

PSD2 review

(scope, process, timeline)



Directorate-General for
Financial Stability,
Financial Services and
Capital Markets Union



EUROPEAN CENTRAL BANK

EUROSYSTEM

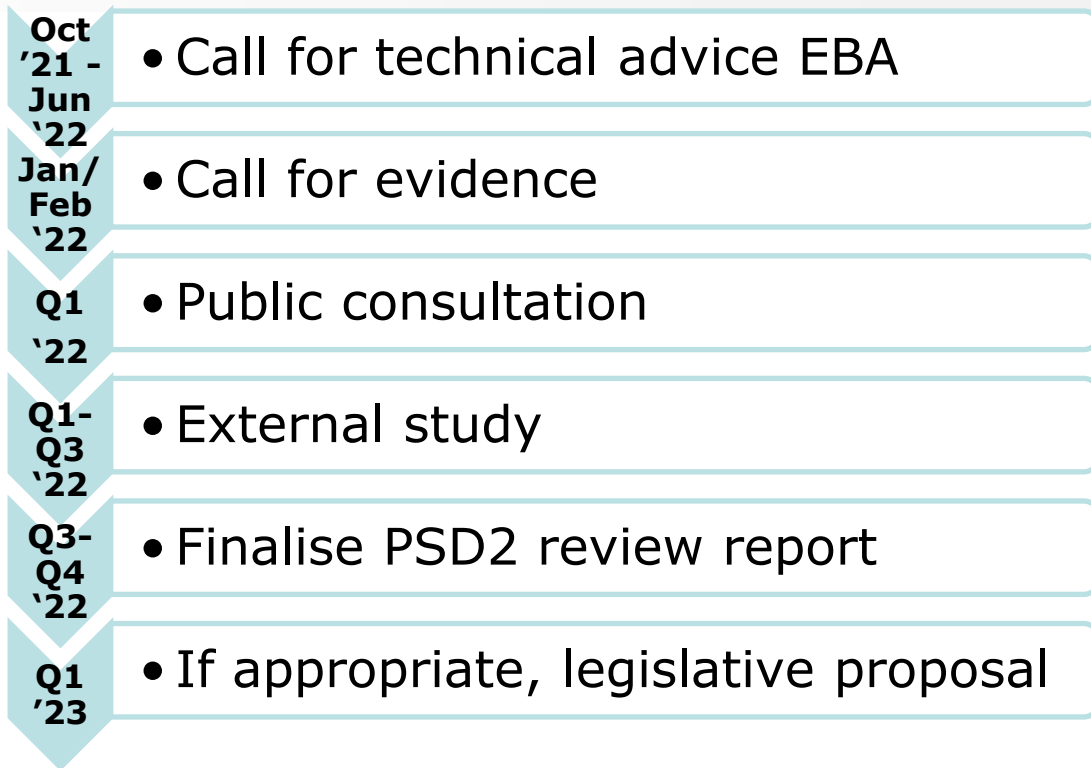
Scope

- **Review clause in Second Payment Services Directive (PSD2)**
- **Retail Payment Strategy of 24 September 2020 announced a “comprehensive review of the application and impact of PSD2”**
- **Some expected fields subject to review:**
 - The payments market and its evolution, e.g. emerging new actors and new products
 - Whether the scope, definitions and supervisory framework are still appropriate
 - Lessons on the implementation of access to payment accounts in view of enhancing open banking
 - Thorough consideration of consumer protection issues, e.g. regarding transparency and liability requirements as well as security/protection against fraud (Strong Customer Authentication)
- **Council welcomed a comprehensive review in its Conclusions from 22 March 2021**

Process

- Objective
 - **A backward-looking evaluation on the application and impact of the existing rules and a forward-looking assessment on a possible revision of PSD2**
- Building blocks
 - **The review is based on three main blocks:**
 - External study: gathering legal and economic evidence on the application and impact of PSD2 and identifying areas where amendments might be appropriate
 - EBA call for technical advice: addressing specific questions related to supervisory experiences e.g. regarding Strong Customer Authentication, harmonised enforcement
 - Public consultation: seeking input from a broader audience
- Result
 - **Report to the co-legislator on the review, and, if appropriate, a proposal for a possible revision of PSD2**

Timeline (indicative)



**Result:
Review
report/
legislative
proposal**

Discuss: recent innovations/remaining obstacles

- **To what extent do you consider**
 - ***That the PSD2 has supported innovation in payments?***
 - ***That market developments require amendments to the PSD2 and if so which ones?***

Thank you