**MEETING MINUTES**

**FORUM:** SG NMPG

**DATE AND TIME:** 12 DECEMBER 2013, 10AM

**LOCATION:** DBS Office, 10 TOH GUAN ROAD, #04-01/02

**ATTENDEES:**

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| **NAME** | **ORGANISATION** |
| Teo Chai Sio | CIMB |
| Gan Lai Chun | Citibank |
| Herman Wan | DBS |
| Judy Yang | DBS |
| Christina Ang | Deutsche Bank |
| Daisy Lam | HSBC |
| Janice Ow | OCBC Bank |
| Anand Adipudi | SGX |
| Cheuh Jyi Chen | Standard Chartered Bank |
| Garry Chan | Standard Chartered Bank |
| Anthony Sim | Standard Chartered Bank/SG NMPG Chair |
| Alexandre Kech | SWIFT |
| Cindy Foo | SWIFT |
| Mireia Guisado-Parra | SWIFT |

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| **AGENDA** |
| 1. CDP fee schedule for holding statements
2. Review of draft SG S & R MP on MyStandards
3. Updates from the 3 committees
4. Review of action points from previous meeting
5. AOB
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| **MINUTES** |
| 1) CDP fee schedule for holding statementsThe issue of CDP fee schedule was first brought up in the past by one of the members and it pertains to querying SGX on the CDP fees with regards to the downloading of balance. Anthony shared that this issue had been raised to SGX before and it would be good to have a feedback from SGX on whether there will be any proposed actions. Anand explained that SGX is looking into this item, along with the PTS and API project. In fact, SGX is considering making the information available via ISO based messages or via data files. Anthony queried on the timeline for this initiative and Anand advised that it will not take place until the implementation of phase 2. The group members would like to know how the market players can collaboratively get consensus on lower fees in the meantime. However, Anand replied that as CDP fees are part of regulated issues, any changes in the fee structure or giving of discount will need to be approved. It was mentioned that there are special arrangement made for one DA and this is should also be extended to the other members. Anand agreed to take this feedback and revert.2) Review of draft SG S & R MP on MyStandardsThe draft SG S & R MP have been built on MyStandards and the group members have been asked to review them. There are four usage guidelines created for Equity (MT540 – 543) and four created for Fixed Income. The MP created is for clean vanilla trades. For interest of time, Cindy went through the review of a usage guideline (MT541 for Fixed Income) with the members at the meeting. Members are requested to register onto MyStandards and to the NMPG SG SR group. The members need to review and provide their comments for all the 8 usage guidelines. Comments collected will be followed up and updates will be done to the draft MP. Thereafter, the MP will be considered finalised.3) Updates from the 3 committeesTransactional Sub-CommitteeDaisy shared that SGX has been engaging with many banks regarding the PTS enhancement. In addition, the Corporate Action Working Group (CA WG) has been meeting with SGX every month regarding the CAS conversion and this is deemed equivalent to holding the CA WG meetings. SGX CA Data Services team is also working on an initiative where they are approaching banks individually and encouraging issuers to input their information directly into their systems so that information can be automatically disseminated downstream via ISO standard messages. The enhanced SGX’s CA infrastructure can support 37 CA events.SGX will be changing its listing rules in Q1 2014 and pilot test will start in January 2014. SGX will begin with ISO 15022 messaging standards but will support ISO 20022 standards in the future as well. The group members feel that SGX is progressing well on this front and Anthony commended SGX on staying ahead of the pace of infrastructural advancement in the region. Another improvement is that SGX will be providing a standard reference code for the whole market - Corporate Action Official Reference (CAOF), which is similar to the ISIN. Currently in SG, each bank has its own reference and there is no standardisation in the market. The SG NMPG would like to acknowledge its appreciation to SGX for all the initiatives taken to improve the market and benefit the players.Further on the SGX’s PTS API project, Judy shared that the Transactional sub-committee members are awaiting SGX to come up with more concrete plans. Among the changes related to the PTS project is to revamp the settlement cycle and timing. Gan advised that one suggestion is to set it at 9am and with another timing. For this issue and others related to the PTS project, Anthony will circulate a consolidated response and proposed holding a conference call for members to agree on the items after which the agreed recommendations will be sent to SGX. These items include the following:1. Settlement cycle
2. Readiness
3. Matching (it no longer guarantees settlement)
4. Partial settlement

On the CA side, the CA WG has been working on the corporate events and will next work on publishing the SG CA MP on MyStandards. Jyi Chen asked if SGX CA’s specifications will be available on MyStandards and Mireia informed that they should be but the date is not known yet. There were discussions on the SGX CA’s specifications versus the SG CA MP, that SGX’s specifications should not be the de facto standard for SG and the need for alignment between both specifications. Alex highlighted the importance of co-existence of SGX’s specifications and the SG CA MP. Advocacy Sub-CommitteeChristina commented that it has been quiet for the Advocacy sub-committee. There was an update that SGX is looking at its pricing. Anthony commented that from governance’s point of view, it will be a good time now to view SGX’s specifications, see how these would impact the local industry and advocate things to be changed. Anand will share SGX’s upcoming changes (including pricing) with the group members. Communication Sub-CommitteeThere were no members from the Communication sub-committee present at the meeting, hence no updates.4) Review of action points from previous meeting1. Ek Young to send out the LinkedIn invitations to the Group members (by 30 Sep). Members without profile are encouraged to create and join up.

The response from the members has been low. Currently, only twelve members have signed up to the LinkedIn group for the SG NMPG. Chai Sio informed that due to his company’s policy, he is restricted from accessing LinkedIn’s web page. Anthony will check who are the members that have signed up so far and ask the Communication sub-committee to send out information regarding this LinkedIn channel. 1. SGX to revert if they are collaborating with any vendors for the SGX project (by 30 Sep)

Anand shared that this information was just recently publicly announced and the vendor is MIT.1. Ek Young to contact Chai Sio & Boh to explore brokers’ involvement in the API discussion within Transactional sub-committee (by 30 Sep)

Chai Sio has revert that Vice Chairman of SAS advised as DA's interest might conflict with broker's, just like previous stand on DVP fee before CDP finalised, he would prefer for brokers not to join SMPG working group on CDP's API. Ek Young sent request and NMPG introduction note to SGX (Anand) to share with major brokers in SG, pending response from major brokers. Anand advised that this has been shared with the project committee. 1. Group members to raise issues on ISO 20022 for consolidation and Standards to address the concerns (by 15 Oct)

There was no issue raised. On this subject, Alex informed that a Standards Forum will be held in SG in Q1 2014. Standards Forum is one day information sharing session in ISO 20022 in general, focusing on the market where it is held. The agenda will likely include the following topics:1. SGX CA
2. ISO 15022 vs ISO 20022
3. Where is ISO 20022 used elsewhere?
4. SGX PTS Project
5. G3 Real-time Payment

There will also be trainings held on the mentioned subjects. Anand asked the group if there are plans to move to ISO 20022 for CA for DAs. Reason for asking is because there are plans to move everything for CA onto ISO 20022 in phase two and SGX is considering if they should continue on file based or to move to message based. When asked if there is a cutoff date that SGX is looking at to move entirely from ISO 15022 to ISO 20022, Anand replied currently there is none. Anthony queried if SWIFT provides any support for the conversion from ISO 15022 to ISO 20022, Alex shared that yes, there are definitely tools available to help in the integration of ISO 20022. He added that both SWIFT as well as other vendors do provide support for the move from ISO 15022 to ISO 20022. The group agreed that if SGX is able to provide dates when the transition to ISO 20022 will take place, it will be easier for the individual organisations to budget and plan for the implementation. Anand informed that for S & R API, it will be by 2014 and the implementation for CA will be by end 2015 (phase 2). Janice commented that in the meantime, it will be good to have more training for the market players.5) AOB1. Debrief from SMPG Johannesburg meeting in November

Jyi Chen shared the highlights from the SMPG meeting and commented that there was good representation from APAC with representatives from SG, HK, IN and JP. Anthony also went through a presentation done at the SMPG meeting on the APAC’s updates including the status of the APAC NMPGs (National Market Practice Groups). The slides are also available on the [www.smpg.info](http://www.smpg.info) website.1. Citibank will host the next SG NMPG meeting
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| **ACTION ITEMS** |
| 1. Members are to register onto MyStandards (NMPG SG SR group) and complete the review the draft SG S & R MP (by 17 Jan 2014)
2. For PTS related issues (including revamp in settlement cycle and timing), Anthony will circulate a consolidated response and hold a conference call for members to agree on the items after which the agreed recommendations will be sent to SGX
3. The SG CA WG will next work on publishing the SG CA MP on MyStandards
4. Anand to share SGX’s upcoming changes (including pricing) with the group members
5. Anthony will check who are the members that have signed up so far to the LinkedIn group and ask the Communication sub-committee to send out information regarding this channel
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