

Philippines National Market Practice Group Kick-off Meeting

29 November 2016



Agenda



09.00 09.50 Registration and conce	•	09:00 -	09:30	Registration	and coffee
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- Objectives of the group
- Benefits of having an NMPG in the community
- Examples in other countries
- Structure of the group
- Agenda for the next meeting
- Objectives proposal for 2016/2017
- 11:45 12:00 Final words and wrap up



Before we start. SWIFT's role



- This is **NOT** a SWIFT user meeting
- Participants are NOT expected to be or to become SWIFT network users.
- SWIFT is a cooperative with also a non for profit neutral mission of standardisation.
 - Global team of 50 building and maintaining standards that can be used on or off SWIFT's Network
 - RA for ISO 15022 & 20022, 9362 BIC, 10383 MIC, 13616 IBAN, active in ISO 3166 Country Code, 4217 Currency Code and ISO 17442 LEI
 - Neutral facilitator/expert in market practice group across the world (SMPG, NMPGs in SG, KR, IN, US, etc. PMPG, CGI, ABMF, etc.)

Global SMPG role



- Facilitate global harmonisation of market practices
 - implementation of ISO messaging in the securities space
 - But not only...
- Bring together representatives of national market practice groups
 - approx. 40 countries, plus ICSDs (Clearstream and Euroclear)
 - two physical meetings plus conference calls
 - delegates represent their market, not their own institution
- Identify commonalities and differences among national practices
- Identify opportunities for further harmonisation
- Publish agreed global market practices on www.smpg.info

SMPG organisation



Steering Committee

National Market Practice Groups and Convenors

Broker/dealers, investment managers, custodians, depositories, regulators, and vendors

SMPG meetings



- Frankfurt meeting in April 2013
- Johannesburg meeting in November 2013
- London meeting in April 2014
- Boston meeting in September 2014
- La Hulpe meeting in April 2015
- Singapore meeting in October 2015
- Helsinki meeting in April 2016
- Zurich meeting in September 2016
- Working Groups calls every one or two months

SMPG (NMPG) Working Groups



- Settlement & Reconciliation
- Corporate Action
- Investment Funds

SRWG achievements



- Global Market Practices:
 - 26 global market practices published including: Common Element listing of values for Settlement, Statement of Holdings and Transactions, Security Lending Borrowing
 - See www.smpg.info for more information
- Local Market Practices for 35 Countries:
 - Specify specifics for the plain vanilla settlement instruction per country
 - Regional Groups: ESES (Euroclear Settlement of Euronext-zone Securities),
 - Nordics (Denmark, Finland, Iceland, Norway and Sweden)

SRWG on going and future developments



- Reviewing MPs
 - Financial Instrument Identification
 - Securities Settlement Transaction Pending Report
 - Book Transfer/Portfolio Transfer Customer to Customer Communication
 - Stamp duty
- 2017 CR reviews
- New Subjects
 - Securities Financing: Process Redesign related to ISO20022
 - Post Trade Flows (CCP / Bilateral Clearing)
 - MyStandards
 - Any other MP that needs to be described/revised
- Potential changes to MPs under T2S umbrella

CAWG achievements



- Global MPs documents cover:
 - 60+ corporate action events & 5 ISO 15022 MT messages
 - All CA business processes / Events flows
 - Detailed MPs on:
 - Messages contents (MT 56x) and fields usage
 - Particular Events (e.g. Rights issues)
 - Special processes (Preliminary Advice, Market Claims, Proxy Voting basics)
- "Event Interpretation Grid +" Table
 - Recommended main options and data fields provided for 132 types of events (as SMPG Global MPs) and also for 23 countries (as local MPs)
- CA Templates document: 67 events message samples fully illustrated
- COAF (Official CA Events reference) Usage Guidelines and Registration
- Yearly CRs submission to ISO15022 maintenance
- Involved in ISO20022 CA Reverse Engineering effort

CAWG on going and future developments



- 3 new CA market practices subgroups on:
 - Tax: clarify tax rates usages and related issues)
 - ISO 20022 CA: make the CA MPs ISO15022 syntax-independent and covers specificities of ISO20022 messages
 - Proxy Voting: covers ISO 20022 proxy voting messages
- Posting CA MPs on MyStandards Web-based collaborative platform

IFWG scope and participation



Terms of reference

- ISO 20022 only
- "Traditional" funds and operating models
 - not hedge funds (specific complexities)
 - not exchange-traded funds (trade/settle alongside equities)
- Cross-functional
 - trading, settlement, corporation actions etc.
- Discussion and liason with other groups engaged in fund processing standardization (Efama FPSG, US ICI IOAC, Lux. Findel groups)

Active participants

- Countries: BR, CH, DE, DK, ES, FR, GB, IE, IT, LU, NL, NO, SE
- ICSDs: Clearstream, Euroclear

IFWG activity



- Global Market Practice Orders & Settlement (Sept 2011 final)
- Transfers (initiated May 2009)
 - message mappings drafted, awaiting further input
 - consolidated process document to be re-drafted and split:
 - (a) portfolio level
 - (b) stock level TA markets
 - (c) stock level CSD markets
- Account management (initiated April 2010)
 - process document/message mappings under review
 - planned completion August 2011
- Statements
 - joint S&RWG discussion commenced in April 2011
- Corporate actions
 - exploratory discussion with CAWG April 2011

SMPG - The future



- Continue to focus on defining the business practices necessary to promote STP in the securities industry
- Work on extending its reach to include additional region/country participation to reach experts across the globe
- Continue to try to harmonize standards, such as the ISO 15022 and 20022 messaging standards coexistence based on harmonized market practices
- Factor in/address new challenges affecting the securities industry the focus on data, the roles of market infrastructures, regulation

SMPG website



www.smpg.info



Securities Market Practice Group

Your Gateway to Securities Standards!



APAC RMPG - Background



Purpose

- increase the engagement of the APAC community in global and regional market practice and standards discussion
- local relay for SMPG on queries related to APAC market practices
- o support the creation of National Market Practice Groups (NMPG) in as many APAC countries as possible and provide assistance to the existing ones

Organisation

- light structure facilitated by SWIFT Standards Singapore (no Chair)
- one physical meeting / year, bi-monthly conference calls
- o facilitate exchange of information and network building in all APAC countries

APAC RMPG -Founding members





APAC RMPG - Accomplishments



- Bi-monthly calls
- APAC By-Laws (in APAC RMPG folder on www.smpg.info)
- Two global Market Practices (IPO, DR) from APAC published on www.smpg.info.
- Thailand Market Practice work in progress Asset Conversion
- Physical Meetings to date

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2012 SWIFT Office, Singapore
2013 SWIFT Office, Malaysia
2014 SWIFT Office, Hong Kong
2015 SGX, Singapore
2016 JPM, Hong Kong
2017 ?
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- APAC CA WG holding bi-monthly calls
- Increased participation from APAC in the Global SMPG meeting

APAC RMPG - Accomplishments



- Thailand NMPG launched on 28 March 2016!
 - o Chair (Stock Exchange of Thailand) and Co-Chair (Head of the TH Custodian Club) selected
 - Third meeting held on 9 September 2016
 - o Continued discussion on TH Asset Conversion MP, Turnaround Trades and Corporate Actions etc.

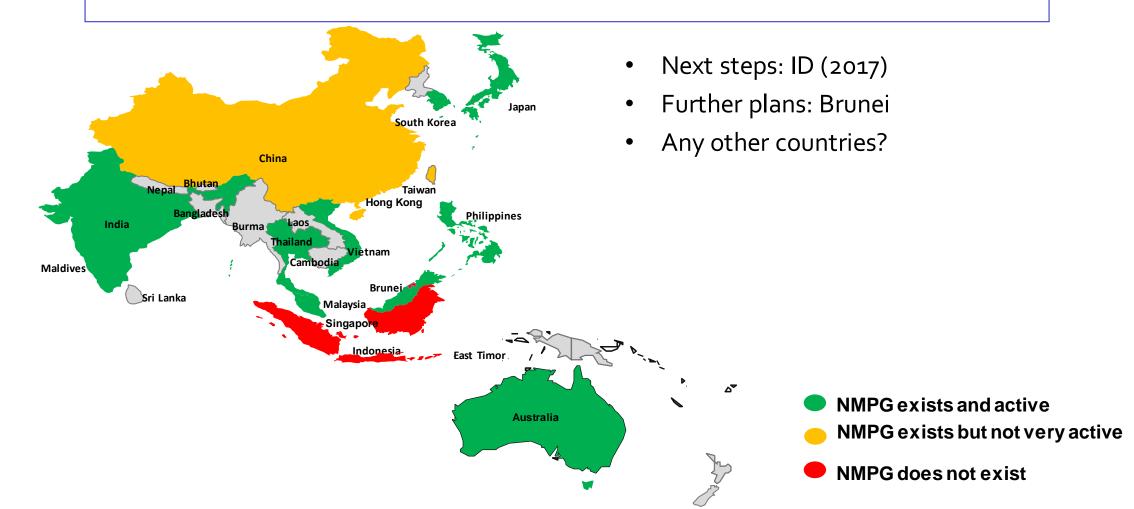


APAC RMPG – Progresses

NMPGs:

- ✓ SG: Active locally and in international forums. SG Funds WG established in 2016.
- ✓ HK: HK CA WG launched under the HK NMPG in 2016. Second meeting held in September 2016.
- ✓ JP: Group is active. Group discussing on SR2017 CRs.
- ✓ KR: CA WG published additional CA events. Last meeting held in October.
- ✓ IN: S & R and CA MPs published. Group is active.
- ✓ MY: NMPG launched in May 2013 and group is stabilised. S & R MP published.
- ✓ VN: Group is active locally and regionally. Last NMPG meeting held in October 2016.
- ✓ PH: Kick-off meeting on 29 November 2016.
- ✓ ID: Ongoing discussions. Target NMPG kick-off meeting in 2017.

Status - NMPGs in APAC





How ASEAN+3 Asian Bond Markets Initiative (ABMI) supports standardization in Asia

Satoru (Tomo) Yamadera,
Principal Financial Sector Specialist, SDCC, ADB

Philippines NMPG kick-off meeting on 29 November November 2016

Outline



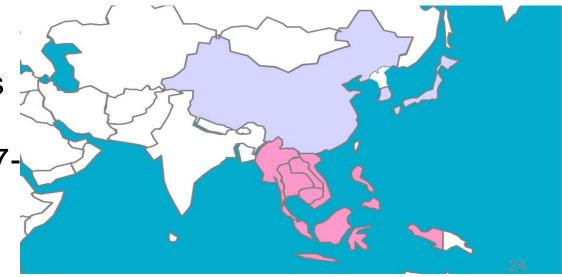
- 1. What is ASEAN+3?
- 2. Why we support standardization?
- 3. What has been achieved so far?
- 4. Next steps

What is ASEAN plus Three?





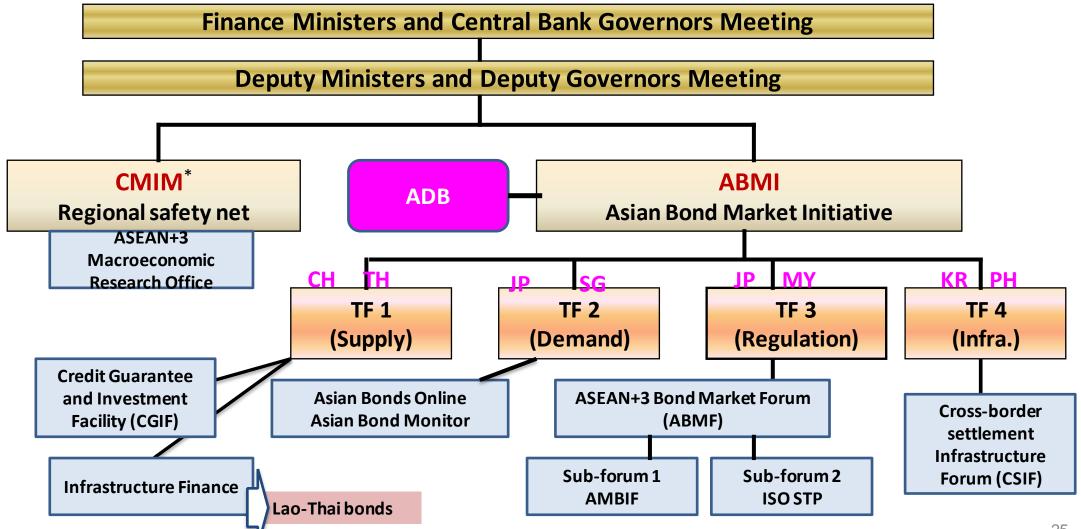
- ASEAN+3 is a group of East Asian countries, consisting of ten countries of the Association of Southeast Asian Nations (ASEAN), the People's Republic of China, Japan, and the Republic of Korea.
- There are various ministerial meetings of ASEAN+3, but the most active one is ASEAN+3 Finance Ministers and Central Bank Governors Meeting (AFMGM+3)
- There are two initiatives led by AFMGM+3: Chiang Mai Initiative (CMIM), and Asian Bond Markets Initiative (ABMI) as a reaction to the Asian Currency Crisis in 1997-98



Institutional Framework of ABMI





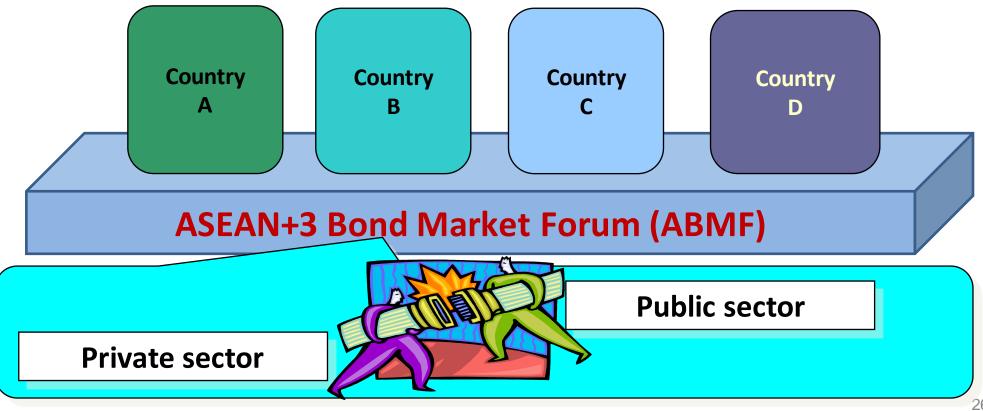


ABMF - As a Common Platform





ASEAN+3 Bond Market Forum (ABMF) was established in May 2010 by the ASEAN+3 Finance Ministers as an important regional platform consisted of the experts in both public and private sector in the region to foster standardization of market practices and harmonization of regulations relating to cross-border bond transactions in ASEAN+3.



Sub-Forum 1 members and experts

ADB

		<u> </u>	AUI
COUNTRY	MEMBERSHIP	INSTITUTION	
Brunei Darussalam	NM	Autoriti Monetari Brunei Darussalam (ABMD)	
	NM	National Bank of Cambodia (NBC)	
Cambodia	NM	Securities & Exchange Commission, Cambodia (SECC)	
	NM	China Security Regulatory Commission (CSRC)	
	NM	Hong Kong Monetary Authority (HKMA)	
	NM	National Association of Financial Market Institutional Investors (NAFMII)	
	NE	Bank of China (Hong Kong)	
China, PRC	NE	China Securities Depository and Clearing Corporation Limited Shanghai (CSDCC)	
	NM	Ministry of Finance, Indonesia	
	NM	Financial Services Authority (OJK), Ministry of Finance	
	NE	Indonesian Central Securities Depository (ICSD)	
	NE	Indonesia Stock Exchange (IDX)	
Indonesia	NE	Indonesia Clearing and Guarantee Corporation (ICGC)	
	NM	Tokyo Stock Exchange Group, Inc. (TSE)	
	NM	Tokyo Stock Exchange (including Nagashima Ohno & Tsunematsu, Advisor to Tokyo Stock Exchange)	
	NM	Japan Securities Dealers Association (JASDA)	
	NM	Sumitomo Mitsui Banking Corporation (SMBC)	
	NE	Nomura Securities Co. Ltd.	
Japan	NE	Daiwa Securities Co. Ltd.	
	NM	Korea Financial Investment Association (KOFIA)	
	NM	Korea Capital Market Institute (KCMI)	
	NE	Bank of Korea (BOK)	
Korea, Republic of	NM	Korea Exchange (KRX)	
	NM	Ministry of Finance	
Lao, PDR	NM	Securities and Exchange Commission Office, Bankof the Lao PDR	
	NM	Financial Market Association of Malaysia	
Malaysia	NM	CIMB Investment Bank Berhad	
Republic of the Union of Myanmar	NM	Central Bank of Myanmar	
	NM	Bureau of Treasury	
Philippines	NE	Securities and Exchange Commission (SEC)	
Singapore	NM	Singapore Exchange (SGX)	
	NM	Securities and Exchange Commission (SEC)	
Thailand	NM	Thai Bond Market Association (Thai BMA)	07
	NM	Hanoi Stock Exchange (HNX)	27
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Vietnam Bond Market Association (VBMA)

NM

Viet Nam

Sub-Forum 2 members





COUNTRY	MEMBERSHIP	INSTITUTION
Brunei Darussalam	NM	Autoriti Monetari Brunei Darussalam (AMBD)
Cambodia	NM	Securities & Exchange Commission of Cambodia (SECC)
	NM	China Security Regulatory Commission (CSRC)
	NM	Hong Kong Monetary Authority (HKMA)
	NE	Bank of China (Hong Kong)
	NE	China Central Depository and Clearing Co. Ltd. (CCDC)
	NE	Shanghai Clearing House (SCH)
China, PRC	NE	China Foreign Exchange Trade System / National Interbank Funding Center (CFETS)
	NM	Ministry of Finance, Indonesia
	NM	Financial Services Authority (OJK), Ministry of Finance
	NE	Indonesian Central Securities Depository (ICSD)
	NE	Indonesia Clearing and Guarantee Corporation (ICGC)
Indonesia	NE	Indonesia Stock Exchange (IDX)
	NM	Japan Securities Depository Center, Inc. (JASDEC)
Japan	NE	Mizuho Corporate Bank, Ltd.
	NM	Korea Securities Depository (KSD)
	NM	Korea Exchange (KRX)
Korea, Republic of	NE	KOSCOM
	NM	Ministry of Finance
Lao, PDR	NM	Securities and Exchange Commission Office, Bank of the Lao PDR
Malaysia	NM	Bond Pricing Agency Malaysia (BPAM)
Republic of the Union of Myanmar	NM	Central Bank of Myanmar
	NM	Philippine Dealing System Holdings Corp/PDS Group (PDS)
	NM	Bankers Association of the Philippines (BAP)
Philippines	NE	Omgeo
Singapore	NM	Singapore Exchange (SGX)
Thailand N		The Stock Exchange of Thailand (SET)
	NM	Vi etnam Securities Depository (VSD)
Viet Nam	NM	Hanoi Stock Exchange (HNX)

International experts





IN:	ST	IT	U٦	П	0	N

Citibank

Deutsche Bank AG

J.P Morgan

HSBC

State Street Bank and Trust

State Street Global Advisors

SWIFT

 $Deloitte\,Touche\,Tohmatsu\,LLC\,in\,Tokyo.$

BNP Paribas

Clearstream

Euroclear

The Bank of New York Mellon

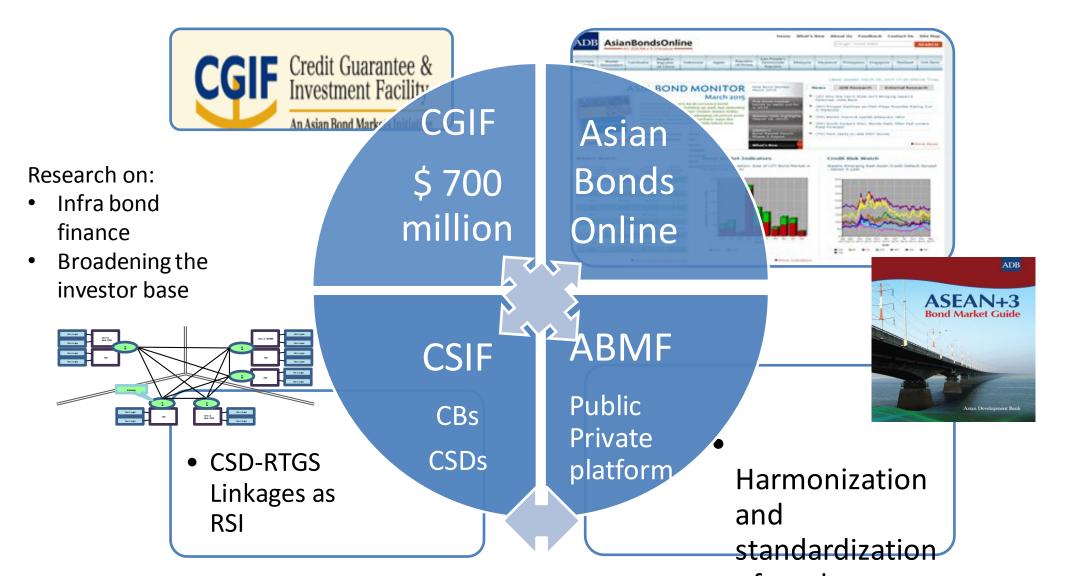
Mori Hamada & Matsumoto

Barclays Capital

Major achievements of ABMI









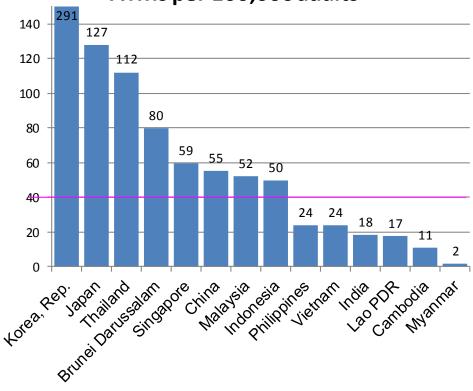
Why we support standardization?

Limited access to finance in developing countries





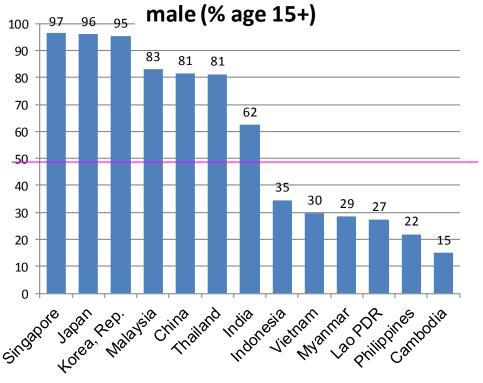
ATMs per 100,000 adults



Source: World Bank

Note: The figures are for YR2014 except Korea and Lao for YR2013.

Account at a financial institution, male (% age 15+)



Source: World Bank

Note: The figures are for YR2014 except Lao for YR2013.

Heterogeneous Asia and standardization





- •Hello
- Magandang umaga po
- Xin chào
- •您(你)好
- •สวัสดีครับ
- ជំរាបស្ចរ
- Selamat siang
- •こんにちは
- •안녕하십니까



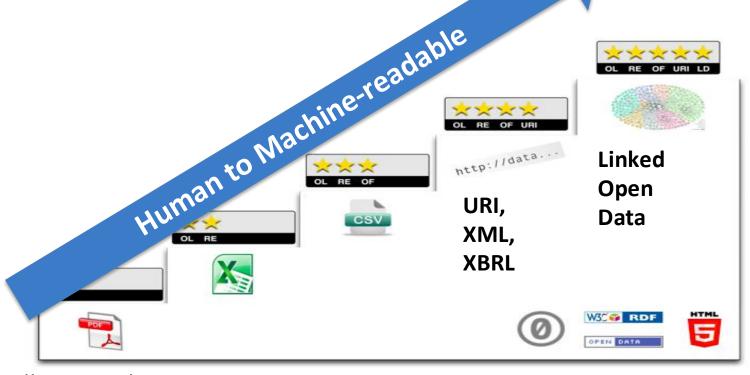
To maximize the benefit of financial IT and to minimize costs and errors, standardization is critically important for Asia.

<name>Yamadera, Satoru</name>
<name>ヤマデラ サトル</name>
<name>山寺 智</name>

Standardization as an soft infrastructure







Source: http://5stardata.info/

Standardization needs to be considered as a basic infrastructure to be implemented along with economic developments.

Why regional approach is effective in standardization?





- Thanks to Financial IT, cost of catching up is declining. However, well-experienced human resources is limited.
- Developing markets can mitigate such constraints by sharing experience and learning mutually. Particularly it is more effective if they are at the similar level of development with similar legal tradition.
- One-size-fit-all approach may not always be effective.
 - Standardization can be considered at global, regional and national level.
- Opportunities and benefits created by IT innovation and standardization need to be shared and distributed in fair manner.
 - Standardization may not only affect business costs but also business process and business model with some legal implications.
- The challenge is to establish a good coordination between the countries (ASEAN+3 can be a good model).
 - Clear vision to develop various key infrastructures including international standards with holistic approach is necessary.



What has been achieved so far?



AEC Blueprint 2025

Payment and Settlement Systems will be further enhanced in several areas such as promoting standardisation and developing settlement infrastructure for cross-border trade, remittance, retail payment systems and capital markets. This will provide an enabling environment to promote regional linkages and payment systems that are safe, efficient and competitive. This will also require a certain level of harmonisation of standards and market practices based on international best practices (such as ISO 20022) to foster stability and efficiency within as well as outside the region (para 18

Standardization under ABMF



(Step 1)

Identification of transaction flows of cross-border bond settlement

- ✓ Government bonds
- ✓ Corporate bonds

(Step 2)

Further identification of transaction flows

✓ Trades, coupon payment, and redemption

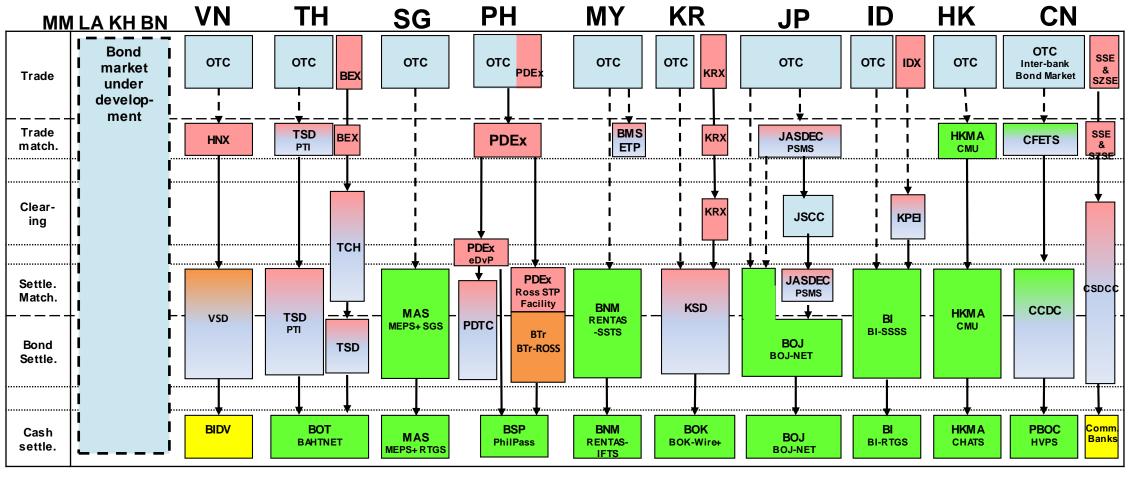
(Step 3)

Identification of message items to be harmonized and standardized

- ✓ Promotion of ISO 20022, BIC and ISIN
- Create awareness of international standards, and support discussion and implementation of international standards.

Identification of Government Bond Transaction

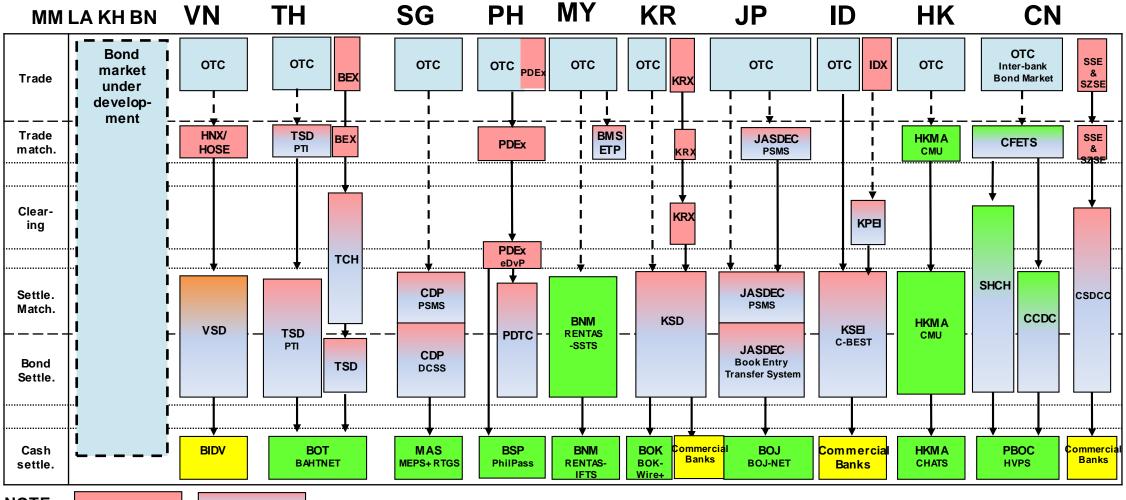




NOTE: Exchange | Exchange related | Direct inter-system connection |
Central Bank | Central Bank related | Commercial Bank |
Government | Government related | Commercial Bank |
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Identification of Corporate Bond Transaction





NOTE: Exchange Market

Central Bank

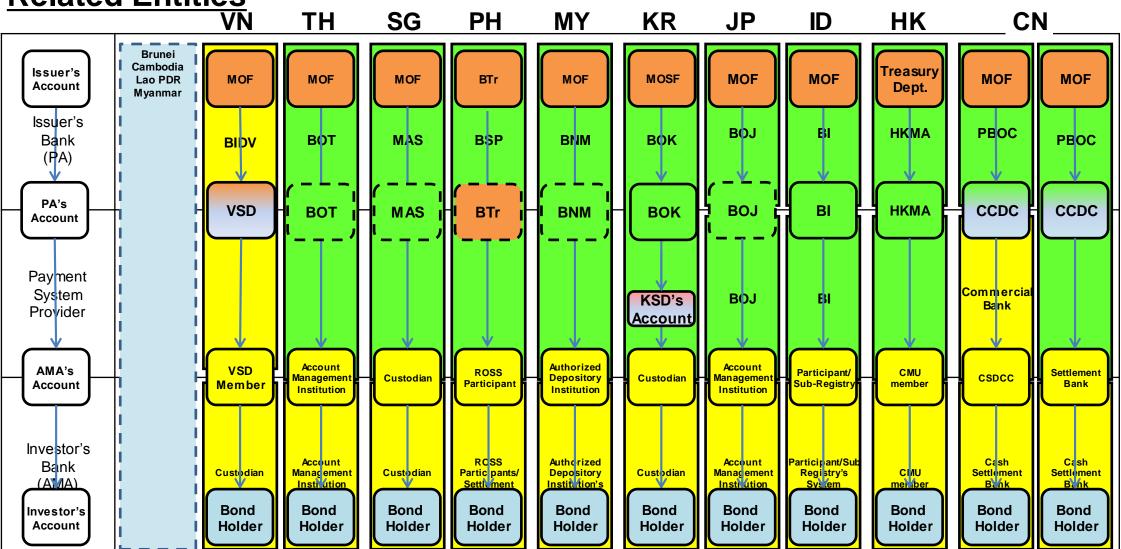
Government

Commercial Bank

Identification of Government Bond Interest Payment



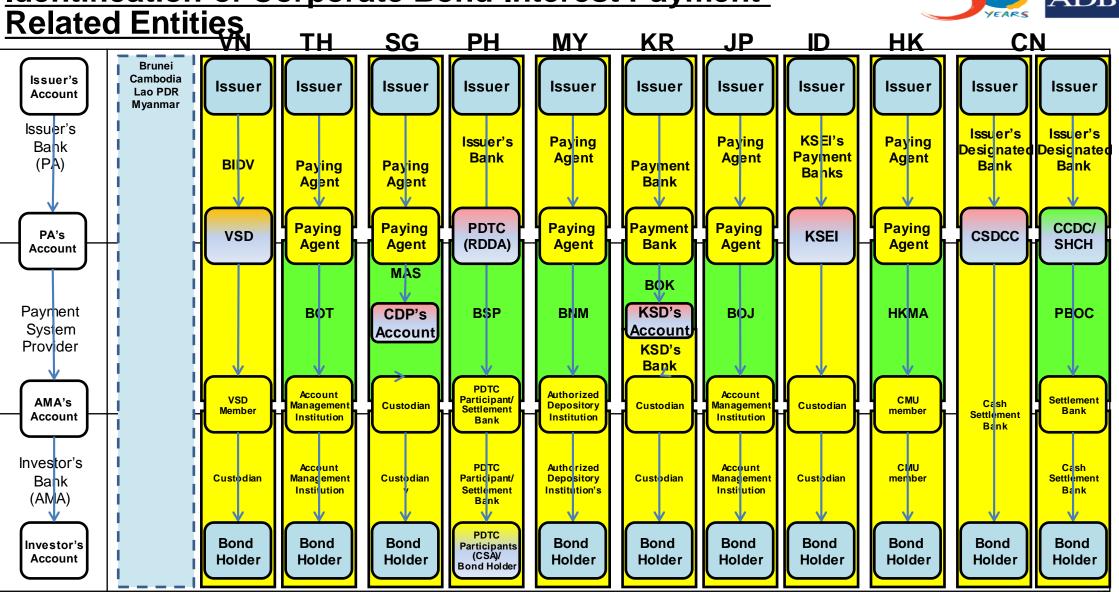
Related Entities



<u>Identification of Corporate Bond Interest Payment</u>







Implementation schedule of international standards in RTGS Systems



				Standardization of Message Items						
	Operator	Name of the System	ISO m ISO15022	essages ISO20022	BIC	Char. Code set	Commun. protocol	Overall	Started operation	
BN	AMBD	-	N	Y	Y	Y	Y	Y	2015	
CN	PBOC	HVPS	N	Y	Y	Y	Y	Y	2014	
НК	НКМА	CHATS	Y	Y (201X)	Y	Y	Y	Y (201X)	Dec 1996	
ID	BI	BI-RTGS	Y	Y (2017)	Y	Y	Y	Y (2017)	Nov 2000	
JP	ВОЈ	BOJ-NET FTS	N	Y	Y	Y	Y	Y	2015	
KH	NBC	-	N	Y (201X)	Y (201X)	Y (201X)	Y (201X)	Y (201X)		
KR	BOK	BOK-Wire+	N	Y (201X)	Y	Y	Y	Y (201X)	Apr 2009	
LA	BOL	-	Y	Y (201X)	Y	Y	Y	Y (201X)		
MM	CMB	CBM-NET	N	Y (201X)	Y	Y	Y	Y (201X)	Jan 2016	
MY	BNM	RENT AS IFTS	Y (2016)	Y (2018)	Y(2016)	Y	Y	Y(2018)	2011	
PH	BSP	PhilPaSS	Y	Y (201X)	Y	Y	Y	Y (201X)	Dec 2002	
SG	MAS	MEPS plus	Y	Y (201X)	Y	Y	Y	Y (201X)	Dec 2006	
TH	ВОТ	BAHTNET	Y	Y (2019)	Y	Y	Y	Y (2019)	2013	
VN	SBV		N	Y (2019)	Y (2019)	Y (2019)	Y (2019)	Y (2019)	2010	

Source: ABMF SF2.

Implementation schedule of international standard in CSD Systems



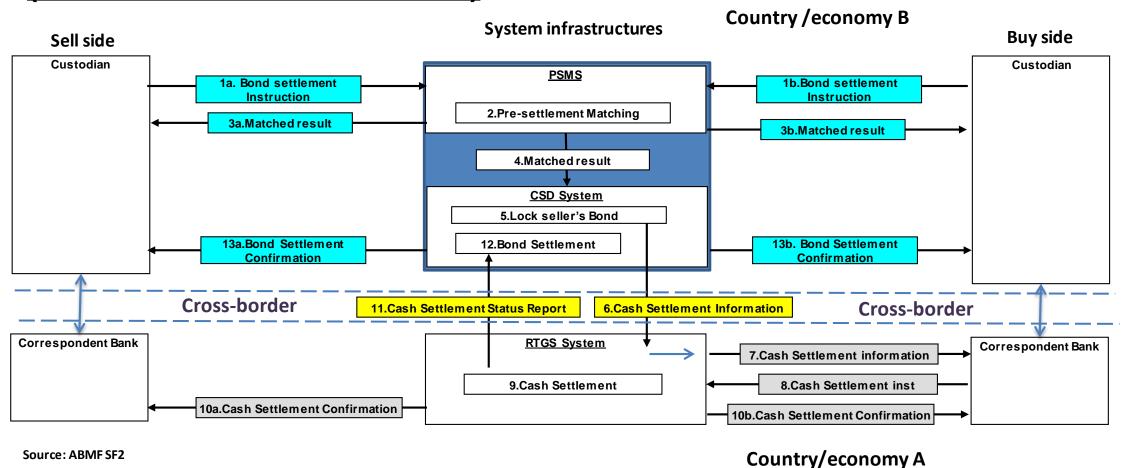


				Standardization of message items (SSS)							
	CSD	Name of Bond Settlement System	Inst.	ISO ISO15022 ISO20022 ISIN		BIC	Charac. Code set	Comm protocol Overall		Started operation	
BN	AMBD	NPSS	G	N	Y (2016)	Y (2016)	Y	Y	Y	Y (2016)	-
BN	(TBD)	=	С	N	Y (201X)	Y (201X)	Y	Y	Y	Y (201X)	-
CN	CCDC	CBGS	G/C	N	Y	Y	Y	Y	Y	Y	2013
CN	CSDC	MNS	G/C	N	Y (201X)	Y (201X)	Y	Y	Y	Y (201X)	Nov 2011
CN	SHCH	SHCH-SSS	С	N	Y (201X)	Y (201X)	Y	Y	Y	Y (201X)	Dec 2011
HK	HKMA	CMU	G/C	Y	Y (201X)	Y	Y	Y	Y	Y	Mar 1990
ID	BI	BI-SSSS	G	Y	Y (201X)	Y	Y	Y	Y	Y (201X)	Mar 2003
ID	KSEI	C-BEST	С	Y	Y (2017)	Y	Y(2017)	Y	Y	Y(2017)	
JР	ВОЈ	BOJ-NETJGB Service	G	N	Y	Y	Y	Y	Y	Y	Oct 2015
JР	JASDEC	BETS	С	Y	Y	Y	Y	Y	Y	Y	Jan 2014
KH	NBC	-	G	N	Y (202X)	Y (202X)	Y (202X)	Y (202X)	Y (202X)	Y (202X)	-
KH	CSX	-	С	N	(TBC)	(TBC)	(TBC)	(TBC)	(TBC)	(TBC)	-
KR	KSD	SSS/SAFE+	G/C	N	Y (201X)	Y	Y	Y (201X)	Y	Y (201X)	Nov 2011
LA	BOL	=	G	N	Y (2018)	Y (2018)	Y (2018)	Y (2018)	Y (2018)	Y (2018)	-
LA	LSX	-	С	N	(TBC)	(TBC)	(TBC)	(TBC)	(TBC)	(TBC)	-
MM	CBM	CBM-NET	G	N	Y (201X)	Y	Y	Y	Y	Y (201X)	Jan 2016
MM	CBM/YSX	-	С	N	(TBC)	(TBC)	(TBC)	(TBC)	(TBC)	(TBC)	-
MY	BNM	RENTAS SSTS	G/C	Y (2016)	Y (2018)	Y	Y (2016)	Y	Y	Y(2018)	Jul 1999
PH	BTr	BTr-ROSS	G	Y (2015)	Y (201X)	Y (201X)	Y (201X)	Y	Y	Y (201X)	Nov 1996
PH	PDTC	PDTC Depository	G/C	Y (2015)	Y (2015)	Y (2016)	Y (2016)	Y	Y	Y (2016)	Mar 1995
SG	MAS	MEPS+ SGS	G	Y	Y (201X)	Y	Y	Y	Y	Y	Dec 2006
SG	CDP	DCSS	С	Y (2015)	Y	Y	Y	Y	Y	Y	2015
TH	TSD	PTI	G/C	Y	Y(201X)	Y	Y	Y	Y	Y(201X)	Oct 2007
VN	VSD	VSD-BES	G/C	Y	Y(201X)	Y	Y (201X)	Y	Y	Y (201X)	May 2014

Source: ABMF SF2.

<u>Draft reference DVP Flow</u> (a model to start discussions)







Next steps

CSD-RTGS Linkage as Regional Settlement Intermediary model

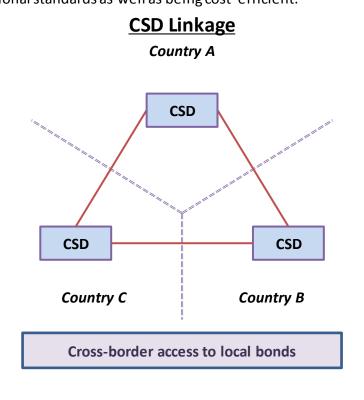


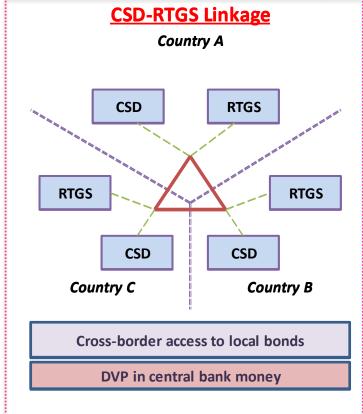


CSD-RTGS Linkage was chosen as the most possible model to implement RSI in ASEAN+3

CSD-RTGS Linkage enables the local bonds to be settled in Delivery versus Payment (DVP) via central bank money, which ensures safety of settlement and is compliant with the international standards as well as being cost-efficient.

Asian ICSD Country A **CSD Crrspdnt Bank Cstdn Bank ICSD** Crrspndt Crrspndt **Bank** Bank **Cstdn Bank CSD CSD** Country C Country B Cross-border access to local bonds **DVP** in private-bank money

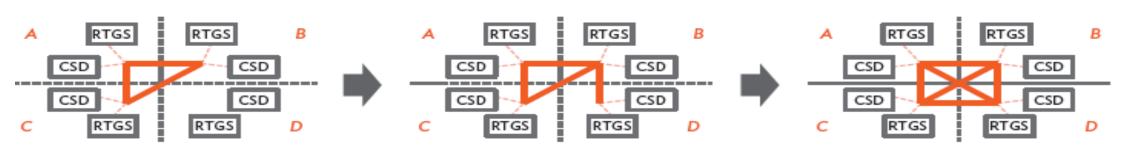




Flexible implementation

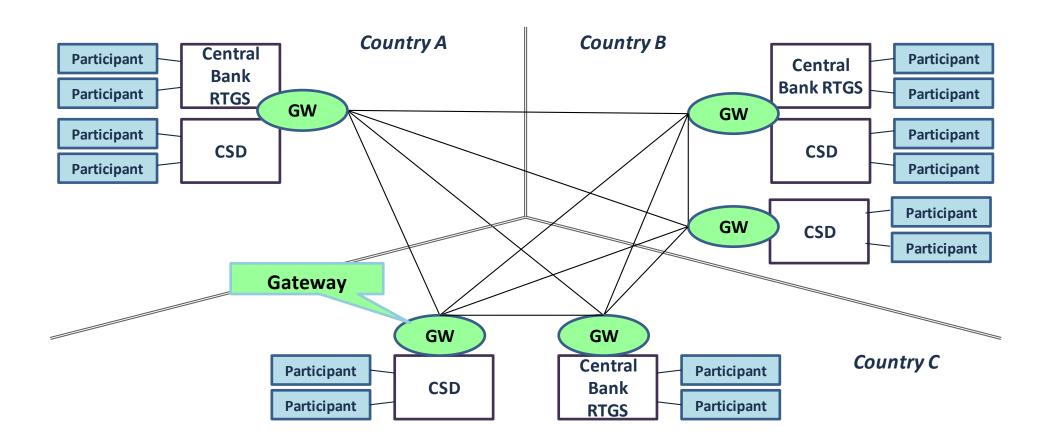


CSD-RTGS Linkage adopts a "flexible implementation" approach. Each country can choose when and how to participate in the linkage.





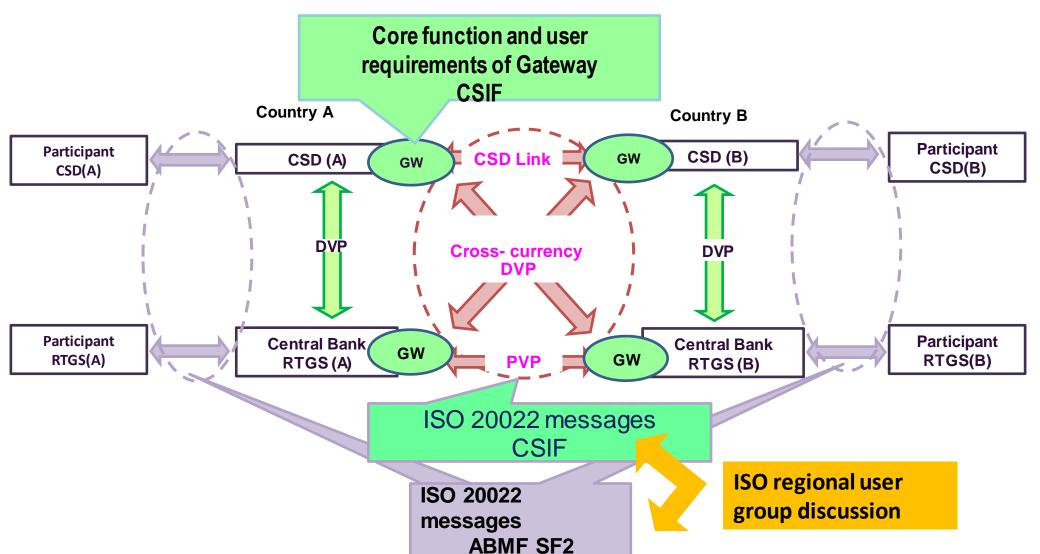
CSD-RTGS Linkages



Tasks of ABMF SF2 and CSIF







CSIF Roadmap







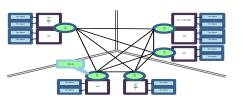
Develop standard message flows and items

Specifying essential user requirements



Develop CSD-RTGS Linkage

Defining detailed user requirements, design, coding, and testing



Implement CSD-RTGS Linkages

Starting production operation of CSD-RTGS Linkages



Implement integrated solution

Developing a central hub and connecting each CSD and RTGS system with the hub

Implementation phase 1 2015-2016

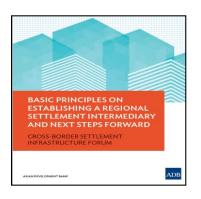
Implementation phase 2 2017-2018

Implementation phase 3 2019-2020

Integration phase 2020-

Source: Progress Report on Establishing a Regional Settlement Intermediary and Next Steps: Implementing Central Securities De pository—Real-Time Gross Settlement Linkages in ASEAN+3





Basic Principles on Establishing a Regional Settlement Intermediary and Next Steps Forward: Cross-Border Settlement Infrastructure Forum

https://www.adb.org/publications/basic-principles-establishing-regional-settlement-intermediary-next-steps



Progress Report on Establishing a Regional Settlement Intermediary and Next Steps: Implementing Central Securities Depository–Real-Time Gross Settlement Linkages in ASEAN+3

https://www.adb.org/publications/progress-report-establishing-regional-settlement-intermediary-and-next-steps



Thank you

For further info: syamadera@adb.org

Agenda



o9:00 – o9:30 Registration and coffee

o9:30 – o9:35 Welcoming remarks

o9:35 – 10:30 Update on global and regional activities

Global SMPG history and activities

APACRMPG activities update

ABMF Update

• 10:30 – 10:45 Break

• 10:45 – 11:45 Discussion on the NMPG in Philippines

Objectives of the group

Benefits of having an NMPG in the community

Examples in other countries

Structure of the group

Agenda for the next meeting

Objectives proposal for 2016/2017

• 11:45 – 12:00 Final words and wrap up





NMPG role and objectives



- Open to all securities market participants
- IMIs, broker / dealers, custodian banks, central securities depositories, regulators...
- Discuss, agree on, and publish local harmonised market practices (in line with global practices)
- Comment on or propose SMPG global market practice working documents (eg, IN with IPO, KR with DR, etc.)
- Local relay for SMPG and APAC RMPG on queries related to local market practices
- Send representation to the 2 global SMPG meetings

Benefits of having an NMPG



- Enables easy access to the market by foreign investors and therefore increase the attractiveness of the market
- Enables automation and straight through processing
- Accelerates resolution of market issues through collaboration and information sharing
- Improves the collaboration among market players and enables market driven innovation
- Ensures the market voice is heard at the levels where global standards and market practices are being built
- Assists in the alignment with the global ISO messaging standards which will be useful when PH market transitions from proprietary to ISO messaging standards

NMPG examples



- ISITC US is the US NMPG
 - One Executive committee of a dozen people
 - 10 working groups with 3 co-chairs (S&R, CA, Regulations, Custodian forum, broker forum, etc...)
 - Quarterly 3 day meetings with parallel working groups
 - Weekly working group calls
 - 150+ participants (IM, Brokers, CSD, Custodians, Vendors, etc.)
 - www.isitc.org
- Most markets, for example SG, UK, FR
 - One or 2 co-chairs
 - 2 or 3 working groups (CA, S&R + Funds)
 - Bi-yearly to quarterly 1-2 hours meetings
 - Sometime with additional calls when necessary
 - 30 + participants (custodians, CSD, brokers, sometimes IM, sometimes vendors)

PH NMPG proposal



- 1 or 2 co-chairs Steering Committee Chair: Ms Nellie, Co-Chair: PSE, CSD, Custodian Rep (HSBC, DB, Citibank, SCB), BAP
- 3 working groups (S&R, CA, IF?) Steer Co to decide: eg securities-related Cash WG,
 IF WG not needed at the moment
- Quarterly 1-2 hours meetings facilitated by SWIFT Standards Qtrly 1-2 hrs
- 30 + participants (custodians, CSD, brokers, etc. anybody interested in contributing)
- Objectives 2016/2017 proposal Steer Co to discuss
 - DLT <Info-sharing from Alex?>
 - Finalisation of the PH S&R MP
 - CA Event Interpretation Grid PH column
 - Any subjects that you want this group to discuss?
 - o ISO 20022 standards?

PH NMPG proposal (continued)



- Follow-up meeting proposed on 28 March 2017 (Tuesday)
 - Host? HSBC
 - Agenda: To discuss with Steering Comm
 - Recap of kick-off meeting (including agreeing on the structure of the group)
 - Drafting of the PH S & R MP
 - o Any other topics which you would like this group to discuss?

Agenda



•	09:00 – 09:30	Registration and coffee
•	09:30 - 09:35	Welcoming remarks
•	09:35 - 10:30	Update on global and regional activities
•		Global SMPG history and activities
•		**APACRMPG activities update
•		**ABMF Update
•	10:30 - 10:45	Break
•	10:45 - 11:45	Discussion on the NMPG in Philippines
•		○ Objectives of the group
•		Benefits of having an NMPG in the community
•		Examples in other countries
•		Structure of the group
•		Agenda for the next meeting
•		©Objectives proposal for 2016/2017
•	11:45 - 12:00	Final words and wrap up



Thank You

