



Moving to T+1 Settlement
Regulatory and Market
Impact

► Moving to T+1 Settlement Blockers

Post the US Go-Live of T+1 the UK & the EU have announced a transition to T+1 by 2027. The recommendations by the Accelerated Task Force provides key insights into the magnitude of work market participants need to complete and potential operational blockers.



Fragmented Operational Processes and Workflow Management

- Settlement efficiency depends on several different operational and technology processes working together, and often these legacy processes are not as streamlined as expected
- Due to the siloed nature of cross asset class operational teams and platforms, communication and workflows are not always synchronised causing risk of settlement failure



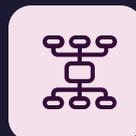
Manual Unstructured SSI Management

- A large majority of data used within settlement processes is still unstructured i.e. SSIs
- Over 5 million SSIs sit outside of industry standard platforms
- These SSIs carry significant operational overheads due to completely manual processes
- This is further exacerbated due to organisational silos



Inefficiencies in Trade Confirmations and Allocations

- A significant proportion of confirmations are still processed outside of electronic platforms like CTM and all transactions between counterparties with non-ALERT SSIs need to be processed manually either via emails or PDF
- Many clients still send allocation messages via email, PDF, and fax (unstructured data sources)
- This exposes transactions to increased settlement failure risk



Network and Inventory Management Challenges

- Borrowing and lending activity often cause settlement failures due to breaks in timelines of expected return of trading inventory
- Non-centralised management of inventory information across network partners, custodians and CSDs result in incorrect trade confirmation data points, hence increasing the risk of settlement failure

▶ How Delta Capita Can Help

We are experts in capital markets and the post trade lifecycle. We support our clients to achieve increased settlement efficiency by combining our consulting & operational services with innovative technology offerings.

Our Offerings

C

End to End Review of Operational and Technology Settlement Processes

C

Management and coordination of testing with counterparties and peer organisations

C

Process re-engineering, design and operating models

C

Inventory and network management process reviews and redesign

C

Payment architecture and cash management process reviews

C T

Enterprise-level workflow tooling and design

C T

Rapidly-deployed automation solutions

T R

Automating SSI Management Processes

T R

Centralised management and automation of Confirmations and Allocations

Serviced by Our Capabilities

C

Consulting & Advisory

We support our clients within post trade leveraging our **deep domain knowledge and senior SMEs**, change management and delivery, as well as scaled RTB staff augmentation

T

Technology Solutions & Platforms

We help clients **adopt and embed best-in-class Post Trade tooling as well as rapidly-deployed automation** to give you a competitive edge

R

Resource Augmentation & Operations

We provide **end-to-end resource augmentation for multiple Tier 1 and Tier 2 banks** by providing both technology assets and resources as a service across several post trade processes