# T2S and regulation -

The TARGET2-Securities (T2S) platform is now in full swing. Our infographic highlights the opportunities and challenges of weaving regulation into this new and unchartered territory

#### CONTEXT

T2S consolidates post-trade processes, meaning significant cost savings and efficiency gains for investors



Against this backdrop, service providers are working with regulatory initiatives to revisit existing ways of moving collateral within the investment chain.

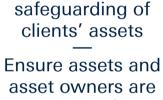
### REGULATION



## DICHOTOMY

management. The challenge is how best to balance them

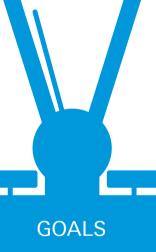
These regulations help ensure specific goals for both sides of collateral



**Demonstrate** 

easily identifiable

Buy side



cover possible default

Sell side

Secure business by placing collateral to

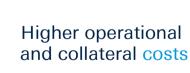
Regulators are considering enhancing investor protection through full segregation of assets

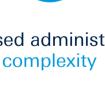




Immediately identifiable assets and asset owners







Potentially reduced market liquidity





SOLUTIONS

understand where they currently sit on the scales

Enable clients to

How service providers can help

Work with clients to determine how best to balance the scale, according to their requirements

In the medium to long term, look at where new technologies, such as distributed ledgers, could benefit clients

Source: Deutsche Bank