

SMPG - Corporate Actions

Telephone Conference Minutes

22 November, 2016

FINAL Version v1.0 – December 13, 2016

Table of Contents

[1. Approval of Zurich meeting & October 25 Conference Call Minutes 3](#_Toc468370672)

[2. CA203   SR2017 - Yearly GMP Part 1,2,3 and samples alignment and yearly summary of changes to MPs (Action: All NMPGs) 4](#_Toc468370673)

[3. CA279   Claims and Transformations in the T2S context (Action: All NMPGs) 5](#_Toc468370674)

[4. CA315   Extending CA MPs to ISO 20022 (Action: Bernard) 5](#_Toc468370675)

[5. CA338   Create a more robust MP on narrative update information and update date for ISO 20022 seev.031 (Action: All NMPGs) 6](#_Toc468370676)

[6. CA341   Clarification of CLAI & ACLA market claim related codes (Action: Jacques/Veronique) 6](#_Toc468370677)

[7. CA344   Analyse impact of creating new  "Interest Period Inclusive" element besides INPE (Action: Mike) 6](#_Toc468370678)

[8. CA345   Create new MP for the usage of  the new QCAS "Instructed Amount" field in MT 565 (Action: Matthew) 6](#_Toc468370679)

[9. CA350   Usage of AFFB/UNAF balances for DRAW ? (Action: GMP1 SG) 6](#_Toc468370680)

[10. CA353   New Rolling mode (MR) & Accounting mode (MA)  for capital increases  in Italy (Paola) 6](#_Toc468370681)

[11. CA354   Market usage of "QINS//QALL" on field 36a of MT565 (Action: Jacques) 7](#_Toc468370682)

[12. CA355   How to confirm a credit of proceeds to a collateral giver after the proceeds were initially credited to the collateral taker ? (Action: All NMPGs) 7](#_Toc468370683)

[13. CA356   How to report the actual Interest rate used for payment (INTP) in another currency than the issuing currency ? (Action: Bernard) 7](#_Toc468370684)

[14. CA357   ) Usage of the :22F::OPTF//BOIS and :22F::CETI//FULL codes in the MT567 (Action: Bernard) 7](#_Toc468370685)

Attendees

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **NMPG** |  | **First Name** | **Last Name** | **Institution** | **🗸 = Present** |
| AT | Mr. | Stefan | Ribisch | Unicredit |  |
| AT | Ms. | Karin | Wachter | Unicredit |  |
| BE | Ms. | Véronique | Peeters | BNY Mellon |  |
| CH | Mr. | Michael | Blumer | Credit Suisse | 🗸 |
| DE | Mr | Schaefer | Daniel | HSBC | 🗸 |
| DK | Ms | Ravn | Charlotte | VP Securities A/S | 🗸 |
| ES | Ms. | Cinta | Cristobal | BBVA |  |
| ES | Mrs | Diego | Garcia | DB |  |
| FI | Ms | Rask | Sari | Nordea Bank Plc | Excused |
| FR | Mr | Jean-Pierre | Klak | Statestreet | 🗸 |
| GR | Ms. | Angela | Katopodi | Eurobank |  |
| IL | Mr. | Gilad | Grayevsky | Bank Leumi |  |
| IT | Ms | Deantoni | Paola | SGSS spa | 🗸 |
| JP | Mr | Hideki | Ito | Mizuho Bank | 🗸 |
| JP | Mr | Hisashi | Hotta | Mizuho Bank | 🗸 |
| LU | Mr. | Bernard | Lenelle | Clearstream | 🗸 |
| MDPUG | Mr. | Peter | Hinds | MDPUG / Interactive Data | Excused |
| MDPUG | Ms. | Laura | Fuller | Telekurs | 🗸 |
| NL | Mr | van der Velpen | Ben | ING Bank N.V. | Excused |
| NO | Mr. | Alexander | Wathne | Nordea | 🗸 |
| PL | Mr. | Michal | Krystkiewicz | CSD of Poland (KDPW S.A.) |  |
| RU | Ms | Elena | Solovyeva | ROSSWIFT |  |
| RU | Ms | Sofia | Prokofeva | Rosbank |  |
| SE | Ms. | Christine | Strandberg | SEB | 🗸 |
| SG | Mr. | Jyi-Chen | Chueh | SC |  |
| UK & IE | Ms. | Mariangela | Fumagalli | BNP Paribas | Excused |
| UK & IE | Mr. | Matthew | Middleton | LSE | Excused |
| US ISITC | Mr. | Paul | Fullam | Sungard | Excused |
| XS | Ms | Haillez | Delphine | Euroclear | 🗸 |
| ZA | Mr. | Sanjeev | Jayram | First National Bank | Excused |
| ZA | Mr. | Ridhwaan | Williams | Strate |  |
| ZA | Mr. | Nita | David | Strate |  |
| SWIFT | Mr. | Jacques | Littré | SWIFT | 🗸 |
| SWIFT | Ms. | Mieko | Morioka | SWIFT APAC |  |

# Approval of Zurich meeting & October 25 Conference Call Minutes

Open Items CA 341 and CA 356 have been updated in the draft Zurich minutes. Those minutes are now final and have been posted on [www.smpg.info](http://www.smpg.info).

No comments have been received for the October call minutes. Those minutes are now approved.

# CA203   SR2017 - Yearly GMP Part 1,2,3 and samples alignment and yearly summary of changes to MPs (Action: All NMPGs)

**Status:**

1. Templates: Input received from Christine only.

Actions 1: CA Templates updates should be sent to Jacques for December 2.

The following changes/ validations actions must also be applied on all samples systematically:

a) Change RDDT and MKDT to 98C in all templates

b) Ensure templates are aligned with EIG+

c) Validate that the description of the event is fully aligned with the actual template.

CA templates updates are assigned to: Alexander, Ben, Bernard, Delphine, Christine, Daniel, Delphine, Jean-Pierre, Mari, Matthew, Peter, Sanjeev, Sari, Paul and Véronique. Please refer to the “CA Event Template list” tab in the “Open Items” file.

1. EIG+ CC: Input received from JP and South KR so far.

Action 2: NMPGs to send their EIG+ Country Column updates to Jacques for December 2.

1. Review Voluntary Rolling Event GMP1 Section 2.2.5:

The objective is to clarify this section in terms of the messages elements and also values to be used to make the distinction with other scenarios (typically DITY indicator – see section also 8.26).

Christine’s Input document received:



Christine explains the document. We can distinguish two types on ongoing events:

a) Voluntary events for which the instruction phase equals the entire lifetime of the security and for which the payment confirmation follows the instruction received. In this case, DITY should be ONGO and the PAYD date value should be ONGO as well.

b) Voluntary events for which several instruction phases each with fixed payment dates are scheduled in advance and in this case, the DITY should be ROLL and the PAYD date value should be the next scheduled pay date.

It seems however that in the input document, Rolling events are presented rather as a subset of the Ongoing events which makes the rolling event definition it a bit confusing.

It is not clear either whether, when a PAYD of an event is ONGO, the event itself should be considered as “Ongoing” as well or whether it can be used for non-rolling and non-ongoing events as well ?

**Action 3:** NMPGs are requested to review the draft document and revert by the next call.

4) Add AVAL to EIG+ relevant events:

The GMP1 SG has decided not to add AVAL in the EIG+ as it depends rather on whether a new security (ISIN) is distributed in the frame of the event and this often depends upon the terms and references of the event.

Therefore GMP1 SG proposes to rather add a new section in GMP1 on the usage of the AVAL date (also known as “first trading/dealing date”).

AVAL would be used only for newly issued securities (with new ISIN) received in a distribution or re-organisation event with option SECU.

**Action 4**: NMPGs are requested to review the proposal and revert by the next call.

5) New EXWA MAND event template

Véronique is not attending the call.

Action 5: Creation of an EXWA template

6) Add Partial Redemption scenario to GMP: Done in GMP2 in the “Redemption” sheet.

# CA279   Claims and Transformations in the T2S context (Action: All NMPGs)

Survey inputs have been received so far from ES, NL and JP. They will be forwarded to Bernard for a first consistency check.

Bernard reminds that the document should first be filled in with the point of view of the CSD and eventually after with the individual institution point of view.

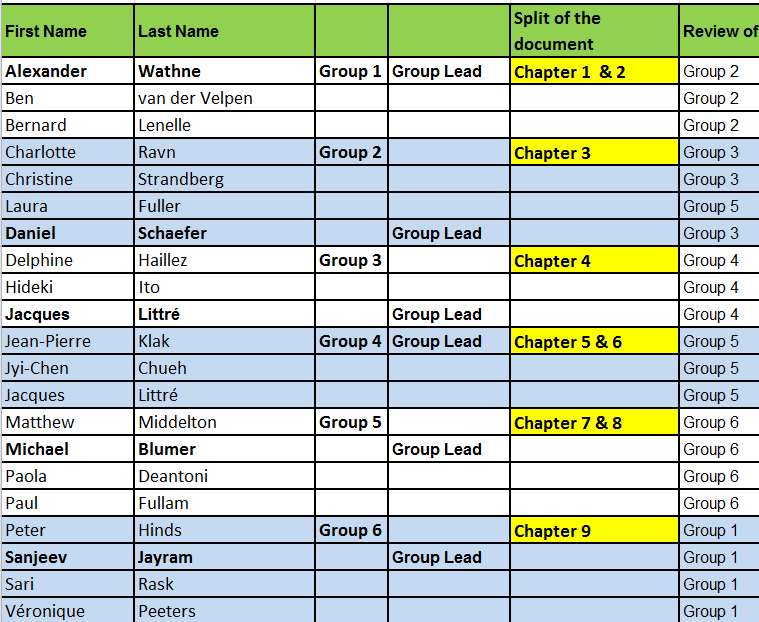
In Italy, the CSD has taken a different approach than the (global) custodians, then it is difficult more difficult to fill it in from the CSD point of view.

Action: NMPGs/CSDs/CCPs joining T2S to fill in the document based on how the CSD/CCP will act once they join T2S. To be filled in as soon as possible (preferably before end of year).

# CA315   Extending CA MPs to ISO 20022 (Action: Bernard)

Bernard has formed the groups and those have been distributed last month.

A few changes have taken place (changed group leaders: Jacques will lead group 3. Jean-Pierre will lead group 4) and the final groups are now formed as follows:



Progress Status

Apart from Group 2, no much progress so far as most of us are very busy in this end of year period.

**Action**: Groups to progress in the review of their assigned chapters.

# CA338   Create a more robust MP on narrative update information and update date for ISO 20022 seev.031 (Action: All NMPGs)

No NMPGs comments yet received for the proposed change from ‘recommended’ to ‘optional’ for the MT text in section 3.15 of GMP1 reading as follows:

*“In case of a narrative being updated in the MTs, it is ~~recommended~~ optional to indicate the change and the date at the top of this narrative.*

*In case of a narrative being updated in the ISO 20022 seev.031 (Notification) and seev.035 (Movement Preliminary Advice) messages, although these elements are optional, it is not recommended to fill in the “Update Description” and “Update Date” elements.”*

Action postponed to next conference call.

**Action:** NMPGs are requested to review the proposed MT change and revert by next conference call.

# CA341   Clarification of CLAI & ACLA market claim related codes (Action: Jacques/Veronique)

For the three market claim related codes ATXF, CNTR, NAMC, the GMP1 SG have reviewed the codes and see no need for clarification.

Action: Close item

# CA344   Analyse impact of creating new  "Interest Period Inclusive" element besides INPE (Action: Mike)

Mike’s action is still pending.

**Action**: Mike to find a multi-deposited bond and show how INPE is used for it in different markets

# CA345   Create new MP for the usage of  the new QCAS "Instructed Amount" field in MT 565 (Action: Matthew)

The UK market is late with the new MP. Matthew hopes to have a draft ready for circulation by the end of next week.

**Action**: Matthew to create a draft and circulate it to the CA-WG.

# CA350   Usage of AFFB/UNAF balances for DRAW ? (Action: GMP1 SG)

The following proposal copied from the DRAW template will be added to GMP1 as section 3.10.2:

*“Please note that the qualifiers UNAF (Unaffected balance) and AFFB (Affected balance) are specific to the lottery events such as drawing.*

*The affected balance is the position that was drawn in the lottery.*

*Unaffected balance is the position that was not chosen in the lottery.”*

**Action**: Close Item.

# CA353   New Rolling mode (MR) & Accounting mode (MA)  for capital increases  in Italy (Paola)

Input Provided by Paola:





Paola explains the new market practice proposed for the IT market by the global custodians and would like to know whether there is nothing inconsistent in principles in it.

Bernard proposed that this is kept as a local market practice.

**Action:** NMPGs to provide feedback (if any ?).

# CA354   Market usage of "QINS//QALL" on field 36a of MT565 (Action: Jacques)

Usage of the QINS/QALL code in instruction has been checked by Jacques.

In Q1 201’, the usage was 0,2% in the MT565 message.

JP explains that they would like either that the QALL code be deleted or alternatively that we clarify the definition of the code itself in the standard.

Action 2: Jacques has written an email to SWIFT Standards to ask on behalf of the SMPG whether regular retrieval of anonymised data from the network is feasible and when.

**Actions:** NMPGs are requested to review usage of QALL (what the meaning is, and when positions are struck?) and provide input by the next conference call.

# CA355   How to confirm a credit of proceeds to a collateral giver after the proceeds were initially credited to the collateral taker ? (Action: All NMPGs)

The question is whether a “claim” related to collateral is to be processed and confirmed with an MT566 or another message?

No NMPGs provided input, but a discussion was held, with several different views/concerns/answers depending on the legal context and collateral agreement.

**Decision:** Since this question is very much dependent upon the local market practices, it is decided not to create a global market practice for this. Item can be closed.

# CA356   How to report the actual Interest rate used for payment (INTP) in another currency than the issuing currency ? (Action: Bernard)

**Action:** Bernard to check his Zurich notes and revert to Jacques if the template contains errors.

# CA357   ) Usage of the :22F::OPTF//BOIS and :22F::CETI//FULL codes in the MT567 (Action: Bernard)

Bernard’s input proposal:



**Action:** All NMPGs to review Bernard’s input and provide feedback for next call.

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