Presentation will begin at 12:03GMT

If you cannot hear us via WebEx / computer audio
you may need to dial-in using a phone

Global Webinar
for Complementors
Swift Essentials

Swift

Agenda

1. Admin notices

2. Introducing Swift Essentials

3. Swift Essentials Readiness

4. Q&A

Swift

Admin notices

- This presentation is being recorded
- The content will be published on swift.com (https://www.swift.com/standards/iso-20022/iso-20022-past-webinars)
- Global webinar for Complementors occur the last Thursday of every month and you can register 2 weeks before each event here: Global Webinar for Complementors
- To ensure you receive communications from us while we remain GDPR compliant please update your preferences here (you will need to login to / create your free Swift account) to include the interests 'Payments' and/or 'Standards' and we will ensure we keep you informed about:
    - Global webinar for Complementors Invitations
    - Relevant developments on ISO 20022 and Transaction Management
    - Updates from Swift's Market Practice team
    - The latest info on adoption enabling tools and support
- Support requests / queries should be raised via the Support page

Swift

Introducing
Swift Essentials

🌐 Swift

Introduction

At Swift, we make moving money across borders faster and easier.

We move the equivalent of the world's GDP roughly every three days, and help the global financial industry meet the G20's targets for improvements in speed, cost, choice and access in international payments.

Swift

Meeting the needs of the Swift community

In recent years, we have added advanced capabilities to our service offering in both payments and securities so that you can offer an instant, frictionless and secure end-to-end experience to your customers.

At the request of our community, we have significantly invested in infrastructure upgrades, new services and innovation to meet the evolving needs of the industry and to serve our customers better.

These value-added services have experienced strong momentum, improving end-to-end transaction processing and delivering a high-quality service standard that customers expect today.

Swift

What is Swift Essentials?

We are raising the bar for cross-border transactions yet again, with Swift Essentials.

Swift Essentials brings together the leading solutions that we have developed with the community to improve end-to-end transaction processing.

We will be introducing it on 1 January 2024, as a mandatory standard offering for the Swift community. You'll receive one invoice every year, which gives you an entitlement to use all the Swift services included.

Swift

Benefits of Swift Essentials

Elevates your end-customer experience

Improves end-to-end transaction processing, giving you the tools to deliver the high-quality service that your customers expect.

Raises the bar for the industry

Sets a new standard for transaction services, uplifting the entire financial industry.

Simple and predictable

One invoice at the start of each year, covering all the services included.

Swift

Swift Essentials sets a new standard for transaction services

Swift Essentials

- **Swift gpi**
- **Swift Go**
- **Pre-Validation**
- **Case Management**
- **SwiftRef**
- **Swift Securities View**
- **Payment Controls**
- **Transactions Screening** (optional)
- **KYC**

Fast & Secure
- Faster payments, increased fraud prevention and compliance
- Supports the G20 Target

Frictionless
Streamlines the end-to-end payments process
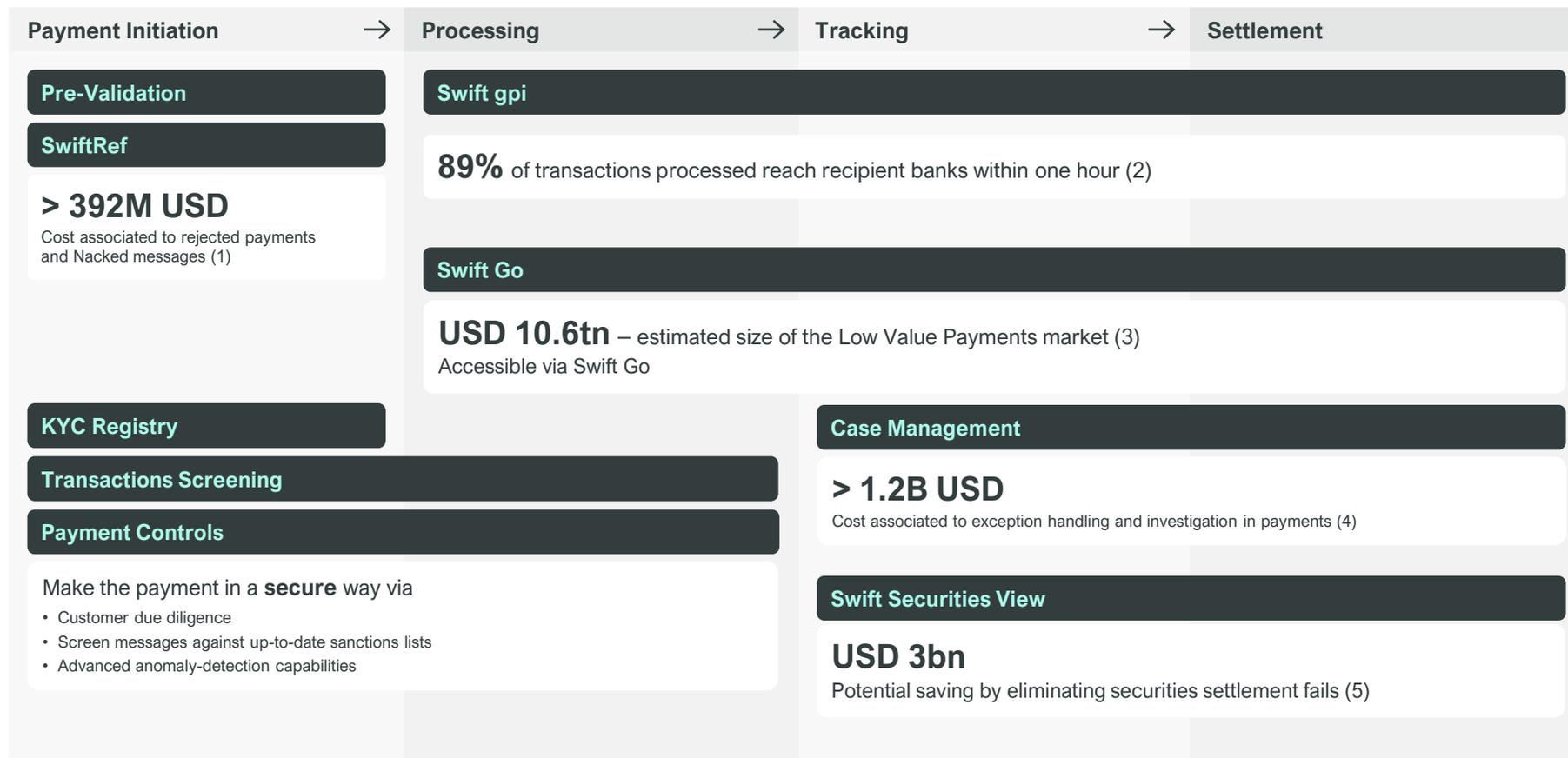
Better end-Customer Experience
Improves your end-customers' experience through seamless transactions and faster issue resolution

Reduce costs
Greater efficiencies across the payments and securities lifecycles

Swift

Delivering value, efficiency and security throughout the transaction process

October 2023
Introducing
Swift Essentials

Payment Initiation →	Processing →	Tracking →	Settlement

Pre-Validation

SwiftRef

> 392M USD
Cost associated to rejected payments and Nacked messages (1)

Swift gpi

89% of transactions processed reach recipient banks within one hour (2)

Swift Go

USD 10.6tn – estimated size of the Low Value Payments market (3)
Accessible via Swift Go

KYC Registry

Transactions Screening

Payment Controls

Make the payment in a **secure** way via
- Customer due diligence
- Screen messages against up-to-date sanctions lists
- Advanced anomaly-detection capabilities

Case Management

> 1.2B USD
Cost associated to exception handling and investigation in payments (4)

Swift Securities View

USD 3bn
Potential saving by eliminating securities settlement fails (5)

(1) Total of rejected international payments with a unit cost of 50 USD to repair and cost due to Nacked messages
(2) Swift data
(3) McKinsey Global Payments report
(4) Total of international E&I messages (MT192/195/196 & MT292/295/296 &50% of MT199/299) with a unit cost of 50 USD
(5) Swift estimates

Note:
Period scope: Jul 2022 – Jun 2023, Live and delivered transactions
Powered by Watch and Observer Analytics

Swift

How do your clients prepare?

Your invoice

- Swift Essentials begins on 1 January 2024
- You'll receive your first invoice in April 2024, giving you time to prepare
- Your invoice amount for 2025 will be sent in Q3 2024
- From 2025 onwards your invoice amount will be sent each January
- Each 'Sold-to' in a country will receive a single invoice
- Invoices will be calculated each year based on the average number of units billed you send

Your entitlement

- Explore the services you'll be able to access as part of your entitlement
- We'd be pleased to discuss the onboarding of services available to you

Swift

As a complementor what do I need to be aware of?

Who is in scope?

- Swift Essentials is a new mandatory model change for all in scope clients, that entitles them to leverage any of the component services.

  Swift Essentials is mandatory for all non-Fixed Fee Financial Institutions, including:
  - ✓ Shareholder S.W.I.F.T. SCRL (MEMB)
  - ✓ Non-Shareholding Member (MEWS)
  - ✓ Submember S.W.I.F.T. SCRL (SUBM)
  - ✓ Supervised Financial Institution (SUPE)
  - ✓ Non-Supervised Active Fin. Industry (NOSU)
  - ✓ Payment System Participant (PSPA)
  - ✓ Securities System Participant (SSPA)

- Your clients are now entitled to use any of the component products and may reach out for support to leverage them (including API support via your applications)

- If you are an aggregator (i.e. a connectivity providers who consolidates the invoice for their clients) you need to be aware there is a new annual Swift Essentials invoice for each client.

- Make sure you understand if your institution is in scope of Swift Essentials, or if it is just your clients who are.

- How can I find more information:
  - Visit the Swift Knowledge Centre on Swift.com and search for the Swift Essentials Support Page
  - Watch the Swift Essentials Overview Video

Swift

Swift Essentials readiness

Swift

Swift Essentials readiness

Swift gpi	**Swift Go**	**Swift Securities View**
Case Management	**Pre-Validation**	**SwiftRef**
KYC Registry	**Payment Controls**	**Transactions Screening (optional)**

🌐 Swift

Readiness journeys you already know…

March 2023

SWIFT Go: vendor readiness journey (messaging)

Step 1	Step 2	Step 3	Step 4	Step 5
Register with SWIFT by joining the Partner Programme	Download the SWIFT Go rulebook	Access MyStandards Swift Go for third-party providers and develop against the	Test using SWIFT Go for third-party providers Readiness Portal	Self-attest as SWIFT Go 'ready'

Notes:

Required to gain access to Knowledge Centre

Available for all registered partners

Swift Note: for API based communication vendor

March 2023

Page 19 **Want to join us?**

Global webinar for third-party providers

Interested?	• Join with one of your customer
Contact us	• Swiftcasemana
swift.com	• https://www.s were-simplifyir

Swift

Feb 2023

SWIFT Compatible Application programmes for 2023 are already available

February 2023
Compatible
Application
Programmes

SWIFT Compatible Application

The programme, part of the SWIFT Partner programme, that validates the compatibility of selected third-party back-office applications to ensure that they meet well-defined requirements around SWIFT standards, messaging, and connectivity. SWIFT provide compatibility validations per specific market segment, including payments, trade, securities, and corporate. Each label category addresses a clear and specific set of SWIFT-related criteria. Compatibility requirements validate the capability of a product to provide automation in a SWIFT environment. They are re-evaluated each year to ensure alignment with evolving customer needs.

Payments - Label Criteria 2023 (27 January 2023)

Programme Overview (27 January 2023)

Reconciliation - Label Criteria 2023 (27 January 2023)

Securities Settlement - Label Criteria 2023 (27 January 2023)

SWIFT gpi for Corporates - Label Criteria 2023 (27 January 2023)

SWIFT gpi for Financial Institutions - Label Criteria 2023 (27 January 2023)

Trade Finance - Label Criteria 2023 (27 January 2023)

Trade Finance for Corporates - Label Criteria 2023 (27 January 2023)

Partners can now apply for Swift gpi and g4c compatible labels via SWIFT Compatible Application page at swift.com.

Swift Names of the Compatible Application providers c

Nov 2022

Payment Pre-validation: 3rd party provider readiness journey

Step 1	Step 2	Step 3
Become SWIFT Registered Provider	Join to Platform Partner programme	Implement Preval APIs and promote to Production
Cost: 2 500 EUR pa	10 000 EUR pa	Free
Lead time: c.3 weeks depending on provision of documentation	c.2- 6 weeks depending on 3rd party provider engagement	c.1-2 weeks depending on 3rd party provider engagement

Mandatory steps to support any APIs   Mandatory step for Payment Pre-validation APIs support
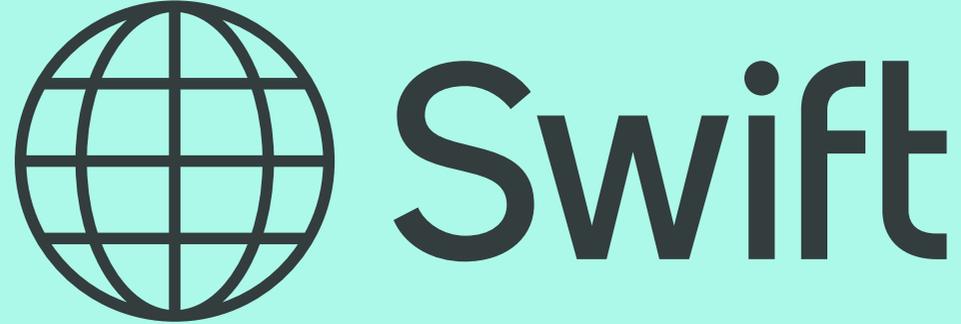
Swift

For more readiness details familiarize with previous iterations of the **Global Webinar for Third-Party Providers/ Complementors.**

Questions

October 2023
Global Webinar for
Complementors

Swift

Swift

If you have any questions, please contact your Account Manager
or raise a case via the **Support** page