SMPG Corporate Actions

SR2023 SMPG Market Practice Changes

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SMPG Market Practice changes applicable for SR2023

This document provides an overview of the main CA SMPG Market Practices changes applicable as of SR 2023 in November 2023.

1. SR2023 version of Global Market Practice (GMP) part 1

1.1 CA513, GMP1 section 2.2 and 3.2.3 – Reversal and Repayment Process

The pre-advice of a payment reversal in MT must now be done with the REPE function instead of the ADDB function.

1.2 CA525, GMP1 section 3.7.5 – Pagination for CA MX messages

The Pagination MP has been updated to add pagination guidelines for the ISO 20022 MX notification and preliminary advice messages.

1.3 CA511, GMP1 Section 3.11.8 – Period of Action

Section 3.11.8 has been updated to clarify the usage of PWAL values when used with different deadlines in different scenario.

1.4 CA561, GMP1 Section 3.11.9 on Options

Section 3.11.9 has been updated to bring clarification on the MP on inactive option becoming active again.

1.5 CA530, GMP1 Section 3.12.3 on Coupon Paying in Kind and Cash

New section 3.12.3 has been added to cover cases where interest can be paid in both kind and/or cash but it is not necessarily known at the start of the interest period.

1.6 CA548, GMP1 Section 3.15 on Narratives in Notifications and MT568

Section 3.15 has been updated to no longer recommend usage of the "update date" and "update description" in narratives.

1.7 CA515, GMP1 Section 3.21 on Withdrawal Allowed and Change Allowed Flags and Revocability Period

New section created to cover the usage of the 2 flags in combination with the usage of the revocability period.

1.8 CA520, GMP1 Section 7.6.2 on Reporting of a Delayed Payment in Status Message (seev.032 – CAPS)

Section 7.6.2 has been updated to further detail the usage of the Event Processing Status Advice message.

1.9 CA507, GMP1 Section 7.6.3 on Protect Balance Usage

New section 7.6.3 to cover the usage of the new Protect Balance element added in the Instruction status message (seev.034 & 041).

1.10   GMP1, Section 8.6 on Income Payment / Proceeds with Multiple Currencies

Section 8.6 and 13.10 have been updated to cover repetition of the FX rate when several FX transactions take place on the same income proceeds.

1.11   CA504, GMP1 Section 8.14 on Offer Types and Dissenters Rights

Section 8.14 has been updated to extend the MP to the usage of "Dissenters Rights Not Applicable" indicator code.

1.12   GMP1 Section 8.32 on Usage of WITL and TAXR

The section has been updated to reflect the change request for SR2023 adding the 2 rates in the securities movement sequence.

1.13   CA501, GMP1 Section 9.29.3 on Usage of TNDP Indicator

The section has been updated to extend the scope of the TNDP Indicator to withholding tax or tax reporting regulations.

1.14   CA519, GMP1 Section 9.30.2 on Instruction Processing for DTCH events

New section to cover the processing of the instructions on DTCH events when the offer price does not meet the acceptance price.

1.15   CA509, GMP1 Section 9.31 on Payment of (Early) Incentive Premium Associated to a GM

The section has been updated to further detail how the premiums associated to GM instructions should be announced and paid using CA messages.

1.16   CA469, GMP1 Section 7.7 on Statuses for Instructions Processed on a Partial Execution Basis

New section to specify how partial execution of instructions should be processed.

2.   SR2023 version of Global Market Practice (GMP) part 2

2.1   EIG+

The Event Interpretation Grid in GMP part 2 integrates new updates for the global grid and country specific grids for the support for dates, period, prices and rates for each event type.
The following updates have been made for SR2023:

1) Definition of EIG+ terms Updates & Data Element Placement updates based on SR2023
2) SE,ZA,DE country columns have been updated
3) The CONS MAND line has been added in EIG+
4) MEET, CMET, OMET, XMET, BMET entries in EIG+ have been updated with remarks on usage in 15022 only.

3. SR2023 version of Global Market Practice (GMP) part 3

The following 8 new rejection reason codes have been added for the Instruction Cancellation Processing Status (:25D::CPRC) as per the standards update in the seev.041 for SR2023: CTCT, DSEC, DQUA, PROT, SAFE, PROI, TRTI, DUPL.

4. SR2023 version of SMPG CA Event Templates

A few typos correction in CAPD, CREV, ODLT, PCAL and RHTS.

5. CA558 - General Meeting MP - Updated MP based on new version of GM messages for SR2023

Market practices have been updated/enhanced for the following elements of the sev.001 MENO message:

- Participation Method and Vote Method

Market practices have been updated/enhanced for the following elements of the sev.004 MEIN message:
- Linkages

Market practices have been updated/enhanced for the following elements of the sev.004 MEIS message:
- Holding Balance

The Pagination mechanism has been updated/enhanced.

6. CA555 - Shareholder Identification Disclosure MP - Updated MP based on new version of GM messages for SR2023

Market practices have been updated/enhanced for the following sections:
- II. Introduction
- IV. Actors and Roles
- XII. Securities Message Rejection.

Market practices have been updated/enhanced for the following elements of the seev.045 SIDR message:
- Disclosure Response Recipient / Response Recipient Address,
- Shareholder Rights Directive Indicator, Place Of Jurisdiction, Applicable Law.

Market practices have been updated/enhanced for the following elements of the seev.047 SIRE message:
- Non Disclosed Shareholding Quantity, Below Threshold Shareholding Quantity,
- Pagination.