

SMPG - Corporate Action

Telephone Conference Minutes

19 June 2014

FINAL Version v0.1 – July 29, 2014

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Attendees

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  | **NMPG** |  | **First Name** | **Last Name** | **Institution** | **🗸 = Present** |
|  | AT | Mr. | Stefan | Ribisch | Unicredit |  |
|  | AT | Mrs. | Karin  | Wachter | Unicredit |  |
|   | BE | Mrs. | Veronique | Peeters | BNY Mellon | 🗸 |
|  | CH | Mr. | Michael | Blumer | Credit Suisse | 🗸 |
|   | DE | Ms  | Pileri  | Andreana  | Commerzbank AG  | Excused |
|  | DE | Mr. | Schaefer | Daniel | HSBC | Excused |
|   | DK | Ms  | Ravn  | Charlotte  | VP Securities A/S  |  |
|  | ES | Mr  | Steimann  | Thomas  | Deutsche Bank SAE  |  |
|   | FI | Ms  | Rask  | Sari | Nordea Bank Plc  |  |
|  | FR | Mrs.  | Kimchi | Phungtran | BNP Paribas |  |
|  | FR | Mr. | Jean-Pierre | Klak | Statestreet |  |
|   | HK | Ms  | Yu  | Yek Ling  | HSBC  | 🗸 |
|   | IT | Ms  | Deantoni  | Paola  | SGSS spa |  |
|   | JP | Mr. | Ichiro | Yamamoto | Mizuho Corporate Bank | 🗸 |
|   | JP | Mr  | Ito |  Hideki | Mizuho Corporate Bank | 🗸 |
| Co-Chair | LU | Mr. | Bernard | Lenelle | Clearstream | 🗸 |
|   | MDPUG | Mr. | Peter | Hinds | MDPUG / Interactive Data | Excused |
|  | MDPUG | Mrs. | Laura | Fuller | Telekurs | Excused |
|  | NL | Mr  | van der Velpen  | Ben  | ING Bank N.V. |  |
|  | NO | Mr. | Hans Martin | Aulie | DNB Bank | Excused |
|  | NO | Mr.  | Alexander | Wathne | Nordea | 🗸 |
|  | RU | Mrs | Elena | Solovyeva | NSD | 🗸 |
|  | RU  | Mrs | Sofia | Prokofeva | Rosbank |  |
| Co-Chair | SE | Mrs. | Christine | Strandberg | SEB | 🗸 |
|  | SG | Mr. | Jyi-Chen | Chueh | SC |  |
|   | UK & IE | Mrs. | Mariangela | Fumagalli | BNP Paribas | 🗸 |
|  | UK & IE | Mr. | Matthew | Middleton | LSE | Excused |
|  | US ISITC | Mrs. | Sonda | Pimental | BBH |  |
|   | XS | Ms  | Haillez  | Delphine  | Euroclear  | 🗸 |
|  | ZA | Mr. | Sanjeev | Jayram | First National Bank | 🗸 |
|  | ZA | Mr. | David | Nita | Strate |  |
|  | ZA | Mr. | Kumaran | Pillay | Strate |  |
| Facilitator | SWIFT | Mr. | Jacques | Littré | SWIFT | 🗸 |

# Approval of May 22 London Meeting Minutes

Comments from Delphine: In section 2.3 CA210 of the minutes, replace “Euroclear” by “Clearstream” for the usage of QREC.

**Action**: Jacques to correct the minutes in final version and republish.

# CA203 - SR2014 MP remaining action items (Jacques - Actions; Andreana & Bernard)

No input yet received from DE (Daniel/Andreana) and Bernard for the new EXWA MAND.

**Actions:**

1. Andreana/Daniel to provide input on templates review for DVCA CHOS, DVCA MAND, RHTS CHOS
2. Bernard to provide the EXWA MAND template

# CA264 – Lottery Events MP (Sonda – Action: Sonda)

Sonda did not attend the call. Item to be scheduled for next call.

**Action**: Sonda to revert after the June ISITC meeting.

# CA268 - Narratives scope/usage (Delphine – Actions: Veronique, Mari, Kim, Sonda, Bernard, Jacques)

The CR on the CETI and TXNR narratives has been submitted by Jacques to SWIFT.

Regarding the CETI MP, Véronique will send a proposal by tomorrow.

Regarding the “How to instruct” narrative information, examples have been received from UK and France. Jacques will consolidate the examples in a single document to ease the analysis.

**Actions:**

1. Véronique and GMP Part 1 subgroup to draft the CETI MP proposal for next conference call.
2. Mari, Kim, Sonda and Bernard to review narrative examples from UK and FR and propose guidelines and revision of the narrative section in GMP Part 1 for next conference call. Look also specifically at the REGI MP to check if it is sufficiently clear.
3. Jacques to consolidate the FR and UK input and send to Mari, Kim, Sonda and Bernard.

# CA272 - ISO 20022 rates length alignment with 15022 (Action: Sonda)

Sonda is not present at the call. Item to be scheduled for next call.

# CA276 - INTR with SECU option (Delphine – Action: NO/Alexander)

As those INTR cases are quite rare (much less than 1% of the traffic) instead of adding a line into the EIG+, it is rather recommended to add a comment into the “Comment” column of the EIG+ for INTR to mention this specific case the same way XS has done it in its columns.

**Action**: Close the item.

# CA277 - COAF Assignment Body Registration & Governance Questions (Christine)



Christine presented the proposed changes to the COAF section of GMP1 (see above in attachment).

Jacques proposed to add in the “Use Of COAF” section the fact that “*The COAF reference must be unique per combination of event code (CAEV), Mandatory/Voluntary (CAMV) indicator and security (e.g. ISIN).”.*

Related comments regarding ISIN presence from Elena in relation to PV ISO 20022 messages:

Regarding the presence of the ISIN, Elena mentions that there is an apparent inconsistency between the ISO 20022 PV messages in which several ISIN (Security IDs) can be provided for a meeting announcement whilst in 15022, the notification message should only refer to a single ISIN. Elena mentions that this illustrates the lack of MP for PV MX messages. MP for MX PV are needed.

Bernard recalls that in order to produce ISO 20022 PV MPs, we need users with experience of those PV messages around the table which is somewhat lacking a bit today.

Nevertheless the SMPG PV subgroup exists and it is part of its mission to start producing PV MPs.

It is up to the members of the PV subgroup to raise issues and produce related MPs.

Decision: The ISIN issue will be brought to the SMPG PV subgroup and the subgroup will be asked to work on an MX PV section in GMP Part 1.

**Action**:

1. NMPGs approval of updated COAF section in GMP 1 requested for the next conference call.
2. Christine/Jacques to communicate the issue raised by Elena on PV to the PV subgroup.

# CA278 - Sample for usage of PRFC / NWFC in INT and redemption (Elena)





Sonda has sent the US MP for PRFC/NFWC (see first attachment above). Second attachment is Elena sample.

Bernard and Elena discussed the usage of factors. Bernard has a recollection that the SMPG long ago decided the usage, and that what was agreed contradicts this US MP.

Bernard thinks that we should not create a template but rather a MP on the usage of those factors.

**Action**: Bernard to check the template provided by Elena and revert.

# CA279 - Market practice for Claims and Transformations in the T2S context (Action: Michael)

Email input from Mari:

*Following our call a few weeks ago, I've just realised I have never sent the email with the summary of the call!*

*We have agreed on the need to have a message to be able to inform clients of the fact claims have been generated in the CSD.*

*We have agreed that a new message is required in 20022. However, for 15022 we think the best solution would be to create a claim indicator in the same way we have done for CAPA.*

*Moreover, we will need to take into consideration the following needs:*

*a) status indicator - to confirm the generation and cancellation or split of the claim*

*b) market reference - the need to have a COMM (?) qualifier in the 20C:*

*reference field to report the CSD reference for the claim*

*c) settlement reference - the need to have a SETT (?) qualifier in the 20C:*

*reference field to report the settlement reference of the underlying transaction that generated the claim*

The GMP1 SG has started the discussion on this but a number of questions remain.

Michael reported that the CH NMPG/market will be compliant and will support both reporting through MT 548 and MT 566 and the clients will chose what they do.

**Action: G**MP1 SG to continue their investigation.

# CA281 - Interest Period Inclusive/exclusive end dates (Action: NMPGs)

Jacques has updated the new GMP Part 2 tab on “Interest Period” with some NMPG feedback. Michael added that the CH NMPG prefers the use of the DAAC qualifiers since INPE can be confusing.

**Actions**:

1. All NMPGs to send to Jacques their input on the new “InterestPeriod” table within the EIG+.
2. Sari (FI) to clarify what is the meaning of “depending on the event”. How can people know ?

#  CA282 - Write-downs / write-ups on Bonds (NEW: Delphine/Christine)



Alexander mentioned the VPS process of removing bonds issued by bankrupt issuers, but registering some form of claim. Feedback from NMPGs practice on this case is still requested.

**Action**:

1. **All NMPGs** to look if they have something similar.
2. **Delphine, Christine and Alexander** to look at it and see whether a MP is needed and how to express it.

#  CA283 - MP on References/Identifications (Bernard)

New item. There is no CA MP for use of capital vs lower-case letters in references / identifications. The IF WG has already proposed a MP stating that references / identifications should not be processed as case-sensitive by the receivers of the messages.

**Decision**: This should be a cross WG MP.

**Action**:; **Co-chairs** to discuss with the other WGs. See if the topic can be discussed in Boston.

# AOB

**CA 265 - Stock Lending Deadline**

Jacques is missing the MP about the Stock lending deadline to add in GMP 1.

Mari indicates that we are waiting for Sonda's response regarding the proposal made by Véronique.

**Action**: Sonda to provide comments to Mari/Véronique on the proposed Stock Lending Deadline MP.

**CA 210 - Overelection/subscription market practice review**

The action Item on this point which was to write a CR and submit it to SWIFT was not done on time (before the June 1st deadline) and therefore it will have to be resubmitted for SR2016 before June 1st 2015.

**Next conference call**

**Thursday July 24 from 2 to 4 Pm CET**

**Action**: Christine to send agenda for the call since Jacques will return from holiday that week.

**------------------------ End of the Meeting Minutes -----------------**