



T+1

The transition from T+2 to T+1

Finanstilsynet - Verdipapirseminar

T+1 in a Global Context



Moving to T+1

- The US, Mexico and Canada migrated to T+1 in May 2024
- The UK and Switzerland to migrate 11 October 2027 – and the EU Commission proposes to move simultaneously on 11 October 2027
- The T+1 migration needs to be synchronized across all EU/EEA countries to preserve and support the Capital Markets Union

Benefits by T+1

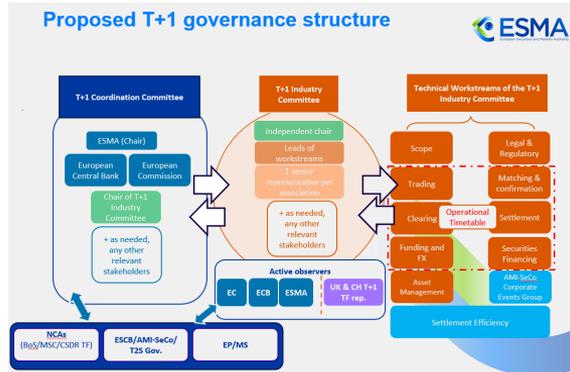
- Reduced cost / more efficient use of collateral & cash (CeBM)
- Increased instrument liquidity in the market
- Reduced counterparty risk
- Settlement efficiency

...yet the change implies cost, mobilization of the financial communities across Europe and will require the entire chain to adapt!

Finding common ground across Europe

Governance

- On European level, strong governance with technical workstreams established.
- Technical workstreams to discuss functional and operational changes required to operate in a T+1 environment.
- ESMA recommends each market to create a national working group to ensure proper adaptation of T+1.



The European Status

Activities completed

- Proposal from T2S (ECB/MIB) provided
- Draft recommendation from the Technical Work Stream

Main pending points

- Confirmation of the operational timetable
- Penalty exemption

Next steps

- Finalisation of the recommendation from the T+1 Industry Committee
- Consultation during the summer

...zooming in on Norway

A non-euro and non-T2S market

Strong steer from the Ministry of Finance

- The guiding principle is that Norwegian market participants should at all times be subject to the same requirements as those applicable within the EU.
- At the same time, it is crucial that the industry accelerates the necessary processes to ensure that the transition to the new settlement cycle is fully operational by 11 October 2027.
- Supports the establishment of a Norwegian T+1 Working Group

The Norwegian Status

Continuously strengthening the Norwegian capital market by aligning with Europe

The creation of the Norwegian T+1 Working Group

- Created in April 2025 on recommendation by Euronext Securities
- 11 market participants, 1 CCP and Euronext Securities, incl. NFSA and Norges Bank as observers

Main focus of attention

- 60 items identified
- Operational time-table and access to cash liquidity (CeBM)
- Euronext Securities is ready – likely to add more settlement batches



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