

29 May 2024

ON\_23/2024

# Settlement Discipline Art.19

To the attention of:	<b>ICPs e DCPs</b>
Priority:	<b>Media</b>
Topic:	<b>Settlement Discipline Art.19</b>

Dear Client,

As of September 2<sup>nd</sup>, 2024 the information for the communication of penalties will be modified according to the new terms provided for by art. 19 of the CSDR. We will therefore proceed with a harmonization of the process of collection and distribution of penalties, entrusting the CSD with responsibility for both cleared and non-cleared penalties.

The new methods of valorisation of MT537 messages will be available in the T2/UTEST testing environment as of June 3<sup>rd</sup>, 2024.

In particular, even in the case of penalties relating to cleared instructions by CCP, the MT537 message will have the following value:

- "22F::TRCA" will be populated with "CSDP".
- "17B::CMPU" will be populated with "Y".

The test environment will, as usual, be available to customers for entering operations and the consequent generation of daily, monthly and any PFOD penalties.

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Although the date for requesting market support for the inclusion of contracts directly on the platform has passed (the date of May 17<sup>th</sup>, 2024 was agreed upon participants at the PT-PC), Euronext Securities Milan will assess the possibility of accepting any new memberships if necessary. Communications regarding the inclusion of trades will take place bilaterally with customers who have requested it.

The updated version of the Settlement Discipline Operational Model will be made available shortly, in the Italian and English versions in the MT-X document section in the folder: "Documentation > Projects > Settlement Discipline".

ES-MIL will provide testing support until July 31, 2024.

For any request for clarification during the testing phase please refer to the following address:: [mt-t2s-test@euronext.com](mailto:mt-t2s-test@euronext.com)