

International Securities Services Association



Partner Updates

Recent Changes at ISSA

ACSDA

General Assembly, Cartagena CL

March 29, 2012

Josef Landolt, ISSA Chairman

ISSA

International Securities Services Association

Organisational Changes

ISSA



Strengths



Global reach and access

Personal contacts to senior leaders
in 42 markets, across the value chain



Combined market weight

Sponsor group and key members process
a significant portion of the world's
total securities transaction volume



Ability to link stakeholders

ISSA is a global cross-industry association
and is well recognized for its neutrality

Board Strategic Review and Analysis, Spring 2011

Based on round of interviews conducted by Ray Parodi:

◆ Need to improve visibility and relevance of ISSA vs other industry groups

↳ Need to create more added value for our members, and for the industry

- ↳
- Need to produce more "substance"; by running more projects
 - Quicker time to market for project results
 - Intensify communication with members and market

◆ We have to overcome constraints

- ISSA is largely a "virtual" association: no staff, no premises, modest resources
- Success of all ISSA projects depends on voluntary commitments and contributions
- Business issues have become vastly more complex than in ISSA's early years

◆ Preferred solution

A strong, sponsor staffed "executive body" should complement Board and Secretariat

Forming of Operating Committee, September 2011

Chaired by Neil Henderson, DTCC

◆ **Main Mandate**

- Run ISSA's daily business
- Manage ISSA's work projects
- Plan and organize the ISSA Symposium / Board meetings in close coordination with the ISSA Chairman and Secretariat

◆ **Operating Committee members**

- Recruited from within the sponsor firms (ISSA Board member firms)
- Generalist and practical expertise, capable to towk on both "steering / strategic" and "repairing/operational" issues
- Ideally devote 5% of working time / have access to inhouse resources other resources may also be engaged (e.g. BakerMcKenzie)

◆ **Main Activities 2011 / 2012**

- Set-up 3 working groups addressing topics suggested by ISSA constituency
- Prepare report in time for Symposium Nr. 16 in June 2012
- Discussions of reports will form center part of Symposium representatives from WFC assisting in working groups / review process

ISSA Operating Committee Members

Neil Henderson, Committee Chair



Florence Fontan



Ranjit Chatterji



Irene Mermigidis



Thibaud de Maintenant



Jo Van de Velde



Henry Raschen



Ed Neeck



Mark Morris



Mike Pavey



Fabian Vandenreydt



Urs Stähli



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Three New ISSA Working Groups

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Three New ISSA Working Groups

Regulatory Impact on the Securities Services Chain

- **Global Initiatives**
 - CPSS-IOSCO
 - Basle III / CRD IV
 - LEI
- **European Initiatives**
 - EMIR, CSDR
 - MiFID II, AIFMD
 - T2S, T+2
 - Securities Law Direct.
- **US Initiatives**
 - FATCA
 - Dodd-Frank
 - Volcker Rule
- **Asian Regulation**

Hidden Risks for Custodians Clearers and (I)CSDs

- **Custodian Risks**
 - Hedge Funds, FoF
 - Complex Fund Structures
- **GC Standard of Care**
- **Custody of Non-Standard Assets**
- **Risk Disclosure in Securities Lending**
- **Complex Instrument Valuation**
- **Operational Risk associated with Third Parties**

Communication Standards and Reference Data

- **Standards Evolution in Post-trade**
- **Changing Requirements in the Middle-Office**
 - Trade Repositories
 - Trade Allocation and Confirmation
 - CCP Interoperability
- **LEI – Implications for Custodians / Clearers and ICSDs / CSDs**

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ISSA on Linked-in

ISSA on LinkedIn

LinkedIn is an online site that is widely used by professionals, companies and associations in the financial industry. It is free, interactive, available 24/7 and even offers an option for some settings in different languages.

Our main reason for recruiting ISSA's membership to LinkedIn is to use its infrastructure to support a new *ISSA group* for lively exchanges of news and discussions among ISSA member companies and their interested staff.

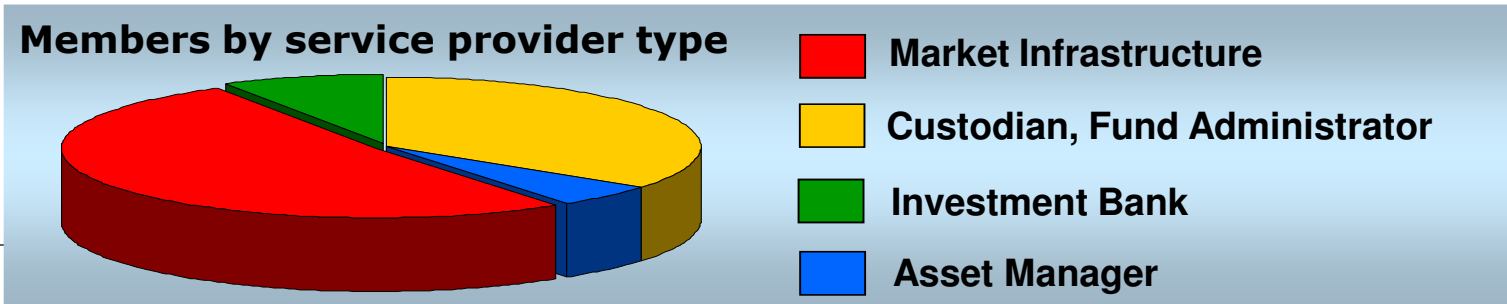
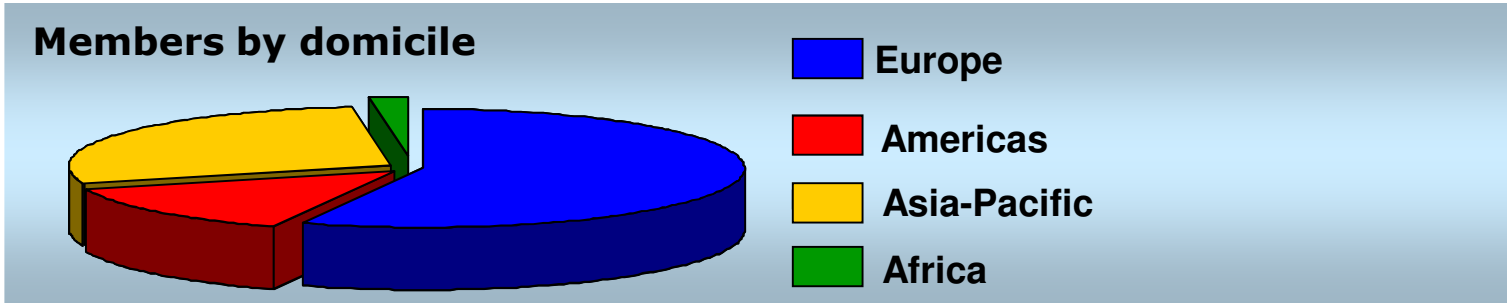
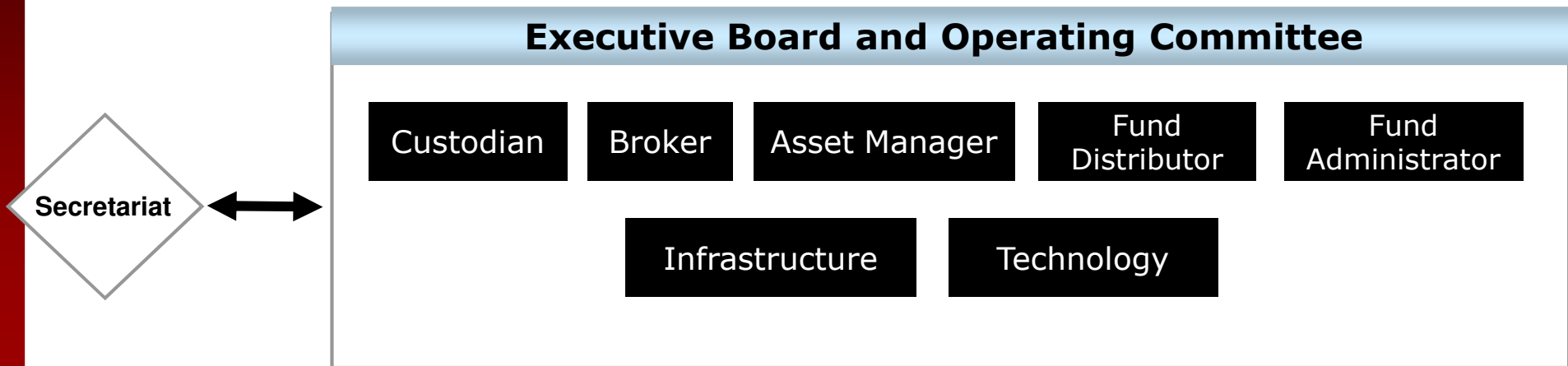
So far, 60 users joined the ISSA closed user group, representing 34 ISSA member firms.

Join LinkedIn and download our introductory document from http://www.issanet.org/pdf/ISSA_on_LinkedIn.pdf

International Securities Services Association

ISSA Membership

ISSA Membership Breakdown



ISSA Members as of March 2012

Market Infrastructure

BM & FBOVESPA S/A, São Paulo
Caja de Valores S.A., Buenos Aires
The Canadian Depository for Securities Ltd., Toronto
Central Depository & Clearing Company Inc., Zagreb
Central Depository AD, Sofia
Central Depository Company of Pakistan Ltd., Karachi
Central Registry Agency Inc., Istanbul
Central Securities Depository and Clearing House of Serbia
Clearstream International, Luxembourg
DCV, Santiago de Chile
Closed Joint Stock Company "Depository Clearing Company" (DCC), Moscow
The Depository Trust & Clearing Corp., New York
Euroclear Bank SA/NV, Brussels
Hong Kong Exchanges and Clearing Limited
Iberclear, Madrid
Icelandic Securities Depository, Reykjavik
Istanbul Stock Exchange, Istanbul
Japan Securities Depository Center, Tokyo
Japan Securities Clearing Corporation, Tokyo
KDD Central Securities Clearing Corporation, Ljubljana
Keler Private Ltd., Budapest
Korea Securities Depository, Seoul
KPDW, Warsaw
Maroclear S.A., Casablanca
Misr for Central Clearing, Depository & Registry – MCDR, Cairo
National Depository Center of Azerbaijan, Baku
National Depository of Ukraine, Kyiv
Oesterreichische Kontrollbank AG, Vienna
Omgeo, Boston
PT KSEI, Jakarta
S.D. INDEVAL, Mexico City
Singapore Exchange, Ltd., Singapore
SIX SIS AG, Zurich
The Stock Exchange of Thailand, Bangkok
STRATE Ltd, Johannesburg
SWIFT, Brussels
Taiwan Depository & Clearing Corporation, Taipei
Taiwan Stock Exchange Corporation, Taipei
TAKASBANK, Istanbul
Tokyo Stock Exchange, Tokyo
Verdipapirsentralen ASA, Oslo
VP Securities A/S, Copenhagen

Market Participants

The Bank of Tokyo-Mitsubishi UFJ Ltd., Tokyo
Bank Sarasin & Co. Ltd., Basel
BNP Paribas Securities Services, Paris
Broadridge Financial Solutions, Geneva
Brown Brothers Harriman & Co., New York
CACEIS Investor Services, Paris
CIBC Mellon Global Securities Services Company
Citigroup, New York
Commerzbank AG, Frankfurt
Credit Suisse, Zurich
Danske Bank, Copenhagen
DnB Bank ASA, Oslo
Deutsche Bank AG, Frankfurt
Deutsche WertpapierService Bank AG, Frankfurt
DST Global Solutions Limited, Surbiton (UK)
European Banking Federation, Brussels
Hong Kong and Shanghai Banking Corporation, HK
HSBC Bank plc, London
ING Commercial Banking Securities Services, Amsterdam
International Capital Market Association (ICMA), Zurich
JP Morgan, New York
KAS BANK N.V., Amsterdam
KBL European Private Bankers S.A., Luxembourg
Mizuho Corporate Bank Ltd., Tokyo
Nikko Cordial Securities Inc., Tokyo
Nomura Securities Co. Ltd., Tokyo
Nordea Bank Norge ASA, Oslo
The Northern Trust Company, Chicago
RBC Dexia Investor Services, London
Schroder Investment Management Limited, London
SEB Merchant Banking, Stockholm
Standard Chartered Bank, Singapore
State Street Bank, Boston
Stock Holding Corporation of India Ltd, Mumbai
UBS AG, Zurich

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ISSA Symposium 2012

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ISSA Symposium



UBS Wolfsberg Conference Center, Switzerland

ISSA 16: June 5-8, 2012



ISSA