



X-COM Triparty Collateral

An update

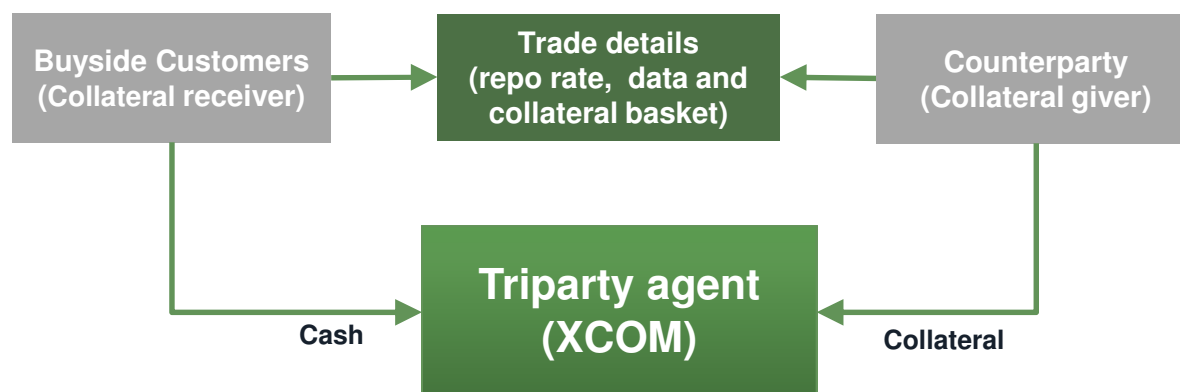
ABI Event
Post-trading & T2S Forum 2016
Milano, 12th December 2016



What is a triparty collateral repo

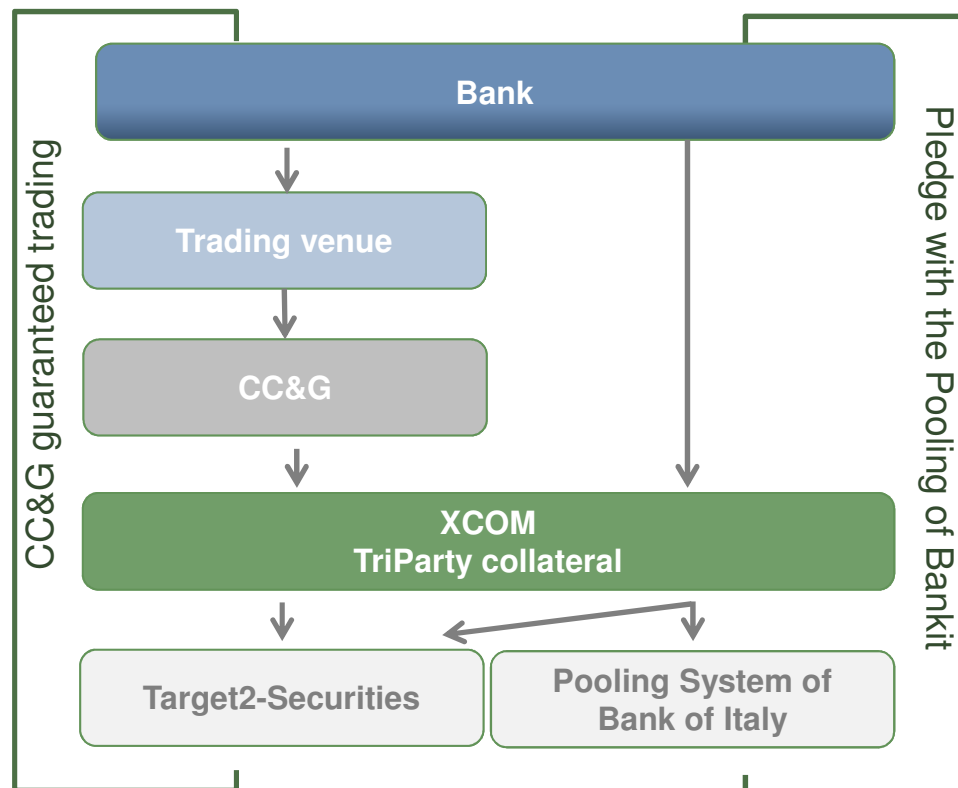
Key words

- Source of **investment** (repo)
- **Collateralised** with assets (collateral)
- Managed by a **neutral** third party (triparty agent)
- One of the **simplest** forms of investment





X-COM: How it works?



- Two segments:
 - CC&G guaranteed trading;
 - pledge with the Pooling of Bank of Italy
- Single pool of collateral with a full integration between cash and securities
- CC&G: very limited capital absorption and netting
- Bank of Italy: operational simplification; automatic re-use of collateral

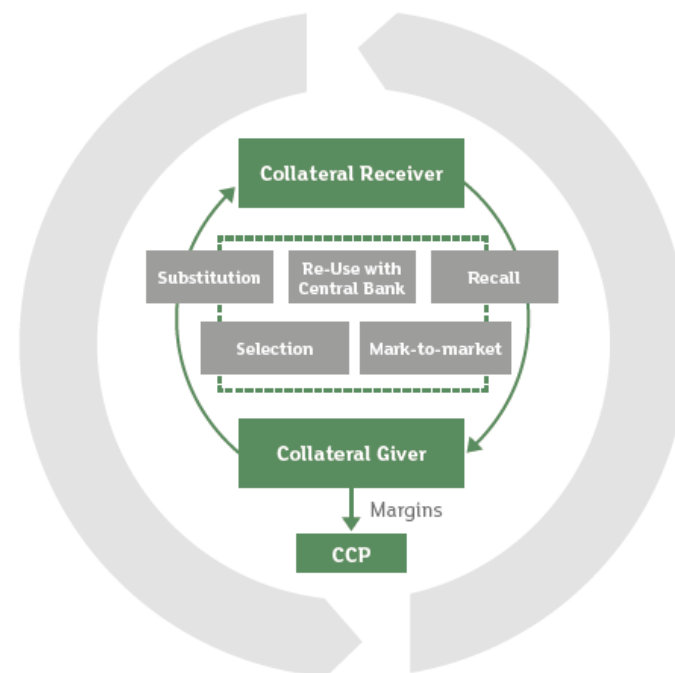
X-COM already integrated in the actual systems of the bank



Simple, easy, fast...

X-COM plays the role of third party:

- Neutral in the evaluation of collateral
- Responsible to manage risk profile of each participant
- Guarantor of full segregation of assets





Key facts

**Outstanding
over EUR 2bn**

Volumes reached in six months of activities
Of which EUR 800ml represented by re-use in central bank

**Seven
clients
active**

**4 clients already members and 3 additional more by
year end (Banco Popolare, Cassa Depositi e Prestiti,
Banca Profilo) More in the pipeline**

**Eligible
basket of
2.100 ISINs**

**500 additional ISINs thanks to the last release on
issuer rating**

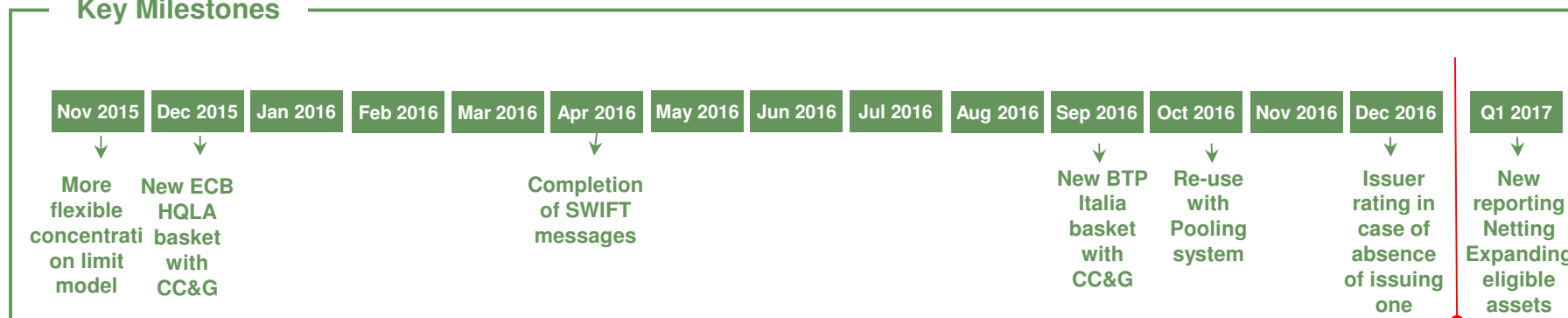
**3 baskets
guaranteed
by CC&G**

Including ECB basket and BTP Italia basket



Enhancements and planning

Key Milestones



- Monte Titoli and CC&G committed after the kick-off of T2S to enhance the service features in accordance with industry best practises and clients needs.
- Released enhancements have been mainly focused on:
 - 1 Expanding eligible assets
 - 2 Introducing new facilities
 - 3 Making easier the use of the platform



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