Accessing a Global Ecosystem
Experiencing ‘Euroclearability’

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Impacts of getting access to a global eco-system
Findings of PWC-study on Euroclearability in April 2019

**MARTK IMPACT OF EUROCLEARABILITY**
- **28bps** Reduction in sovereign borrowing costs
- **14bps** Reduction in corporate borrowing cost

**BENEFITS OF EUROCLEARABILITY**
- Better access to wider pool of investors
- Secure and standardised way of trading
- Reduced volatility of borrowing cost
- Stronger international profile of the country

**ECONOMIC/SOCIAL IMPACT OF EUROCLEARABILITY**
- $3.9 BN
- Equivalent to
  - 1.0% increase in the annual healthcare budget, or
  - 1.2% increase in the annual budget for education.

Potential GDP boost for six recently Eurocleared countries over 10 years...
Euroclear’s identity card
A trusted market infrastructure offering an open ecosystem

- Cost & process efficiency
- Risk reduction
- Global collateral and liquidity optimisation
- Venue neutral and open architecture

Global client network / ecosystem

- Exchanges
- CCPs
- Issuers
- CSDs
- Investment banks
- Custodians
- Central banks
Euroclear: collateral highway
Offers an open & robust infrastructure for collateral management
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Euroclear: collateral highway
The benefit of global collateral mobility
‘Asean + 3’
Assets used in cross-border Triparty Collateral Management
Ingredients for Euroclearability

- Recognition of FMI concept
- Recognition of foreign nominee concept
- Omnibus account structure (securities & cash)
- Recognition of offshore settlement
- Clear settlement finality framework
- Efficient withholding tax procedures
- Freely convertible and transferable currency
- No market barriers for foreign investment
A case study: “Euroclearability” for South Korea

Preliminary view

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✓ Easy access to a global integrated eco-system

✓ Transparency