

TIPS Releases 2024 release scoping Feasibility Assessment

TIPS CG – 5 JULY 2023

The provisional list of CRs that could be included in the scope of TIPS R2024, approved by the MIB on 24 April 2023, was the following:

Candidate CRs for TIPS R2024.JUN

Request ref. no:	Request name:	DA Status
TIPS-0011-URD	Liquidity transfers with the transit account	Completed
TIPS-0014-URD	Broadcast	Completed
TIPS-0028-URD	Rule-based liquidity transfer orders between MCA and TIPS DCA	Ongoing
TIPS-0053-URD	Statistical indicators for DKK	Completed
TIPS-0060-SYS	Display linked instant payment reference of pacs.004 in TIPS GUI	Completed

Candidate CRs for TIPS R2024.NOV

Request ref. no:	Request name:	DA Status
TIPS-0041-URD	Introduction of non-time critical instant payments in TIPS	PA completed
TIPS-0045-SYS	Report OPBD in camt.053	Completed
TIPS-0062-SYS	Inclusion of business date in the camt.054 message	Ongoing

In view of the definition of the scope of the two TIPS 2024 releases, the following three initiatives were also mentioned to the MIB (their feasibility assessment, however, has yet to be performed):

1. One-Leg Out
2. Cross-Currency Settlement
3. Confirmation of payee (IBAN Name check)

As for initiatives under 1. and 2., the idea is to jointly study their feasibility to try to combine their common aspects with the aim of identifying a single solution that exploits their possible synergies.

The analysis would be initially based on the OLO Rulebook (released last March), to continue afterwards based on the OLO Implementation Guidelines (that is foreseen to be released by end of June).

Should the feasibility of an *OLO-based cross-currency service* be confirmed, a tentative preliminary proposal would be to include it in TIPS R2024.NOV, at first for its core functionalities only (so-called *Minimum Viable Product*) and then to continue with the analysis in order to possibly achieve a more extensive implementation in a later release.

Since the last TIPS CG meeting, the following Detailed Assessments, concerning CRs included in the list of candidates approved by the MIB, have been started or just been delivered:

- **TIPS-0014** (*Broadcast*) - the market request to change a requirement (broadcast no longer sent indiscriminately to all participants, but targeted at communities sharing the same currency) was assessed. DA delivered: 30th June
- **TIPS-0028** (*Rule-based liquidity transfer orders between MCA and TIPS DCA*) - the alternate method based on camt.050 to trigger the rule-based liquidity transfers should be assessed; the DA should go in parallel with those of the two corresponding CRs on CSLD and T2S side (namely, CSLD-0067 and T2S-720). DA expected delivery date: mid-August*
- **TIPS-0060** (*Display linked instant payment reference of pacs.004 in TIPS GUI*) - DA delivered: 30th June
- **TIPS-0062** (*Inclusion of business date in the camt.054 message*) - DA expected delivery date: mid-July*

Their possible allocation in the scope of one of the TIPS 2024 releases will be subject to the usual approval procedure (i.e. TIPS WG to recommend their release scoping to the MIB).

* The expected delivery date might vary should critical issues emerge during the analysis.

A balanced approach, taking into account the preferences expressed by the market, but based on both (i) the strategic potential of the different CRs and (ii) the actual development capacity, would suggest that for the time being the two releases could be composed as follows:

TIPS R2024.JUN - provisional scope

Request ref. no:	Request title:	DA Status
TIPS-0028-URD	Rule-based liquidity transfer orders between MCA and TIPS DCA	Ongoing
TIPS-0053-URD	Statistical indicators for DKK	Completed
TIPS-0060-SYS	Display linked instant payment reference of pacs.004 in TIPS GUI	Completed

TIPS R2024.NOV - provisional scope

Request ref. no:	Request name:	DA Status
TIPS-0045-SYS	Report OPBD in camt.053	Completed
TIPS-0062-SYS	Inclusion of business date in the camt.054 message	Ongoing

The possible allocation of the remaining CRs/initiatives in one of the two TIPS 2024 releases needs further analysis, to be carried on in the coming weeks/months. In particular:

- **TIPS-0011** (*Liquidity transfers with the transit account*)
 - DA available, development capacity to be assessed;
- **TIPS-0014** (*Broadcast*)
 - DA available, development capacity to be assessed;
- **TIPS-0041** (*Non-time critical instant payments*)
 - only PA currently available; DA to be performed, upon request of the TIPS-WG;
- **TIPS-00YY** (*One-Leg Out*) / **TIPS-00XX** (*Cross-Currency Settlement based on OLO – MVP*)
 - to be investigated, as previously explained, with the caveat that when both initiatives are clear in terms of scope and time, they may become a single CR or be split differently.

As a result of today's meeting, the TIPS CG members are invited to take note that:

- 1) during their last meeting, the TIPS WG members agreed to recommend the MIB to approve (thus giving green light to their development) the inclusion of the following change requests in the provisional scope of:
 - ❑ **TIPS R2024.JUN → TIPS-0053** (*Statistical indicators for DKK*)
 - ❑ **TIPS R2024.NOV → TIPS-0045** (*Report OPBD in camt.053*)
- 2) once the still pending DAs of the CRs listed in the previous slides are available, the FA exercise will have to be performed (and confirmed) again and the formal steps required to possibly include them in the scope of TIPS R2024 will be started.

Thank you for the attention!