

Interbank Retail Payments in Romania

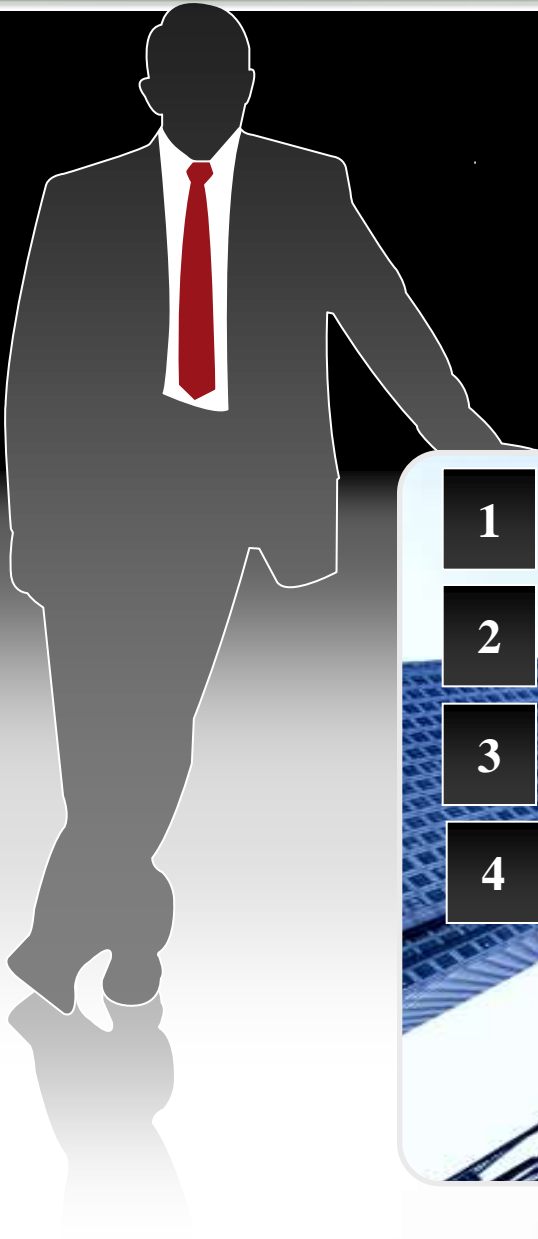
A hand in a grey suit jacket and white shirt cuff is pointing its index finger at a bright red square. Several other white squares of various sizes are floating in the air around the red one, creating a sense of depth and movement. The background is a soft, out-of-focus green and white.

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Advisor to the CEO

TRANSFOND
e-solutions for performance

SWIFT Business Forum, 7th of November 2013, INTERCONTINENTAL Hotel, BUCHAREST

Agenda



1 SEPA- Retail payments Infrastructure

2 EUROSENT Project

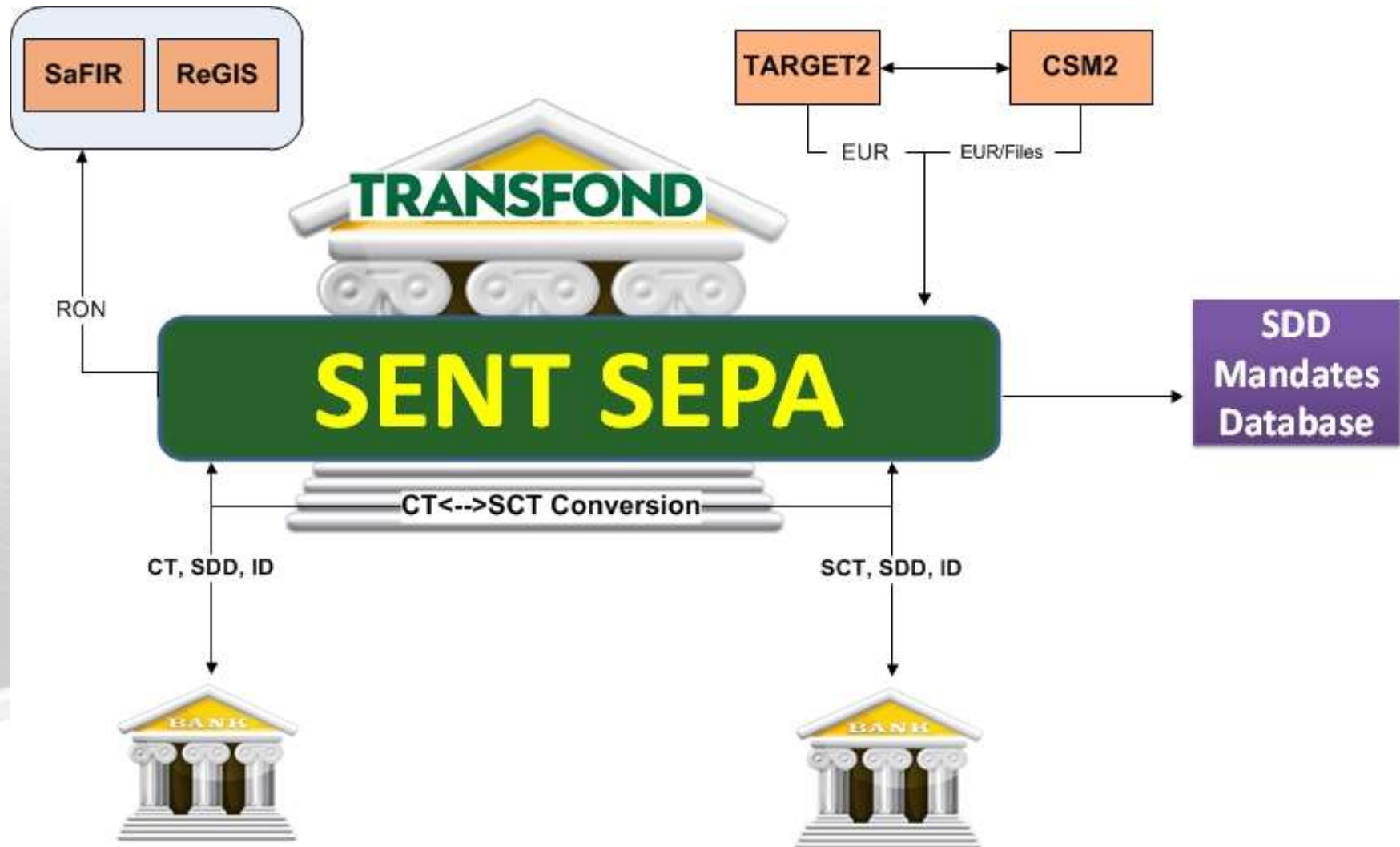
3 SDD-RON Project

4 Instant Payments



1. Retail payments infrastructure (SEPA)

SENT 2014 – 100% SEPA compliant CSM



2. EUROSENT- project

What is EUROSENT

- Not really a “system for euro payments”
- Rather a new SENT product for banks (same system)
- Made to “be/stay in the game”

Implementation effort

- New features (euro payments) configured and tested
- **SWIFT** (FileAct, Interact) - TARGET2 and inter CSM
- Set up the Settlement arrangements and interface (TARGET2)
- Euro-reachability for SEPA payments based on EACHA framework (Equens)

3. SDD-RUM Centralized Mandate Management (RUM)

1. **MANDATE**: SEPA format standard (SEPA)

- Paper based and electronic (ISO 20022)

2. **RUM** – Unique Mandate Registrar

- Platform for SDD mandates processing
- Central data base /validation reference
- Interface with SENT / online enquiry/ validation
- Open for consultation for banks

3. **AM** – Mandate Generation Application (web)

- Provides UMRs to creditors/ banks
- SDD Mandates (.pdf)- pre-formated

4. **SENT** (SEPA- RON)- System

- Validates SDD collection vs. mandate data from RUM
(upon receiving and daily before value date)
- Process and clear SDD as per SDD Scheme

4. Instant Payments

Market survey:

- ✓ 51% consumers / 70% corporates

Main Features

- New system
- 24/ 7/365/15 seconds to complete (end-to-end)
- Deferred net settlement (twice a day- in ReGIS)
- Fully collateralized (liquidity blocked in ReGIS)
- Target date: 2015
- Open for further developments (ie mobile)

Top Issues:

- Service positioning (premium vs. mass)?
- Distribution and price control (banks to set-up prices?)
- Government Bonds as collateral?



**Thank you for
your attention!**

Any Questions?