



III OGÓLNOPOLSKA KONFERENCJA COMPLIANCE

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**International specialist
in designing,
implementing and
managing payment,
trading and post trading
services and
infrastructures**

FINANCIAL INSTITUTIONS

- Trading access
- Compliance
- Network connectivity
- Payments and collections
- Card processing
- Mobile payments, ...

CENTRAL INSTITUTIONS

- Trading and post trading
- Surveillance
- SEPA clearing
- Real Time Gross Settlement (RTGS)
- Network connectivity, ...

CORPORATES & PA

- Mobile payments (NFC)
- International payment hubs
- Fidelity programs
- Network connectivity, ...



Over 35 years of history, innovation, excellent services to our exceptional customers

1977 - the dawn of SIA.

SIA set up by the Bank of Italy, the Italian Banking Association and a pool of Italian banks

1980s – SIA drives the Italian financial infrastructure to the IT era.

- National Interbank Network
- Automatic interbank payments systems
- Introduction of ATMs & POS terminals

1990s – SIA introduces the first electronic financial market.

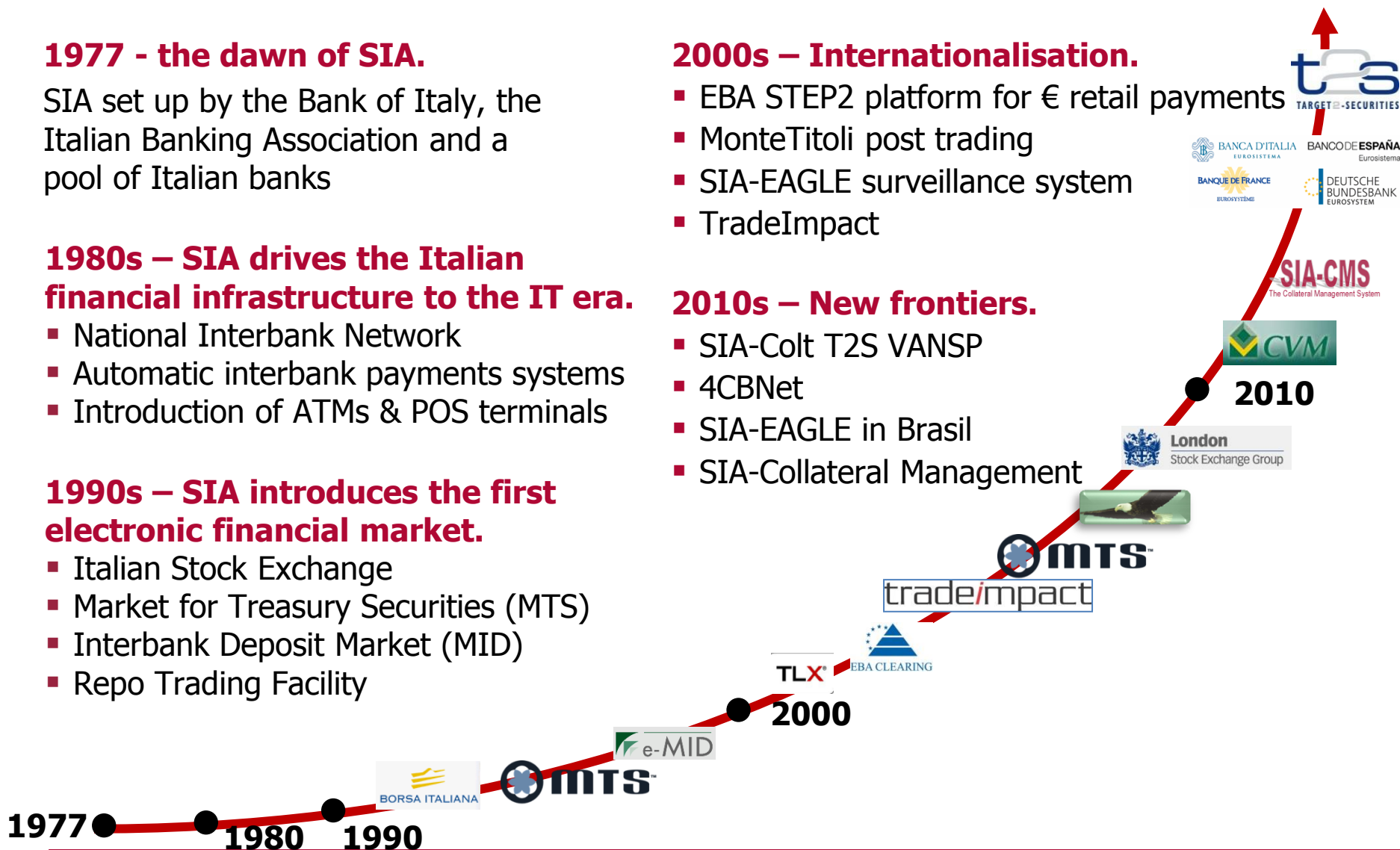
- Italian Stock Exchange
- Market for Treasury Securities (MTS)
- Interbank Deposit Market (MID)
- Repo Trading Facility

2000s – Internationalisation.

- EBA STEP2 platform for € retail payments
- MonteTitoli post trading
- SIA-EAGLE surveillance system
- TradeImpact

2010s – New frontiers.

- SIA-Colt T2S VANSP
- 4CBNet
- SIA-EAGLE in Brasil
- SIA-Collateral Management





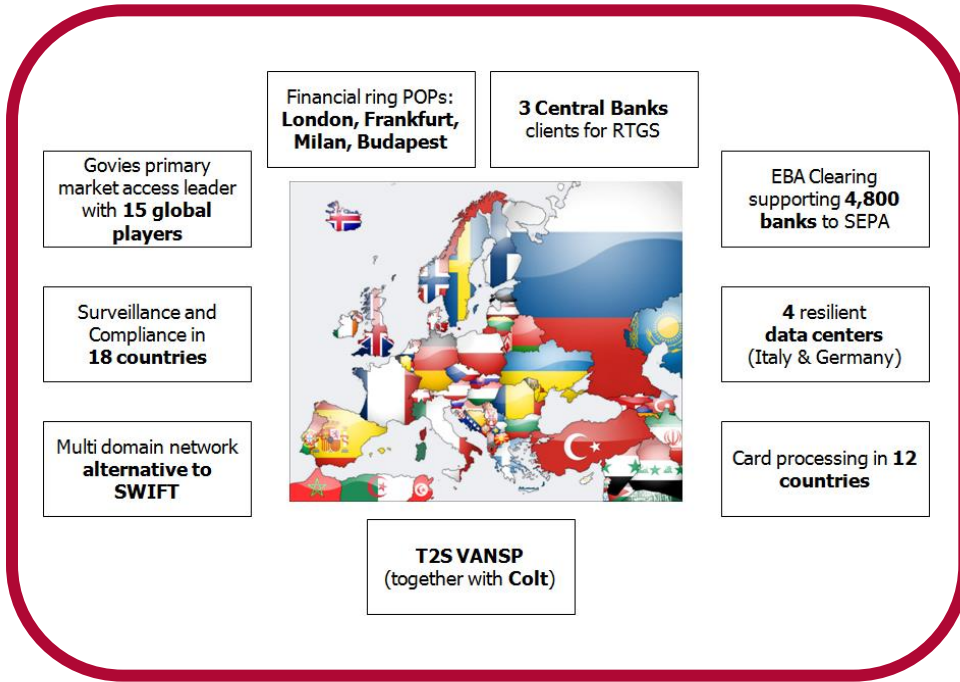
KEY FIGURES

- **Employees** **~1,500**
- **Revenues** **380 Mio€**

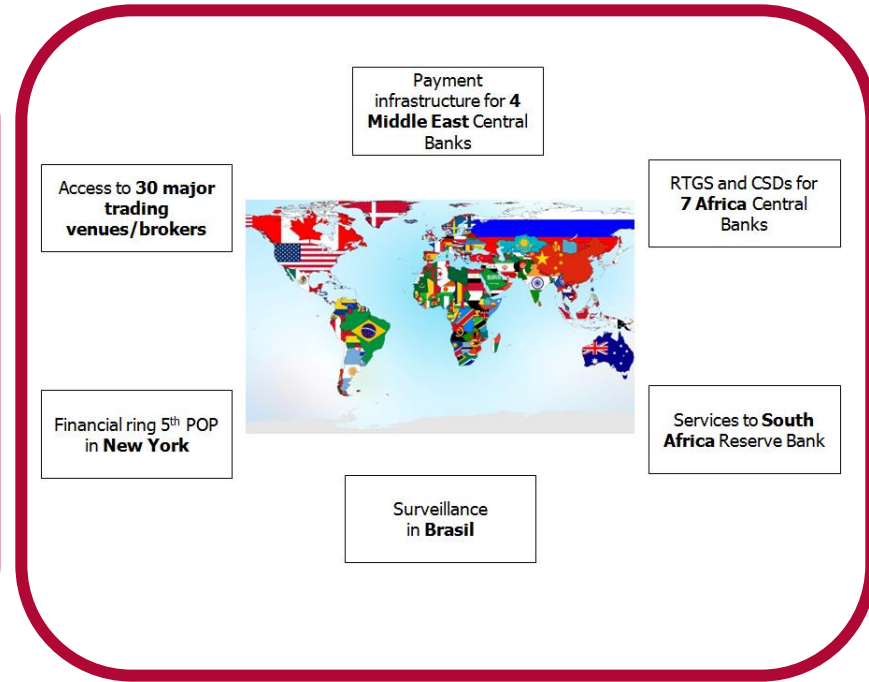
KEY VOLUMES

Total transactions	~33.5 bn
Payment and direct debit transactions	2.2 bn
Debit and credit card transactions	2.7 bn
Capital markets transactions	28.6 bn
SIANet customer connections	> 600
Total cards managed	63.3 mio

SIA in Europe



SIA worldwide



In Poland SIA is working in:

- **Card Issuing & Acquiring**
- **Fixed Income trading**

FULLY INTEGRATED & INDEPENDENT

- A **fully integrated** platform and **independent** from execution systems allowing Compliance to be
 - **Efficient:** in the **multi-source** collection and storing of data
 - **Effective:** giving a new **inter-directive monitoring**

PROACTIVE MONITORING

- A technology that allows the Compliance to implement a **proactive monitoring** (real time and ex post)
 - Checking on all single transactions (**full audit trail**) and providing only the evidence of the non standard/compliant behaviours
 - Completing **the case and workflow analysis** with qualitative elements to decide appropriate next steps (regulatory reporting, Client actions,...)

STANDARD MONITORING ALGORITHMS

- According to IOSCO rules and domestic guidelines (e.g. EU), that can be easily tailored, supporting also Group views

**SIA-EAGLE
Community**

- **Intermediaries:** ~150 financial players in 18 countries
- **Surveillance:**
 - MTS Markets (LSE Group)
 - Czech Republic Ministry of Finance
 - CVM - Brazilian Regulator



SIA-EAGLE Intermediaries is an inter-directive fully modular compliance platform

MAD & Insider

- **Diagnostics T+1 Module**
- **ESMA Module**
- **MAD Rules/Alerts Module**
- **Insider List Module**

Key features

- 30 post trade diagnostics for manipulation (HFT&algos too), insider trading and internal dealing
- Ad hoc monitoring with fully user configurable rules and alerts

MiFID

- **Execution Policy Monitoring Module**
- **Periodical Review Module**
- **MiFID Transaction Reporting Module**

Key features

- *Execution policy and best execution analysis*
- *Periodical review simulation*
- *Qualified reporting party to CONSOB*

SIA-EAGLE



Conflict of Interest

- **Conflict Case Registry Module**
- **Dynamic Conflict Identification Framework**

Key features

- *Group conflict of interest automatic identification and management*

Personal Dealing

- **Personal Transactions Registry for MiFID Relevant Persons and controls**
- **CBM registry and related parties**

Key features

- *Personal relationship management and authorization workflow*
- *Full relationship and group links mgmt*

Conformity requirements...



...business opportunities...



...leveraging on Technology
(*SIA-EAGLE illustrative*)

Proactive reporting to the Regulator of all **suspect transactions to grant market fairness and investor care**

- Avoiding/managing **negative market reputation** impacts with positive impact on risk capital ratios
- **Improving** customer **know-how** and market **competitiveness** leveraging on Client investment data

SIA-EAGLE grants an **automatic monitoring** of all transactions (near real time and ex-post) versus

- standard behaviours of Clients,
- own banking accounts,
- own asset managers and traders

per instrument type, client segment and trading venues

A fully integrated Compliance technology can support Banking Groups to maximise: **investor care, market reputation, efficiency** and **high quality** conformity standards



sia

Thank you.



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