Country Report NMPG LU

19 April 2016

# Current Market Practice Status – ALMUS

## Securities Management

Discussion took place with regards to the version of the statement of holdings that we should use. We have concluded that even there is no business case, we will need to migrate to the “generic” version; i.e. version 9 to be implemented in Nov 2016. We believe that we should do it ASAP, we recognize that 2017 is not realistic as there will be already a lot of changes with the order messages. Our recommendation is to do the same for the statement of transaction. The issue we face here is slighty different as it is not the version that is different, but it is the message type. We will ask SWIFT to do a similar gap anaylsis for those two message type as they did for the versioning of the statement of holdings.

## Price Reporting

To check.

## Funds Cash Forecast

To check.

## SESE

The transfer process is still being discussed. There is a clear will to process the transfer using the single leg instruction. The Findel group is also pushing towards this (more info below). The simple scenario (no intermediaries between the transferee and the TA and also no intermediaries between the transferor and the TA has been published in MyStandards. The complex scenario, when there are intermediaries are still being discussed. We have had presentation of MFEX (Sweden) that explained us how their model was working and also presentation from ISFAM on their solution. The conclusion is that the MFEX model, where the instruction is enriched as it goes through the chain can ease our challenges, but ISFMA is not the solution that we are looking for; however, they could facilitate the exchange of information between the transferee and transferor side.

## Administration

N/A.

## Trade Services Management

N/A.

# Next Steps / Future Market Practice

## SWITCH

Need to finalize the SWIFT status message before being able to publish the MP.

## SESE

Continue the transfer market practice.

# Change request

We have worked on several change for the order messages for the 2017 cycle. There are 7 CRs.

# Findel news

As you know, the new Findel group is focusing on the Asset Manager operational concerns. They are focusing on three areas: KYC, KYD and the transfers.

For KYC and KYD, a short white paper should be published in the coming weeks. For the transfers, there is a clear will to use the single leg instruction, and to have it automated. We have had a presentation from ISFAM and from Calastone. A short white paper should also be published just before the summer holidays.

# ALFI News

ALFI published in October last year a Q&A on the impact of T2S on the Luxembourg investment funds. A second version of this paper should be expected in the coming weeks.