



Open Banking in Europe.

**A brief look into the
status, benefits and
challenges, as seen
from a Reg-Tech
company.**

Fin-Tech Brunch
07.11.2019
Warszawa

14.09.19

- Ⓚ January 2018, the European Union Payment Services Directive 2 (PSD2)
- Ⓚ End users right to share their personal transactional account data

Open Banking API access:

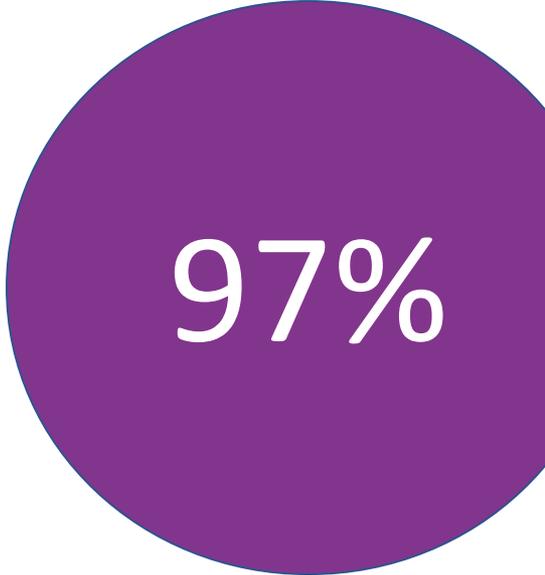
- Ⓚ FIs must provide regulated third parties access
- Ⓚ FIs must identify the third party and ensure they are regulated entities
- Ⓚ Strong Customer Authentication to verify the Payment Service User

PSD2 RTS Timescales:

- Ⓚ **14 Sep 2019:** Go live

97% of UK merchants are already looking to leverage PSD2

- Ⓚ European Banking Authority (EBA) announced an 18-month delay to the implementation of Strong Customer Authentication (SCA) in Oct. 2019
- Ⓚ 79% of 100 senior finance, payments and product professionals surveyed from commercial aviation, supermarket, retail and the subscription economy is planning to use Open Banking services and are ready to do so
- Ⓚ 97% of merchants expected to implement initiatives within 12 months
- Ⓚ 56% expected to do so within 6 months
- Ⓚ Merchants do not see Open Banking as compliance, exercise, but as an opportunity to compete & innovate.



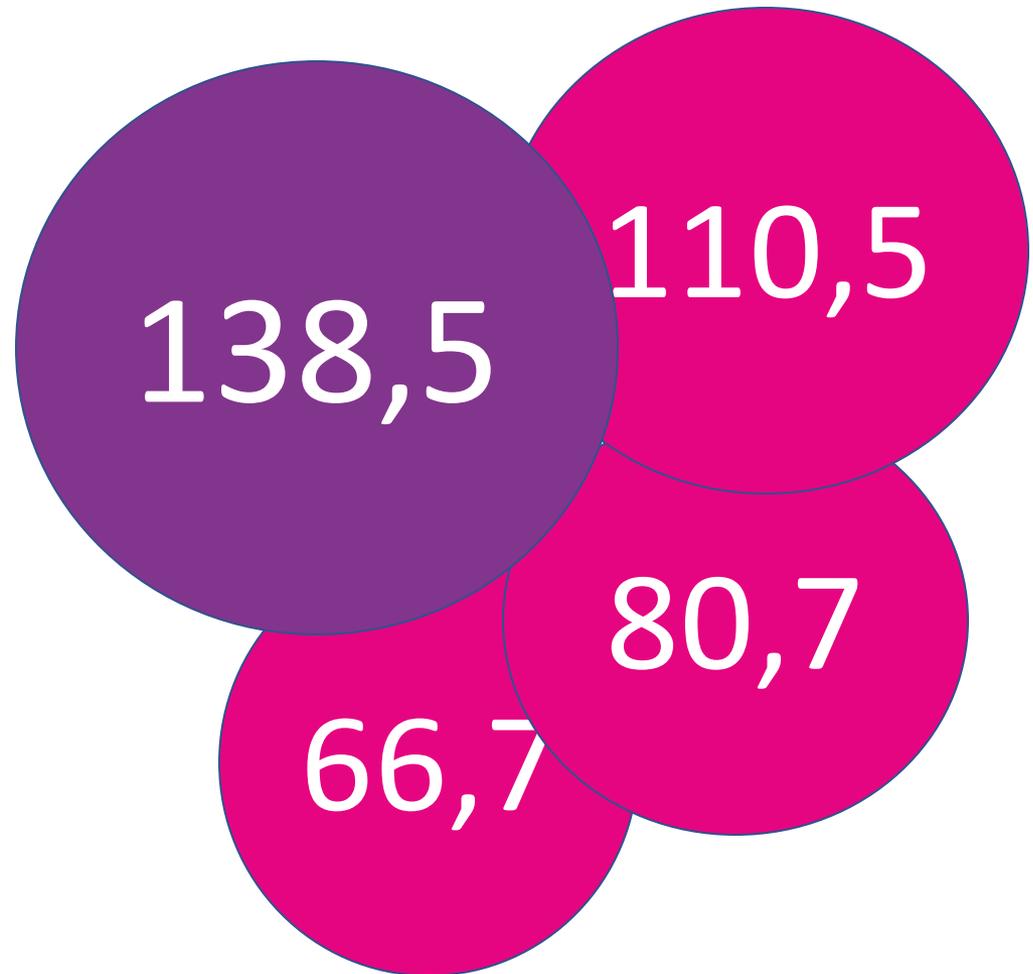
97%

Successful API calls GB

Ⓚ The number of successful API calls made by third party providers using account providers' (ASPSPs) Open Banking APIs.

- Ⓚ Jun 2018: 1,9 M
- Ⓚ Jun 2019: 66,7 M
- Ⓚ Jul 2019: 80,7 M
- Ⓚ Aug 2019: 110,5 M
- Ⓚ Sep 2019: 138,5 M

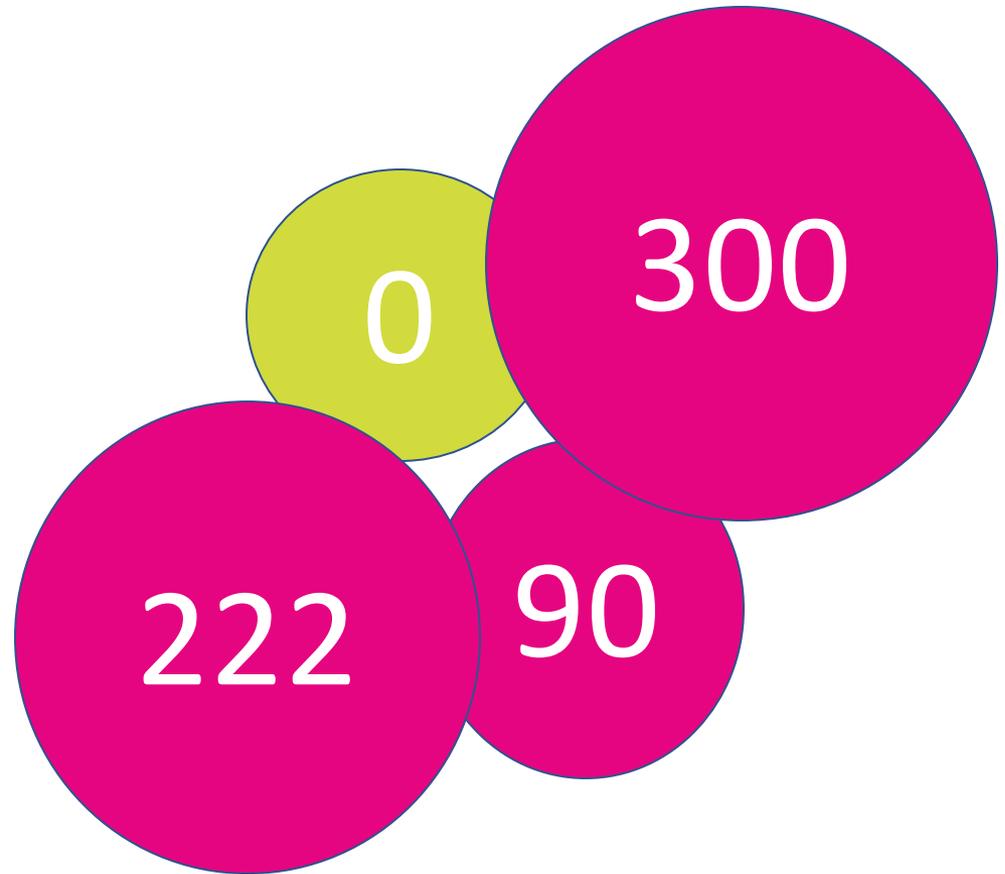
Ⓚ Source: OpenBanking UK



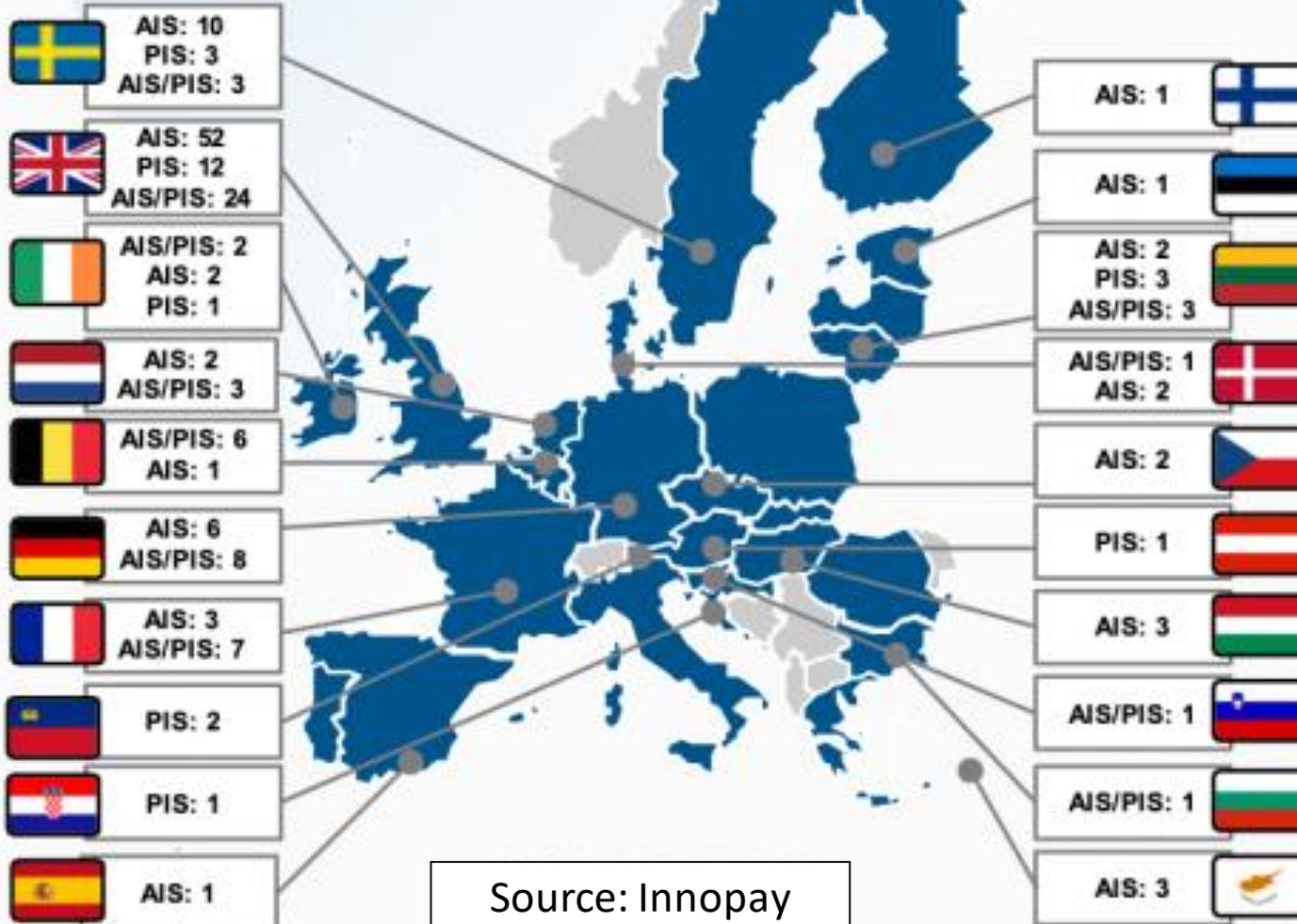
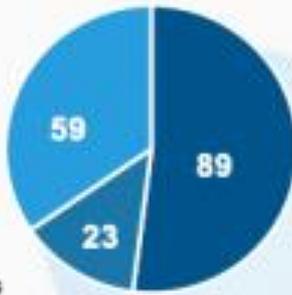
TPPs in Europe

- Ⓚ Poland: 0
- Ⓚ Europe: 222
- Ⓚ The UK: 90
- Ⓚ Under registration in the UK: 300

- Ⓚ Source: EBA



■ AIS
■ PIS
■ AIS/PIS



Source: Innopay

Challenges

- Ⓚ No contracts between FI & TPP
 - Ⓚ No penalties
 - Ⓚ No liabilities
- Ⓚ Fraud
 - Ⓚ First two reported in the UK
- Ⓚ Passporting (Israeli owned, Ukrainian company with Lithuanian license)
- Ⓚ Duty of care
- Ⓚ Scalability, going from zero to multi millions
- Ⓚ Industrial setup



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Konsentus
Confidence in open banking

Questions?

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