

SMPG – Tax sub-group

Telephone Conference Minutes

30th June 2022

Publication: September 2022

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# Attendees

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  | **Country** |  | **First Name** | **Last Name** | **Institution** | **Participation** |
|  | BE | Mrs | Véronique | Peeters | BNY Mellon | Excused |
| Facilitator | N / A | Mr | Jacques | Littré | SWIFT | a |
|  | CH | Mr | Reto | Baumgartner | Credit Suisse | Excused |
|  | DE | Mr | Daniel | Schaefer | HSBC | Excused |
| Co-chair | FR | Mr | Jean-Pierre | Klak | State Street | a |
|  | FR | Mrs | Stéphanie | Clark-Fischer | BP2S | Excused |
|  | FR | Mrs | Mihaela | Fallourd | BP2S | Excused |
|  | IT | Mrs | Paola | Deantoni | Societe Generale | Excused |
|  | LU + DE | Mr | Alexander | Reis | Clearstream | Excused |
|  | LU + DE | Mr | Julian | Hechler | Clearstream | Excused |
| Co-chair | SG | Mr | Jyi-Chen | Chueh | Standard Chartered | a |
|  | UK & IE | Mrs | Mariangela | Fumagalli | BNP Paribas | a |
|  | US | Mr | Paul | Fullam | FIS Global | Excused |
|  | US | Mrs | Vandana | Pasricha | BBH | Excused |
|  | US | Mrs | Elizabeth | Lanfear | BBH | a |
|  | US | Mr | Caleb | Lanfear | BBH | Excused |
|  | US | Mr | Ian | De Sacia | DTCC | Excused |
|  | US | Mr | Steven | Sloan | DTCC | Excused |
|  | US | Mr | Greggory | Lewis | GlobeTax | a |
|  | XS | MR | Jean-Paul | Lambotte | Euroclear | Excused |
|  | XS | Mr | Eric | Marega | Euroclear | a |
|  | ZA | Mr | Sanjeev | Jayram | Rand Merchant Bank | a |
|  | ZA | Mr | Riian | de Klerk | Rand Merchant Bank | Excused |

For the French Market, Mihaela Fallourd will replace Stephanie Clark-Fischer

# Approval of May 2022 minutes call

May minutes are approved.

# CA 470 – Tax breakdown Market Practice on DVOP / DRIP

June 2022:

Please find aatched the last updated version of the Change Request submitted for the SR2023.  


May 2022: Please find attached the last version of the Market Practice prepared by Mari related to the Tax breakdown on DVOPs / DRIPs  


JP will also share with the group the Change Request related to this MP (Tax rate and Tax amount to add to the Securities Movement sequence).  
See attached the draft version of the Change Request initially proposed mid-May by the SMPG.



March 2022: no update. Work in progress  
  
January 2022: Separately from the initial Market Practice (MP) that focused on DVCA / INTR (see CA 498), a new topic will be open to work on an additional MP dedicated to DVOP and DRIP events.

**Action**:

Mari and JP to follow-up this topic. No more actions for the Tax sub-group

# CA 500 - Add new Event Type for Tax Classification (SR2022 CR 001796)

June : topic removed. Managed as an exception. No CR proposed

May: no update, still under discussion within the US Market

March 2022: topic under discussion within the US Market

January 2022:  
The SMPG CA WG (Tax Subgroup) to further investigate the US business case, the information sent in OTHR event today and look at what solutions exist in other countries that could be the object of a new change request to solve this case in 2023.



**Action**:

Topic closed

# CA 505 - Add new Other Type of Income Qualifier in Movement Sequences (SR2022 CR 001791)

June: work in progress within the US Market in order to propose a first draft to the Tax sub-group.

May: no update, still under discussion within the US Market

March 2022: topic under discussion within the US Market

January 2022:  
Tax subgroup to put forward a MP

The US participants explained that these 2 subjects (CA 500 and CA 505) will be discussed first within the US NMPG in order to propose something to the Tax sub-group.

**Action**:

Ad hoc group created in the US Market to work on the OTYP new code

# Market updates

Attached the follow up file covering the different Market initiatives.



Below an extract of this file limited to open topics:



Two updates were raised during the call regarding Sweden (new withholding tax act in 2023) and Germany (Tax Reclaims to be processed by xml file i/o paper made documents).  
See also attached the ‘Tax Newsflash’ sent by Euroclear for the Swedish Market.  


# AOB

N/A.

# Next Conference Calls

Next call scheduled for 2022: 22nd September and 17th November  
2pm Paris time

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