

## SMPG Conference Notes – Settlements and Reconciliation WG Frankfurt, DE

### 1. ISITC/US Update

- Third Party Foreign Exchange Market Practice – SR2019 updates



Third Party Foreign Exchange SMPG MP V v1.7 Changes.docx

- ISO20022 drivers and justification tracking sheet – ISITC previously was tracking a list of business processes that helps act as a driver/justification for the investment as a community (IM to custodian/fund accountant) to use ISO20022 over existing ISO message formats.



June2015 - ISO20022 Drivers.ppt

- ISITC Settlements WG Market/CSD Impacts Matrix latest list



ISITC CSD Matrix  
3.6.2019.xlsx

- SMPG is for harmonizing of global market practices and does not own the accountability of local market practice documentation. Nor does the SnR WG have the capacity within the volunteer membership to identify and proactively notify on all possible market/CSD changes that have potential messaging or SSI impacts. SMPG does commit to assisting with inquiries to facilitate introductions to local market contacts where known.
- J. Brasile reiterated ISITC membership are global organizations looking at global market practice issues and not just US (DTCC and FED settlement.). Highlighted need for close coordination with APAC RMPG and local NMPGs.
  - **TO DO:** J. Brasile to share ISITC CSD matrix with Lisa O'Conner and APAC regional MPG to help coordinate APAC impacts more timely.

- Alert Market Rules Validation Group List

Website with tracking list of Alert SSI changes made based on market requirement changes:

<https://www.dtcclearing.com/products-and-services/menu-institutional-trade-matching/alert.html>

SMPG recommends direct participation from DTCC as an approved participant of the WG in order for them to raise questions from their various Alert WGs for clarification by local NMPG representatives participating within the global SMPG SnR WG.

- SMPG Summary matrix – importance of keeping refreshed when market rules change is a challenge as SMPG is a volunteer organization without paid administrative staff. Expectation is responsibility of all firms/organizations to raise changes to WG co-chairs/facilitator for validation and update to the summary matrix in a timely manner.
- Additional market specific topics of discussion raised by ISITC for discussion:
  - KELR local code usage latest update
    - The current market practices and requirements (since year 2010) are applicable in the market, DEAG/REAG should populate the account holder institution's 4 digit KELR code and not the BIC code
    - KELR BANC implementation that was scheduled for November 21, 2016 after being postponed several times have been postponed indefinitely. No new updates on implementation timeline known by SMPG at this time. No local NMPG contact for Hungary participates within SMPG.
    - The default requirement in the BaNCS system (that will be T2S compliant), in line with the T2S standards will be the 11 digit long SWIFT BIC.
  - Time Deposits – complex roll scenarios documenting. Looking for participants to include globally to setup sub-group to revisit open questions in SMPG MP.
    - J. Brasile sent out email (Jan. 15th) list of SMEs globally for interest in leading a sub-group to document a business case on potential future amendments.

- Joe Halberstaadt (SWIFT FX WG facilitator) feedback was the FX WG did not have good SME contacts from their WG to drive this topic.
- Interest from others, but no group or individuals were willing to organize/lead to collect feedback and formulate a business case for SMPG and ISITC discussion.
  - UK NMPG – Paul Baybutt (AFME, IA-UK), and Robyn Leary
  - US ISITC – Audrea Jarvis and Gary Heald as ISITC Settlements WG co-chairs to coordinate for ISITC SMEs
  - AU NMPG – Tim Long



Business Case -  
MT321 US UK Interes



Global Time Deposit  
SMPG v2.7.doc

- o Updated SMPG bi-lateral repo MP – finalized and posted to SMPG website.  
SMPG to own update to document to incorporate ISO20022 illustrations and MyStandards digitization of MP.



REPO Complete MP  
V5.64 Final.docx