

Transaction reporting

RegTech



THE PROBLEM

Transaction reporting under MiFIR, EMIR and SFTR has become fragmented, duplicative and costly due to siloed obligations. Burden drivers include:

- Complexity due to frequent, inconsistent and unsynchronised regulatory changes;
- Duplications due to scattered reporting requirements across multiple frameworks and channels; and
- Dual-sided reporting and associated reconciliation process.

€1.0bn–€4.2bn = Current annual operating costs



THE SOLUTION



Towards a “report once” framework

Long-term: “Report once” target scenario built on a single, modular reporting framework serving multiple regulatory and supervisory needs. It ensures:

- Reporting via a single type of infrastructure;
- Structural simplification; and
- Addressing the root causes of the key cost drivers.

Short-medium term*: Set of independent intermediate measures to complement in the near term. They provide relief by addressing material cost drivers within the current reporting architecture.

*Fully compatible with the transition towards the target scenario.

Medium-term

Short-term

#1
Revision of dual-sided reporting

#2
Streamlining the intragroup reporting exemption procedures

#3
Reduction of the back-reporting

#4
Targeted exemptions from MiFIR RTS 22(5)

#5
Deprioritising targeted MiFIR fields

#6
Adjustment of EMIR reconciliation

#7
Simplification of SFTR reporting settlement fails

#8
Simplification of Errors and Omissions notification

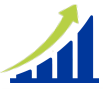


MARKET IMPACT



€250m–€1.0bn

Annual net savings



€1.2bn–€4.9bn

10-year cumulative discounted net benefits



22%–24%

Recurring reduction in annual operating costs



N+3 or 4

Implementation cost to be recovered in year



SUPERVISORY IMPACT



9%–11%

Lower ongoing costs

• Call for Evidence

- 100 responses to the CfE
- Interim Report with responses to the CfE

• Cost-Benefit Analysis

- 30 entities in the independent CBA sample and CBA results extrapolation market wide
- CBA with Competent Authorities

• Extensive outreach

- Dedicated workshops with CBA participants
- Public hearing
 - 600 registered participants
 - 450 online participants
- Multiple meetings with industry stakeholders' representatives

'Report once' implementation timeline

