



SETTLEMENT AND ISO 15022
STANDARDS:

AUSTRIA
MARKET PRACTICE

Issued on behalf of the [Austrian](#) Market Practice Group

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Austrian Market Practice Templates for Settlement

1 Introduction

This document refers to the settlement of Austrian securities (equities and fixed income vanilla trades) in a custody environment.

Changes to previous version (in dark blue)
No previous version released.

2 Elements used in settlement instructions

AT	
Business element name	Data Content Format
Sender's Message Reference	16x
Settlement Date	8!n (1)
Trade Date	8!n (2)
Identification of Financial Instrument	ISIN1!e12!c
Quantity of Financial Instrument to be settled	4!c/15d with 4!c = UNIT for equities 4!c = FAMT for fixed income
Safekeeping account to be credited or debited	35x
Delivering or Receiving agent	BIC (3)
Client of Delivering or Receiving agent	BIC or local code (4)
Place of settlement	BIC (5)
Settlement Amount (including currency)	3!a15d

2.1 Specifics

To settle equities or fixed income securities in the AT market the Common List of Data Elements needs to be used, with:

1. Settlement date must not be a settlement date in the past. On the other hand, settlement date must not be more than 2 month in the future.
2. Trade date for DvP and RvP instructions must not be more than 20 days in the past.
3. The delivering or receiving agent (DEAG/REAG) is specified with its BIC. It is also possible to identify the delivering or receiving agent with its local clearing identification name though the BIC code is the preferred identification.
4. The client of delivering or receiving agent (SELL/BUYR) can be identified by BIC, local code or text. This information is used only as a narrative. If it is not supplied this will not prevent settlement.

5. Place of settlement will be OEKOATWW for OeKB.
6. Matching is only mandatory for DvP or RvP transactions. Free of payment transactions must only be instructed by the deliverer of securities.
7. Cancellation of a matched traded is possible only by both parties to a trade.

3 Illustration of the common elements used :

- Securities used: AT0123456789
- Parties and safekeeping accounts relationships as follows :

fund manager	FMXXCC22	fictional Bank Identifier Code (BIC), local code or text information
	ABCD	fictional account with its global custodian
broker	BRYYCC22	fictional Bank Identifier Code (BIC), local code or text information
	99857	fictional account with its local agent
global custodian	GCXXDD22	fictional Bank Identifier Code (BIC), local code or text information
	A1B2	fictional account with its subcustodian/local agent
subcustodian/local agent of the global custodian (1)	SCXXAT22	fictional Bank Identifier Code (BIC)
	21354	fictional account with the central securities depository (= OeKB)
local agent of the broker (2)	SCYYAT22	fictional Bank Identifier Code (BIC)
	88888	fictional account with the central securities depository (= OeKB)
Place of settlement (PSET)	OEKOATWW	Oesterreichische Kontrollbank AG (OeKB)

- Trade Date is: 01 March 2005
- Settlement Date is: 04 March 2005
- Settlement amount is: EUR300000,
- Sender's Reference is: 21324

Detailed Field Name	Data Field Content	Example
Start of block	GENL	:16R:GENL
Sender's Reference	16x	:20C::SEME//21324
Function of the message	4!c	:23G:NEWM
End of block	GENL	:16S:GENL
Start of block	TRADEDET	:16R:TRADEDET
Settlement Date	8!n	:98A::SETT//20050304
Trade Date	8!n	:98A::TRAD//20050301
Identification of the Financial Instruments	ISIN1!e12!c	:35B:ISIN AT0123456789
End of block	TRADEDET	:16S:TRADEDET
Start of block	FIAC	:16R:FIAC
Quantity of Financial Instrument	4!c/15d	:36B::SETT//xxxx/15000,
Safekeeping Account	35x	:97A::SAFE//xxxxxxxxxxx
End of block	FIAC	:16S:FIAC
Start of block	SETDET	:16R:SETDET
Settlement Transaction Type Indicator	1!a	:22F::SETR//TRAD
IDENTIFICATION OF PARTIES OF ACCOUNTS	WILL VARY	ACCORDING TO THE SETTLEMENT CHAIN
Start of block	AMT	:16R:AMT
Settlement amount	3!c15d	:19A::SETT//EUR300000,
End of block	AMT	:16S:AMT
End of block	SETDET	:16S:SETDET

Elements in the settlement chain:

Delivering or Receiving agent	BIC
Client of Delivering or Receiving agent	BIC, local code or text information
Place of Settlement	BIC

Example :

Start of block	SETPRTY	:16S:SETPRTY
Party (Delivering agent)	BIC	:95P::DEAG//SCYYAT22
End of block	SETPRTY	:16S:SETPRTY
Start of block	SETPRTY	:16R:SETPRTY
Party (Seller)	BIC	:95P::SELL//BRYYCC22
End of block	SETPRTY	:16S:SETPRTY
Start of block	SETPRTY	:16R:SETPRTY
Party (place of settlement)	BIC	:95P::PSET//OEKOATWW
End of block	SETPRTY	:16S:SETPRTY

4 Extension to Settlement Confirmation and Free of Payment

The set of common elements can also be used for settlement confirmation and free of payment transaction with the following differences:

4.1 Free of payment

Free of payment instruction contains the same elements as for the against payment transaction except for the elements pertaining to the settlement amounts. The settlement amount(s) is not required. A trade date is not necessary in case of a free of payment instruction.

No matching is required for a free of payment instruction.

4.2 Cancellation of an instruction

Cancellations should contain the same elements as the instruction to be cancelled. It is mandatory to include the reference to the settlement instruction to be cancelled. This is done using the Linkage Block and the qualifier 20C::PREV//16x

A matched instruction can only be cancelled by both parties to this transaction.

4.3 Confirms

The Settlement confirmation – whether it is a free of payment or an against payment transaction – should contain the same elements as the original instruction

PLUS:

- The reference to the original settlement instruction that was received. This is done using the Linkage Block and the qualifier 20C::RELA//16x

EXCEPT:

- The settlement date given in the confirmation is the effective settlement date (which might differ from the instructed settlement date as stated in the instruction). This translates in ISO 15022 messages by using the qualifier ESET rather than SETT as qualifier for the date field 98a.
- The quantity of financial instrument in the confirmation is the effective settled quantity. This translates in ISO 15022 messages by using the qualifier ESTT rather than SETT as qualifier for the quantity of financial instrument field 36B.
- The settlement amount given in the confirmation is the effective settlement amount. This translates in ISO 15022 messages by using the qualifier ESTT rather than SETT as qualifier for the amount field 19A.