



EUROPEAN CENTRAL BANK

EUROSYSTEM

Transition to T+1 Securities Settlement Cycle

13 June 2024



FXCG meeting

Transition to T+1 in the US

Transition to T+1 Settlement Cycle in the US

Friday 24 May	Saturday 25 May	Sunday 26 May	Monday 27 May	Tuesday 28 May	Wednesday 29 May	Thursday 30 May	Friday 31 May
Last T+2 Trading	Transition Weekend	Transition Weekend	Markets Closed	First T+1 Trading	Double Settlement	T+1 Trading and Settlement	MSCI Rebalancing

Transition to new standard settlement cycle (T+1) started smoothly.



Minor processing delays at DTCC were resolved quickly.



Double settlement occurred with higher volumes, as expected and without incident.

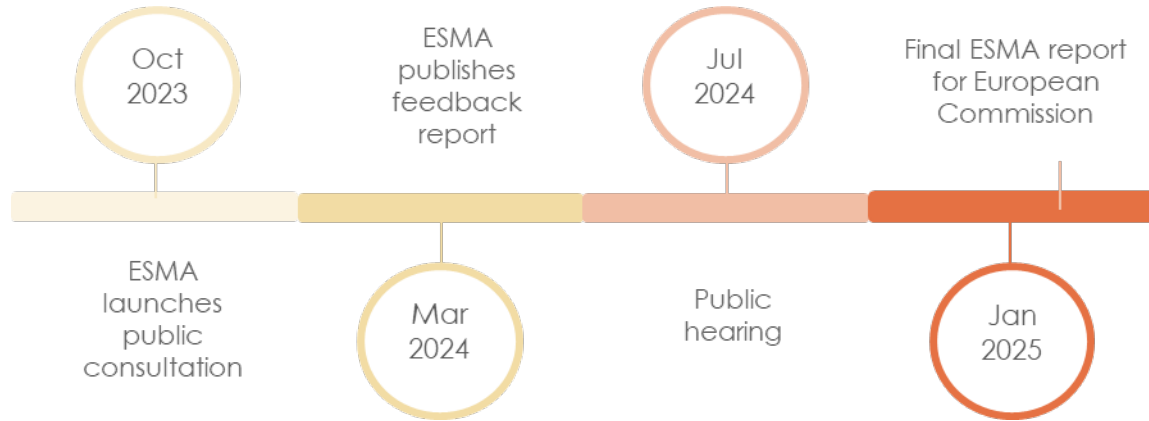


Settlement fail rates were below recent averages.




Reduction of margin requirements.

Shortening the standard settlement cycle in the EU



 **European Commission:** Move to T+1 settlement in the EU is not a question if, but when and how ([Commissioner McGuinness](#))

 **Lessons learnt** from change to T+1 in US should form a part of the EU preparations to T+1

 Broad agreement on the merits of a **possible coordination** of the implementation of the transition to the T+1 Settlement cycle by the **EU and the UK**

 **Harmonization of the rules and practices** is a precondition for a successful move to T+1

 A move to T+1 should **not** be at the **expense of settlement efficiency**