



Q2 2021 Konsentus Third Party Provider Open Banking Tracker

In Q2 2021, there were **23** third party providers (TPPs) approved to provide open banking services in the EEA and UK. During the same period, there were four TPPs whose licence was withdrawn: Finland (1), Italy (1) and the UK (2). There was also one TPP in the UK whose PSD2 roles have been removed. This means the total number of TPPs at the end of June was **497**. This is a growth rate of **4.9%** which is just below than the **5.3%** growth reported last quarter.

Passporting numbers, despite a sharp drop at the beginning of the year with the UK's withdrawal from the European Union, are rising again. Every country in the EEA now has at least **47** TPPs approved to provide services. **53%** of the **287** TPPs in the EEA are approved to provide services in more than one country.

Highlights Q2

- **23** new TPPs approved to provide services across the EEA and UK
- Countries with over **100** TPPs (Home and Passporting or registered under TPR): UK (**255**) Germany (**120**), Sweden (**113**) Netherlands (**112**) and France (**106**)
- Each country has at least **47** TPPs approved to provide open banking services. This was **43** at the end of **Q1**
- Poland has again seen the largest increase in the EEA this quarter with **3** new Home registered TPPs, taking its total to **20**
- Belgium has seen the largest increase in passporting numbers, with **10** more TPPs approved to provide services into the country, taking the total from **85** to **95**
- There were **12** countries with newly regulated Home TPPs this quarter. These are: Bulgaria (1), Estonia (1), France (2), Germany (2), Hungary (1), Lithuania (2), Netherlands (2), Poland (3), Romania (1), Slovenia (1), Sweden (2), UK (5)
- **45** TPPs from the EEA can operate in the UK under the FCA's Temporary Permissions Regime (TPR)



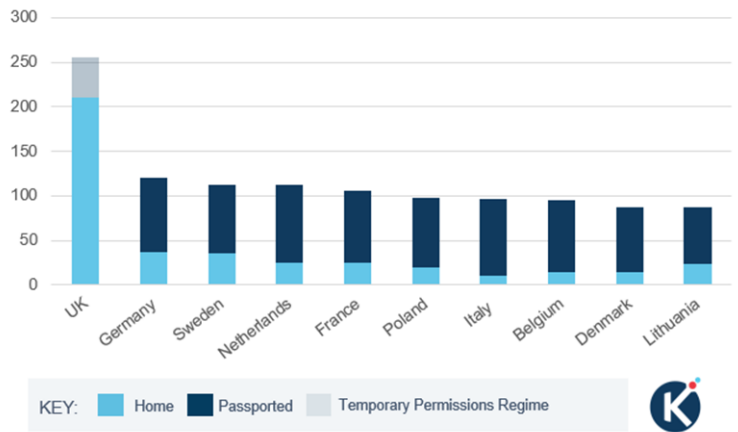
47

Minimum number of TPPs in each country

11

Countries with at least 10 Home Regulated TPPs

EEA: Home and Passported TPPs
UK: Home and TPR TPPs



Number of TPPs Q2 2021: The Top 10

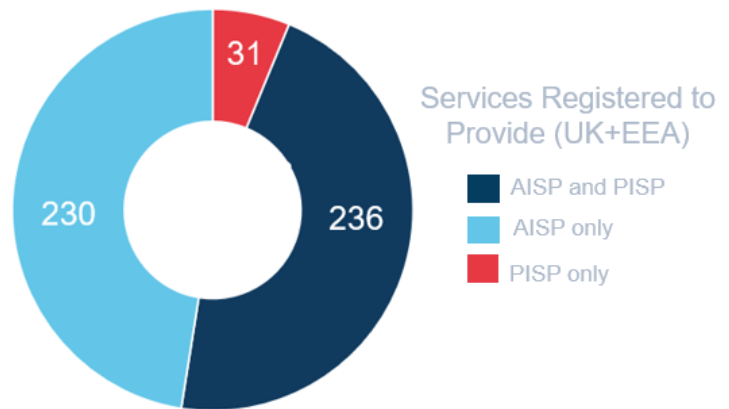
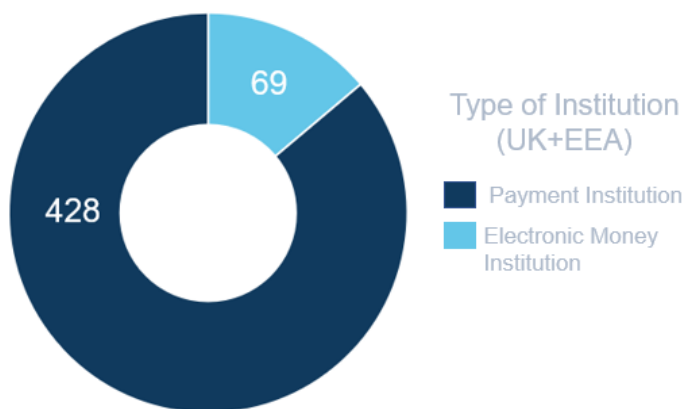
Number of Home regulated TPPs



Number of TPPs providing open banking services into the countries listed below under passporting rules



The top ten countries by Home regulated TPPs are the same in Q2 as they were in Q1. However, if we consider passporting numbers alone, the top ten looks very different. Italy, Portugal and Austria are in the top 10 countries that TPPs passport into but rank lower for Home regulated TPPs.



There is little movement on the percentage breakdown of services the TPPs are being authorised to provide. At the end of June 2021, 53% of all TPPs were registered to provide PISP services, whether that be standalone or in conjunction with AISP services.

When it comes to the types of institutions registering to operate as TPPs, there is again little change from last quarter. Electronic money institutions (EMIs) still make up 14% of all TPPs.

Note: these figures do not include Credit Institutions acting as TPPs.

Forecasts for Q3

TPP Growth

TPP growth over the past two quarters has tracked at approximately **5%**. We have therefore revised our forecast for Q3. We anticipate that there will be **531** TPPs by the end of September 2021.

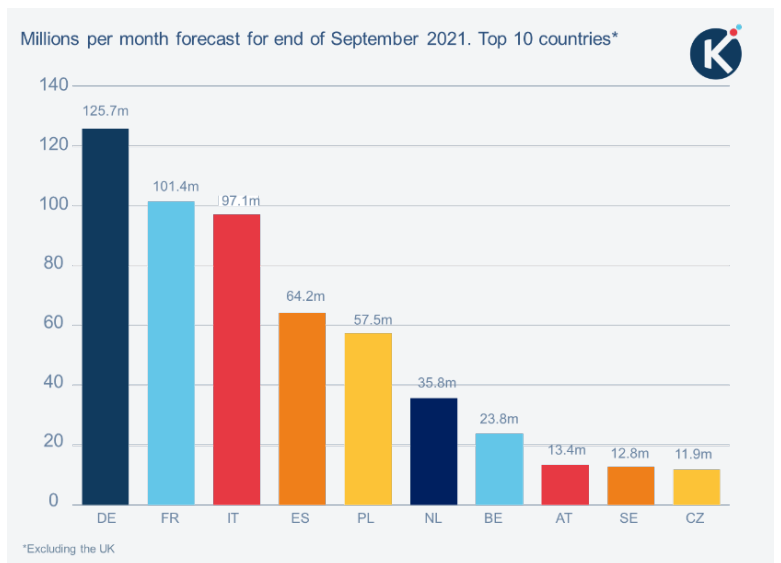
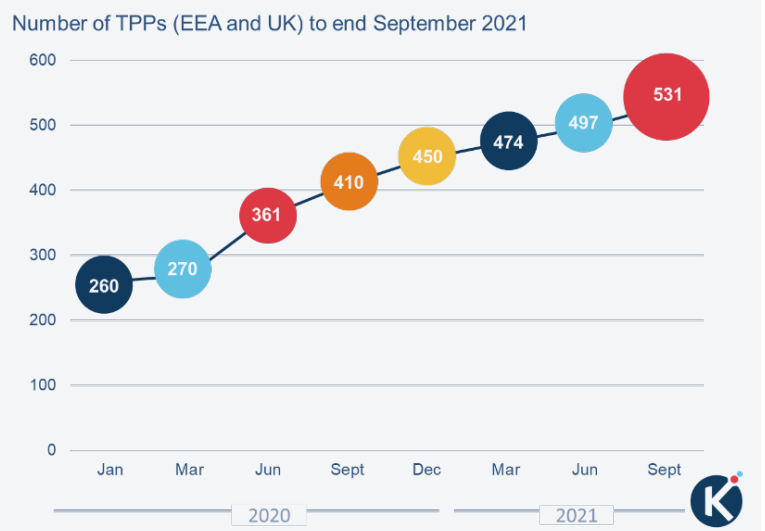
Due to passporting rights, at the end of next quarter all countries should have at least **61** TPPs who can provide services and we estimate that there will be **12** countries with over **100** TPPs (Home + passported). These comprise: Belgium, Denmark, Finland, France, Germany, Italy, Lithuania, the Netherlands, Poland, Spain, Sweden, and the UK.

Monthly API calls (EEA and the UK)

We expect there will be a steady rise in open banking API calls over the next quarter. This is in part due to the increase in TPPs passporting their services into other countries. At the end of June 2021, **53% of all EEA TPPs** could operate in more than one country. As an example, despite no new Home regulated TPPs being regulated in Belgium in Q2, an additional **10** TPPs could provide their services into the country under passporting rules.

At the end of September 2021, we expect five countries in the EEA to be experiencing monthly open banking API calls of **more than 50m**.

In the UK, volumes continue to rise, and we expect these to reach **1.18bn** by the end of September 2021.



Predictions for end of Q3 2021

531

TPPs approved for services (EEA+UK)

6

Countries with monthly open banking API volumes in excess of 50m

61

Minimum number of TPPs in each country



“What is interesting to see this quarter is the role passporting continues to play. Clearly there is demand for solutions to be provided cross border. We calculated that at the end of June 2021, only 47% of EEA TPPs had no passporting rights. If we consider Belgium, we can see how passporting numbers are on the rise. At the end of March 2021, as well as the 14 Home regulated TPPs, an additional 71 could passport their services into the country. Three months later, this figure had increased by ten, despite no further Home regulated TPPs being approved during the same period.”

Mike Woods
CEO Konsentus

The Konsentus Group comprises Konsentus Limited and OBE S.A.S. Konsentus Limited provides open banking fraud and risk management services and OBE S.A.S., encompassing Open Banking Europe and Open Banking Exchange, brings market players together to turn regulatory requirements into operational reality in a collaborative environment. In partnership with the industry, OBE provides solutions that are standardised, transparent, scalable, and useable.

Headquartered in the UK with a European base in France, Konsentus has extensive operations across the rest of Europe and is expanding internationally. Konsentus is ISO 27001 certified.

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