

Swift's Outlook on: Trends to watch for



Presentation to TIF
November 2023

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Swift's Strategic Vision – Smarter, Faster, Better

We want to make sure that **value** in all its forms, can move around the world **quickly, seamlessly and securely**, for **all**

Enabling **interoperability** within the global financial system has always been at the heart of our cooperative, SWIFT is bridge across geographies, systems, accounts and technologies.

Builds on our foundation as an industry co-operative with unrivalled security standards to innovate rapidly at scale, with the right levels of risk and control

Interoperability

**Instant &
Frictionless**

Rich data

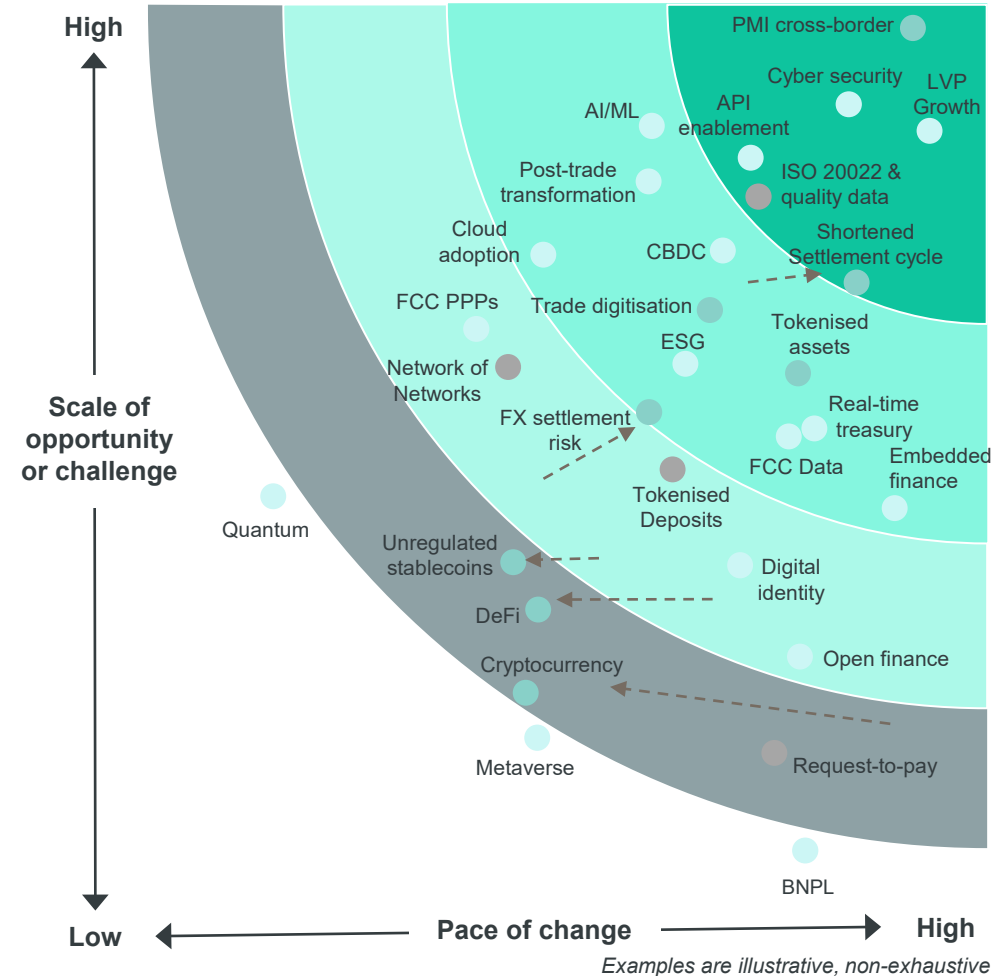
**Open State-of-the-
Art Platform**

**Trusted, Reliable, and
Secure Platform**

Global Market trends: developments over the last 6 months and alignment to SWIFTs Strategy

July 2023
 CPMI - Directors of Payment and Settlement Systems

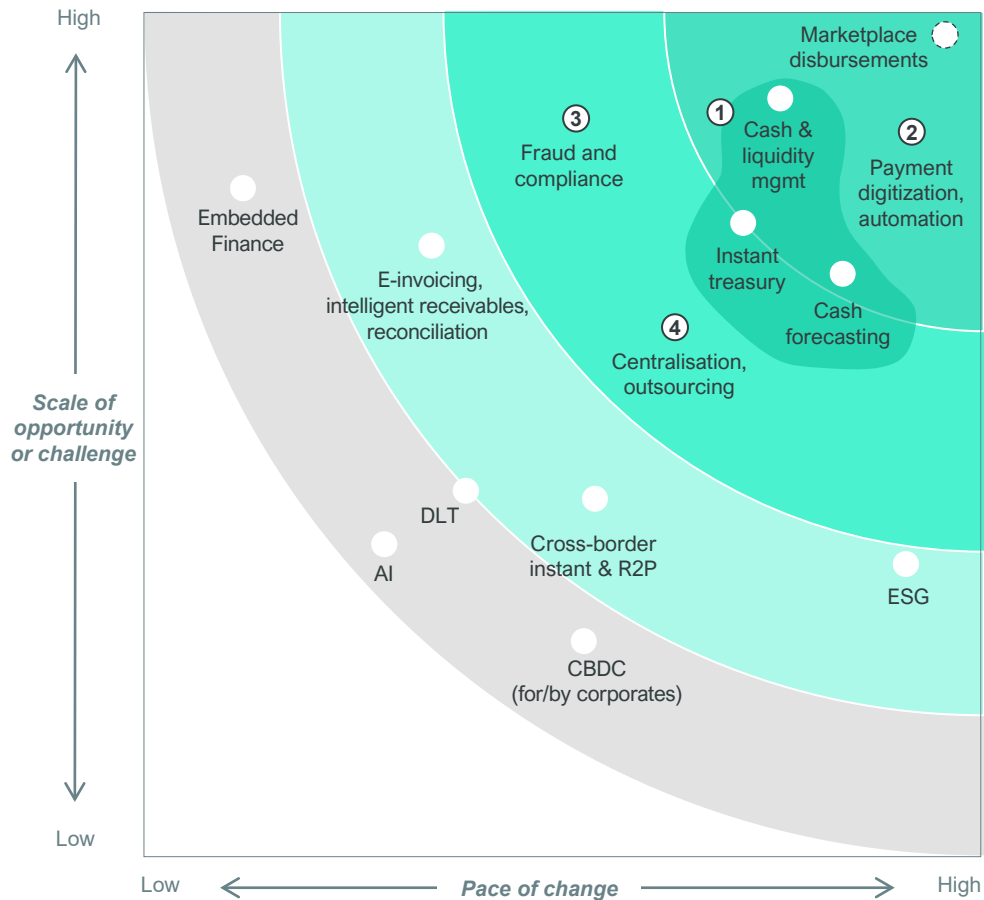
- **Interoperability** continues to gain momentum for Payments Market Infrastructures (PMI), CBDC, Tokenised Assets, and Trade platforms
- **LVP Growth** continues to attract investment from Fintech, Big Tech, & traditional payment players
- **Digital Currencies** show momentum as more central banks experiment with CBDCs
- Continued focus on **post-trade transformation** in securities markets for shorter settlement times
- Digital transformation continues at pace with **Trade Digitisation, Embedded Finance, API Enablement, Digital IDs**



Market priorities in corporate treasury and payments

July 2023
CPMI - Directors of
Payment and
Settlement Systems

Corporates treasury and payments landscape



(High/High)

Market priorities

- Cash and liquidity management**, including visibility of balances and efficient management of working capital, is #1 priority in times of rising interest rates and uncertain economic conditions. Next big attention is on **cash forecasting**, to “kill the spreadsheet”. And this is moving to “**Instant Treasury**” where information is on demand, real-time data, using APIs (reporting, payments, FX, ...)
 - Payment digitization and automation**, ‘getting it right first time’, access to services to pre-validate payees, formats, enable ‘inflight’ payment management and tracking are in demand as they drive operational cost-efficiencies
 - Fraud** - as treasurers are faced with potential cases “every day”, and **compliance** + need for better **KYC**
 - Centralisation** into regional treasury centres and payment factory, **outsourcing** of operations to third-party providers
- [on commerce side] Marketplaces** are looking to better organise **disbursements** to their merchants, in order to facilitate e-commerce business on their platforms

Swift is a global member-owned cooperative and the world's leading provider of secure financial messaging services.

We provide our community with a platform for messaging, standards for communicating and we offer products and services to facilitate access and integration; identification, analysis and regulatory compliance.

Our messaging platform, products and services connect more than 11,000 banking and securities organisations, market infrastructures and corporate customers in more than 200 countries and territories. Whilst Swift does not hold funds or manage accounts on behalf of customers, we enable our global community of users to communicate securely, exchanging standardised financial messages in a reliable way, thereby facilitating global and local financial flows, and supporting trade and commerce all around the world.

www.swift.com



Reach

11,500+ institutions connected, in 200+ countries and territories

40,000+ active payment routes

4 billion accounts

235+ market infrastructures connected

Volume & growth

As of end 2022:

11.2 billion+ messages a year were sent over the Swift network; an average of 44.8 million messages a day

6.6% FIN annual growth over 2021

Speed

48% of Swift gpi payments are credited to end beneficiaries within 5 minutes

60% within 30 minutes

80% within 6 hours

almost 100% within 24 hours

Biggest barriers to speed? Capital controls, operating hours, batch processing

Resilience

As of end 2022:

100% SwiftNet availability

99.999% FIN availability

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