



EUROPEAN CENTRAL BANK

EUROSYSTEM

Gertrude TUMPEL-GUGERELL
Member of the Executive Board

Mr Godfried De Vidts
Chairman of the European Repo Committee

22 June 2007
L/GTG/07/109

Dear Mr De Vidts, *dear Godfried,*

Thank you for your interest in T2S and for your letter dated 11 May 2007, where an official request for the repo community direct representation in the TARGET2-Securities governance was made.

We acknowledge the importance of repo as a key instrument for the Eurosystem monetary policy and as a source of information on market expectations. We therefore share the view that repo expertise is necessary in the T2S project and we have tried to accommodate your requests as much as possible.

In your letter you endorsed the nomination of two candidates, Mr Roger Moran from Credit Suisse and Mr Stefano Bellani from JP Morgan Securities and I am pleased to inform you that both institutions will be represented in the T2S governance structure. Mr Moran, in particular, will participate in the technical group on lifecycle and matching.

Concerning Mr Bellani's application to the Advisory Group, we would like to assure you that the Nomination Committee took due account of his high level of competence. Unfortunately, the need to strike a balance between allowing comprehensive stakeholders representation while keeping the group size manageable, did not permit to accept applications.

I look forward to continuing our cooperation,

Yours sincerely,