

Hold-Release

Market Practice

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|  |  |  |  |
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| **Changes to previous versions** | | | |
| Version 5.0  December 2006 & April 2007 | SR 2007 | Following the creation of the MT 530 Processing change command message and discussions at ECSDA level on hold-release functionality, complete review of the PREADVICE Market Practice know called HOLD-RELEASE Market practice.  In **blue** are important market practice changes to the previously published MP. | All document. |
| Message neutral MP revamp | Revamp of the MP for the document to be more focused on business processes and business data then messages. | All document. |
| Jan 2012 |  | Cosmetic changes: qualifier ESET should be ESTT in illustrations | Pages 15,20,26,31 |
| Oct2012 v5\_1 |  | Cosmetic changes in scenarios examples where SELL/BUYR and DEAG/REAG were reversed | Pages 14/19/25/30 |

# Scope and definitions:

The scope of this document is to define a market practice for settlement hold/release process. It is the process whereas a party prevents its transactions to settle on a temporary basis. It is also the process of releasing transactions (previously on hold) for settlement.

This process is named differently in different markets: freeze-unfreeze, preadvice-release, block-unblock processes. For sake of simplicity, we will use the terminology “hold/release” in this document.

The document also provides ISO 15022 usage illustrations of this market practice.

# Actors and Roles:

Two Roles are involved in this process:

1. Instructing Party

The party instructing to hold/release a transaction.

1. Executing Party

The party executing the instruction to hold/release a transaction.

The Actors that would typically play those roles are:

|  |  |
| --- | --- |
| **Instructing Party** | **Executing Party** |
| Central Securities Depository (CSD) Participant | Central Securities Depository (CSD) |

Based on SLA, other actors may interact.

|  |  |
| --- | --- |
| **Instructing Party** | **Executing Party** |
| Client of Central Securities Depository (CSD) Participant (eg, Investment Manager) | Central Securities Depository (CSD) Participant (eg, Custodian) |

# Activity Diagrams:

Note: This activity diagram focuses on the specific process of instructing a settlement instruction on hold or not and of requesting the modification from on hold to released, and/or vice versa. It also includes the status reporting linked to such a process. It does NOT include any other parallel or related processes not directly linked to this market practice.



|  |  |
| --- | --- |
| **Descriptions of the activities** | |
| **Instructing Party** | **Executing Party** |
| **Create Instruction:** Instruction of the original instruction with status on hold or released. | **Processing, Matching and Settlement Process**: Not described in details, the focus is on hold/release. |
| **Monitor Matching and Settlement Process**: Not described in details, the focus is on hold/release. |  |
| **Hold/Release process needed?**: If the instruction needs to be released or held, go to **Hold or Release** Activity |  |
| **Hold or Release?:** If the instruction is on hold and need to be released, got to **Process release** **instruction** activity. If the instruction is released and need to be put on hold, got to **Process hold** **instruction** activity. | **Process release instruction:** Release the on hold instruction. If the instruction was already released, no action |
|  | **Process hold instruction:** Hold the released instruction. If the instruction was already on hold, no action. |
| **Settled NO/YES**: If NO, go to **update status** activity. If YES, go to **settle trade** activity.  Applies to all instructions, resulting from a split or not. | |
| **Update Status**: Update the status based on the instruction statuses received from the executing party on both the original instruction and the hold/released instructions. This activity is not described in details. | **Update Status**: Update the status based on the processing, matching and settlement process on the original instruction, taking into account any hold/released instruction received. This activity is not described in details. |
| **Settle trade:** Settle the instruction in the custody system. Applies to all instructions, resulting from a split or not. | |

# Sequence Diagrams:

This sequence diagram focuses on the two basic hold/release process scenarios identified.

In green, the main communication requirements for this process.

In black, the surrounding communication requirements.

In dotted line, the optional/potential surrounding communication requirements.

## Scenario 1: On hold original instruction being released

Instructing Party

Executing Party

Instruct trade settlement with status on hold

Report status on instruction on hold

Release request

Report status on instruction released

Confirm settlement



## Scenario 2: Released original instruction being held then released.

Instructing Party

Executing Party

Instruct trade settlement with status released

Report status on instruction released

Hold request

Report status on instruction on hold

Confirm settlement

Release request

Report status on instruction on hold



It is to be noted that the hold/release process may happen more than once on each transaction.

# Business data requirements:

For each of the above-described different communication needs, the following business data are required. Focus is on the release/hold process.

### Instruct trade settlement with status on hold:

|  |  |
| --- | --- |
| Business elements | Additional information |
| 10 common elements | See corresponding MP |
| Country specifics as per local market practice (if any) | See corresponding MP |
| Hold/release indicator |  |

### Report status on instruction on hold:

|  |  |
| --- | --- |
| Business elements | Additional information |
| Status Advice market practice required data. | See corresponding MP |
| Indication the trade is on hold or released. |  |

### Instruct trade settlement with status released:

|  |  |
| --- | --- |
| Business elements | Additional information |
| 10 common elements | See corresponding MP |
| Country specifics as per local market practice (if any) | See corresponding MP |
| Hold/release indicator | :23G:NEWM |

### Report status on instruction released:

|  |  |
| --- | --- |
| Business elements | Additional information |
| Status Advice (MT 548) market practice required data. | See corresponding MP |
| Indication the trade is on hold or released. |  |

### Release request:

|  |  |
| --- | --- |
| Business elements | Additional information |
| Request reference |  |
| Indication the request is a release |  |
| Reference to the trade to be released |  |

### Hold request:

|  |  |
| --- | --- |
| Business elements | Additional information |
| Request reference |  |
| Indication the request is to hold |  |
| Reference to the trade to be released |  |

# Market Practice Rules:

1. A settlement instruction with a **hold status must be identified as such**.

A settlement instruction with a **release status must be identified as such**.

1. **To release** an instruction with a hold status:

* **a release request must be sent.** This message **must have a linkage** to the message reference of the instruction on hold.

1. **To hold** an instruction with a release status:

* **a hold request must be sent**. This message **must have a linkage** to the message reference of the instruction to hold.

1. A **status report referring to an instruction on hold must be identified as such**.

A **status report referring to a released instruction must be identified as such**.

1. **If a trade is pending or failing because the instructing party’s instruction has not yet been released**, the executing party should send a **status report** to inform the instructing party.

**If the instructing party’s instruction is released but the counterparty is still on hold**, the executing party should send a **status report** to inform the instructing party.

1. The **settlement confirmation must have a linkage** reference that relates to the original settlement instruction.

# ISO 15022 illustration:

## Using the MT 540-3 + 548:

The current practice in ISO 15022 is to use the MT 540-3 and 548 messages for all the processes described above. With the creation of the MT 530 Processing Change Command, it is now possible to request the release or holding of a transaction using a dedicated message. See next chapter for illustrations with the MT 530.

Illustrations will show both sides of the trade for completeness.

### Instruct trade settlement with status on hold:

|  |  |
| --- | --- |
| Business elements | ISO 15022 (540-3) |
| 10 common elements | See corresponding MP |
| Country specifics as per local market practice (if any) | See corresponding MP |
| Hold/release indicator | :23G:PREA |

### Report status on instruction on hold:

|  |  |
| --- | --- |
| Business elements | ISO 15022 (548) |
| Status Advice market practice required data. | See corresponding MP |
| Indication the trade is on hold or released. | :22F::SETR//PREA |

### Instruct trade settlement with status released:

|  |  |
| --- | --- |
| Business elements | ISO 15022 (540-3) |
| 10 common elements | See corresponding MP |
| Country specifics as per local market practice (if any) | See corresponding MP |
| Hold/release indicator | :23G:NEWM |

### Report status on instruction released:

|  |  |
| --- | --- |
| Business elements | ISO 15022 (548) |
| Status Advice (MT 548) market practice required data. | See corresponding MP |
| Indication the trade is on hold or released. | :22F::SETR//4!c (other than PREA) |

### Release request:

|  |  |
| --- | --- |
| Business elements | ISO 15022 (540-3) |
| Request reference | :20C::SEME//16x |
| Indication the request is a release | :23G:NEWM |
| Reference to the trade to be released | :20C::PREV//16x |

### Hold request:

|  |  |
| --- | --- |
| Business elements | ISO 15022 (540-3) |
| Request reference | :20C::SEME//16x |
| Indication the request is to hold | :23G:PREA |
| Reference to the trade to be released | :20C::PREV//16x |

## Scenario 1, instruction originally on hold released for settlement.

SUBCXX12

NCSDXX21

MT [5431](#MT5431) on hold instr.

MT [5481](#MT5481a) held instr. status

instruction

MT [5432](#MT5432) release request

MT [5482](#MT5482a) “cpty released”

MT [547](#MT547) confirmation

SUBCYY34

MT [5411](#MT5411) on hold instr.

MT [5481](#MT5481b) held instr. status

instruction

MT [5482](#MT5482b) “cpty on hold”

MT [545](#MT545) confirmation

MT [5412](#MT5412) release request.

MT [5483](#MT5483a) “ready for settlement”

MT [5483](#MT5483a) “ready for settlement”



### Instruction on hold:

SUBCXX12 and SUBCYY34 send a pre-matching/preadvice instruction to the CSD.

|  |  |  |
| --- | --- | --- |
| SUBCXX12 MT 543 (PREA) to NCSDXX21 |  | SUBCYY34 MT 541 (PREA) to NCSDXX21 |
| :16R:GENL |  | :16R:GENL |
| :20C::SEME//123456789 | Messagereference | :20C::SEME//987654321 |
| :23G:PREA | Function of the message: **Preadvice, ie, on hold** | :23G:PREA |
| :98A::PREP//20040305 |  | :98A::PREP//20040305 |
| :16S:GENL |  | :16S:GENL |
| :16R:TRADDET |  | :16R:TRADDET |
| :98A::TRAD//20040305 |  | :98A::TRAD//20040305 |
| :98A::SETT//20040308 |  | :98A::SETT//20040308 |
| :35B:ISIN XX0000294034 |  | :35B:ISIN XX0000294034 |
| :16S:TRADDET |  | :16S:TRADDET |
| :16R:FIAC |  | :16R:FIAC |
| :36B::SETT//UNIT/5000, |  | :36B::SETT//UNIT/5000, |
| :97A::SAFE//111111111 |  | :97A::SAFE//333333333 |
| :16S:FIAC |  | :16S:FIAC |
| :16R:SETDET |  | :16R:SETDET |
| :22F::SETR//TRAD |  | :22F::SETR//TRAD |
| :16R:SETPRTY |  | :16R:SETPRTY |
| :95P::BUYR//BUYRGB22 |  | :95P::SELL//SELLGB22 |
| :16S:SETPRTY |  | :16S:SETPRTY |
| :16R:SETPRTY |  | :16R:SETPRTY |
| :95P::REAG//SUBCYY34 |  | :95P::DEAG//SUBCXX12 |
| :16S:SETPRTY |  | :16S:SETPRTY |
| :16R:SETPRTY |  | :16R:SETPRTY |
| :95P::PSET//NCSDXX21 |  | :95P::PSET//NCSDXX21 |
| :16S:SETPRTY |  | :16S:SETPRTY |
| :16R:AMT |  | :16R:AMT |
| :19A::SETT//EUR100000, |  | :19A::SETT//EUR100000, |
| :16S:AMT |  | :16S:AMT |
| :16S:SETDET |  | :16S:SETDET |

### MT 548 status on a instruction on hold.

NCSDXX21 reports back a matching status on an instruction on hold.

|  |  |  |
| --- | --- | --- |
| NCSDXX21 MT 548 to SUBCXX12 |  | NCSDXX21 MT 548 to SUBCYY34 |
| :16R:GENL |  | :16R:GENL |
| :20C::SEME//SETSTATUS1 |  | :20C::SEME//SETSTATUSA |
| :23G:INST |  | :23G:INST |
| :98A::PREP//20040305 |  | :98A::PREP//20040305 |
| :16R:LINK |  | :16R:LINK |
| :20C::RELA//123456789 | Link to **original instruction** | :20C::RELA//987654321 |
| :16S:LINK |  | :16S:LINK |
| :16R:STAT |  | :16R:STAT |
| :25D::MTCH//NMAT or MACH |  | :25D::MTCH//NMAT or MACH |
| :16R:REAS | Reason why the **instruction on hold** could not be matched | :16R:REAS |
| :24B::NMAT//xxxx | :24B::NMAT//xxxx |
| :16S:REAS | :16S:REAS |
| :16S:STAT |  | :16S:STAT |
| :16S:GENL |  | :16S:GENL |
| :16R:SETTRAN |  | :16R:SETTRAN |
| :35B:ISIN XX0000294034 |  | :35B:ISIN XX0000294034 |
| :36B::SETT//UNIT/5000, |  | :36B::SETT//UNIT/5000, |
| :19A::SETT//EUR100000, |  | :19A::SETT//EUR100000, |
| :97A::SAFE//111111111 |  | :97A::SAFE//333333333 |
| :22F::SETR//**PREA** | Indicates that the status reporting relates to a**n instruction on hold** | :22F::SETR//**PREA** |
| :22H::REDE//DELI |  | :22H::REDE//RECE |
| :22H::PAYM//APMT |  | :22H::PAYM//APMT |
| :98A::TRAD//20040305 |  | :98A::TRAD//20040305 |
| :98A::SETT//20040308 |  | :98A::SETT//20040308 |
| :16S:SETTRAN |  | :16S:SETTRAN |

### Instruction from SUBCYY34 to NCSDXX21:

Once the trade on hold has been matched (:25D::MTCH//MACH), SUBCYY34 releases its instruction for settlement but NOT SUBCXX12.

|  |  |  |
| --- | --- | --- |
|  |  | SUBCYY34 MT 541 (NEWM) to NCSDXX21 |
|  |  | :16R:GENL |
|  | Message reference | :20C::SEME//987654321-2 |
|  | Function of the message: **NEWM** | :23G:NEWM |
|  |  | :98A::PREP//20040306 |
|  |  | :16R:LINK |
|  | **Link to on hold instruction previously sent** | :20C::PREV//987654321 |
|  |  | :16S:LINK |
|  |  | :16S:GENL |
|  |  | :16R:TRADDET |
|  |  | :98A::TRAD//20040305 |
|  |  | :98A::SETT//20040308 |
|  |  | :35B:ISIN XX0000294034 |
|  |  | :16S:TRADDET |
|  |  | :16R:FIAC |
|  |  | :36B::SETT//UNIT/5000, |
|  |  | :97A::SAFE//333333333 |
|  |  | :16S:FIAC |
|  |  | :16R:SETDET |
|  |  | :22F::SETR//TRAD |
|  |  | :16R:SETPRTY |
|  |  | :95P::SELL//SELLGB22 |
|  |  | :16S:SETPRTY |
|  |  | :16R:SETPRTY |
|  |  | :95P::DEAG//SUBCXX12 |
|  |  | :16S:SETPRTY |
|  |  | :16R:SETPRTY |
|  |  | :95P::PSET//NCSDXX21 |
|  |  | :16S:SETPRTY |
|  |  | :16R:AMT |
|  |  | :19A::SETT//EUR100000, |
|  |  | :16S:AMT |
|  |  | :16S:SETDET |

### MT 548 status on the preadvice of SUBCXX12 and the instruction of SUBCYY34

NCSDXX21 reports to SUBCXX12 that although cpty SUBCYY34 has released the transaction, they have not, so the transaction remains pending.

NCSDXX21 reports to SUBCYY34 that although they have released the transaction, cpty SUBCXX12 has NOT so the status of the transaction remains pending.

|  |  |  |  |
| --- | --- | --- | --- |
| NCSDXX21 MT 548 to SUBCXX12 |  | | NCSDXX21 MT 548 to SUBCYY34 |
| :16R:GENL |  | | :16R:GENL |
| :20C::SEME//SETSTATUS2 |  | | :20C::SEME//SETSTATUSB |
| :23G:INST |  | | :23G:INST |
| :98A::PREP//20040306 |  | | :98A::PREP//20040306 |
| :16R:LINK |  | | :16R:LINK |
| :20C::RELA//123456789 | Link to **original instruction** | | :20C::RELA//987654321 |
| :16S:LINK |  | | :16S:LINK |
| :16R:STAT |  | | :16R:STAT |
| :25D::SETT//PEND |  | | :25D::SETT//PEND |
| :16R:REAS | Trade is pending SUBCXX12 is on hold mode | Trade is pending Counterparty SUBCXX12 is on hold mode | :16R:REAS |
| :24B::PEND//**PREA** | :24B::PEND//**PRCY** |
| :16S:REAS | :16S:REAS |
| :16S:STAT |  | | :16S:STAT |
| :16S:GENL |  | | :16S:GENL |
| :16R:SETTRAN |  | | :16R:SETTRAN |
| :35B:ISIN XX0000294034 |  | | :35B:ISIN XX0000294034 |
| :36B::SETT//UNIT/5000, |  | | :36B::SETT//UNIT/5000, |
| :19A::SETT//EUR100000, |  | | :19A::SETT//EUR100000, |
| :97A::SAFE//111111111 |  | | :97A::SAFE//333333333 |
| :22F::SETR//**PREA** | Indicates that the status reporting is on a **on hold** instruction | The status is on an released **instruction** | :22F::SETR//**TRAD** |
| :22H::REDE//DELI |  | | :22H::REDE//RECE |
| :22H::PAYM//APMT |  | | :22H::PAYM//APMT |
| :98A::TRAD//20040305 |  | | :98A::TRAD//20040305 |
| :98A::SETT//20040308 |  | | :98A::SETT//20040308 |
| :16S:SETTRAN |  | | :16S:SETTRAN |

### Instruction from SUBCXX12 to NCSDXX21:

SUBCXX12 releases/unblocks the instruction for settlement.

|  |  |  |
| --- | --- | --- |
| SUBCXX12 MT 543 (NEWM) to NCSDXX21 |  |  |
| :16R:GENL |  |  |
| :20C::SEME//123456789-2 | Message reference |  |
| :23G:NEWM | Function of the message: **NEWM** |  |
| :98A::PREP//20040307 |  |  |
| :16R:LINK |  |  |
| :20C::PREV//123456789 | **Link to hold original instruction previously sent** |  |
| :16S:LINK |  |  |
| :16S:GENL |  |  |
| :16R:TRADDET |  |  |
| :98A::TRAD//20040305 |  |  |
| :98A::SETT//20040308 |  |  |
| :35B:ISIN XX0000294034 |  |  |
| :16S:TRADDET |  |  |
| :16R:FIAC |  |  |
| :36B::SETT//UNIT/5000, |  |  |
| :97A::SAFE//111111111 |  |  |
| :16S:FIAC |  |  |
| :16R:SETDET |  |  |
| :22F::SETR//TRAD |  |  |
| :16R:SETPRTY |  |  |
| :95P::BUYR//BUYRGB22 |  |  |
| :16S:SETPRTY |  |  |
| :16R:SETPRTY |  |  |
| :95P::REAG//SUBCYY34 |  |  |
| :16S:SETPRTY |  |  |
| :16R:SETPRTY |  |  |
| :95P::PSET//NCSDXX21 |  |  |
| :16S:SETPRTY |  |  |
| :16R:AMT |  |  |
| :19A::SETT//EUR100000, |  |  |
| :16S:AMT |  |  |
| :16S:SETDET |  |  |

### MT 548 status on the instructions

NCSDXX21 reports that the instructions are ready for settlement.

|  |  |  |
| --- | --- | --- |
| NCSDXX21 MT 548 to SUBCXX12 |  | NCSDXX21 MT 548 to SUBCYY34 |
| :16R:GENL |  | :16R:GENL |
| :20C::SEME//SETSTATUS2 |  | :20C::SEME//SETSTATUSB |
| :23G:INST |  | :23G:INST |
| :98A::PREP//20040307 |  | :98A::PREP//20040307 |
| :16R:LINK |  | :16R:LINK |
| :20C::RELA//123456789 | Link to **original instruction** | :20C::RELA//987654321 |
| :16S:LINK |  | :16S:LINK |
| :16R:STAT |  | :16R:STAT |
| :25D::SETT//PEND |  | :25D::SETT//PEND |
| :16R:REAS |  | :16R:REAS |
| :24B::PEND//FUTU | **Trade is pending ready for settlement** | :24B::PEND//FUTU |
| :16S:REAS |  | :16S:REAS |
| :16S:STAT |  | :16S:STAT |
| :16S:GENL |  | :16S:GENL |
| :16R:SETTRAN |  | :16R:SETTRAN |
| :35B:ISIN XX0000294034 |  | :35B:ISIN XX0000294034 |
| :36B::SETT//UNIT/5000, |  | :36B::SETT//UNIT/5000, |
| :19A::SETT//EUR100000, |  | :19A::SETT//EUR100000, |
| :97A::SAFE//111111111 |  | :97A::SAFE//333333333 |
| :22F::SETR//TRAD |  | :22F::SETR//TRAD |
| :22H::REDE//DELI |  | :22H::REDE//RECE |
| :22H::PAYM//APMT |  | :22H::PAYM//APMT |
| :98A::TRAD//20040305 |  | :98A::TRAD//20040305 |
| :98A::SETT//20040308 |  | :98A::SETT//20040308 |
| :16S:SETTRAN |  | :16S:SETTRAN |

### Confirmation

NCSDXX21 confirms that the transaction has settled.

|  |  |  |
| --- | --- | --- |
| NCSDXX21 MT 547 to SUBCXX12 |  | NCSDXX21 MT 545 to SUBCYY34 |
| :16R:GENL |  | :16R:GENL |
| :20C::SEME//SETCONFIRM1 |  | :20C::SEME//SETCONFIRMA |
| :23G:NEWM |  | :23G:NEWM |
| :98A::PREP//20040308 |  | :98A::PREP//20040308 |
| :16R:LINK |  | :16R:LINK |
| :20C::RELA//123456789 | Link to **original instruction** | :20C::RELA//987654321 |
| :16S:LINK |  | :16S:LINK |
| :16S:GENL |  | :16S:GENL |
| :16R:TRADDET |  | :16R:TRADDET |
| :98A::TRAD//20040305 |  | :98A::TRAD//20040305 |
| :98A::ESET//20040308 |  | :98A::ESET//20040309 |
| :35B:ISIN XX0000294034 |  | :35B:ISIN XX0000294034 |
| :16S:TRADDET |  | :16S:TRADDET |
| :16R:FIAC |  | :16R:FIAC |
| :36B::ESTT//UNIT/5000, |  | :36B::ESTT//UNIT/5000, |
| :97A::SAFE//111111111 |  | :97A::SAFE//333333333 |
| :16S:FIAC |  | :16S:FIAC |
| :16R:SETDET |  | :16R:SETDET |
| :22F::SETR//TRAD |  | :22F::SETR//TRAD |
| :16R:SETPRTY |  | :16R:SETPRTY |
| :95P:: BUYR//BUYRGB22 |  | :95P:: SELL//SELLGB22 |
| :16S:SETPRTY |  | :16S:SETPRTY |
| :16R:SETPRTY |  | :16R:SETPRTY |
| :95P::REAG//SUBCYY34 |  | :95P::DEAG//SUBCXX12 |
| :16S:SETPRTY |  | :16S:SETPRTY |
| :16R:SETPRTY |  | :16R:SETPRTY |
| :95P::PSET//NCSDXX21 |  | :95P::PSET//NCSDXX21 |
| :16S:SETPRTY |  | :16S:SETPRTY |
| :16R:AMT |  | :16R:AMT |
| :19A::ESTT//EUR100000, |  | :19A::ESTT//EUR100000, |
| :16S:AMT |  | :16S:AMT |
| :16S:SETDET |  | :16S:SETDET |

## Scenario 2, released instruction originally sent for settlement, put on hold by one party.

SUBCXX12

NCSDXX21

MT [543](#C2b1) (released) instr.

MT [5481](#C2b2) status instr.

instruction

MT [5413](#C2b5) release request

MT [5482](#C2b4) “cpty hold”

MT [547](#C2b7) confirmation

SUBCYY34

MT [541](#C2b1) (released) instr.

MT [5481](#C2b2) status instr.

instruction

MT [5482](#C2b4) “cpty released”

MT [545](#C2b7) confirmation

MT [5412](#C2b3) hold request

MT [5483](#C2b6) “ready for settlement”

MT [5483](#C2b6) “ready for settlement”



### Released instruction:

SUBCXX12 and SUBCYY34 send an instruction (released) to the CSD.

|  |  |  |
| --- | --- | --- |
| SUBCXX12 MT 543 (PREA) to NCSDXX21 |  | SUBCYY34 MT 541 (PREA) to NCSDXX21 |
| :16R:GENL |  | :16R:GENL |
| :20C::SEME//123456789 | Messagereference | :20C::SEME//987654321 |
| :23G:NEWM | Function of the message: **NEWM, ie, released.** | :23G:NEWM |
| :98A::PREP//20040305 |  | :98A::PREP//20040305 |
| :16S:GENL |  | :16S:GENL |
| :16R:TRADDET |  | :16R:TRADDET |
| :98A::TRAD//20040305 |  | :98A::TRAD//20040305 |
| :98A::SETT//20040308 |  | :98A::SETT//20040308 |
| :35B:ISIN XX0000294034 |  | :35B:ISIN XX0000294034 |
| :16S:TRADDET |  | :16S:TRADDET |
| :16R:FIAC |  | :16R:FIAC |
| :36B::SETT//UNIT/5000, |  | :36B::SETT//UNIT/5000, |
| :97A::SAFE//111111111 |  | :97A::SAFE//333333333 |
| :16S:FIAC |  | :16S:FIAC |
| :16R:SETDET |  | :16R:SETDET |
| :22F::SETR//TRAD |  | :22F::SETR//TRAD |
| :16R:SETPRTY |  | :16R:SETPRTY |
| :95P::BUYR//BUYRGB22 |  | :95P::SELL//SELLGB22 |
| :16S:SETPRTY |  | :16S:SETPRTY |
| :16R:SETPRTY |  | :16R:SETPRTY |
| :95P::REAG//SUBCYY34 |  | :95P::DEAG//SUBCXX12 |
| :16S:SETPRTY |  | :16S:SETPRTY |
| :16R:SETPRTY |  | :16R:SETPRTY |
| :95P::PSET//NCSDXX21 |  | :95P::PSET//NCSDXX21 |
| :16S:SETPRTY |  | :16S:SETPRTY |
| :16R:AMT |  | :16R:AMT |
| :19A::SETT//EUR100000, |  | :19A::SETT//EUR100000, |
| :16S:AMT |  | :16S:AMT |
| :16S:SETDET |  | :16S:SETDET |

### MT 548 status on a released instruction.

NCSDXX21 reports back a matching status.

|  |  |  |
| --- | --- | --- |
| NCSDXX21 MT 548 to SUBCXX12 |  | NCSDXX21 MT 548 to SUBCYY34 |
| :16R:GENL |  | :16R:GENL |
| :20C::SEME//SETSTATUS1 |  | :20C::SEME//SETSTATUSA |
| :23G:INST |  | :23G:INST |
| :98A::PREP//20040305 |  | :98A::PREP//20040305 |
| :16R:LINK |  | :16R:LINK |
| :20C::RELA//123456789 | Link to **original instruction** | :20C::RELA//987654321 |
| :16S:LINK |  | :16S:LINK |
| :16R:STAT |  | :16R:STAT |
| :25D::MTCH//NMAT or MACH |  | :25D::MTCH//NMAT or MACH |
| :16R:REAS | Reason why theinstructioncould not be matched | :16R:REAS |
| :24B::NMAT//xxxx | :24B::NMAT//xxxx |
| :16S:REAS | :16S:REAS |
| :16S:STAT |  | :16S:STAT |
| :16S:GENL |  | :16S:GENL |
| :16R:SETTRAN |  | :16R:SETTRAN |
| :35B:ISIN XX0000294034 |  | :35B:ISIN XX0000294034 |
| :36B::SETT//UNIT/5000, |  | :36B::SETT//UNIT/5000, |
| :19A::SETT//EUR100000, |  | :19A::SETT//EUR100000, |
| :97A::SAFE//111111111 |  | :97A::SAFE//333333333 |
| :22F::SETR//TRAD |  | :22F::SETR//TRAD |
| :22H::REDE//DELI |  | :22H::REDE//RECE |
| :22H::PAYM//APMT |  | :22H::PAYM//APMT |
| :98A::TRAD//20040305 |  | :98A::TRAD//20040305 |
| :98A::SETT//20040308 |  | :98A::SETT//20040308 |
| :16S:SETTRAN |  | :16S:SETTRAN |

### Instruction from SUBCYY34 to NCSDXX21 to hold:

SUBCYY34 decides to put its instruction on hold (whatever reason) but NOT SUBCXX12.

|  |  |  |
| --- | --- | --- |
|  |  | SUBCYY34 MT 541 (PREA) to NCSDXX21 |
|  |  | :16R:GENL |
|  | Message reference | :20C::SEME//987654321-2 |
|  | Function of the message: **PREA** | :23G:PREA |
|  |  | :98A::PREP//20040306 |
|  |  | :16R:LINK |
|  | Link to **original instruction** | :20C::PREV//987654321 |
|  |  | :16S:LINK |
|  |  | :16S:GENL |
|  |  | :16R:TRADDET |
|  |  | :98A::TRAD//20040305 |
|  |  | :98A::SETT//20040308 |
|  |  | :35B:ISIN XX0000294034 |
|  |  | :16S:TRADDET |
|  |  | :16R:FIAC |
|  |  | :36B::SETT//UNIT/5000, |
|  |  | :97A::SAFE//333333333 |
|  |  | :16S:FIAC |
|  |  | :16R:SETDET |
|  |  | :22F::SETR//TRAD |
|  |  | :16R:SETPRTY |
|  |  | :95P::SELL//SELLGB22 |
|  |  | :16S:SETPRTY |
|  |  | :16R:SETPRTY |
|  |  | :95P::DEAG//SUBCXX12 |
|  |  | :16S:SETPRTY |
|  |  | :16R:SETPRTY |
|  |  | :95P::PSET//NCSDXX21 |
|  |  | :16S:SETPRTY |
|  |  | :16R:AMT |
|  |  | :19A::SETT//EUR100000, |
|  |  | :16S:AMT |
|  |  | :16S:SETDET |

### MT 548 status on the released instruction of SUBCXX12 and the on hold instruction of SUBCYY34

NCSDXX21 reports to SUBCXX12 that cpty SUBCYY34 has put its transaction on hold, so the transaction remains pending.

NCSDXX21 reports to SUBCYY34 that they have put their transaction on hold, so the status of the transaction remains pending.

|  |  |  |  |
| --- | --- | --- | --- |
| NCSDXX21 MT 548 to SUBCXX12 |  | | NCSDXX21 MT 548 to SUBCYY34 |
| :16R:GENL |  | | :16R:GENL |
| :20C::SEME//SETSTATUS2 |  | | :20C::SEME//SETSTATUSB |
| :23G:INST |  | | :23G:INST |
| :98A::PREP//20040306 |  | | :98A::PREP//20040306 |
| :16R:LINK |  | | :16R:LINK |
| :20C::RELA//123456789 | Link to **original instruction** | | :20C::RELA//987654321 |
| :16S:LINK |  | | :16S:LINK |
| :16R:STAT |  | | :16R:STAT |
| :25D::SETT//PEND |  | | :25D::SETT//PEND |
| :16R:REAS | Trade is pending counterparty SUBCYY34 is on hold mode | Trade is pending SUBCYY34 is on hold mode | :16R:REAS |
| :24B::PEND//**PRCY** | :24B::PEND//**PREA** |
| :16S:REAS | :16S:REAS |
| :16S:STAT |  | | :16S:STAT |
| :16S:GENL |  | | :16S:GENL |
| :16R:SETTRAN |  | | :16R:SETTRAN |
| :35B:ISIN XX0000294034 |  | | :35B:ISIN XX0000294034 |
| :36B::SETT//UNIT/5000, |  | | :36B::SETT//UNIT/5000, |
| :19A::SETT//EUR100000, |  | | :19A::SETT//EUR100000, |
| :97A::SAFE//111111111 |  | | :97A::SAFE//333333333 |
| :22F::SETR//**TRAD** | Indicates that the status reporting is on an instruction | The status is on an **instruction on hold** | :22F::SETR//**PREA** |
| :22H::REDE//DELI |  | | :22H::REDE//RECE |
| :22H::PAYM//APMT |  | | :22H::PAYM//APMT |
| :98A::TRAD//20040305 |  | | :98A::TRAD//20040305 |
| :98A::SETT//20040308 |  | | :98A::SETT//20040308 |
| :16S:SETTRAN |  | | :16S:SETTRAN |

### Instruction from SUBCYY34 to NCSDXX21 to release:

SUBCYY34 is now able to release its instruction.

|  |  |  |
| --- | --- | --- |
|  |  | SUBCYY34 MT 541 (NEWM) to NCSDXX21 |
|  |  | :16R:GENL |
|  | Message reference | :20C::SEME//123456789-3 |
|  | Function of the message: **NEWM** | :23G:NEWM |
|  |  | :98A::PREP//20040306 |
|  |  | :16R:LINK |
|  | Link to **original instruction** | :20C::PREV//123456789 |
|  |  | :16S:LINK |
|  |  | :16S:GENL |
|  |  | :16R:TRADDET |
|  |  | :98A::TRAD//20040305 |
|  |  | :98A::SETT//20040308 |
|  |  | :35B:ISIN XX0000294034 |
|  |  | :16S:TRADDET |
|  |  | :16R:FIAC |
|  |  | :36B::SETT//UNIT/5000, |
|  |  | :97A::SAFE//333333333 |
|  |  | :16S:FIAC |
|  |  | :16R:SETDET |
|  |  | :22F::SETR//TRAD |
|  |  | :16R:SETPRTY |
|  |  | :95P::SELL//SELLGB22 |
|  |  | :16S:SETPRTY |
|  |  | :16R:SETPRTY |
|  |  | :95P::DEAG//SUBCXX12 |
|  |  | :16S:SETPRTY |
|  |  | :16R:SETPRTY |
|  |  | :95P::PSET//NCSDXX21 |
|  |  | :16S:SETPRTY |
|  |  | :16R:AMT |
|  |  | :19A::SETT//EUR100000, |
|  |  | :16S:AMT |
|  |  | :16S:SETDET |

### MT 548 status on the instructions

NCSDXX21 reports that the instructions are ready for settlement.

|  |  |  |
| --- | --- | --- |
| NCSDXX21 MT 548 to SUBCXX12 |  | NCSDXX21 MT 548 to SUBCYY34 |
| :16R:GENL |  | :16R:GENL |
| :20C::SEME//SETSTATUS2 |  | :20C::SEME//SETSTATUSB |
| :23G:INST |  | :23G:INST |
| :98A::PREP//20040307 |  | :98A::PREP//20040307 |
| :16R:LINK |  | :16R:LINK |
| :20C::RELA//123456789 | Link to **original instruction** | :20C::RELA//987654321 |
| :16S:LINK |  | :16S:LINK |
| :16R:STAT |  | :16R:STAT |
| :25D::SETT//PEND |  | :25D::SETT//PEND |
| :16R:REAS |  | :16R:REAS |
| :24B::PEND//FUTU | **Trade is pending ready for settlement** | :24B::PEND//FUTU |
| :16S:REAS |  | :16S:REAS |
| :16S:STAT |  | :16S:STAT |
| :16S:GENL |  | :16S:GENL |
| :16R:SETTRAN |  | :16R:SETTRAN |
| :35B:ISIN XX0000294034 |  | :35B:ISIN XX0000294034 |
| :36B::SETT//UNIT/5000, |  | :36B::SETT//UNIT/5000, |
| :19A::SETT//EUR100000, |  | :19A::SETT//EUR100000, |
| :97A::SAFE//111111111 |  | :97A::SAFE//333333333 |
| :22F::SETR//TRAD |  | :22F::SETR//TRAD |
| :22H::REDE//DELI |  | :22H::REDE//RECE |
| :22H::PAYM//APMT |  | :22H::PAYM//APMT |
| :98A::TRAD//20040305 |  | :98A::TRAD//20040305 |
| :98A::SETT//20040308 |  | :98A::SETT//20040308 |
| :16S:SETTRAN |  | :16S:SETTRAN |

### Confirmation

NCSDXX21 confirms that the transaction has settled.

|  |  |  |
| --- | --- | --- |
| NCSDXX21 MT 547 to SUBCXX12 |  | NCSDXX21 MT 545 to SUBCYY34 |
| :16R:GENL |  | :16R:GENL |
| :20C::SEME//SETCONFIRM1 |  | :20C::SEME//SETCONFIRMA |
| :23G:NEWM |  | :23G:NEWM |
| :98A::PREP//20040308 |  | :98A::PREP//20040308 |
| :16R:LINK |  | :16R:LINK |
| :20C::RELA//123456789 | Link to **original instruction** | :20C::RELA//987654321 |
| :16S:LINK |  | :16S:LINK |
| :16S:GENL |  | :16S:GENL |
| :16R:TRADDET |  | :16R:TRADDET |
| :98A::TRAD//20040305 |  | :98A::TRAD//20040305 |
| :98A::ESET//20040308 |  | :98A::ESET//20040309 |
| :35B:ISIN XX0000294034 |  | :35B:ISIN XX0000294034 |
| :16S:TRADDET |  | :16S:TRADDET |
| :16R:FIAC |  | :16R:FIAC |
| :36B::ESTT//UNIT/5000, |  | :36B::ESTT//UNIT/5000, |
| :97A::SAFE//111111111 |  | :97A::SAFE//333333333 |
| :16S:FIAC |  | :16S:FIAC |
| :16R:SETDET |  | :16R:SETDET |
| :22F::SETR//TRAD |  | :22F::SETR//TRAD |
| :16R:SETPRTY |  | :16R:SETPRTY |
| :95P::BUYR//BUYRGB22 |  | :95P::SELL//SELLGB22 |
| :16S:SETPRTY |  | :16S:SETPRTY |
| :16R:SETPRTY |  | :16R:SETPRTY |
| :95P::REAG//SUBCYY34 |  | :95P::DEAG//SUBCXX12 |
| :16S:SETPRTY |  | :16S:SETPRTY |
| :16R:SETPRTY |  | :16R:SETPRTY |
| :95P::PSET//NCSDXX21 |  | :95P::PSET//NCSDXX21 |
| :16S:SETPRTY |  | :16S:SETPRTY |
| :16R:AMT |  | :16R:AMT |
| :19A::ESTT//EUR100000, |  | :19A::ESTT//EUR100000, |
| :16S:AMT |  | :16S:AMT |
| :16S:SETDET |  | :16S:SETDET |

## Using the MT 540-3, 530 + 548:

The current practice in ISO 15022 is to use the MT 540-3 and 548 messages for all the processes described above. With the creation of the MT 530 Processing Change Command, it is now possible to request the release or holding of a transaction using a dedicated message.

Illustrations will show both sides of the trade for completeness.

### Instruct trade settlement with status on hold:

|  |  |
| --- | --- |
| Business elements | ISO 15022 (540-3) |
| 10 common elements | See corresponding MP |
| Country specifics as per local market practice (if any) | See corresponding MP |
| Hold/release indicator | :23G:PREA |

### Report status on instruction on hold:

|  |  |
| --- | --- |
| Business elements | ISO 15022 (548) |
| Status Advice market practice required data. | See corresponding MP |
| Indication the trade is on hold or released. | :22F::SETR//PREA |

### Instruct trade settlement with status released:

|  |  |
| --- | --- |
| Business elements | ISO 15022 (540-3) |
| 10 common elements | See corresponding MP |
| Country specifics as per local market practice (if any) | See corresponding MP |
| Hold/release indicator | :23G:NEWM |

### Report status on instruction released:

|  |  |
| --- | --- |
| Business elements | ISO 15022 (548) |
| Status Advice (MT 548) market practice required data. | See corresponding MP |
| Indication the trade is on hold or released. | :22F::SETR//4!c (other than PREA) |

### Release request:

|  |  |
| --- | --- |
| Business elements | ISO 15022 (530) |
| Request reference | :20C::SEME//16x |
| Indication the request is a release | :22F::SETT//YPRE (530) |
| Reference to the trade to be released | :20C::PREV//16x |

### Hold request:

|  |  |
| --- | --- |
| Business elements | ISO 15022 (530) |
| Request reference | :20C::SEME//16x |
| Indication the request is to hold | :22F::SETT//NPRE (530) |
| Reference to the trade to be released | :20C::PREV//16x |

## Scenario 1, instruction originally on hold released for settlement.

SUBCXX12

NCSDXX21

MT [5431](#C3a1) on hold instr.

MT [5481](#C3a2) on hold instr. status

instruction

MT [530](#C3a5) release request

MT [5482](#C3a4) “cpty released”

MT [547](#C3a7) confirmation

SUBCYY34

MT [5411](#C3a1) on hold instr.

MT [5481](#C3a2) on hold instr. status

instruction

MT [5482](#C3a4) “cpty on hold”

MT [545](#C3a7) confirmation

MT [530](#C3a3) release request

MT [5483](#C3a6) “ready for settlement”

MT [5483](#C3a6) “ready for settlement”



### Instruction on hold:

SUBCXX12 and SUBCYY34 send a pre-matching/preadvice instruction to the CSD.

|  |  |  |
| --- | --- | --- |
| SUBCXX12 MT 543 (PREA) to NCSDXX21 |  | SUBCYY34 MT 541 (PREA) to NCSDXX21 |
| :16R:GENL |  | :16R:GENL |
| :20C::SEME//123456789 | Messagereference | :20C::SEME//987654321 |
| :23G:PREA | Function of the message: **Preadvice, ie, on hold** | :23G:PREA |
| :98A::PREP//20040305 |  | :98A::PREP//20040305 |
| :16S:GENL |  | :16S:GENL |
| :16R:TRADDET |  | :16R:TRADDET |
| :98A::TRAD//20040305 |  | :98A::TRAD//20040305 |
| :98A::SETT//20040308 |  | :98A::SETT//20040308 |
| :35B:ISIN XX0000294034 |  | :35B:ISIN XX0000294034 |
| :16S:TRADDET |  | :16S:TRADDET |
| :16R:FIAC |  | :16R:FIAC |
| :36B::SETT//UNIT/5000, |  | :36B::SETT//UNIT/5000, |
| :97A::SAFE//111111111 |  | :97A::SAFE//333333333 |
| :16S:FIAC |  | :16S:FIAC |
| :16R:SETDET |  | :16R:SETDET |
| :22F::SETR//TRAD |  | :22F::SETR//TRAD |
| :16R:SETPRTY |  | :16R:SETPRTY |
| :95P::BUYR//BUYRGB22 |  | :95P::SELL//SELLGB22 |
| :16S:SETPRTY |  | :16S:SETPRTY |
| :16R:SETPRTY |  | :16R:SETPRTY |
| :95P::REAG//SUBCYY34 |  | :95P::DEAG//SUBCXX12 |
| :16S:SETPRTY |  | :16S:SETPRTY |
| :16R:SETPRTY |  | :16R:SETPRTY |
| :95P::PSET//NCSDXX21 |  | :95P::PSET//NCSDXX21 |
| :16S:SETPRTY |  | :16S:SETPRTY |
| :16R:AMT |  | :16R:AMT |
| :19A::SETT//EUR100000, |  | :19A::SETT//EUR100000, |
| :16S:AMT |  | :16S:AMT |
| :16S:SETDET |  | :16S:SETDET |

### MT 548 status on an instruction on hold.

NCSDXX21 reports back a matching status on an instruction on hold.

|  |  |  |
| --- | --- | --- |
| NCSDXX21 MT 548 to SUBCXX12 |  | NCSDXX21 MT 548 to SUBCYY34 |
| :16R:GENL |  | :16R:GENL |
| :20C::SEME//SETSTATUS1 |  | :20C::SEME//SETSTATUSA |
| :23G:INST |  | :23G:INST |
| :98A::PREP//20040305 |  | :98A::PREP//20040305 |
| :16R:LINK |  | :16R:LINK |
| :20C::RELA//123456789 |  | :20C::RELA//987654321 |
| :16S:LINK |  | :16S:LINK |
| :16R:STAT |  | :16R:STAT |
| :25D::MTCH//NMAT or MACH |  | :25D::MTCH//NMAT or MACH |
| :16R:REAS | Reason why the instruction on holdcould not be matched | :16R:REAS |
| :24B::NMAT//xxxx | :24B::NMAT//xxxx |
| :16S:REAS | :16S:REAS |
| :16S:STAT |  | :16S:STAT |
| :16S:GENL |  | :16S:GENL |
| :16R:SETTRAN |  | :16R:SETTRAN |
| :35B:ISIN XX0000294034 |  | :35B:ISIN XX0000294034 |
| :36B::SETT//UNIT/5000, |  | :36B::SETT//UNIT/5000, |
| :19A::SETT//EUR100000, |  | :19A::SETT//EUR100000, |
| :97A::SAFE//111111111 |  | :97A::SAFE//333333333 |
| :22F::SETR//**PREA** | Indicates that the status reporting relates to a**n instruction on hold** | :22F::SETR//**PREA** |
| :22H::REDE//DELI |  | :22H::REDE//RECE |
| :22H::PAYM//APMT |  | :22H::PAYM//APMT |
| :98A::TRAD//20040305 |  | :98A::TRAD//20040305 |
| :98A::SETT//20040308 |  | :98A::SETT//20040308 |
| :16S:SETTRAN |  | :16S:SETTRAN |

### Instruction from SUBCYY34 to NCSDXX21:

Once the trade on hold has been matched (:25D::MTCH//MACH), SUBCYY34 releases its instruction for settlement but NOT SUBCXX12.

|  |  |  |
| --- | --- | --- |
|  |  | SUBCYY34 MT 530 to NCSDXX21 |
|  |  | :16R:GENL |
|  |  | :20C::SEME//PROCZYXWVU |
|  |  | :23G:NEWM |
|  |  | :98A::PREP//20040306 |
|  |  | :97A::SAFE//333333333 |
|  |  | :16S:GENL |
|  |  | :16R:REQD |
|  | Link to **instruction that should be changed** | :20C::PREV//987654321 |
|  | **Request to release** for settlement | :22F::SETT//YPRE |
|  |  | :16S:REQD |

### MT 548 status on the preadvice of SUBCXX12 and the instruction of SUBCYY34

NCSDXX21 reports to SUBCXX12 that although cpty SUBCYY34 has released the transaction, they have not, so the transaction remains pending.

NCSDXX21 reports to SUBCYY34 that although they have released the transaction, cpty SUBCXX12 has NOT so the status of the transaction remains pending.

|  |  |  |  |
| --- | --- | --- | --- |
| NCSDXX21 MT 548 to SUBCXX12 |  | | NCSDXX21 MT 548 to SUBCYY34 |
| :16R:GENL |  | | :16R:GENL |
| :20C::SEME//SETSTATUS2 |  | | :20C::SEME//SETSTATUSB |
| :23G:INST |  | | :23G:INST |
| :98A::PREP//20040306 |  | | :98A::PREP//20040306 |
| :16R:LINK |  | | :16R:LINK |
| :20C::RELA//123456789 | Link to **original instruction** | | :20C::RELA//987654321 |
| :16S:LINK |  | | :16S:LINK |
| :16R:STAT |  | | :16R:STAT |
| :25D::SETT//PEND |  | | :25D::SETT//PEND |
| :16R:REAS | Trade is pending SUBCXX12 is on hold mode | Trade is pending Counterparty SUBCXX12 is on hold mode | :16R:REAS |
| :24B::PEND//**PREA** | :24B::PEND//**PRCY** |
| :16S:REAS | :16S:REAS |
| :16S:STAT |  | | :16S:STAT |
| :16S:GENL |  | | :16S:GENL |
| :16R:SETTRAN |  | | :16R:SETTRAN |
| :35B:ISIN XX0000294034 |  | | :35B:ISIN XX0000294034 |
| :36B::SETT//UNIT/5000, |  | | :36B::SETT//UNIT/5000, |
| :19A::SETT//EUR100000, |  | | :19A::SETT//EUR100000, |
| :97A::SAFE//111111111 |  | | :97A::SAFE//333333333 |
| :22F::SETR//**PREA** | Indicates that the status reporting is on a **on hold** instruction | The status is on an released **instruction** | :22F::SETR//**TRAD** |
| :22H::REDE//DELI |  | | :22H::REDE//RECE |
| :22H::PAYM//APMT |  | | :22H::PAYM//APMT |
| :98A::TRAD//20040305 |  | | :98A::TRAD//20040305 |
| :98A::SETT//20040308 |  | | :98A::SETT//20040308 |
| :16S:SETTRAN |  | | :16S:SETTRAN |

### Instruction from SUBCXX12 to NCSDXX21:

SUBCXX12 releases the instruction for settlement.

|  |  |  |
| --- | --- | --- |
| SUBCXX12 MT 530 to NCSDXX21 |  |  |
| :16R:GENL |  |  |
| :20C::SEME//PROC123456 | Message reference |  |
| :23G:NEWM |  |  |
| :98A::PREP//20040307 |  |  |
| :97A::SAFE//111111111 |  |  |
| :16S:GENL |  |  |
| :16R:REQD |  |  |
| :20C::PREV//123456789 | **Link to instruction** to be changed |  |
| :22F::SETT//YPRE | **Request to release** for settlement |  |
| :16S:REQD |  |  |

### MT 548 status on the instructions

NCSDXX21 reports that the instructions are ready for settlement.

|  |  |  |
| --- | --- | --- |
| NCSDXX21 MT 548 to SUBCXX12 |  | NCSDXX21 MT 548 to SUBCYY34 |
| :16R:GENL |  | :16R:GENL |
| :20C::SEME//SETSTATUS2 |  | :20C::SEME//SETSTATUSB |
| :23G:INST |  | :23G:INST |
| :98A::PREP//20040307 |  | :98A::PREP//20040307 |
| :16R:LINK |  | :16R:LINK |
| :20C::RELA//123456789 | Link to **original instruction** | :20C::RELA//987654321 |
| :16S:LINK |  | :16S:LINK |
| :16R:STAT |  | :16R:STAT |
| :25D::SETT//PEND |  | :25D::SETT//PEND |
| :16R:REAS |  | :16R:REAS |
| :24B::PEND//FUTU | **Trade is pending ready for settlement** | :24B::PEND//FUTU |
| :16S:REAS |  | :16S:REAS |
| :16S:STAT |  | :16S:STAT |
| :16S:GENL |  | :16S:GENL |
| :16R:SETTRAN |  | :16R:SETTRAN |
| :35B:ISIN XX0000294034 |  | :35B:ISIN XX0000294034 |
| :36B::SETT//UNIT/5000, |  | :36B::SETT//UNIT/5000, |
| :19A::SETT//EUR100000, |  | :19A::SETT//EUR100000, |
| :97A::SAFE//111111111 |  | :97A::SAFE//333333333 |
| :22F::SETR//TRAD | Transaction is released | :22F::SETR//TRAD |
| :22H::REDE//DELI |  | :22H::REDE//RECE |
| :22H::PAYM//APMT |  | :22H::PAYM//APMT |
| :98A::TRAD//20040305 |  | :98A::TRAD//20040305 |
| :98A::SETT//20040308 |  | :98A::SETT//20040308 |
| :16S:SETTRAN |  | :16S:SETTRAN |

### Confirmation

NCSDXX21 confirms that the transaction has settled.

|  |  |  |
| --- | --- | --- |
| NCSDXX21 MT 547 to SUBCXX12 |  | NCSDXX21 MT 545 to SUBCYY34 |
| :16R:GENL |  | :16R:GENL |
| :20C::SEME//SETCONFIRM1 |  | :20C::SEME//SETCONFIRMA |
| :23G:NEWM |  | :23G:NEWM |
| :98A::PREP//20040308 |  | :98A::PREP//20040308 |
| :16R:LINK |  | :16R:LINK |
| :20C::RELA//123456789 | Link to **original instruction** | :20C::RELA//987654321 |
| :16S:LINK |  | :16S:LINK |
| :16S:GENL |  | :16S:GENL |
| :16R:TRADDET |  | :16R:TRADDET |
| :98A::TRAD//20040305 |  | :98A::TRAD//20040305 |
| :98A::ESET//20040308 |  | :98A::ESET//20040309 |
| :35B:ISIN XX0000294034 |  | :35B:ISIN XX0000294034 |
| :16S:TRADDET |  | :16S:TRADDET |
| :16R:FIAC |  | :16R:FIAC |
| :36B::ESTT//UNIT/5000, |  | :36B::ESTT//UNIT/5000, |
| :97A::SAFE//111111111 |  | :97A::SAFE//333333333 |
| :16S:FIAC |  | :16S:FIAC |
| :16R:SETDET |  | :16R:SETDET |
| :22F::SETR//TRAD |  | :22F::SETR//TRAD |
| :16R:SETPRTY |  | :16R:SETPRTY |
| :95P::BUYR//BUYRGB22 |  | :95P::SELL//SELLGB22 |
| :16S:SETPRTY |  | :16S:SETPRTY |
| :16R:SETPRTY |  | :16R:SETPRTY |
| :95P::REAG//SUBCYY34 |  | :95P::DEAG//SUBCXX12 |
| :16S:SETPRTY |  | :16S:SETPRTY |
| :16R:SETPRTY |  | :16R:SETPRTY |
| :95P::PSET//NCSDXX21 |  | :95P::PSET//NCSDXX21 |
| :16S:SETPRTY |  | :16S:SETPRTY |
| :16R:AMT |  | :16R:AMT |
| :19A::ESTT//EUR100000, |  | :19A::ESTT//EUR100000, |
| :16S:AMT |  | :16S:AMT |
| :16S:SETDET |  | :16S:SETDET |

## Scenario 2, released instruction originally sent for settlement, put on hold by one party.

SUBCXX12

NCSDXX21

MT [543](#C3b1) (released) instr.

MT [5481](#C3b2) instr. status

instruction

MT [5302](#C3b5) release request

MT [5482](#C3b4) “cpty hold”

MT [547](#C3b7) confirmation

SUBCYY34

MT [541](#C3b1) (released) instr.

MT [5481](#C3b2) instr.status

instruction

MT [5482](#C3b4) “cpty released”

MT [545](#C3b7) confirmation

MT [5301](#C3b3) hold request

MT [5483](#C3b6) “ready for settlement”

MT [5483](#C3b6) “ready for settlement”



### Released instruction:

SUBCXX12 and SUBCYY34 send an instruction (released) to the CSD.

|  |  |  |
| --- | --- | --- |
| SUBCXX12 MT 543 (PREA) to NCSDXX21 |  | SUBCYY34 MT 541 (PREA) to NCSDXX21 |
| :16R:GENL |  | :16R:GENL |
| :20C::SEME//123456789 | Messagereference | :20C::SEME//987654321 |
| :23G:NEWM | Function of the message: **NEWM, ie, released.** | :23G:NEWM |
| :98A::PREP//20040305 |  | :98A::PREP//20040305 |
| :16S:GENL |  | :16S:GENL |
| :16R:TRADDET |  | :16R:TRADDET |
| :98A::TRAD//20040305 |  | :98A::TRAD//20040305 |
| :98A::SETT//20040308 |  | :98A::SETT//20040308 |
| :35B:ISIN XX0000294034 |  | :35B:ISIN XX0000294034 |
| :16S:TRADDET |  | :16S:TRADDET |
| :16R:FIAC |  | :16R:FIAC |
| :36B::SETT//UNIT/5000, |  | :36B::SETT//UNIT/5000, |
| :97A::SAFE//111111111 |  | :97A::SAFE//333333333 |
| :16S:FIAC |  | :16S:FIAC |
| :16R:SETDET |  | :16R:SETDET |
| :22F::SETR//TRAD |  | :22F::SETR//TRAD |
| :16R:SETPRTY |  | :16R:SETPRTY |
| :95P::BUYR//BUYRGB22 |  | :95P::SELL//SELLGB22 |
| :16S:SETPRTY |  | :16S:SETPRTY |
| :16R:SETPRTY |  | :16R:SETPRTY |
| :95P::REAG//SUBCYY34 |  | :95P::DEAG//SUBCXX12 |
| :16S:SETPRTY |  | :16S:SETPRTY |
| :16R:SETPRTY |  | :16R:SETPRTY |
| :95P::PSET//NCSDXX21 |  | :95P::PSET//NCSDXX21 |
| :16S:SETPRTY |  | :16S:SETPRTY |
| :16R:AMT |  | :16R:AMT |
| :19A::SETT//EUR100000, |  | :19A::SETT//EUR100000, |
| :16S:AMT |  | :16S:AMT |
| :16S:SETDET |  | :16S:SETDET |

### MT 548 status on a released instruction.

NCSDXX21 reports back a matching status.

|  |  |  |
| --- | --- | --- |
| NCSDXX21 MT 548 to SUBCXX12 |  | NCSDXX21 MT 548 to SUBCYY34 |
| :16R:GENL |  | :16R:GENL |
| :20C::SEME//SETSTATUS1 |  | :20C::SEME//SETSTATUSA |
| :23G:INST |  | :23G:INST |
| :98A::PREP//20040305 |  | :98A::PREP//20040305 |
| :16R:LINK |  | :16R:LINK |
| :20C::RELA//123456789 | Link to **original instruction** | :20C::RELA//987654321 |
| :16S:LINK |  | :16S:LINK |
| :16R:STAT |  | :16R:STAT |
| :25D::MTCH//NMAT or MACH |  | :25D::MTCH//NMAT or MACH |
| :16R:REAS | Reason why theinstructioncould not be matched | :16R:REAS |
| :24B::NMAT//xxxx | :24B::NMAT//xxxx |
| :16S:REAS | :16S:REAS |
| :16S:STAT |  | :16S:STAT |
| :16S:GENL |  | :16S:GENL |
| :16R:SETTRAN |  | :16R:SETTRAN |
| :35B:ISIN XX0000294034 |  | :35B:ISIN XX0000294034 |
| :36B::SETT//UNIT/5000, |  | :36B::SETT//UNIT/5000, |
| :19A::SETT//EUR100000, |  | :19A::SETT//EUR100000, |
| :97A::SAFE//111111111 |  | :97A::SAFE//333333333 |
| :22F::SETR//TRAD | Transaction is released | :22F::SETR//TRAD |
| :22H::REDE//DELI |  | :22H::REDE//RECE |
| :22H::PAYM//APMT |  | :22H::PAYM//APMT |
| :98A::TRAD//20040305 |  | :98A::TRAD//20040305 |
| :98A::SETT//20040308 |  | :98A::SETT//20040308 |
| :16S:SETTRAN |  | :16S:SETTRAN |

### Instruction from SUBCYY34 to NCSDXX21 to hold:

SUBCYY34 decides to put its instruction on hold (whatever reason) but NOT SUBCXX12.

|  |  |  |
| --- | --- | --- |
|  |  | SUBCYY34 MT 530 to NCSDXX21 |
|  |  | :16R:GENL |
|  | Message reference | :20C::SEME//PROCZYXWVU-1 |
|  |  | :23G:NEWM |
|  |  | :98A::PREP//20040306 |
|  |  | :97A::SAFE//333333333 |
|  |  | :16S:GENL |
|  |  | :16R:REQD |
|  | Link to **original instruction** | :20C::PREV//987654321 |
|  | **Request to hold** for settlement | :22F::SETT//NPRE |
|  |  | :16S:REQD |

### MT 548 status on the released instruction of SUBCXX12 and the on hold instruction of SUBCYY34

NCSDXX21 reports to SUBCXX12 that cpty SUBCYY34 has put its transaction on hold, so the transaction remains pending.

NCSDXX21 reports to SUBCYY34 that they have put their transaction on hold, so the status of the transaction remains pending.

|  |  |  |  |
| --- | --- | --- | --- |
| NCSDXX21 MT 548 to SUBCXX12 |  | | NCSDXX21 MT 548 to SUBCYY34 |
| :16R:GENL |  | | :16R:GENL |
| :20C::SEME//SETSTATUS2 |  | | :20C::SEME//SETSTATUSB |
| :23G:INST |  | | :23G:INST |
| :98A::PREP//20040306 |  | | :98A::PREP//20040306 |
| :16R:LINK |  | | :16R:LINK |
| :20C::RELA//123456789 | Link to **original instruction** | | :20C::RELA//987654321 |
| :16S:LINK |  | | :16S:LINK |
| :16R:STAT |  | | :16R:STAT |
| :25D::SETT//PEND |  | | :25D::SETT//PEND |
| :16R:REAS | Trade is pending counterparty SUBCYY34 is on hold mode | Trade is pending SUBCYY34 is on hold mode | :16R:REAS |
| :24B::PEND//**PRCY** | :24B::PEND//**PREA** |
| :16S:REAS | :16S:REAS |
| :16S:STAT |  | | :16S:STAT |
| :16S:GENL |  | | :16S:GENL |
| :16R:SETTRAN |  | | :16R:SETTRAN |
| :35B:ISIN XX0000294034 |  | | :35B:ISIN XX0000294034 |
| :36B::SETT//UNIT/5000, |  | | :36B::SETT//UNIT/5000, |
| :19A::SETT//EUR100000, |  | | :19A::SETT//EUR100000, |
| :97A::SAFE//111111111 |  | | :97A::SAFE//333333333 |
| :22F::SETR//**TRAD** | Indicates that the status reporting is on a released instruction | The status is on an **instruction on hold** | :22F::SETR//**PREA** |
| :22H::REDE//DELI |  | | :22H::REDE//RECE |
| :22H::PAYM//APMT |  | | :22H::PAYM//APMT |
| :98A::TRAD//20040305 |  | | :98A::TRAD//20040305 |
| :98A::SETT//20040308 |  | | :98A::SETT//20040308 |
| :16S:SETTRAN |  | | :16S:SETTRAN |

### Instruction from SUBCYY34 to NCSDXX21 to release:

SUBCYY34 is now able to release its instruction.

|  |  |  |
| --- | --- | --- |
|  |  | SUBCYY34 MT 530 to NCSDXX21 |
|  |  | :16R:GENL |
|  | Message reference | :20C::SEME//PROCZYXWVU-2 |
|  |  | :23G:NEWM |
|  |  | :98A::PREP//20040307 |
|  |  | :97A::SAFE//333333333 |
|  |  | :16S:GENL |
|  |  | :16R:REQD |
|  | Link to **original instruction** | :20C::PREV//987654321 |
|  | **Request to release** for settlement | :22F::SETT//YPRE |
|  |  | :16S:REQD |

### MT 548 status on the instructions

NCSDXX21 reports that the instructions are ready for settlement.

|  |  |  |
| --- | --- | --- |
| NCSDXX21 MT 548 to SUBCXX12 |  | NCSDXX21 MT 548 to SUBCYY34 |
| :16R:GENL |  | :16R:GENL |
| :20C::SEME//SETSTATUS2 |  | :20C::SEME//SETSTATUSB |
| :23G:INST |  | :23G:INST |
| :98A::PREP//20040307 |  | :98A::PREP//20040307 |
| :16R:LINK |  | :16R:LINK |
| :20C::RELA//123456789 | Link to **original instruction** | :20C::RELA//987654321 |
| :16S:LINK |  | :16S:LINK |
| :16R:STAT |  | :16R:STAT |
| :25D::SETT//PEND |  | :25D::SETT//PEND |
| :16R:REAS |  | :16R:REAS |
| :24B::PEND//FUTU | **Trade is pending ready for settlement** | :24B::PEND//FUTU |
| :16S:REAS |  | :16S:REAS |
| :16S:STAT |  | :16S:STAT |
| :16S:GENL |  | :16S:GENL |
| :16R:SETTRAN |  | :16R:SETTRAN |
| :35B:ISIN XX0000294034 |  | :35B:ISIN XX0000294034 |
| :36B::SETT//UNIT/5000, |  | :36B::SETT//UNIT/5000, |
| :19A::SETT//EUR100000, |  | :19A::SETT//EUR100000, |
| :97A::SAFE//111111111 |  | :97A::SAFE//333333333 |
| :22F::SETR//TRAD | Transaction are released | :22F::SETR//TRAD |
| :22H::REDE//DELI |  | :22H::REDE//RECE |
| :22H::PAYM//APMT |  | :22H::PAYM//APMT |
| :98A::TRAD//20040305 |  | :98A::TRAD//20040305 |
| :98A::SETT//20040308 |  | :98A::SETT//20040308 |
| :16S:SETTRAN |  | :16S:SETTRAN |

### Confirmation

NCSDXX21 confirms that the transaction has settled.

|  |  |  |
| --- | --- | --- |
| NCSDXX21 MT 547 to SUBCXX12 |  | NCSDXX21 MT 545 to SUBCYY34 |
| :16R:GENL |  | :16R:GENL |
| :20C::SEME//SETCONFIRM1 |  | :20C::SEME//SETCONFIRMA |
| :23G:NEWM |  | :23G:NEWM |
| :98A::PREP//20040308 |  | :98A::PREP//20040308 |
| :16R:LINK |  | :16R:LINK |
| :20C::RELA//123456789 | Link to **original instruction** | :20C::RELA//987654321 |
| :16S:LINK |  | :16S:LINK |
| :16S:GENL |  | :16S:GENL |
| :16R:TRADDET |  | :16R:TRADDET |
| :98A::TRAD//20040305 |  | :98A::TRAD//20040305 |
| :98A::ESET//20040308 |  | :98A::ESET//20040309 |
| :35B:ISIN XX0000294034 |  | :35B:ISIN XX0000294034 |
| :16S:TRADDET |  | :16S:TRADDET |
| :16R:FIAC |  | :16R:FIAC |
| :36B::ESTT//UNIT/5000, |  | :36B::ESTT//UNIT/5000, |
| :97A::SAFE//111111111 |  | :97A::SAFE//333333333 |
| :16S:FIAC |  | :16S:FIAC |
| :16R:SETDET |  | :16R:SETDET |
| :22F::SETR//TRAD |  | :22F::SETR//TRAD |
| :16R:SETPRTY |  | :16R:SETPRTY |
| :95P::BUYR//BUYRGB22 |  | :95P::SELL//SELLGB22 |
| :16S:SETPRTY |  | :16S:SETPRTY |
| :16R:SETPRTY |  | :16R:SETPRTY |
| :95P::REAG//SUBCYY34 |  | :95P::DEAG//SUBCXX12 |
| :16S:SETPRTY |  | :16S:SETPRTY |
| :16R:SETPRTY |  | :16R:SETPRTY |
| :95P::PSET//NCSDXX21 |  | :95P::PSET//NCSDXX21 |
| :16S:SETPRTY |  | :16S:SETPRTY |
| :16R:AMT |  | :16R:AMT |
| :19A::ESTT//EUR100000, |  | :19A::ESTT//EUR100000, |
| :16S:AMT |  | :16S:AMT |
| :16S:SETDET |  | :16S:SETDET |

End of document