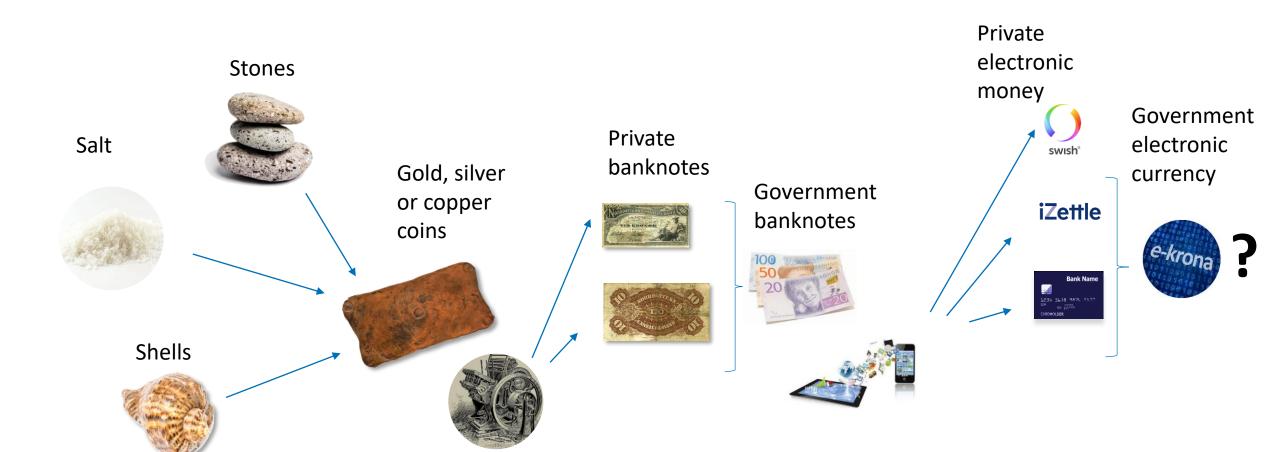




Cecilia Skingsley
First Deputy Governor of the
Riksbank

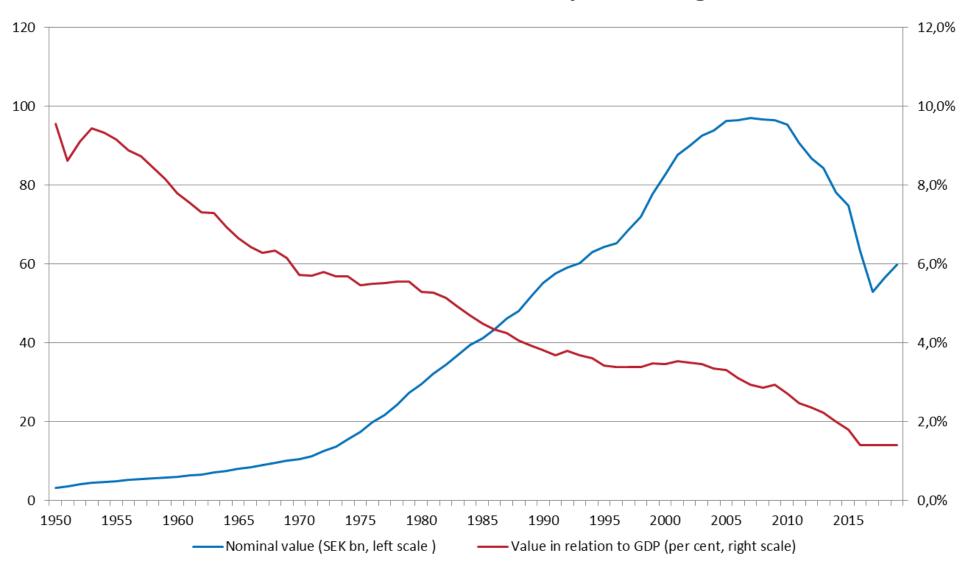
# Money has been adjusted to technology and needs throughout history





## Cash use declining in Sweden

Cash in circulation. Nominal value and percentage of GDP

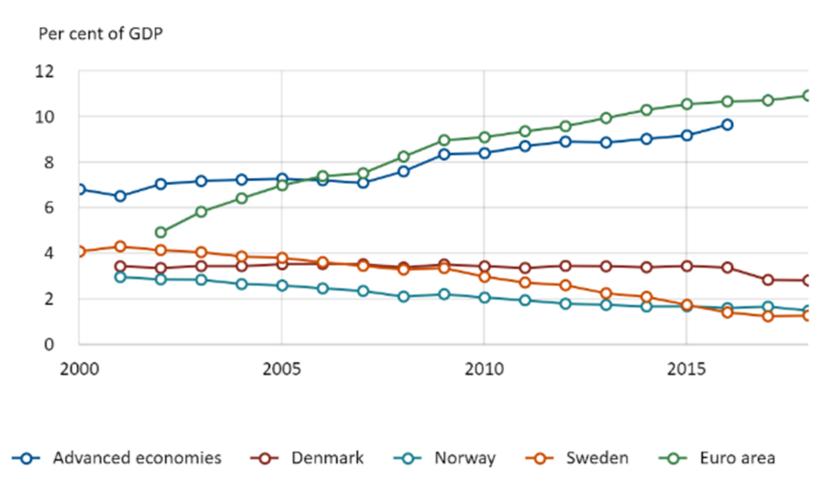




Source: The Riksbank



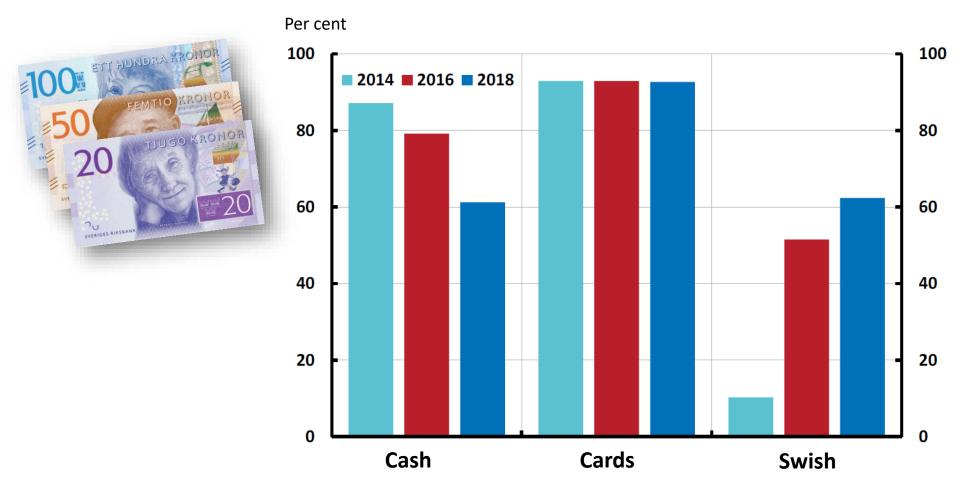
#### Sweden and Nordic countries stand out



Source: The Riksbank and Bech et al. (2018)



## Digital payment methods continuing to increase



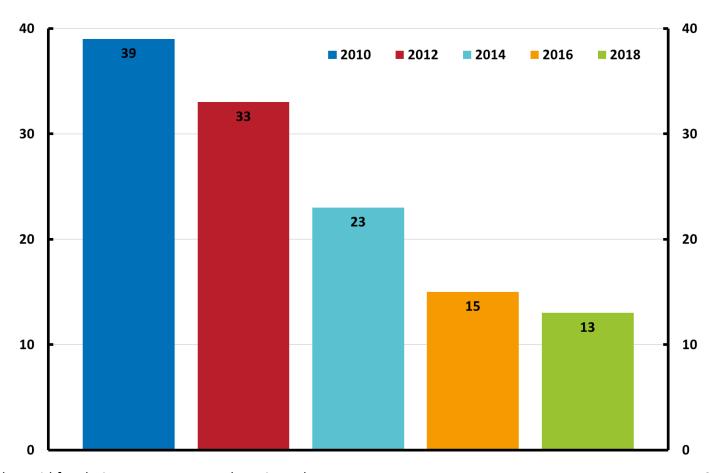


Answer to question: "Which means of payment have you used in the past month?"

Source: The Riksbank



### Fewer and fewer people are paying in cash



Note. Percentage who paid for their most recent purchase in cash

Source: The Riksbank



#### We consume and interact digitally

- Cross-border
- 24/7
- Payments expected to be instant
- Different currencies used parallel with one another
- On the horizon: BigTech money?

• What does this mean for the monetary system?









### The state's role on the payment market

- What role should the state play in the future payment market and monetary system?
- What task should the Riksbank have?
- What tools should the Riksbank have?
- Submission sent to the Riksdag.





#### The role of the Riksbank

- Price stability
- Financial stability
- Coins and banknotes
- Payment system (RIX)



• Should be possible to use Swedish money in Sweden



#### The Riksbank's future?

• The Riksbank's overall task and roles will remain the same

• The ways we work may need to change

• Our tools may be changed or supplemented





## Money: e-krona



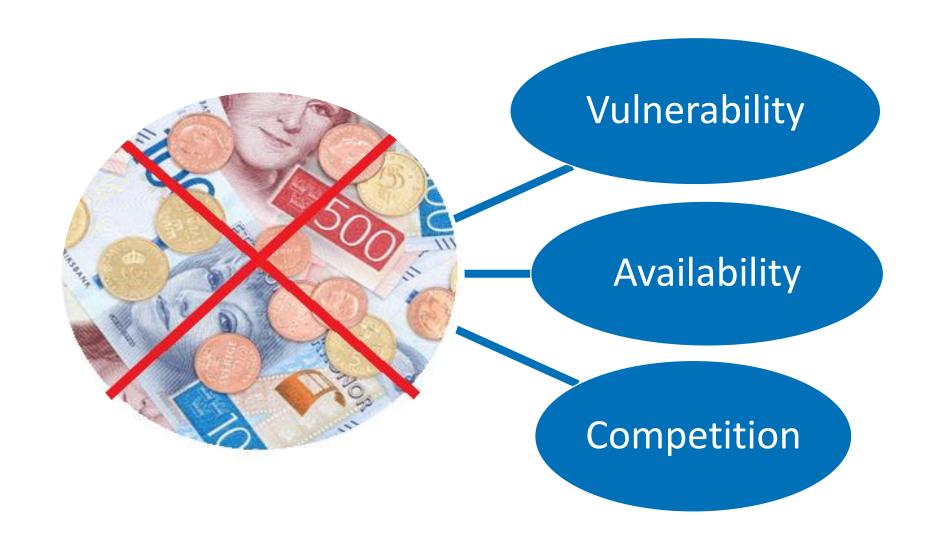
Analysis



Pilot



#### Cash should remain in circulation



## Domestic payments: Safer <u>settlement</u> through extended RIX



 RIX-INST: settlement of instant payments in central bank money 24/365











# Construct a general system for cross-border payments?



Cooperation between central banks or some other way?

Link existing systems or build

a new central system?

• Can the Nordic and Baltic countries lead the way?





#### My vision for the future of money and payments

#### There must be...

- Enough physical banknotes in case the electronic systems break down
- Possibilities to pay in SEK, with central bank money, 24/365
- An e-krona issued by the Riksbank that is legal tender
- Opportunity to make instant payments between currencies 24/365

