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The total number of fintech third party providers (TPPs) in the EEA now stands at 338, marking a much faster rise than the last few quarters. The recent explosive growth is testament to increasing user demand and the maturity of many EEA markets. The UK, with a net increase of 2 TPPs has not experienced the same level of growth as the EEA and now has a total of 221 TPPs, taking the overall total to 559.
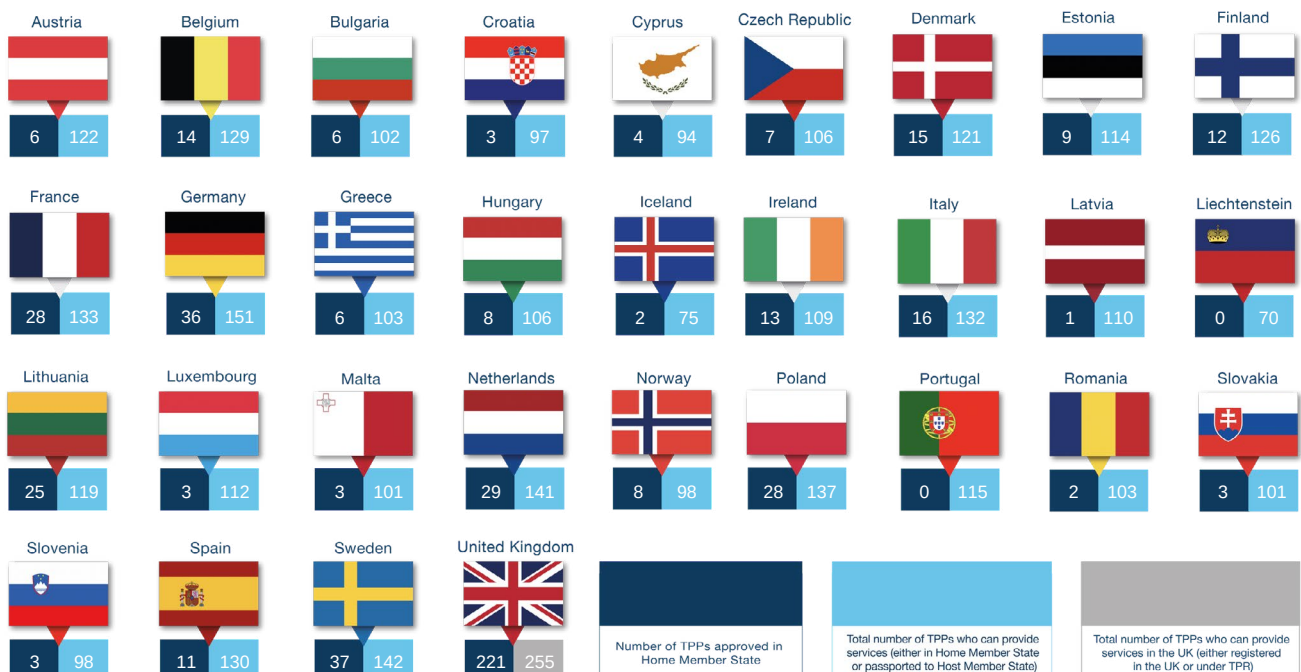
Fintechs are increasingly capitalising on the ability to use passporting permissions to extend their service offerings cross-border. With more TPPs now having the regulatory approval to operate in multiple markets, the average number of total TPPs in any given EEA market is now **113**, an **increase of 10** from the end of Q1 2022.

Once again, consolidation and change are common themes this quarter. With the rate of TPPs having their PSD2 permissions removed doubling year on year, the ecosystem has clearly moved on from its embryonic beginnings in 2019. It's therefore critical for financial institutions to check a TPPs identity and regulatory permissions before granting account access.

Q2 Highlights (EEA)

- **Sweden** has the highest number of Home TPPs for the second quarter running, despite one TPP losing its PSD2 permissions.
- **Spain** continues to have the highest number of passported-in TPPs but ranks outside the top 10 for Home regulated TPPs.
- Over the course of Q2, **23 EEA countries** gained or lost Home regulated TPPs demonstrating continued market maturity.
- **9 TPPs from 9 EEA countries** had their PSD2 permissions removed (Austria, Belgium, Cyprus, France, Germany, Liechtenstein, Lithuania, Slovakia and Sweden).
- There are **still 2 countries with no Home regulated TPPs** – Liechtenstein and Portugal - but account holders in these markets can still benefit from the services provided by the passported-in TPPs.
- There was a net increase of **3 TPPs in 5 countries** (Denmark, Ireland, Malta,* the Netherlands and Poland).

Rise in Passported TPPs

Q1 2022
10 EEA countries with over 100 passported TPPs

Q2 2022
16 EEA countries with over 100 passported TPPs

Q3 2021
0 EEA countries with over 100 passported TPPs

Q4 2021
4 EEA countries with over 100 passported TPPs

Country	Home	Total
Austria	6	122
Belgium	14	129
Bulgaria	6	102
Croatia	3	97
Cyprus	4	94
Czech Republic	7	106
Denmark	15	121
Estonia	9	114
Finland	12	126
France	28	133
Germany	36	151
Greece	6	103
Hungary	8	106
Iceland	2	75
Ireland	13	109
Italy	16	132
Latvia	1	110
Liechtenstein	0	70
Lithuania	25	119
Luxembourg	3	112
Malta	3	101
Netherlands	29	141
Norway	8	98
Poland	28	137
Portugal	0	115
Romania	2	103
Slovakia	3	101
Slovenia	3	98
Spain	11	130
Sweden	37	142
United Kingdom	221	255

Number of TPPs approved in Home Member State

Total number of TPPs who can provide services (either in Home Member State or passported to Host Member State)

Total number of TPPs who can provide services in the UK (either registered in the UK or under TPR)

*We recorded an increase of 3 TPPs in Malta at the end of Q2 due to changes in our data collection methodology.

Key Changes

The Netherlands
Displaces France
in the Top 3
(by Home TPPs)

Ireland
Enters the Top 10
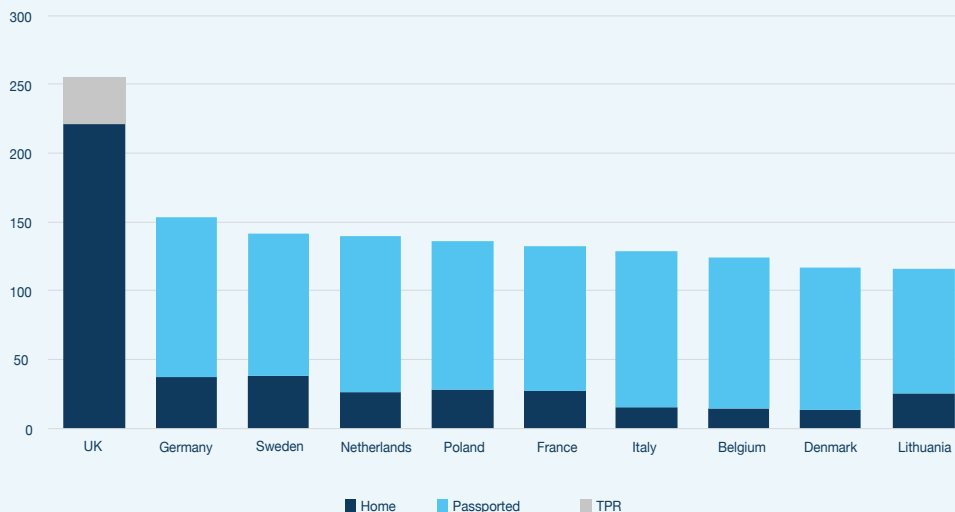by Home regulated TPPs
for the first time

Austria
Ranks Second
by Passported TPPs,
gaining 15 over the
course of Q2

Latvia & Luxembourg
Enter the Top 10
by Passported TPPs
for the first time

Total Number of TPPs

The Top 10

Legend: ■ Home ■ Passported ■ TPR

Chart categories: UK, Germany, Sweden, Netherlands, Poland, France, Italy, Belgium, Denmark, Lithuania

Q2 2022
At least
70
Total TPPs per
EEA country
(11% increase
from Q1 2022)

Q1 2022
At least
63
Total TPPs per
EEA country

EEA Top 10
Home Registered TPPs

37		Sweden
36		Germany
29		Netherlands
28		France
28		Poland
25		Lithuania
16		Italy
15		Denmark
14		Belgium
13		Ireland

EEA Top 10
Passported TPPs

119		Spain
116		Austria
116		Italy
115		Belgium
115		Germany
115		Portugal
114		Finland
112		Netherlands
109		Latvia
109		Luxembourg
109		Poland

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47%
of TPPs passport within the EEA

71%
of newly authorised EEA TPPs provide Payment Initiation Services

31
newly regulated TPPs across the EEA

77%
of EEA countries have **over 100 TPPs** in total

Last quarter, **50% of EEA countries** had over 100 TPPs authorised to provide open banking services. This quarter, that figure **has increased to 77%** demonstrating the continued interest in passporting.

Payment Initiation also continues to be **on the rise**. Of the TPPs newly regulated, **71%** of them provide PIS, well above the overall **63%** average.

Types of TPP in the EEA

- 54 EMIs
- 284 PIs

- 22 PIS
- 124 AIS
- 192 AIS & PIS
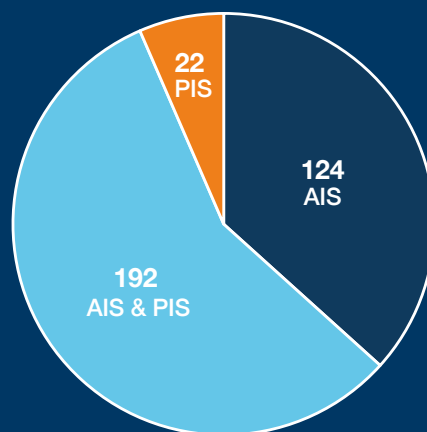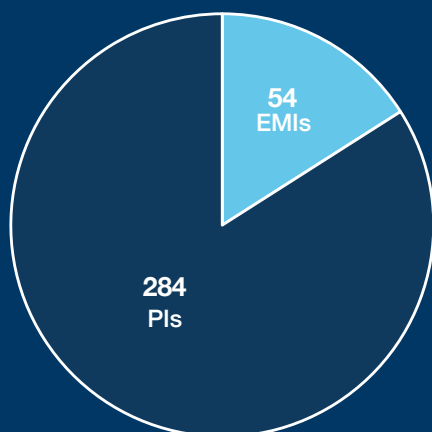
Services that TPPs are regulated to provide in the EEA

> **There has been a real shift in pace this quarter.** 31 TPPs have gained regulatory approval in the EEA alone with another 9 TPPs losing their permissions. This shows how important it is to check a TPP's regulatory status in real-time. What may be true one day may very well not be true the next!
>
> With the market maturing, TPPs are taking their open banking services into new markets to expand their customer base. Austria for example gained 15 new passported TPPs over the quarter – that's an increase of 15% in three months. With the Home NCAs holding the latest information on a TPP's passporting permissions, it's really important to check the National Registers on an automated basis to ensure the right access is given at the time of a transaction request. Our role at Konsentus is to provide our customers with the latest available information to make sure they make informed risk management decisions at the time of an account access request.

Mike Woods
CEO, Konsentus