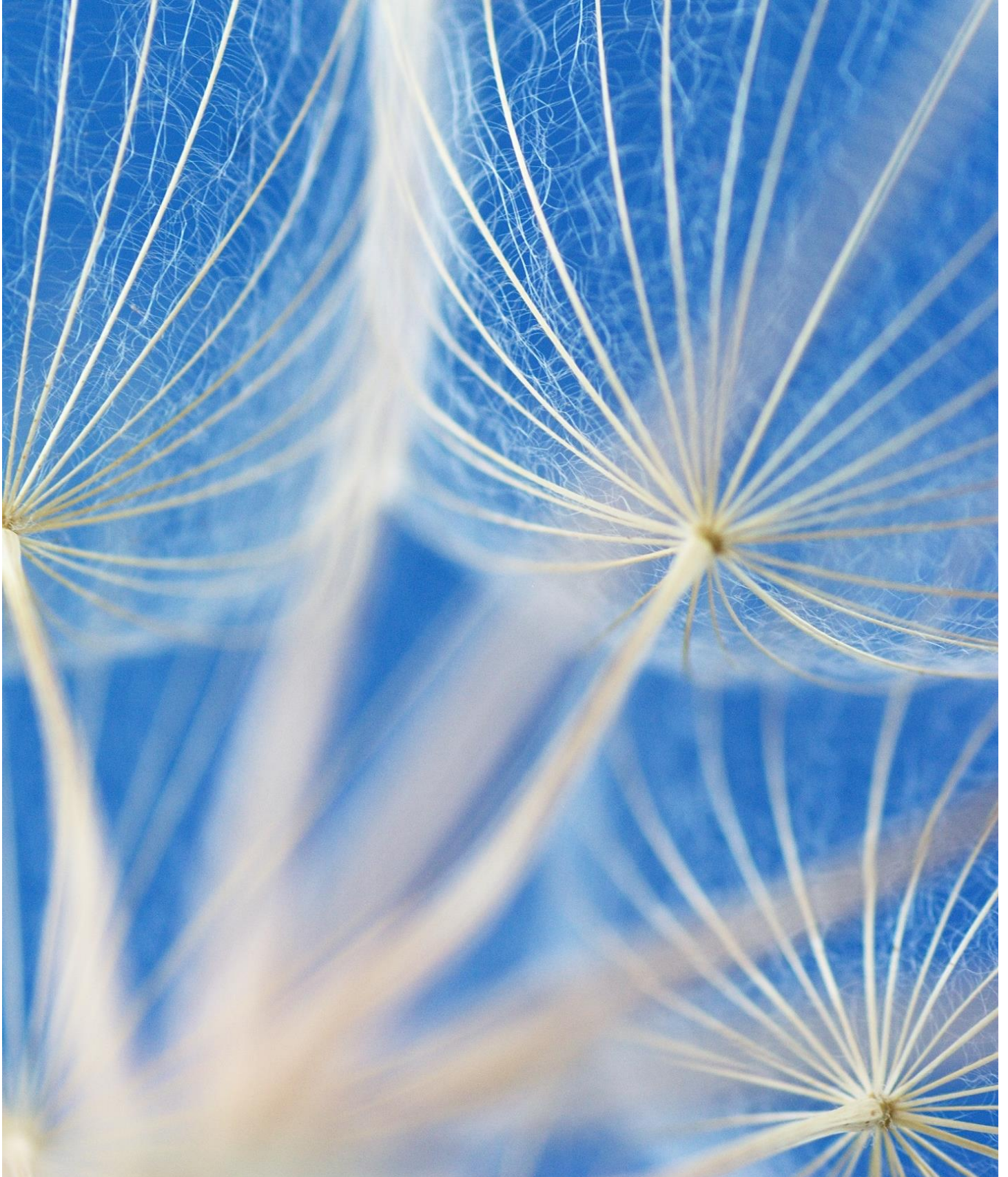


## T2S migration plan - Danish Kroner



## Table of Contents

1. Introduction.....	3
2. Client Readiness .....	3
3. Production Migration Weekend.....	3
4. Specifications of the last operational day.....	4
5. Migration process & timelines .....	4
6. Fall-back scenario .....	5

## Document Version Control

Version	Date	Status   Changes	Author
0.1		Initial version	EuroCCP

## Document Distribution List

Relevant recipients	Description
EuroCCP Clearing Participants	

## 1. Introduction

The purpose of this document is to outline the process during the Target2 Securities (T2S) Migration Weekend of Danish Kroner denominated securities in the Danish market, migration of pending settlement instructions, corporate action handling during the migration weekend, EuroCCP reporting and client readiness.

The EuroCCP Migration Weekend plan is subject to change and may be enhanced in future versions of this document.

## 2. Client Readiness

In preparation of the production migration of Danish Kroner denominated securities settlements to T2S, EuroCCP's Clearing Participants must complete and confirm the actions indicated in the following table:-

	<b>Deadline</b>
<ul style="list-style-type: none"> <li>• Clearing Participant static data                             <ul style="list-style-type: none"> <li>○ Confirm SSI's</li> <li>○ Confirm netting preferences</li> </ul> </li> </ul>	1 September 2018
<ul style="list-style-type: none"> <li>• Readiness Statement</li> </ul>	12 October 2018

## 3. Production Migration Weekend

Following the migration of Euro denominated settlement activity to T2S, the Danish Central Securities Depository (VP Securities) will connect to T2S and outsource the settlement process to this pan European platform for Danish Kroner denominated securities settlement as from Intended Settlement Date (ISD) 29 October 2018.

Between Friday 26 and Sunday 28 October 2018, static data, securities positions and pending settlement instructions will be migrated from VP Securities' legacy settlement system to T2S.

### Matched / unmatched settlement instructions

Matched and unmatched settlement instructions that are pending settlement on the Friday prior to the migration weekend will be migrated by VP Securities to T2S.

For migrated settlement instructions in which a CCP is a counterparty, the partial settlement indicator will be left blank. As a result partial settlement will be allowed for these instructions. From Monday 29 October settlement instructions between Clearing participants and EuroCCP must be submitted in T2S using the partial indicator PARQ.

### Settlement instruction for ISD Tuesday 30 October 2018

Settlement instructions with trade date Friday 26 October 2018 for ISD Tuesday 30 October 2018, will not be submitted in VP Securities' legacy system on trade date. These settlement instructions will be submitted in T2S on Monday 29 October 2018.

### Corporate Actions on flow during the migration weekend

Corporate actions on flow with a payment date and record date prior to the migration weekend will be undertaken between the VP Securities participants bilaterally within the VP Securities legacy system. This is in line with the current VP Securities process for Danish Kroner denominated activity. Settlement instructions to settle the proceeds from these corporate event and are pending settlement on the Friday prior migration weekend, will be migrated to T2S by VP Securities.

For corporate actions on flow with a record date on the Friday prior to migration weekend, EuroCCP will submit the related settlement instructions in T2S after the migration weekend.



The following will apply to corporate actions in Danish Kroner denominated events with a record date and payment date equal to or after the migration weekend:-

Ex-date	Record Date	Payment date	Market Claim & transformation process	Migration process
<b>Before migration</b>	Before migration	Before migration	Handled participants bilaterally	Created settlement instructions will be migrated
<b>Before migration</b>	Before migration (before Friday)	After migration	Handled participants bilaterally	Created settlement instructions will be migrated
<b>Before migration</b>	Before migration (on Friday)	After migration	Handled participants bilaterally and settlement in T2S	n/a
<b>Before migration</b>	After migration	After migration	VP Securities process and settlement in T2S	n/a
<b>After migration</b>	After migration	After migration	VP Securities process and settlement in T2S	n/a.

#### 4. Specifications of the last operational day

In preparation for the migration weekend, VP Securities will close its settlement system for the receipt of instructions on Friday 26 October 2018 at 18:00 CET. Settlement instructions with trade date Friday 26 October 2018 for intended settlement date Tuesday 30 October will not be submitted to the VP Securities system by EuroCCP, and will be sent to T2S on Monday 29 October 2018.

#### 5. Migration process & timelines

The production migration weekend is scheduled as follows:-

- **Friday 26 October 2018**
  - Last Settlement Date in VP Securities' legacy settlement system.
  - Due to the early closure of the VP Securities' system, settlement instructions with trade date Friday 26 October 2018 for intended settlement date Tuesday 30 October will not be submitted to the VP Securities' system by EuroCCP, and will be sent to T2S on Monday 29 October 2018.
  - The EuroCCP CIF file will be generated and distributed by EuroCCP as usual.
- **Friday 26 October to Sunday 28 October 2018**
  - Migration Weekend.
- **Monday 29 October 2018**
  - First ISD in T2S for transactions with trade date Thursday 25 October 2018.
  - Settlement instructions with trade date Friday 26 October 2018 will be submitted in T2S.
  - All settlement instructions will include the new SSIs in accordance with the VP Securities T2S specifications.
  - The EuroCCP CIF file will be generated and distributed by EuroCCP as usual.

Please note this schedule is subject to change and may be enhanced in future versions of this document.

## 6. Fall-back scenario

If the point of no return is not reached during the Migration Weekend, VP Securities will restore pre-migration processes and remove T2S specific processes. Settlement instructions originally selected for migration to T2S and therefore put on hold, will be released for settlement in the first upcoming VP settlement batch.

The settlement arrangements, static data and SSIs which were originally in place in EuroCCP's records, will remain unchanged.