

04 June 2019

Circular on Regulation (EU) No 909/2014 - the Central Securities Depositories Regulation (CSDR)

Improving Securities Settlement in the European Union and on Central Securities Depositories (CSDs)

This circular is being addressed to all interested stakeholders, in particular to investment firms and professional clients as referred to in Article 6 of the [CSDR](#).

The contents of this letter shall be read in conjunction with the CSDR, the European Securities and Markets Authority ('ESMA') **guidelines on Internalised Settlement reporting**¹, and the Commission Delegated Regulation (EU) 2017/391² ('RTS on Internalised Settlement') and Commission Implementing Regulation (EU) 2017/393³ ('ITS on Internalised Settlement').

Background

The Malta Financial Services Authority ('the Authority') would like to inform the market of the upcoming obligation for firms to report settlement internalisation under Article 9 of the CSDR, which comes into force on 12 July 2019.

Annex I of the ITS on internalised settlement lays down the template a settlement internaliser should use when reporting to the Authority. Accordingly, Annex I shall be completed in accordance with the instructions set out in Annex II.

In view of the above deadline and in order to ensure a standardised and consistent approach for reporting the aggregated volume and value of all securities of internalised settlement, the Authority is hereby publishing a set of templates and procedures extracted from the aforementioned RTS and ITS on internalised settlement. These templates and procedures are intended to assist a settlement internaliser to report and transmit any information on transactions which are settled outside a securities settlement system.

Next Steps

Settlement Internalisers are kindly requested to start submitting the Annex I template, in spreadsheet format to the Authority by not later than 12 July 2019. Relevant documentation can be found under the [CSDR section](#) on the MFS website. Reports shall be submitted to csdr@mfsa.com.mt.

¹ https://www.esma.europa.eu/sites/default/files/library/esma70-151-1258_final_report_-_csdr_guidelines_on_internalised_settlement_reporting.pdf

² <https://eur-lex.europa.eu/legal-content/EN/TXT/PDF/?uri=CELEX:32017R0391&from=EN>

³ <https://eur-lex.europa.eu/legal-content/EN/TXT/PDF/?uri=CELEX:32017R0393&from=EN>

Contacts

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