SMPG IF WG

Qurestion from CA WG

In the MT 565, Corporate Action Instruction, in sequence D, Corporate Action Instruction, there is a field 36B that may be used with qualifier QREC, with the definition ‘Quantity of the benefits that the account owner wants to receive, for example, as a result of dividend reinvestment.”’

The corporate action WG would like to submit a change request to request the deletion of 36B QREC. It is though that this qualifier may have been included in the messages on behalf of the investment funds community.

The corporate action WG would like to know if this qualifier is used. So, please could you reach out to your countries to ask if 36B QREC is indeed used.

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|  | Country/ MI | Feedback received | Conclusion |
| 1 | Euroclear | Euroclear does not use it. | Not used |
| 2 | Clearstream | Clearstream supports the 36B QREC in an MT565 for event types Automatic Dividend Reinvestment (DRIP), Subscription Offer without Rights (PRIO) and Other Event (OTHR).  In practice, it is only being used for Subscription Offer without Rights (PRIO). | Used |
| 3 | Italy | For Funds we do not use MT565 | Not used |
|  | CH | My colleagues of the Swiss CA WG have previously reviewed the request and have already taken any funds-specific aspects into consideration.  Accordingly, they would, from a local perspective, support the request to have the code deleted. | Not used |
| 4 | Uk | Hi Janice - to my knowledge, UK fund managers don't use the 565 at all. | Not used |
| 5 | N0 | In Svein’s absence I take the liberty to respond to this.    From my colleague working with corporate actions, I have learned that we do not use the MT 565 message.  Dividend Reinvestment is not used for CA by our market. | Not used |
| 6 | CH | We don’t use it for funds | Not used |
| 7 | DK | We only use ’ :36B::QINS//UNIT/’ in 36B. | Not used |
| 8 | BR | We checked with the Brazilian IF WG and this field is indeed used to inform, for instance, the quantity investor wants to subscribe in a subscription offer. | Used |