



Accessing a Global Ecosystem

Experiencing 'Euroclearability'

4th Asian Prime Collateral Forum

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Impacts of getting access to a global eco-system

Findings of PWC-study on Euroclearability in April 2019



\$13.7_{TR}

Domestic issuance of bonds in 24 emerging countries in 2017

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

MARKET IMPACT OF EUROCLEARABILITY



Reduction in sovereign borrowing costs



Reduction in corporate borrowing cost

ECONOMIC/SOCIAL IMPACT OF EUROCLEARABILITY



...equivalent to



1.0%

increase in the annual **healthcare** budget, or



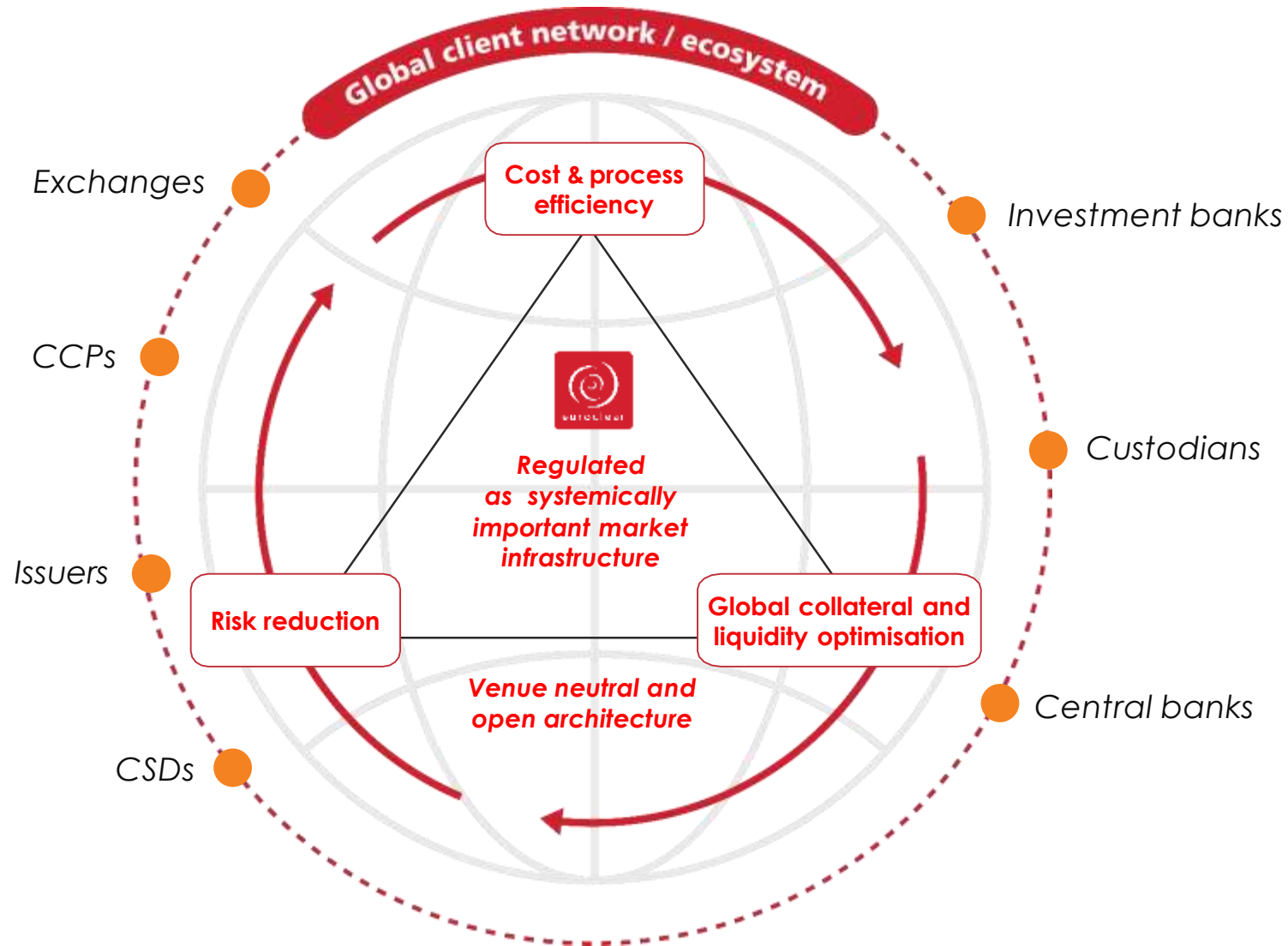
1.2%

increase in the annual budget for **education**.



Euroclear's identity card

A trusted market infrastructure offering an open ecosystem





Euroclear: collateral highway

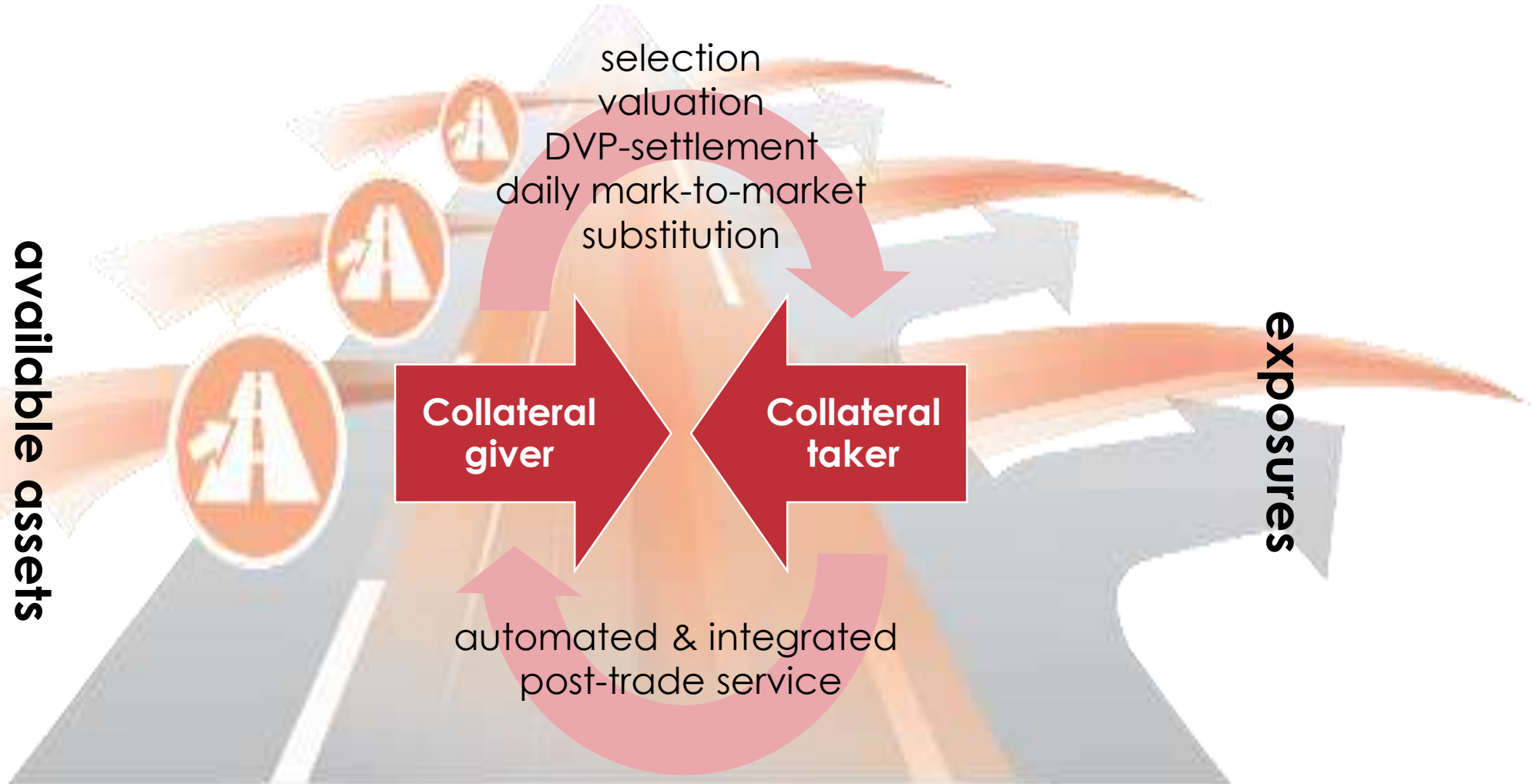
Offers an open & robust infrastructure for collateral management





Euroclear: collateral highway

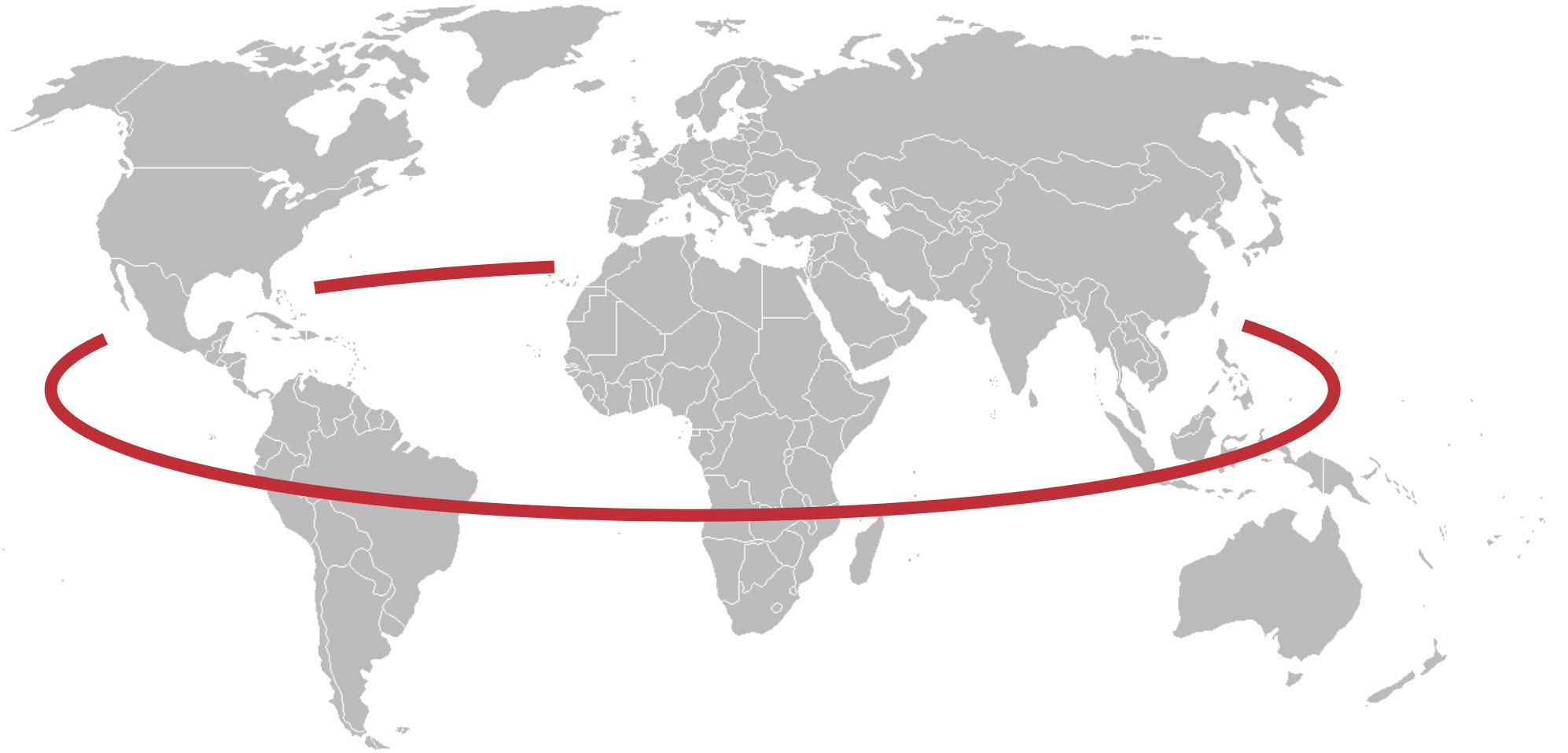
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Euroclear: collateral highway

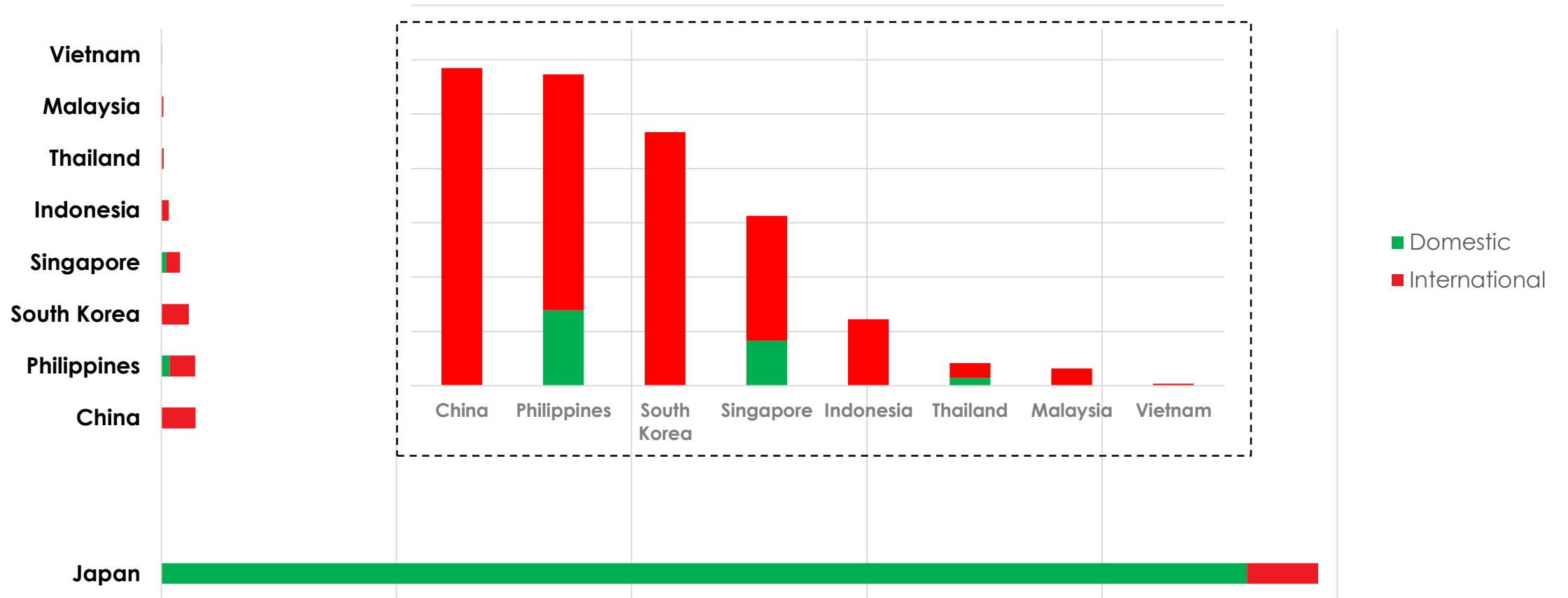
The benefit of global collateral mobility





'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

