



EUROPEAN CENTRAL BANK

EUROSYSTEM

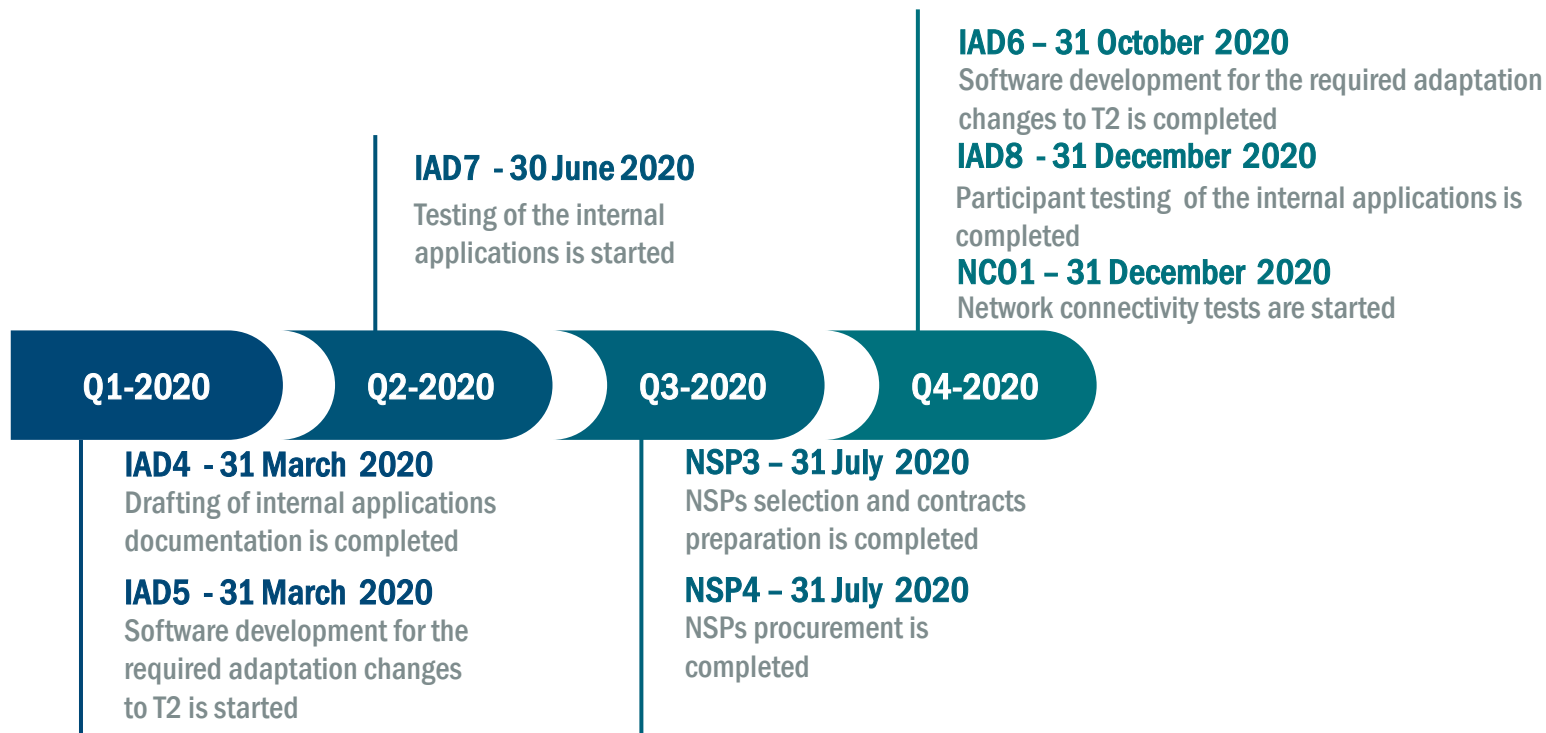
Community Readiness

AMI-Pay meeting

11 May 2020



Overview of milestones due in 2020



Current reporting milestones

- Three milestones were to be met by 31 March 2020:
 - **IAD4: Drafting of internal applications documentation is completed**
 - **IAD5: Software development for the required adaptation changes to T2 is started**
 - **NSP3: Network service provider selection and contract preparation is completed**
- Given the current situation of mobility restrictions **due to COVID-19 pandemic**, the banking community agreed in the AMI-Pay call on 3 April 2020 **to postpone the deadline for the completion of the NSP3 milestone to 31 July 2020**, to fall together with the NSP4 milestone.
- Feedback from NCBs on the milestones' status were received on 14 April 2020.

Highlights from the Community Readiness Report

Overall readiness status: the reporting shows a decrease of the overall confidence level for both NCBs and their communities

National Central Banks (NCBs):

- **28% Green confidence level:** 7 out of 25 reported Green compared to 18 in last reporting
- **72% Yellow confidence level:** 18 out of 25 reported Yellow compared to 7 in last reporting
- **No NCB reported a Red confidence level**

Closely Monitored Participants (CMPs):

- **53% Green confidence level:** 74 out of 139 reported Green compared to 104 in last reporting
- **42% Yellow confidence level:** 58 out 139 reported Yellow compared to 24 in last reporting
- For the first time **5% Red confidence level:** 7 reported Red compared to 0 in last reporting

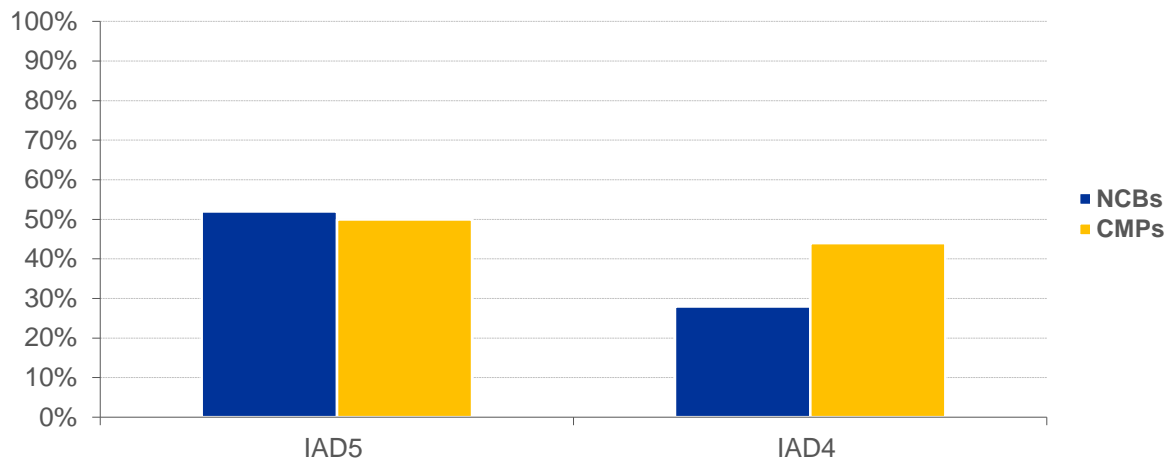
Regularly Monitored Participants (RMPs):

- **29% Green confidence level:** 628 out of 2135 reported Green
- **62% Yellow and Red confidence level:** 1287 reported Yellow and 31 Red out of 2135
- **9% did not report:** 189 out of 2135

Main reasons for the decrease in the confidence level

- The current situation of the **COVID-19** pandemic and its related consequences (e.g. need for reprioritisation of certain activities, teleworking conditions, project resources moved to production); and
- The SWIFT's announcement to **delay the ISO 20022 implementation** in cross-border business until 2022.

Completion of milestones IAD4 & IAD5



- **IAD5: 13 NCBs (52%) and 70 CMPs (50%)** confirmed having started their software development for the required adaptation changes to T2
- **IAD4: 7 NCBs (28%) and 61 CMPs (44%)** confirmed completing the drafting of their internal applications documentation

Proposal on repositioning the NSP4 milestone

- Given the current situation of mobility restrictions **due to COVID-19 pandemic**, and that
- **There is buffer for repositioning the NSP4 milestone (Network Service Provider procurement is completed)**, originally due by 31 July 2020, without impacting any of the forthcoming key milestones, in particular the start of the connectivity testing by market participants (NCO1) in December 2020
- **AMI-Pay members are invited to agree:**
 - To ease the fulfilment of the NSP4 milestone, and that
 - **The new deadline** for the completion of the NSP4 milestone **is 31 October 2020**

Next Steps

- In the 9th MTRSG meeting on 20 - 21 April 2020, it was agreed not to pursue the proposal of having an additional reporting cycle as interim status update between the current and forthcoming reporting cycle.
- The forthcoming reporting cycle is due by 31 July which includes milestones IAD7, NSP3 and NSP4 (pending the AMI-Pay endorsement of the proposal for repositioning the NSP4).
- The ECB will continue the dialogue with the Central banks to support them and their communities in their readiness process for the go-live of the T2-T2S Consolidation project.