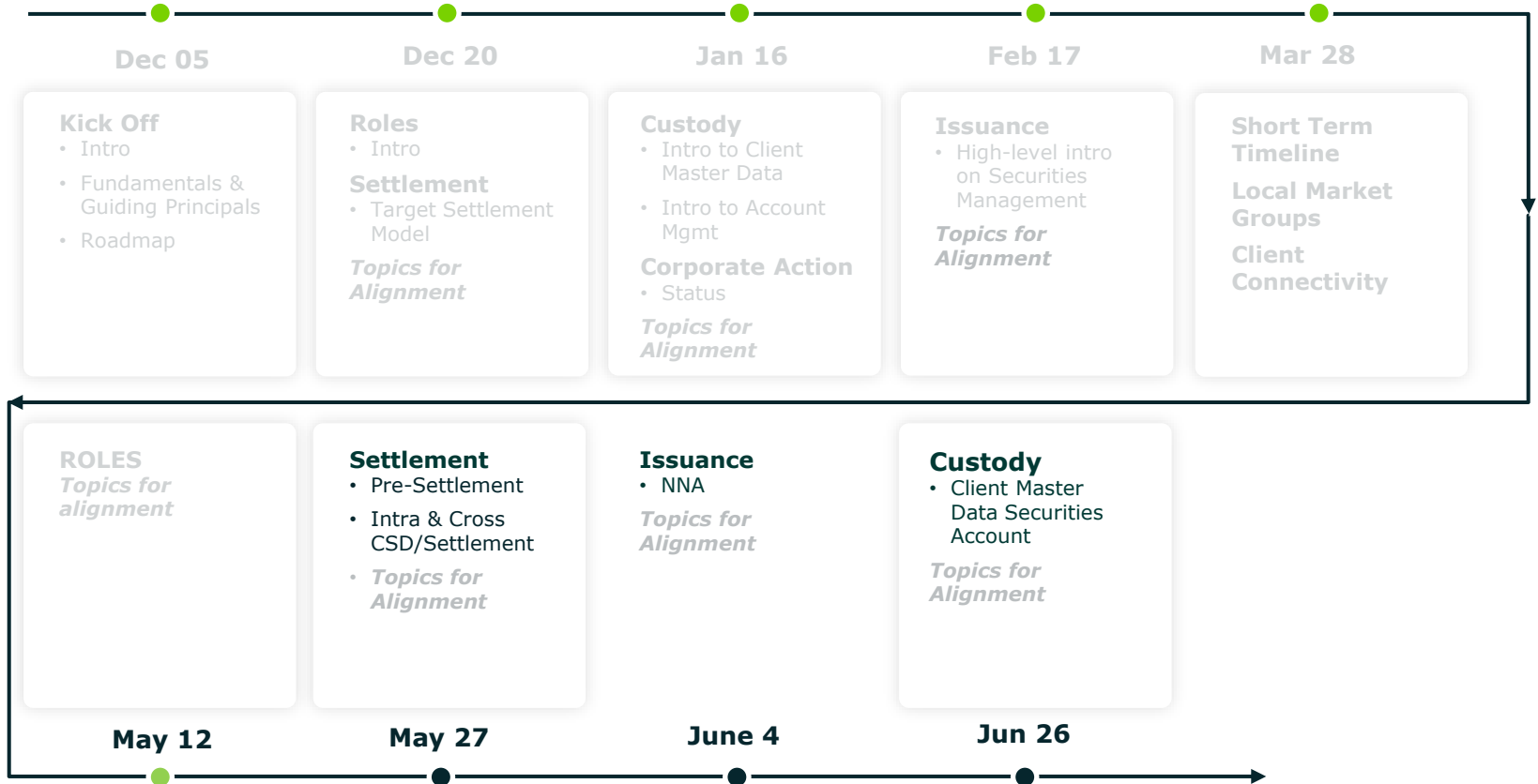
convergence@euronext.com

This dedicated page will be continuously updated as new publications become available.

This will serve as a centralised repository for all relevant documentation:

- Service Description Documents (SDDs)
- GAP
- Technical Specification
- Client Test Plan
- Client Test Guiding Principles
- Migration Document

Preliminary Agendas - H1 2025





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