



# SFTR

FOCUS

Version 01 – Updated in March 2019

### REGULATORY EVOLUTION

The European Commission proposed a regulation on securities financing transactions (SFT).

#### Changes implemented

1. New rules on reuse of collateral (art.15)
2. New information to be disclosed in prospectus and financial reports.

#### Changes adopted but to be implemented

Obligation to report all transactions to *Trade Repositories* (TR)

### FOCAL POINTS

The last piece of this regulation to be implemented is to notify SFT (Securities financing transactions) like repos, securities lending, buy-sell back securities or sell-buy back securities to trade repositories (TR). This is similar to the notification process for EMIR. ESMA needs to confirm the final date to start reporting to TR. **Live date** could be Q1 2020 after publication/entry into of final RTS in 2019 (Q2).



☐ SFTR came into force on 13 January 2016

Updated on 21 March 2019

- No further update about transaction reporting deadline. Q1 2020?

### STATEMENT

- ☐ Article 15 : More transparency by contract amendment and/or notification to counterparties/clients/beneficiaries. They had to be modified for 13 July 2016.
- ☐ Annual or semi-annual reports must include new data information on SFT (13 Jan 2017) Section A of the Annex as well as in the prospectus (13 July 2017) Section B of the Annex. Static and dynamic data of Section A have been identified in order to be disclosed in the relevant financial reports of UCITS/AIFs.
- ☐ List of eligible assets for the collateral is not limited in the final text. The term reuse must align to the one defined by the FSB.

### FOR YOUR CONSIDERATION

- ☐ Clients/funds need to assess whether they will have an internal solution for complying with transaction reporting. A screening of Fund portfolios should be performed in order to assess level of SFTs (Repos, Securities lending). SGSS will be assisting clients/funds for making reporting to TR like for EMIR with or without external providers.
- ☐ SGSS might propose a service of securities financing transaction reporting in 2019 upon client request.

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To know more please refer to:  
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