



Standards

Standards MT Release 2023

Discussion paper and Minutes

Corporate Actions

Distribution: Corporate Action Maintenance Working Group

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1 Introduction

ISO 15022 – 20022 Maintenance Process

As from the year 2012, a joint maintenance process has been put in place for ISO 20022 and 15022 and Corporate Action messages with the support of the ISO 20022 RMG and of the SWIFT Board.

This joint maintenance will ensure interoperability between the two standards and a more efficient maintenance process.

Standards Illustrations in this document

Standards illustrations are provided by SWIFT Standards. They are not part of the original request.

Any standard illustrations (rules, codes, qualifiers, wordings) are **only for illustration purposes**. It does not mean SWIFT Standards is in agreement with the maintenance request or that the final standards solutions (for accepted maintenance requests) will be as shown in this document.

The MT Standards Release Guide (+ potential erratum) and the ISO 20022 message definition reports are the **ONLY** source of reliable information based on which implementation of changes should be made. Any other documentation (including this one) is subject to change.

SR 2023 change requests

This document contains all CA MT/MX CRs for MT category 5 and equivalent MX messages investigated this year for implementation in SR 2023.

The requests originator is indicated as follows:

- Requesting Country; Country code of requesting NMPG or UG; eg. BE
- Requesting Group: a SWIFT User Group or a National (Securities) Market Practice Group with the acknowledgement of the UGC or Recognized industry group eg. SMPG (the global Securities Market Practice Group)

CR Title Colour notation (for minutes¹ only)

In **GREEN** are items that are approved or approved with comments or approved with alternative solution.

In **RED** are items that are rejected, postponed, withdrawn or linked to agreed items

Contact persons regarding this document

Jacques Littré – SWIFT Standards; jacques.litre@swift.com

CA MWG Members for SR2023

The following people are part of the CA MWG for SR2023.

¹ MWG maintenance meeting minutes are distributed around first week of September.

Maintenance working group members	Representing	Attendance
Priscilla Ferri de Barros	AU	Yes
<i>No representative</i>	BE	x
Michael Blumer	CH	Yes
Daniel Schäfer	DE	Yes
Tanja Ronne Kofod	DK	Yes
Stephanie Clark Fischer / Mihaela Fallourd	FR	Yes
James Mullens	HK	Excused
Yoshihito Suzuki	JP	Yes
Catarina Marques	LU	Yes
Paola De Antoni	IT	Yes
Huseyin Boler	NL	Yes
Jyi-Chen Chueh	SG	Yes
Mariangela Fumagalli	UK	Yes
Paul Fullam	US / ISITC	Yes
Jean-Paul Lambotte	XS	Yes
Sanjeev Jayram	ZA	Yes
Christine Strandberg	ISO 20022 Securities SEG (SE)	Yes
Steve Sloan	ISO 20022 Securities SEG (US)	Yes
Jacques Littré	SWIFT - CA MWG Chair	Yes

2 Overview of User Change requests

2.1 CR 001847: New CA Event for the Payment of Meeting Events' Incentive Fees

Origin of request	
Requesting Group:	SMPG
Sponsors	
Message type(s) impacted	
(CA) MT 564, MT 566, MT 568 (SnR): MT 508, MT 536, MT 537, MT538, MT548, MT575 (CA): seev.031 (CANO), 035 (CAPA), 036 (CACO), 037 (CARE), 039 (CACN), 044 (CAPC) (SnR): semt.015, 016, 017, 018	
Complies with regulation	
None	
Business impact of this request	
MEDIUM	
Commitment to implement the change	
Number of messages sent and received: 150 Percentage of messages impacted: 100 Commits to implement and when: (i)CSDs and major global custodians in SR 2023	
Business context	
<p>Some general meetings (e.g in Spain and at ICSD) are announced with an incentive premium. Rightholders may benefit of a payment in case they vote or vote in certain direction, according depending on the terms of the event.</p> <p>The payment of such incentives is announced and processed via a mandatory CONS event to be used together with the ADDB//INCP indicator. To correctly identify such events as related to votes lodged for a meeting with incentive premium, we would like to request the creation of a dedicated CAEV code.</p>	
Nature of change	
To correctly identify such events as related to votes lodged for a meeting with incentive premium, we would like to request the creation of a dedicated CAEV code.	
Workaround	
Currently, the payment of the incentive premium is announced with CAEV CONS with the linkage to the meeting ID of the general meeting and the inclusion of the ADDB//INCP indicator. Further explanations are provided in narratives.	

Examples

Iberdrola - ES0144580Y14

Ercros ES0125140A14

Iberpapel - ES0147561015

Vidrala - ES0183746314

Viscofan - ES0184262212

SWIFT Comment

Should we remove ADDB//INCP for SR2023 if the new event is approved ?

Standards Illustration**1. ISO 15022 Illustration**

1. In the MT564, MT 566, and MT 568 messages, in sequence A, create a new event type PMET (Payment of Meeting Incentive Fees) in field :22F: in qualifier CAEV as defined and illustrated below:

MT 564 Field Specifications

5. Field 22F: Indicator

FORMAT

Option F :4!c/[8c]/4!c (Qualifier)(Data Source Scheme)(Indicator)

PRESENCE

Mandatory in mandatory sequence A

QUALIFIER

(Error code(s): T89)

Order	M/O	Qualifier	R/N	CR	Options	Qualifier Description
1	O	CAEP	N		F	Corporate Action Event Processing
2	M	CAEV	N	C4, C6, C10, C11, C23, C26, C30	F	Corporate Action Event Indicator
3	M	CAMV	N		F	Mandatory/Voluntary Indicator

DEFINITION

This qualified generic field specifies:

CAEP	Corporate Action Event Processing	Type of processing involved by a Corporate Action.
CAEV	Corporate Action Event Indicator	Specifies the type of corporate event.
CAMV	Mandatory/Voluntary Indicator	Specifies whether the event is mandatory, mandatory with options or voluntary.

CODES

If Qualifier is CAEV and Data Source Scheme is not present, Indicator must contain one of the following codes (Error code(s): K22):

ACCU	Accumulation	Funds related event in which the income (for example accumulation units) that accrues during an accounting period is retained within the fund instead of being paid away to investors. The retained income is nonetheless deemed to have been distributed to investors for tax purposes.
ACTV	Trading Status: Active	Trading in the security has commenced or security has been re-activated after a suspension in trading.
ATTI	Attachment	Combination of different security types to create a unit. Units are usually comprised of warrants and bonds or warrants and equities. Securities may be combined at the request of the security holder or based on market convention.
...
PLAC	Place of Incorporation	Changes in the state of incorporation for US companies and changes in the place of incorporation for foreign companies. Where shares need to be registered following the incorporation change, the holder(s) may have to elect the registrar.

<u>PMET</u>	<u>Payment of Meeting Incentive Fees</u>	<u>Payment of incentive fees related to votes lodged for a meeting with incentive premium in the context of a general meeting event.</u>
PPMT	Instalment Call	An instalment towards the purchase of equity capital, subject to an agreement between an issuer and a purchaser.
PRED	Partial Redemption With Pool Factor Reduction	Securities are redeemed in part before their scheduled final maturity date. The redemption is reflected in a pool factor reduction. No movement of securities occurs.
....
WRTH	Worthless	Booking out of valueless securities.
WTRC	Withholding Tax Relief Certification	Certification process for withholding tax reduction or exemption based on the tax status of the holder.

XMET	Extraordinary or Special General Meeting	Extraordinary or special general meeting.
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Apply the same change in the qualifier :22F::CAEV in the following messages:

- MT508 sequence B,
- MT536 subsequence B1a2
- MT537 subsequence B2b, C2
- MT538 subsequence B2a
- MT548 subsequence C1a1B1
- MT575 subsequence B1a2, B1a3, C2,

2. ISO 2002 Illustration

New Event Type

In the latest version of the parent Data Type Code **CorporateActionEventTypeV6Code**, add a new event type code **PaymentOfMeetingIncentiveFees (PMET)** as defined and illustrated above in ISO 15022.

Create new versions of the CorporateActionEventType30Code, CorporateActionEventType31Code, CorporateActionEventType32Code, CorporateActionEventType33Code and add the new Event type **PMET** and tracing to the new version of the parent Data Type code **CorporateActionEventTypeV6Code** for Corporate Action event types.

This will trigger the addition of the **PMET** event in messages **seev.031, seev.035, seev.036, seev.37, seev.039 and seev.044**, in the data type of the **CorporateActionGeneralInformation/EventType/Code** elements as well as in the MX messages **semt.015, semt.016, semt.017, semt.018**.

Working Group Meeting

Discussion

The MWG globally understands the business case and acknowledges the business issue raised. However, a majority of the MWG members estimates that due to the low volume of messages concerned, the investment required in this solution (creation of a new CA event) is too big (this solution does not simply impact CA but also SnR messages) for the expected benefit taking also into account that another solution (new ADDB//INCP code) for this issue was already approved for implementation last year for SR2022.

It is not clear either for most of the MWG members what would happen to this solution implemented for SR2022 if a new CA event is created. Do we need for SR2023 to remove the code added last year or leave it? A majority of the MWG members are of the opinion that the coexistence of 2 solutions for the same business case will be highly confusing and risky.

In conclusion, the MWG members agree by consensus that there is no valid business case, the volumes are too low to create a new event, especially since a solution with ADDB was already implemented in SR 2022. The CR is rejected.

Decision
Rejected

2.2 CR 001780: DateTime Qualifiers Harmonisation across CA Messages

Origin of request	
Requesting Group:	SMPG
Sponsors	
NMPG members of the SMPG	
Message type(s) impacted	
MT 564, MT 565, MT 566, MT 567, MT568 seev.031 (CANO), seev.035 (CAPA), seev.036 (CACO), seev.037 (CARE), seev.039 (CACS), seev.044 (CAPC)	
Complies with regulation	
None	
Business impact of this request	
MEDIUM	
Commitment to implement the change	
Number of messages sent and received: 40.000.000 Percentage of messages impacted: 25 Commits to implement and when: NMPG Members of the SMPG in SR 2023	
Business context	
<p>A full review of all :98a: Date/Time qualifiers across all CA MT messages done by the SMPG in 2021 has shown that there were a lack of consistency in the usage of some of the format options across the messages regarding particularly the usage of the UTC time that was missing in many qualifiers. Furthermore, it appeared that some Date/Time qualifiers did not need to have a "time" component and some others for which their presence in the MT 566 does not make any sense at all.</p> <p>The SMPG decided that it was time to make the necessary changes in the messages.</p> <p>The CR was already approved in SR2022 but postponed to SR2023 to fine tune the requirements.</p>	
Nature of change	
<p><u>In the MT564:</u></p> <p>> Add UTC Time (Format Option E) to: PREP, EXPI, ANOU, CERT, IFIX, REGI, RESU, SPLT, ETPD, FDAT, OAPD, TPDT, TSdT, SUBS, DVCP, FXDT</p> <p>> Remove Time (Format Option C) and rename: EFFD, EQUl, LOTO, MATU, PROD, RDTE, UNCO, WUCO, XDTE, COAP, GUPA, LAPD, MCDT, MFiX, SXDT, PAYD, AVAL, DIVR, PPDT, LTRD, EARL, VALU,</p>	

In the MT565, Add UTC Time (Format Option E) to PREP, EXRQ.

In the MT566:

> Add UTC Time (Format Option E) to: PREP, IFIX, FXDT

> Remove Time (Format Option C) and rename: POST, EQUL, LOTO, MATU, PROD, RDTE, XDTE, PAYD, AVAL, DIVR, PPDT, EARL, VALU

> Remove qualifier: EXPI (in Seq. D), ANOU, CERT, EFFD, REGI, RESU, SPLT, TAXB, UNCO, WUCO, PODT, RDDT, SUBS, MKDT,

In the MT567, add UTC Time (Format Option E) to PREP

In the MT568, add UTC Time (Format Option E) to PREP

Summary of changes in table

Qualifier	Description	Format Options SR2021								Seq. in MT564	Seq. in MT566	Proposed Change in MT 564	Proposed Change in 566
		A	B	C	E	F	J	K					
PREP	Preparation Date/Time	X		X						A	A	Add UTC time (Option E) in all CA MT Messages	Add UTC time (Option E)
POST	Posting Date	X	X ⁽¹⁾	X ⁽²⁾						C	D1, D2		Remove time (Option C)
EXPI	Expiry Date (in seq. C in MT564) Expiry Date/Time (in Seq. E in 564 & seq. D in 566).	X	X	X						C and E	D	Add UTC time (Option E) to C & E seq.	Remove EXPI in sequence D (not in B1)
ANOU	Announcement Date/time	X	X	X						D	C	Add UTC time (Option E)	Remove element
CERT	Certification Deadline Date/time	X	X	X						D	C	Add UTC time (Option E)	Remove element
EFFD	Effective Date/time	X	X	X						D	C	Remove time (Option C) & rename	Remove element
EQUL	Equalization Date/time	X	X	X						D	C	Remove time (Option C) & rename	Remove time & rename
IFIX	Fixing Date/Time	X	X	X						D	C	Add UTC time (Option E)	Add UTC time (Option E)
LOTO	Lottery Date/time	X	X	X						D	C	Remove time (Option C) & rename	Remove time & rename
MATU	New Maturity Date/time	X	X	X						D	C	Remove time (Option C) & rename	Keep it
MEET	Meeting Date/Time	X	X	X	X					D	C		
PROD	Proration Date/Time	X	X	X						D	C	Remove time (Option C) & rename	Remove time & rename
RDTE	Record Date/Time	X	X	X						D	C	Remove time (Option C) & rename	Remove time & rename
REGI	Deadline to Register	X	X	X						D	C	Add UTC time (Option E)	Remove element
RESU	Results Publication Date/Time	X	X	X						D	C	Add UTC time (Option E)	Remove element
SPLT	Deadline to Split	X	X	X						D	C	Add UTC time (Option E)	Remove element
TAXB	Deadline for Tax Breakdown Instructions	X	X	X	X					D	C		Remove element
UNCO	Unconditional Date/Time	X	X	X						D	C	Remove time (Option C) & rename	Remove element
WUCO	Wholly Unconditional Date/time	X	X	X						D	C	Remove time (Option C) & rename	Remove element
XDTE	Ex Dividend or Distribution Date/Time	X	X	X						D	C	Remove time (Option C) & rename	Remove time & rename
COAP	Court Approval Date/time	X	X	X						D	n/a	Remove time (Option C) & rename	
ECDT	Early Closing Date/time	X	X	X						D	n/a	Proposed to be removed – TBC with BE	
ECPD	Election to Counterparty Market Deadline	X	X	X	X					D	n/a		
ECRD	Election to Counterparty Response Deadline	X	X	X	X					D	n/a		
ETPD	Early Third Party Deadline	X	X	X						D	n/a	Add UTC time (Option E)	
FDAT	Further Detailed Announcement Date/time	X	X	X						D	n/a	Add UTC time (Option E)	
FILL	Filing Date	X	X							D	n/a		
GUPA	Guaranteed Participation Date/Time	X	X	X						D	n/a	Remove time (Option C) & rename	
HEAR	Hearing Date	X	X							D	n/a		
LAPD	Lapsed Date/Time	X	X	X						D	n/a	Remove time (Option C) & rename	
MCTD	Market Claim Tracking	X	X	X						D	n/a	Remove time (Option C)	

MET2	Second Meeting Date/time	X	X	X	X					D	n/a		
MET3	Third Meeting Date/Time	X	X	X	X					D	n/a		
MFIX	Margin Fixing Date/Time	X	X	X						D	n/a	Remove time (Option C) & rename	
OAPD	Official Announcement/Publication Date/Time	X	X	X						D	n/a	Add UTC time (Option E)	
PLDT	Lead Plaintiff Deadline	X	X	X	X					D	n/a		
SXDT	Special Ex-Date/Time	X	X	X						D	n/a	Remove time (Option C) & rename	
TPDT	Third Party Deadline	X	X	X						D	n/a	Add UTC time (Option E)	
TSDT	Trading Suspended Date/Time	X	X	X						D	n/a	Add UTC time (Option E)	
PAYD	Payment Date/Time	X	X	X						D, E1, E2	D1, D2	Remove time (Option C) & rename	Remove time + rename
CVPR	Cover Expiration Deadline Date/Time	X	X	X	X					E	D		
PODT	Protect Deadline Date/time	X	X	X	X					E	D		Remove element
RDDT	Response Deadline Date/Time	X	X	X	X	X				E	D		Remove element
SUBS	Subscription Cost Debit Date/Time	X	X	X						E	D	Add format option E	Remove element
BLOK	End of Securities Blocking Period	X	X	X	X					E	n/a	Do not change anything	
BORD	Stock Lending Deadline Date/Time	X	X	X	X		X	X		E	n/a		
DVCP	Depository Cover Expiration Date/Time	X	X	X						E	n/a	Add UTC time (Option E)	
EARD	Early Response Deadline Date/Time	X	X	X	X					E	n/a		
MKDT	Market Deadline Date/Time	X	X	X	X					E	D		Remove element
AVAL	Available Date/Time for Trading	X	X	X						E1	D1	Remove time (Option C) & rename	Remove time + rename
DIVR	Dividend Ranking Date/Time	X	X	X						E1	D1	Remove time (Option C) & rename	Remove time + rename
PPDT	Pari Passu Date/Time	X	X	X						E1	D1	Remove time (Option C) & rename	Remove time + rename
LTRD	Last Trading Date/Time	X	X	X						E1	n/a	Remove time (Option C) & rename	
EARL	Earliest Payment Date/Time	X	X	X						E1, E2	D1, D2	Remove time (Option C) & rename	Remove time + rename
VALU	Value Date/Time	X	X	X						E2	D2	Remove time (Option C) & rename	Remove time + rename
FXDT	FX Rate Fixing Date/Time	X	X	X						E2	D2	Add UTC Time (Option E)	Add UTC Time (Option E)
TRAD	Trading Date/Time	X	X	X	X					n/a	D		
MT 565													
EXRQ	Execution Requested Date/Time (E never used in other MTs - 3)	X			X					D		Add UTC time (Option E)	

Workaround

None

Examples

None

SWIFT Comment

Standards Illustration

1. ISO 15022 Illustration

1. In all MT 56X messages in sequence A in field 98a, add format option E to qualifier PREP as illustrated for the MT564 below:

MT 564 Field Specifications

6. Field 98a: Date/Time: Preparation Date/Time FORMAT

Option A	:4!c//8!n	(Qualifier)(Date)
Option C	:4!c//8!n6!n	(Qualifier)(Date)(Time)

Option E :4!c//8!n6!n[,3n][/[N]2!n[2!n]] (Qualifier)(Date)(Time)(Decimals)(UTC Indicator)

PRESENCE

Optional in mandatory sequence A

QUALIFIER

(Error code(s): T89)

Order	M/O	Qualifier	R/N	CR	Options	Qualifier Description
1	O	PREP	N		A, C or E	Preparation Date/Time

DEFINITION

This qualified generic field specifies:

PREP Preparation Date/time at which the message was prepared.
Date/Time

NETWORK VALIDATED RULES

Date must be a valid date expressed as YYYYMMDD (Error code(s): T50).

Time must be a valid time expressed as HHMMSS (Error code(s): T38).

UTC Indicator must be a valid time expressed as HH[MM] (Error code(s): T39).

Sign ([N]) must not be used when UTC Indicator is equal to all zeroes (Error code(s): T14).

2. In the MT 564, add UTC Time (Format Option E) to the following :98a: Date/Time qualifiers:

In sequence C: EXPI and rename Expiry Date/Time

In Sequence D: ANOU, CERT, IFIX, REGI, RESU, SPLT, ETPD, FDAT, OAPD, TPDT, TSdT

In sequence E: EXPI, SUBS, DVCP

In sequence E1: -

In sequence E2: FXDT

Example: see example below for MT 564 sequence D

3. In the MT 564, remove Time (Format Option C) and rename the qualifier by removing "Time" word in the name and in the definition for the following :98a: Date/Time qualifiers:

In sequence C: -

In Sequence D: EFFD, EQUl, LOTO, MATU, PROD, RDTE, UNCO, WUCO, XDTE, COAP, GUPA, LAPD, MCDT, MFiX, SXDT, PAYD

In sequence E:

In sequence E1: PAYD, AVAL, DIVR, PPDT, LTRD, EARL

In sequence E2: PAYD, EARL, VALU

Example in MT 564 sequence D

MT 564 Field Specifications

43. Field 98a: Date/Time

FORMAT

Option A	:4!c//8!n	(Qualifier)(Date)
Option B	:4!c/[8c]4!c	(Qualifier)(Data Source Scheme)(Date Code)
Option C	:4!c//8!n6!n	(Qualifier)(Date)(Time)
Option E	:4!c//8!n6!n[,3n][/[N]2!n[2!n]]	(Qualifier)(Date)(Time)(Decimals)(UTC Indicator)

PRESENCE

Optional in optional sequence D

QUALIFIER

(Error code(s): T89)

Order	M/O	Qualifier	R/N	CR	Options	Qualifier Description
1	O	ANOU	N		A, B, C <u>or</u> E	Announcement Date/Time
2	O	CERT	N		A, B, C <u>or</u> E	Certification Deadline Date/Time
3	O	XDTE	N		A, B, or C	Ex-Dividend or Distribution Date/ Time
4	O	EFFD	N		A, B, or C	Effective Date/ Time
5	O	FDAT	N		A, B, C <u>or</u> E	Further Detailed Announcement Date/Time
6	O	PROD	N		A, B, or C	Proration Date/ Time
7	O	REGI	N		A, B, C <u>or</u> E	Deadline to Register
8	O	RESU	N		A, B, C <u>or</u> E	Results Publication Date/Time
9	O	SPLT	N		A, B, C <u>or</u> E	Deadline to Split
10	O	MEET	N		A, B, C, or E	Meeting Date/Time
11	O	RDTE	N		A, B, or C	Record Date/ Time
12	O	TAXB	N		A, B, C, or E	Deadline for Tax Breakdown Instructions
13	O	TSDT	N		A, B, C <u>or</u> E	Trading Suspended Date/Time
14	O	LOTO	N		A, B, or C	Lottery Date/ Time
15	O	UNCO	N		A, B, or C	Unconditional Date/ Time
16	O	WUCO	N		A, B, or C	Wholly Unconditional Date/ Time
17	O	MET2	N		A, B, C, or E	Second Meeting Date/Time
18	O	MET3	N		A, B, C, or E	Third Meeting Date/Time
19	O	EQU	N		A, B, or C	Equalization Date/ Time
20	O	ECDT	N		A, B, or C	Early Closing Date/Time
21	O	IFIX	N		A, B, C <u>or</u> E	Fixing Date/Time
22	O	MFIX	N		A, B, or C	Margin Fixing Date/ Time
23	O	COAP	N		A, B, or C	Court Approval Date/ Time
24	O	MATU	N		A, B, or C	New Maturity Date/ Time

Order	M/O	Qualifier	R/N	CR	Options	Qualifier Description
25	O	OAPD	N		A, B, C <u>or</u> E	Official Announcement/Publication Date/Time
26	O	SXDT	N		A, B, or C	Special Ex-Date/Time
27	O	GUPA	N		A, B, or C	Guaranteed Participation Date/Time
28	O	ECPD	N		A, B, C, or E	Election to Counterparty Market Deadline
29	O	LAPD	N		A, B, or C	Lapsed Date/Time
30	O	MCTD	N		A, B, or C	Market Claim Tracking End Date
31	O	PAYD	N	C16	A, B, or C	Payment Date/Time
32	O	TPDT	N		A, B, C <u>or</u> E	Third Party Deadline
33	O	ETPD	N		A, B, C <u>or</u> E	Early Third Party Deadline
34	O	PLDT	N		A, B, C, or E	Lead Plaintiff Deadline
35	O	FILL	N		A or B	Filing Date
36	O	HEAR	N		A or B	Hearing Date
37	O	ECRD	N		A, B, C, or E	Election to Counterparty Response Deadline

DEFINITION

This qualified generic field specifies:

ANOU	Announcement Date/Time	Date/time at which the issuer announced that a corporate action event will occur.
CERT	Certification Deadline Date/Time	Deadline by which the certification must be sent.
COAP	Court Approval Date/Time	Date/Time upon which the Court provided approval.
ECDT	Early Closing Date/Time	First possible early closing date of an offer if different from the expiry date.
ECPD	Election to Counterparty Market Deadline	Deadline by which an entitled holder needs to advise their counterparty to a transaction of their election for a corporate action event, also known as Buyer Protection Deadline.
ECRD	Election to Counterparty Response Deadline	Date/time the account servicer has set as the deadline to respond, with instructions, prior to the election to counterparty market deadline.
EFFD	Effective Date/Time	Date/Time at which an event is officially effective from the issuer's perspective.
EQUL	Equalization Date/Time	Date/Time at which all or part of any holding bought in a unit trust is subject to being treated as capital rather than income. This is normally one day after the previous distribution's ex date.
ETPD	Early Third Party Deadline	Date/Time set by the issuer agent as a first early deadline by which the account owner must instruct directly another party, possibly giving the holder eligibility to incentives. For example, to provide documentation to an issuer agent.

FDAT	Further Detailed Announcement Date/Time	Date/time at which additional information on the event will be announced, for example, exchange ratio announcement date.
FILL	Filing Date	Date on which the action was filed at the applicable court.
GUPA	Guaranteed Participation Date/ Time	Last date/ Time by which a buying counterparty to a trade can be sure that it will have the right to participate in an event.
HEAR	Hearing Date	Date for the hearing between the plaintiff and defendant, as set by the court.
IFIX	Fixing Date/Time	Date/time at which an index/rate/price/value will be determined.
LAPD	Lapsed Date/ Time	Date/ Time at which an event/offer is terminated or lapsed.
LOTO	Lottery Date/ Time	Date/ Time at which the lottery is run and applied to the holder's positions. This is also applicable to partial calls.
MATU	New Maturity Date/ Time	Date/ Time to which the maturity date of an interest bearing security is extended.
MCTD	Market Claim Tracking End Date	Date by which the depository stops monitoring activities of the event, for instance, accounting and tracking activities for due bills end.
MEET	Meeting Date/Time	Date/time at which the bondholders' or shareholders' meeting will take place.
MET2	Second Meeting Date/Time	Date/time at which the company's general meeting is scheduled, 2nd session if applicable (for example, Italy).
MET3	Third Meeting Date/Time	Date/time at which the company's general meeting is scheduled, 3rd session if applicable (for example, Italy).
MFIX	Margin Fixing Date/ Time	Date/ Time at which the margin rate will be determined.
OAPD	Official Announcement/Publication Date/Time	Date/time at which the corporate action is legally announced by an official body, for example, publication by a governmental administration.
PAYD	Payment Date/ Time	Date/ Time at which the movement is due to take place (cash and/or securities).
PLDT	Lead Plaintiff Deadline	Last day an investor can become a lead plaintiff.
PROD	Proration Date/ Time	Date/ Time at which the issuer will determine a proration amount/quantity of an offer.
RDTE	Record Date/ Time	Date/ Time at which positions are struck at the end of the day to note which parties will receive the relevant amount of entitlement, due to be distributed on payment date.
REGI	Deadline to Register	Date/time at which instructions to register or registration details will be accepted.
RESU	Results Publication Date/Time	Date/time at which results are published, for example, results of an offer.
SPLT	Deadline to Split	Deadline by which instructions must be received to split securities, for example, of physical certificates.
SXDT	Special Ex-Date/ Time	Date/ Time as from which 'special processing' can start to be used by participants for that event. Special processing is a means of marking a transaction, that would normally be traded ex or cum,

		as being traded cum or ex respectively, for example, a transaction dealt 'special' after the ex date would result in the buyer being eligible for the entitlement. This is typically used in the UK and Irish markets.
TAXB	Deadline for Tax Breakdown Instructions	Date/time until which tax breakdown instructions will be accepted.
TPDT	Third Party Deadline	Date/Time by which the account owner must instruct directly another party, for example to provide documentation to an issuer agent.
TSDT	Trading Suspended Date/Time	Date/time at which trading of a security is suspended as the result of an event.
UNCO	Unconditional Date/Time	Date/Time upon which the terms of the take-over become unconditional as to acceptances.
WUCO	Wholly Unconditional Date/Time	Date/Time at which all conditions, including regulatory, legal etc. pertaining to the take-over, have been met.
XDTE	Ex-Dividend or Distribution Date/Time	Date/Time as from which trading (including exchange and OTC trading) occurs on the underlying security without the benefit.

4. In the MT 565, add UTC Time (Format Option E) to the following :98a: Date/Time qualifiers in sequence D: EXRQ.

5. In the MT 566, add UTC Time (Format Option E) to the following :98a: Date/Time qualifiers in sequence C: IFIX, and in sequence D2, FXDT

6. In the MT 566, remove Time (Format Option C) and rename the qualifier by removing "Time" word in the name and in the definitions for the following :98a: Date/Time qualifiers:

In sequence C: EQU, LOTO, MATU, PROD, RDTE, XDTE

In sequence D: -

In sequence D1: PAYD, AVAL, DIVR, PPDT, EARL, POST

In sequence D2: PAYD, EARL, VALU, POST

Example: see example below for MT 566 sequence C

7. In the MT 566, remove the following :98a: DateTime qualifiers:

In sequence C: ANOU, CERT, EFFD, REGI, RESU, SPLT, TAXB, UNCO, WUCO

In sequence D: EXPI, PODT, RDDT, SUBS, MKDT

Example: MT 566 sequence C

MT 566 Field Specifications

29. Field 98a: Date/Time

FORMAT

Option A :4!c//8!n (Qualifier)(Date)

Option B :4!c/[8c]/4!c (Qualifier)(Data Source Scheme)(Date Code)
 Option C :4!c//8!n6!n (Qualifier)(Date)(Time)
 Option E :4!c//8!n6!n[,3n][/[N]2!n[2!n]] (Qualifier)(Date)(Time)(Decimals)(UTC Indicator)

PRESENCE

Optional in optional sequence C

QUALIFIER

(Error code(s): T89)

Order	M/O	Qualifier	R/N	CR	Options	Qualifier Description
1	O	ANOU	N	-	A, B, or C	Announcement Date/Time
2	O	CERT	N	-	A, B, or C	Certification Deadline Date/Time
3	O	XDTE	N		A, B, or C	Ex-Dividend or Distribution Date/Time
4	O	EFFD	N	-	A, B, or C	Effective Date/Time
5	O	PROD	N		A, B, or C	Proration Date/Time
6	O	REGI	N	-	A, B, or C	Deadline to Register
7	O	RESU	N	-	A, B, or C	Results Publication Date/Time
8	O	SPLT	N	-	A, B, or C	Deadline to Split
9	O	MEET	N		A, B, C, or E	Meeting Date/Time
10	O	RDTE	N		A, B, or C	Record Date/Time
11	O	TAXB	N	-	A, B, C, or E	Deadline for Tax Breakdown Instructions
12	O	LOTO	N		A, B, or C	Lottery Date/Time
13	O	UNCO	N	-	A, B, or C	Unconditional Date/Time
14	O	WUCO	N	-	A, B, or C	Wholly Unconditional Date/Time
15	O	EQU	N		A, B, or C	Equalization Date/Time
16	O	MATU	N		A, B,	New Maturity Date/Time
17	O	IFIX	N		A, B, C or E	Fixing Date/Time

DEFINITION

This qualified generic field specifies:

ANOU	Announcement Date/Time	Date/time at which the issuer announced that a corporate action event will occur.
CERT	Certification Deadline Date/Time	Deadline by which the certification must be sent.
EFFD	Effective Date/Time	Date/time at which an event is officially effective from the issuer's perspective.
EQU	Equalization Date/Time	Date/Time at which all or part of any holding bought in a unit trust is subject to being treated as capital rather than income. This is normally one day after the previous distribution's ex date.
IFIX	Fixing Date/Time	Date/time at which an index/rate/price/value will be determined.

LOTO	Lottery Date/ Time	Date/ Time at which the lottery is run and applied to the holder's positions. This is also applicable to partial calls.
MATU	New Maturity Date/ Time	Date/ time to which the maturity date of an interest bearing security is extended.
MEET	Meeting Date/Time	Date/time at which the bondholders' or shareholders' meeting will take place.
PROD	Proration Date/ Time	Date/ Time at which the issuer will determine a proration amount/quantity of an offer.
RDTE	Record Date/ Time	Date/ Time at which positions are struck at the end of the day to note which parties will receive the relevant amount of entitlement, due to be distributed on payment date.
REGI	Deadline to Register	Date/time at which instructions to register or registration details will be accepted.
RESU	Results Publication Date/Time	Date/time at which results are published, for example, results of an offer.
SPLT	Deadline to Split	Deadline by which instructions must be received to split securities, for example, of physical certificates.
TAXB	Deadline for Tax Breakdown Instructions	Date/time until which tax breakdown instructions will be accepted.
UNCO	Unconditional Date/Time	Date/time upon which the terms of the take-over become unconditional as to acceptances.
WUCO	Wholly Unconditional Date/Time	Date/time at which all conditions, including regulatory, legal etc. pertaining to the take-over, have been met.
XDTE	Ex-Dividend or Distribution Date/ Time	Date/ Time as from which trading (including exchange and OTC trading) occurs on the underlying security without the benefit.

2. ISO 20022 Illustration

In ISO 20022, the UTC Time is already part of the ISODateTime data type itself. There is therefore nothing to change to support UTC time.

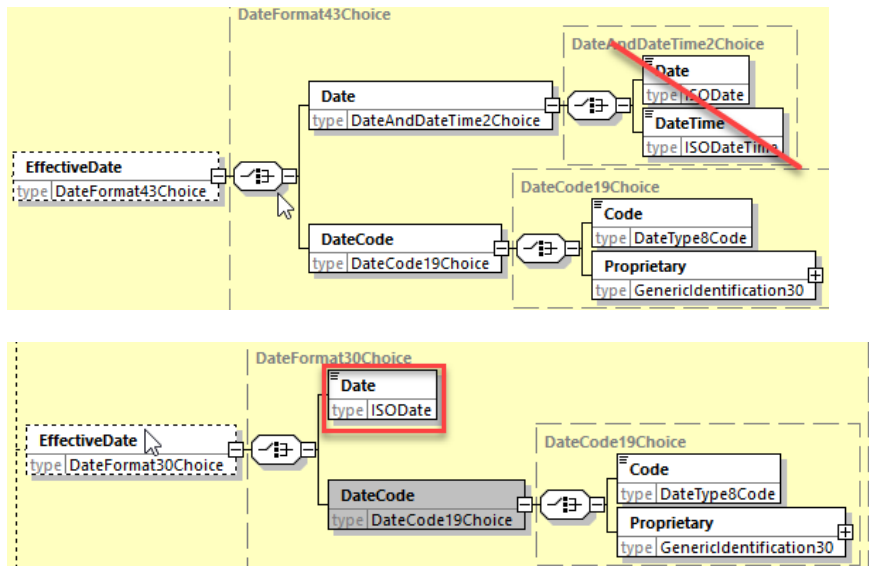
1. In the **seev.031 (CANO – CorporateActionNotification)** message, replace the data type **DateAndDate/Time2Choice** of the **Date** element by the data type **ISODate** for the following elements:

In CorporateActionDetails/DateDetails:

- EffectiveDate
- EqualisationDate
- LotteryDate
- NewMaturityDate
- ProrationDate
- RecordDate

- UnconditionalDate
- WhollyUnconditionalDate
- ExDividendDate
- CourtApprovalDate
- GuaranteedParticipationDate
- LapsedDate
- MarketClaimTrackingEndDate
- MarginFixingDate
- SpecialExDate
- PaymentDate

This comes down to replace the Datatype **DateFormat43Choice** of the date element by **DateFormat30Choice** data type as illustrated below for *EffectiveDate*:



In CorporateActionOptionDetails/SecuritiesMovementDetails/DateDetails:

- PaymentDate
- AvailableDate
- DividendRankingDate
- PariPassuDate
- LastTradingDate
- EarliestPaymentDate

In CorporateActionOptionDetails/CashMovementDetails/DateDetails:

- PaymentDate
- EarliestPaymentDate
- ValueDate (to be replaced by *DateFormat57Choice*)

2. In the seev.035 (CAPA – CorporateActionMovementPreliminaryAdvice), replace the data type **DateAndDateTime2Choice** of the **Date** element by the data type **ISODate** for the following elements:

This comes down to replace the Datatype **DateFormat43Choice** of the date element by **DateFormat30Choice** data type as illustrated below for *EffectiveDate*:

In CorporateActionDetails/DateDetails:

- RecordDate
- ExDividendDate
- LotteryDate

In CorporateActionMovementDetails/SecuritiesMovementDetails/DateDetails:

- PaymentDate
- AvailableDate
- DividendRankingDate
- PariPassuDate
- LastTradingDate
- EarliestPaymentDate

In CorporateActionMovementDetails/CashMovementDetails/DateDetails:

- PaymentDate
- EarliestPaymentDate
- ValueDate (to be replaced by *DateFormat57Choice*)

3. In the seev.036 (CACO – CorporateActionMovementConfirmation), replace the data type **DateAndDateTime2Choice** of the **Date** element by the data type **ISODate** for the following elements:

This comes down to replace the Datatype **DateFormat43Choice** of the date element by **DateFormat30Choice** data type as illustrated above for *EffectiveDate*:

In CorporateActionDetails/DateDetails:

- RecordDate
- ExDividendDate

In CorporateActionConfirmationDetails/SecuritiesMovementDetails/DateDetails:

- PostingDate (typed by ISODate)
- PaymentDate
- AvailableDate
- DividendRankingDate
- PariPassuDate
- EarliestPaymentDate

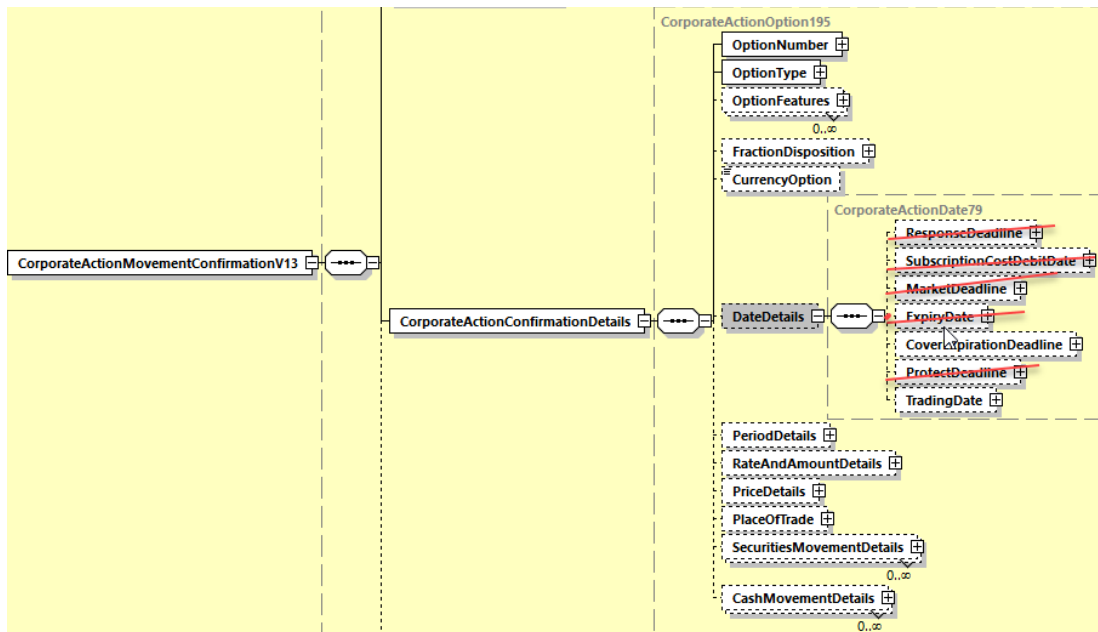
In CorporateActionConfirmationDetails/CashMovementDetails/DateDetails, replace DateAndDateTime2Choice by ISODate:

- PostingDate
- PaymentDate
- EarliestPaymentDate
- ValueDate

4. In the seev.036 (CACO – CorporateActionMovementConfirmation), remove the following Date elements:

In CorporateActionConfirmationDetails/DateDetails:

- ExpiryDate
- ProtectDeadline
- ResponseDeadline
- SubscriptionCostDebitDate
- MarketDeadline



5. In the seev.037 (CARE – CorporateActionMovementReversalAdvice), replace the data type **DateAndDateTime2Choice** of the **Date** element by the data type **ISODate** for the following elements:

This comes down to replace the Datatype **DateFormat43Choice** of the date element by **DateFormat30Choice** data type as illustrated above:

In CorporateActionDetails/DateDetails:

- RecordDate
- ExDividendDate

In CorporateActionConfirmationDetails/SecuritiesMovementDetails, change the data type **DateAndDateTime2Choice** by **ISODate** for:

- PostingDate
- OriginalPostingDate

In CorporateActionConfirmationDetails/CashMovementDetails, change the data type **DateAndDateTime2Choice** by **ISODate** for:

- PostingDate
- OriginalPostingDate
- ValueDate

6. In the seev.039 (CACN – CorporateActionCancellationAdvice) message, replace the data type **DateAndDateTime2Choice** of the **Date** element by the data type **ISODate** for the following elements:

In CorporateActionDetails/DateDetails:

- RecordDate
- ExDividendDate

7. In the seev.044 (CAPC – CorporateActionMovementPreliminaryAdviceCancellationAdvice) message, replace the data type **DateAndDateTime2Choice** of the **Date** element by the data type **ISODate** for the following elements:

In CorporateActionDetails/DateDetails:

- RecordDate
- ExDividendDate

Working Group Meeting

Discussion

This change request was already submitted in SR2022 but the MWG resolved to postpone the implementation to SR2023 so as to have more time for an additional in-depth review of the proposed changes by the SMPG members and to ensure all remaining question marks were solved.

The US asked whether the changes between last year CR and this year have been tracked. The answer is no but there were no changes other than solving the remaining question marks and the purpose was mainly to increase the country feedback on the proposed changes agreed within the SMPG.

XS mentioned the situation (in EU) with the CA messages release that the Eurosystem would implement for ECMS. Originally the Eurosystem planned to implement the SR2019 version of the ISO 20022 CA messages.

Thanks to the SMPG letter sent to AMI-SeCo to raise the concern of the market players with the SR2019 version, the Eurosystem agreed to review the approach and to align ECMS at the minimum with the SR2022. The Eurosystem reported that the level of confidence to implement the SR2023 would be high if the CR1780 is postponed. If not, there is a high risk that implementing SR2023 won't be feasible for ECMS. The fallback solution would be to implement the SR 2022 version of the CA messages.

Therefore, the IT representative suggested to split the implementation on 2 years, adding UTC time in MT messages for SR2023 (with no MX impact) and postpone the rest of the CR to SR2024.

The LU representative supported the suggestion, but expressed the need to revalidate with the communities.

Nevertheless, this proposal was not accepted by most MWG representatives as they could not get the feedback of their community on this proposal at such short notice and they did not have the mandate to vote on this partial implementation alternative.

Some of the MWG members were of the opinion that the decision to implement a CR should not necessarily take into account specific infrastructure project in a region/country otherwise a CR might be postponed several years in a row.

JP agreed with most of the proposed changes except the removal of qualifiers in MT566 (i.e. EXPI, ANOU, CERT, EFFD, REGI, RESU, SPLT, TAXB, UNCO, WUCO, PODT, RDDT, SUBS, MKDT). However, a majority of the MWG members did not support this proposal.

Finally, the MWG resolved to vote on the following proposal:

- accept the CR for implementation in SR2023 as is (with MATU in 566 having same changes as in the 564).
- Or postpone the whole CR to next year

10 countries voted in favor of the CR for SR2023 and 4 countries in favour of postponing to next year. The CR is therefore approved by a majority of 71%.

Decision

Approved as is.

2.3 CR 001845: Add new Conditional Tag and NVR for Full Call Events

Origin of request	
Requesting Group:	ISITC
Sponsors	
Message type(s) impacted	
MT 564 / seev.031 (CANO)	
Complies with regulation	
None	
Business impact of this request	
MEDIUM	
Commitment to implement the change	
Number of messages sent and received: Not provided	
Percentage of messages impacted: Not provided	
Commits to implement and when: US in SR 2023	
Business context	
<p>We would like to see a Y/N tag indicating if a full call is conditional or not. GSAM along with a number of other Asset Managers have seen issues where a Full Call is processed on the redemption date only for us to learn after the fact that it did not pay because it was conditional. If we had a specific tag in the announcement message highlighting the conditional status we could then build an effective process to validate conditional calls before seeing them get processed.</p>	
Nature of change	
<p>Add a new event level indicator called Conditional Payment Indicator with the option to select Y or N to indicate whether the payment made by the Issuer for a Full Call event is based on a stated condition. This change is applicable for the announcement messages. A new Network Validation rule may be needed to permit the usage for MCAL events only.</p>	
Workaround	
<p>The only workaround today is to try and capture in the narrative (if the custodian even includes that) that the call is conditional. Having a specific field for full call events will help MT564 recipients to build automation on their side to track conditional calls and hold off processing a call until confirmed.</p>	
Examples	
<pre>MT564 :16R:GENL :20C::CORP// 127178526 :20C::SEME// 2021062384690948 20C::COAF// US127178526</pre>	

```

:23G:REPL
:22F::CAEV//MCAL
:22F::CAMV//MAND
:98C::PREP//20220430221911
:25D::PROC//COMP
:16S:GENL
:16R:USECU
:35B:/US/66585VAW5
NORTHERN TOB SEC RV AK D08/17/06
:97A::SAFE//NONREF
:16S:ACCTINFO
:16S:USECU
:16R:CAOPTN
:13A::CAON//001
:22F::CAOP//CASH
:11A::OPTN//USD
:17B::DFLT//Y
:16R:CASHMOVE
:22H::CRDB//CRED
:98A::PAYD//20210709
:90B::OFFR//ACTU/USD1000,0
:16S:CASHMOVE
:16S:CAOPTN
:16R:ADDINFO
:70E::INCO//Conditional Payment
:16S:ADDINFO

```

```

-----
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SWIFT Comment

Standards Illustration

1. ISO 15022 Illustration

1. In the MT 564 in sequence D in field 17B, add a new optional flag qualifier FCCP as illustrated below:

MT 564 Field Specifications

50. Field 17B: Flag
FORMAT

Option B :4!c/1!a (Qualifier)(Flag)

PRESENCE

Optional in optional sequence D

QUALIFIER

(Error code(s): T89)

Order	M/O	Qualifier	R/N	CR	Options	Qualifier Description
1	O	CERT	N		B	Certification/Breakdown Flag
2	O	RCHG	N		B	Charges Flag
3	O	COMP	N		B	Information to be Complied With
4	O	ACIN	N		B	Accrued Interest Indicator
5	O	LEOG	N		B	Letter of Guaranteed Delivery Flag
6	O	SRDC	N		B	Shareholder Rights Directive Indicator
<u>7</u>	<u>O</u>	<u>FCCP</u>	<u>N</u>	<u>C31</u>	<u>B</u>	<u>Conditional Payment Indicator</u>

DEFINITION

This qualified generic field specifies:

ACIN	Accrued Interest Indicator	Indicates whether the holder is entitled to accrued interest.
CERT	Certification/Breakdown Flag	Indicates whether certification/breakdown is required.
COMP	Information to be Complied With	Indicates whether restrictions apply to the event.

<u>FCCP</u>	<u>Conditional Payment Indicator</u>	<u>Indicates whether the payment made by the Issuer for a full call redemption event is based on a stated condition.</u>
LEOG	Letter of Guaranteed Delivery Flag	Indicates whether a letter of guaranteed delivery can be submitted in order to participate in the offer on full eligible position. It is not intended for use in situations arising from failed or late trades.
RCHG	Charges Flag	Indicates whether charges apply to the holder, for instance redemption charges.
SRDC	Shareholder Rights Directive Indicator	Indicates whether the announcement was initiated by the first intermediary in the custody chain in accordance with SRD II.

2. In the MT 564, add a new NVR rule C31 to restrict the presence of the Conditional Payment Indicator flag (:17B::FCCP) for the MCAL CA event.

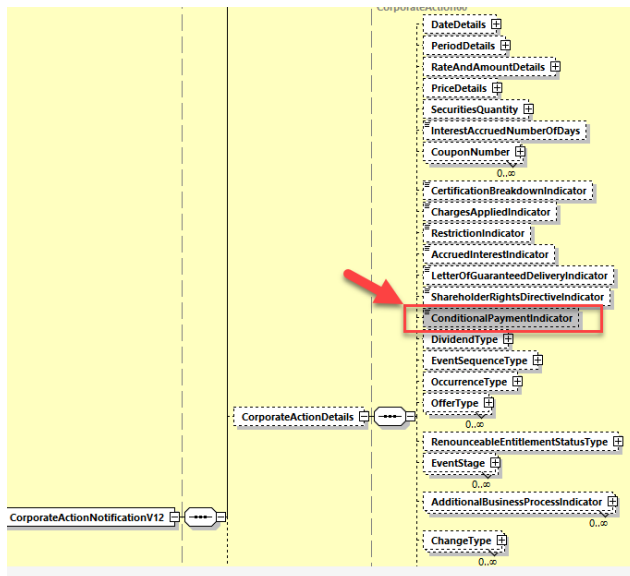
C31

In sequence D, if field :17B::FCCP is present, then in sequence A, field :22F::CAEV//MCAL must be present.

<u>In sequence D if field :17B::FCCP is ...</u>	<u>then in sequence A, field :22F::CAEV//MCAL...</u>
Present	Is mandatory
Not present	Not applicable

2. ISO 20022 Illustration

1. In the seev.031 (CANO – CorporateActionNotification) message, in the *CorporateActionDetails* building block, add the new optional **ConditionalPaymentIndicator** element typed by a YesNoIndicator type as defined in ISO 15022 above and as illustrated below:



2. In the seev.031 (CANO – CorporateActionNotification) message, add one new cross element rule in the root of the message to restrict the usage of the element **ConditionalPaymentIndicator** in the CorporateActionDetails to the MCAL corporate event and defined as follows:

If ConditionalPaymentIndicator is present in CorporateActionDetails, then CorporateActionGeneralInformation/EventType/Code value must be equal to MCAL (Full Call). (MT 564 NVR C31)

Working Group Meeting

Discussion

The US mentions that this indicator is already available in the ISO 20022 extension (supplementary data) used by DTCC and they would like to move it to the core notification message.

For the US, the volume of conditional calls is significant as there are thousands of full calls per year and the percentage of the conditional calls is a bit less than 10 pct.

The UK and SG representatives suggest instead to reuse the :22F::OPTF//CAOS indicator in the option sequence. The definition of the CAOS indicator seems to fit the business need even if technically it is an event condition rather than an option.

The US agree with the alternative solution suggested and agree a change is not necessary.

The CAOS market practice could optionally be modified to reflect the US conditional case highlighted by the CR.

Finally the whole MWG agree with that existing alternative proposal and agree to reject the CR.

Decision

Rejected

2.4 CR 001846: Add Tax Information to Securities Proceeds

Origin of request	
Requesting Group:	SMPG
Sponsors	
Message type(s) impacted	
MT 564, MT 566 / seev.031 (CANO), seev.035 (CAPA), seev.036 (CACO)	
Complies with regulation	
None	
Business impact of this request	
MEDIUM	
Commitment to implement the change	
Number of messages sent and received: 50.000.000	
Percentage of messages impacted: 100	
Commits to implement and when: Major custodians	
Business context	
When securities proceeds are paid, the SECMOVE doesn't allow to record the tax rate (TAXR) that has been applied to the securities distribution/re-investment, neither the cash equivalent of the tax that has been deducted and could be reclaimed.	
Nature of change	
We would like to enhance the MT564 and MT566 reporting adding the following elements in the SECMOVE in sequence E1/D1:	
1) tax rate applicable to the securities proceeds (TAXR)	
2) the taxable amount (TAXR amount)	
and to add price element CINL in E2 to correctly report the price at which fractions are indemnified.	
Workaround	
Currently, the information is provided in narratives or, separately, via dedicated tax reports.	
Examples	
MT566 sent by the account servicer to confirm payment of the income proceeds using the tax rates provided by the account owner in the tax breakdown:	
Based on the instructions received, the account owner elected to:	
<ul style="list-style-type: none"> • receive CASH for 2,000 securities to be taxed at 26% <ul style="list-style-type: none"> ○ gross dividend: €2,000.00 (2000 * €1 per share) 	

- taxation: €520.00 (2000*€0.26 per share)
- re-invest in new securities for 2,600 interim securities, to be taxed at 15%
 - new securities: $(2,600 * €1 * 0.85) / 4.44€ = 497.747748$
 - tax applied: €390.00 (2,600*€1*0.15)
 - fractions: $(497.747748 - 497) * €4.44 = €3.32$

Payment of cash proceeds

:16R: GENL
:20C:: CORP//DIV3437599
:20C:: SEME//253147820
:23G: NEWM
:22F:: CAEV//DVOP
:16S: GENL
:16R: USECU
:97A:: SAFE//98-0112441-05
:35B: ISIN IT0005440877
:93B:: ELIG//UNIT/4600,
:93B:: CONB//UNIT/2000,
:16S: USECU
:16R: CACONF
:13A:: CAON//001
:22F:: CAOP//CASH
:11A:: OPTN//EUR
:16R: SECMOVE
:22H:: CRDB//DEBT
:35B: ISIN IT0005440877
:36B:: PSTA// UNIT/2000,
:98A:: POST//20YY0325
:16S: SECMOVE
:16R: CASHMOVE
:22H:: CRDB//CRED
:19B:: GRSS//EUR2000,
:19B:: TAXR//EUR520,
:19B:: NETT//EUR1480,
:98A:: POST//20YY0325
:92F:: GRSS//EUR1,
:92A:: TAXR//26,
:16S: CASHMOVE
:16S: CACONF

Payment of securities proceeds

:16R: GENL
:20C:: CORP//DIV3437599
:20C:: SEME//253147820
:23G: NEWM
:22F:: CAEV//DVOP
:16S: GENL
:16R: USECU
:97A:: SAFE//98-0112441-05
:35B: ISIN IT0005440877
:93B:: ELIG//UNIT/4600,
:93B:: CONB//UNIT/2600,
:16S: USECU
:16R: CACONF
:13A:: CAON//002
:22F:: CAOP//SECU
:16R: SECMOVE
:22H:: CRDB//DEBT
:35B: ISIN IT0005440877


```

:36B:: PSTA// UNIT/2600,
:98A:: POST//20YY0325
:16S: SECMOVE
:16R: SECMOVE
:22H:: CRDB//CRED
:35B: ISIN IT0000218401
:36B: PSTA//UNIT/497,
:22F:: DISF/CINL
:90B:: PRPP//EUR4,44
:90B:: CINL//EUR4,44
:92K:: NEWO//1/5,22
:92A:: TAXR//15,
:19B:: TAXR//EUR390,
:98A:: POST//20YY0325
:16S: SECMOVE
:16R: CASHMOVE
:22H:: CRDB//CRED
:19B:: CINL//EUR3,32
:98A:: POST//20YY0325
:90B:: CINL//ACTU/EUR4,44
:16S: CASHMOVE
:16S: CACONF

```

SWIFT Comment

Can the definition of :19B::TAXR in E1/D1 be the same as the TAXR amount in E2/D2 ?
Format Options for TAXR and CINL to be checked.

Standards Illustration

1. ISO 15022 Illustration

1. In the MT 564 in sequence E1 and in the MT 566 in sequence D1 in field :92a: Rate, add a new optional and repeatable Withholding Tax Rate (TAXR) and Second Level Tax (WITL) qualifiers identically to the :92a::TAXR and :92a::WITL qualifiers defined in the sequence E2/D2 as illustrated below:

MT 564 Field Specifications

86. Field 92a: Rate

FORMAT

Option A	:4!c//[N]15d	(Qualifier)(Sign)(Rate)
Option D	:4!c//15d/15d	(Qualifier)(Quantity1)(Quantity2)
Option F	:4!c//3!a15d	(Qualifier)(Currency Code)(Amount)
Option K	:4!c//4!c	(Qualifier)(Rate Type Code)
Option L	:4!c//3!a15d/3!a15d	(Qualifier)(First Currency Code)(Amount1)(Second Currency Code)(Amount2)
Option M	:4!c//3!a15d/15d	(Qualifier)(Currency Code)(Amount)(Quantity)
Option N	:4!c//15d/3!a15d	(Qualifier)(Quantity)(Currency Code)(Amount)
Option R	:4!c//[8c]/4!c/15d	(Qualifier)(DataSourceScheme)(RateTypeCode)(Rate)

PRESENCE

Optional in optional subsequence E1

QUALIFIER

(Error code(s): T89)

Order	M/O	Qualifier	R/N	CR	Options	Qualifier Description
1	O	ADEX	N		D, K, or L	Additional for Existing Securities
2	O	NEWO	N		D, K, L, M, or N	New to Old
3	O	ADSR	N		D, K, or L	Additional for Subscribed Resultant Securities
4	O	TRAT	N		A	Transformation Rate
5	O	CHAR	N		A, F, or K	Charges/Fees
6	O	FISC	N		A or K	Fiscal Stamp
7	O	RATE	N		A or K	Applicable Rate
8	O	TAXC	N		A, F, or K	Tax Credit Rate
9	O	TRAX	N		A or K	Financial Transaction Tax Rate
10	O	TAXR	R	C7, C8, C19	A, F or K, R	Withholding Tax Rate
11	O	WITL	R	C7, C8, C19	A, F, K or R	Second Level Tax

DEFINITION

This qualified generic field specifies:

ADEX	Additional for Existing Securities	Quantity of additional securities for a given quantity of underlying securities where underlying securities are not exchanged or debited, for example, 1 for 1: 1 new equity credited for every 1 underlying equity = 2 resulting equities.
ADSR	Additional for Subscribed Resultant Securities	Quantity of additional intermediate securities/new equities awarded for a given quantity of securities derived from subscription.
CHAR	Charges/Fees	Rate used to calculate the amount of the charges/fees that cannot be categorised.
FISC	Fiscal Stamp	Percentage of fiscal tax to apply.
NEWO	New to Old	Quantity of new securities for a given quantity of underlying securities, where the underlying securities will be exchanged

		or debited, for example, 2 for 1: 2 new equities credited for every 1 underlying equity debited = 2 resulting equities.
RATE	Applicable Rate	Rate applicable to the event announced, for example, redemption rate for a redemption event.
TAXC	Tax Credit Rate	Amount of money per equity allocated as the result of a tax credit.

<u>TAXR</u>	<u>Withholding Tax Rate</u>	<u>Percentage of a cash distribution that will be withheld by the tax authorities of the jurisdiction of the issuer, for which a relief at source and/or reclaim may be possible.</u>
TRAT	Transformation Rate	Rate used to determine the cash consideration split across outturn settlement transactions that are the result of a transformation of the parent transaction.
TRAX	Financial Transaction Tax Rate	Rate of financial transaction tax.
<u>WITL</u>	<u>Second Level Tax</u>	<u>Rate at which the income will be withheld by a jurisdiction other than the jurisdiction of the issuer's country of tax incorporation, for which a relief at source and/or reclaim may be possible. It is levied in complement or offset of the withholding tax rate (TAXR) levied by the jurisdiction of the issuer's tax domicile.</u>

CODES

In option K, Rate Type Code must contain the following code (Error code(s): K92):

UKWN	Unknown Rate	Rate is unknown by the sender or has not been established.
------	--------------	--

CODES

In option R, if Qualifier is TAXR or Qualifier is WITL and Data Source Scheme is not present, Rate Type Code must contain one of the following codes (Error code(s): K92):

<u>BWIT</u>	<u>Back Up Withholding</u>	<u>Withholding tax related to payments subject to Back up Withholding.</u>
<u>FTCA</u>	<u>FATCA Tax</u>	<u>Withholding Tax related to income subject to FATCA (Foreign Account Tax Compliance Act).</u>
<u>NRAT</u>	<u>NRA Tax</u>	<u>Withholding tax related to income subject NRA (Non Resident Alien).</u>

MT 566 Field Specifications

66. Field 92a: Rate
FORMAT

Option A	:4!c//[N]15d	(Qualifier)(Sign)(Rate)
Option D	:4!c//15d/15d	(Qualifier)(Quantity)(Quantity)
Option F	:4!c//3!a15d	(Qualifier)(Currency Code)(Amount)
Option L	:4!c//3!a15d/3!a15d	(Qualifier)(First Currency Code)(Amount)(Second Currency Code)(Amount)
Option M	:4!c//3!a15d/15d	(Qualifier)(Currency Code)(Amount)(Quantity)
Option N	:4!c//15d/3!a15d	(Qualifier)(Quantity)(Currency Code)(Amount)
Option R	:4!c//[8c]/4!c/15d	(Qualifier)(DataSourceScheme)(RateTypeCode)(Rate)

PRESENCE

Optional in optional subsequence D1

QUALIFIER

(Error code(s): T89)

Order	M/O	Qualifier	R/N	CR	Options	Qualifier Description
1	O	ADEX	N		D or L	Additional for Existing Securities
2	O	NEWO	N		D, L, M, or N	New to Old
3	O	ADSR	N		D or L	Additional for Subscribed Resultant Securities
4	O	CHAR	N		A or F	Charges/Fees
5	O	FISC	N		A	Fiscal Stamp
6	O	RATE	N		A	Applicable Rate
7	O	TAXC	N	C3, C4	A or F	Tax Credit Rate
8	O	TRAX	N		A	Financial Transaction Tax Rate
9	O	TAXR	R	C3, C4, C8	A, F or R	Withholding Tax Rate
10	O	WITL	R	C3, C4, C8	A, F or R	Second Level Tax

DEFINITION

This qualified generic field specifies:

ADEX	Additional for Existing Securities	Quantity of additional securities for a given quantity of underlying securities where underlying securities are not exchanged or debited, for example, 1 for 1: 1 new equity credited for every 1 underlying equity = 2 resulting equities.
ADSR	Additional for Subscribed Resultant Securities	Quantity of additional intermediate securities/new equities awarded for a given quantity of securities derived from subscription.
CHAR	Charges/Fees	Rate used to calculate the amount of the charges/fees that cannot be categorised.

FISC	Fiscal Stamp	Percentage of fiscal tax to apply.
NEWO	New to Old	Quantity of new securities for a given quantity of underlying securities, where the underlying securities will be exchanged or debited, for example, 2 for 1: 2 new equities credited for every 1 underlying equity debited = 2 resulting equities.
RATE	Applicable Rate	Rate applicable to the event announced, for example, redemption rate for a redemption event.
TAXC	Tax Credit Rate	Amount of money per equity allocated as the result of a tax credit.

<u>TAXR</u>	<u>Withholding Tax Rate</u>	<u>Percentage of a cash distribution that will be withheld by the tax authorities of the jurisdiction of the issuer, for which a relief at source and/or reclaim may be possible.</u>
TRAX	Financial Transaction Tax Rate	Rate of financial transaction tax.
<u>WITL</u>	<u>Second Level Tax</u>	<u>Rate at which the income will be withheld by a jurisdiction other than the jurisdiction of the issuer's country of tax incorporation, for which a relief at source and/or reclaim may be possible. It is levied in complement or offset of the withholding tax rate (TAXR) levied by the jurisdiction of the issuer's tax domicile.</u>

CODES

In option R, if Qualifier is TAXR or Qualifier is WITL and Data Source Scheme is not present, Rate Type Code must contain one of the following codes (Error code(s): K92):

<u>BWIT</u>	<u>Back Up Withholding</u>	<u>Withholding tax related to payments subject to Back up Withholding.</u>
<u>FTCA</u>	<u>FATCA Tax</u>	<u>Withholding Tax related to income subject to FATCA (Foreign Account Tax Compliance Act).</u>
<u>NRAT</u>	<u>NRA Tax</u>	<u>Withholding tax related to income subject NRA (Non Resident Alien).</u>

2. In the MT 564 in sequence E1 and in the MT 566 in sequence D1, add a new optional :19B: Amount field and an optional and non-repeatable Withholding Tax Rate (TAXR) amount qualifier and Second level Tax Amount qualifier similar to the :19B::TAXR qualifier and :19B::WITL qualifier defined in the sequence E2/D2 as illustrated below (for the MT564 – same implementation for the MT 566):

MT 564 Field Specifications

End of Subsequence E1a Financial Instrument Attributes						
----->						
O	36a	ENTL	Quantity of Financial Instrument	Entitled Quantity	B or D	80

----->						
O	94a	4!c	Place	(see qualifier description)	B, C, or F	81

O	22F	DISF	Indicator	Disposition of Fractions	:4!c/[8c]/4!c	82
O	11A	OPTN	Currency	Currency Option	:4!c/3!a	83
O	69a	TRDP	Period	Trading Period	A, B, C, D, E, F, or J	84
----->						
O	90a	4!c	Price	(see qualifier description)	A, B, E, F, J, K, or L	85

----->						
O	92a	4!c	Rate	(see qualifier description)	A, D, F, K, L, M, or N	86

----->						
M	98a	4!c	Date/Time	(see qualifier description)	A, B, or C	87

O	19B	4!c	Amount	(see qualifier description)	B	88
M	16S			End of Block	SECMOVE	89
----- End of Subsequence E1 Securities Movement						

MT 564 Field Specifications

93. Field 19B: Amount**FORMAT**

Option B :4!c//3!a15d (Qualifier)(Currency Code)(Amount)

PRESENCE

Conditional (see rule C2) in optional subsequence E1

QUALIFIER

(Error code(s): T89)

Order	M/O	Qualifier	R/N	CR	Options	Qualifier Description
1	O	TAXR	N		B	Withholding Tax Amount
2	O	WITL	N		B	Second Level Tax Amount

DEFINITION

This qualified generic field specifies:

TAXR	Withholding Tax Amount	Amount of a cash distribution that will be withheld by the tax authorities of the jurisdiction of the issuer, for which a relief at source and/or reclaim may be possible.
WITL	Second Level Tax Amount	Amount of money withheld by the jurisdiction other than the jurisdiction of the issuer's country of tax incorporation, for which a relief at source and/or reclaim may be possible. It is levied in complement or offset of the withholding tax rate (TAXR) levied by the jurisdiction of the issuer's tax domicile.

NETWORK VALIDATED RULES

The integer part of Amount must contain at least one digit. A decimal comma is mandatory and is included in the maximum length. The number of digits following the comma must not exceed the maximum allowed for the specified currency (Error code(s): C03,T40,T43). Currency Code must be a valid ISO 4217 currency code (Error code(s): T52).

3. In the MT 564 in sequence E2 and in the MT 566 in sequence D2, add a new optional and non-repeatable Cash In Lieu of Share Price (CINL) qualifier similar to the :90a::CINL qualifier defined in the sequence E1/D1 as illustrated below:

MT 564 Field Specifications**96. Field 90a: Price****FORMAT**

Option A	:4!c//4!c/[N]15d	(Qualifier)(Percentage Type Code)(Sign)(Price)
Option B	:4!c//4!c/3!a15d	(Qualifier)(Amount Type Code)(Currency Code)(Price)
Option E	:4!c//4!c	(Qualifier)(Price Code)
Option F	:4!c//4!c/3!a15d/4!c/15d	(Qualifier)(Amount Type Code)(Currency Code)(Amount)(Quantity Type Code)(Quantity)
Option J	:4!c//4!c/3!a15d/3!a15d	(Qualifier)(Amount Type Code)(Currency Code)(Amount)(Currency Code)(Amount)
Option K	:4!c//15d	(Qualifier)(Index Points)
Option L	:4!c//[N]15d	(Qualifier)(Sign)(Index Points)

PRESENCE

Optional in optional subsequence E2

QUALIFIER

(Error code(s): T89)

Order	M/O	Qualifier	R/N	CR	Options	Qualifier Description
1	O	OFFR	N		A, B, E, F, J, or L	Generic Cash Price Received per Product
2	O	PRPP	N		A, B, E, or K	Generic Cash Price Paid per Product
3	O	CINL	N		A, B or E	Cash in Lieu of Shares Price

DEFINITION

This qualified generic field specifies:

CINL	Cash in Lieu of Shares Price	Cash disbursement in lieu of equities; usually in lieu of fractional quantity.
OFFR	Generic Cash Price Received per Product	Generic cash price received per product by the underlying security holder either as a percentage or an amount, for example, redemption price.
PRPP	Generic Cash Price Paid per Product	Generic cash price paid per product by the underlying security holder either as a percentage or an amount or a number of points above an index, for example, reinvestment price, strike price and exercise price.

CODES

In option A, Percentage Type Code must contain one of the following codes (Error code(s): K90):

DISC	Discount	Price expressed as the number of percentage points below par, for example, a discount price of 2.0% equals a price of 98 when par is 100.
PRCT	Percentage	Price expressed as a percentage of par.
PREM	Premium	Price expressed as the number of percentage points above par, for example, a premium price of 2.0% equals a price of 102 when par is 100.
YIEL	Yield	Price expressed as a yield.

CODES

In option B or F or J, Amount Type Code must contain one of the following codes (Error code(s): K90):

ACTU	Actual Amount	Price expressed as an amount of currency per unit or per share.
DISC	Discount	Price expressed as a discount amount.
PLOT	Lot	Price expressed as an amount of money per lot.
PREM	Premium	Price expressed as a premium.

CODES

In option E, if Qualifier is OFFR, Price Code must contain one of the following codes (Error code(s): K90):

NILP	Nil Payment	Price will not be paid.
TBSP	To be Specified	Price to be specified by account owner.
UKWN	Unknown Price	Price is unknown by the sender or has not been established.
UNSP	Unspecified	Price is not required to be specified by account owner.

CODES

In option E, if Qualifier is PRPP [or CINL](#), Price Code must contain the following code (Error code(s): K90):

UKWN	Unknown Price	Price is unknown by the sender or has not been established.
------	---------------	---

MT 566 Field Specifications

86. Field 90a: Price

FORMAT

Option A	:4!c//4!c/[N]15d	(Qualifier)(Percentage Type Code)(Sign)(Price)
Option B	:4!c//4!c/3!a15d	(Qualifier)(Amount Type Code)(Currency Code)(Price)
Option F	:4!c//4!c/3!a15d/4!c/15d	(Qualifier)(Amount Type Code)(Currency Code)(Amount)(Quantity Type Code)(Quantity)
Option J	:4!c//4!c/3!a15d/3!a15d	(Qualifier)(Amount Type Code)(Currency Code)(Amount)(Currency Code)(Amount)
Option K	:4!c//15d	(Qualifier)(Index Points)
Option L	:4!c//[N]15d	(Qualifier)(Sign)(Index Points)

PRESENCE

Optional in optional subsequence D2

QUALIFIER

(Error code(s): T89)

Order	M/O	Qualifier	R/N	CR	Options	Qualifier Description
1	O	OFFR	N		A, B, F, J, or L	Generic Cash Price Received per Product
2	O	PRPP	N		A, B, or K	Generic Cash Price Paid per Product
3	O	CINL	N		A or B	Cash in Lieu of Shares Price

DEFINITION

This qualified generic field specifies:

CINL	Cash in Lieu of Shares Price	Cash disbursement in lieu of equities; usually in lieu of fractional quantity.
OFFR	Generic Cash Price Received per Product	Generic cash price received per product by the underlying security holder either as a percentage or an amount for example, redemption price.

PRPP	Generic Cash Price Paid per Product	Generic cash price paid per product by the underlying security holder either as a percentage or an amount or a number of points above an index, for example, reinvestment price, strike price and exercise price.
------	-------------------------------------	---

CODES

In option A, Percentage Type Code must contain one of the following codes (Error code(s): K90):

DISC	Discount	Price expressed as the number of percentage points below par, for example, a discount price of 2.0% equals a price of 98 when par is 100.
PRCT	Percentage	Price expressed as a percentage of par.
PREM	Premium	Price expressed as the number of percentage points above par, for example, a premium price of 2.0% equals a price of 102 when par is 100.
YIEL	Yield	Price expressed as a yield.

CODES

In option B or F or J, Amount Type Code must contain one of the following codes (Error code(s): K90):

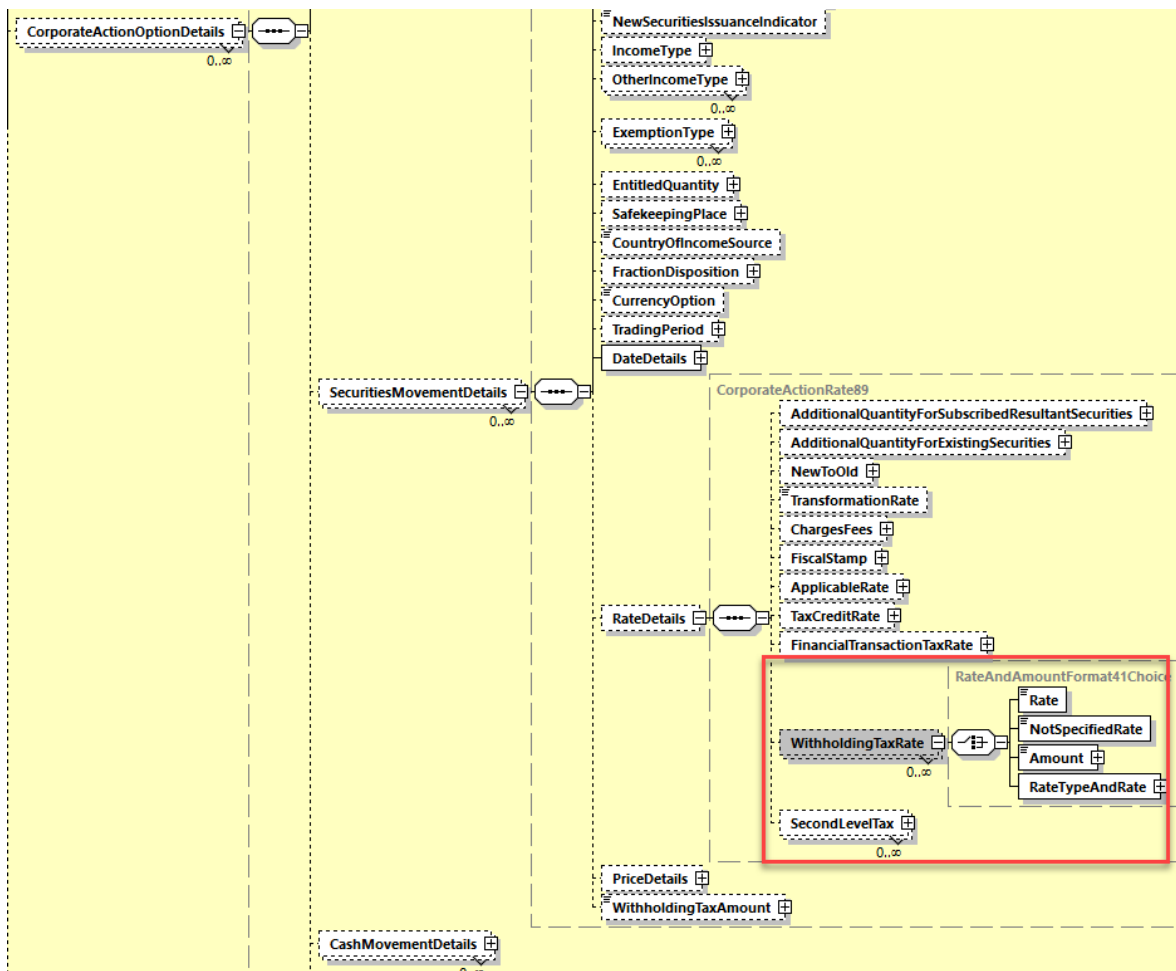
ACTU	Actual Amount	Price expressed as an amount of currency per unit or per share.
DISC	Discount	Price expressed as a discount amount.
PLOT	Lot	Price expressed as an amount of money per lot.
PREM	Premium	Price expressed as a premium.

2. ISO 20022 Illustration

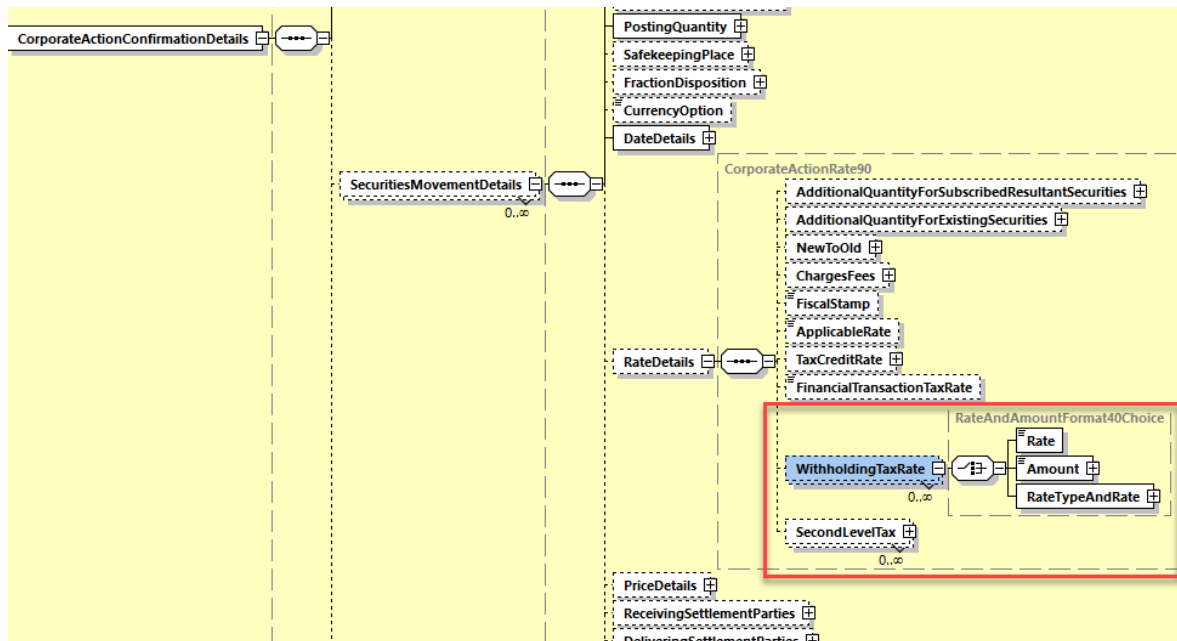
A1. In the seev.031 (CANO – CorporateActionNotification) message, in the sequence CorporateActionOptionDetails/SecuritiesMovementDetails/RateDetails,

And **in the seev.035 (CAPA – CorporateActionMovementPreliminaryAdvice)** message, in sequence CorporateActionMovementDetails/SecuritiesMovementDetails/RateDetails,

add the new optional and repeatable element **WithholdingTaxRate** and **SecondLevelTax** as defined in ISO 15022 above and typed by the data type **RateAndAmountFormat41Choice** as illustrated below:



A2. In the seev.036 (CACO – CorporateActionConfirmation) message, in the sequence CorporateActionConfirmationDetails/SecuritiesMovementDetails/RateDetails, add the new optional and repeatable element *withholdingTaxRate* and **SecondLevelTax as defined in ISO 15022 above and typed by the data type *RateAndAmountFormat40Choice* as illustrated below:**

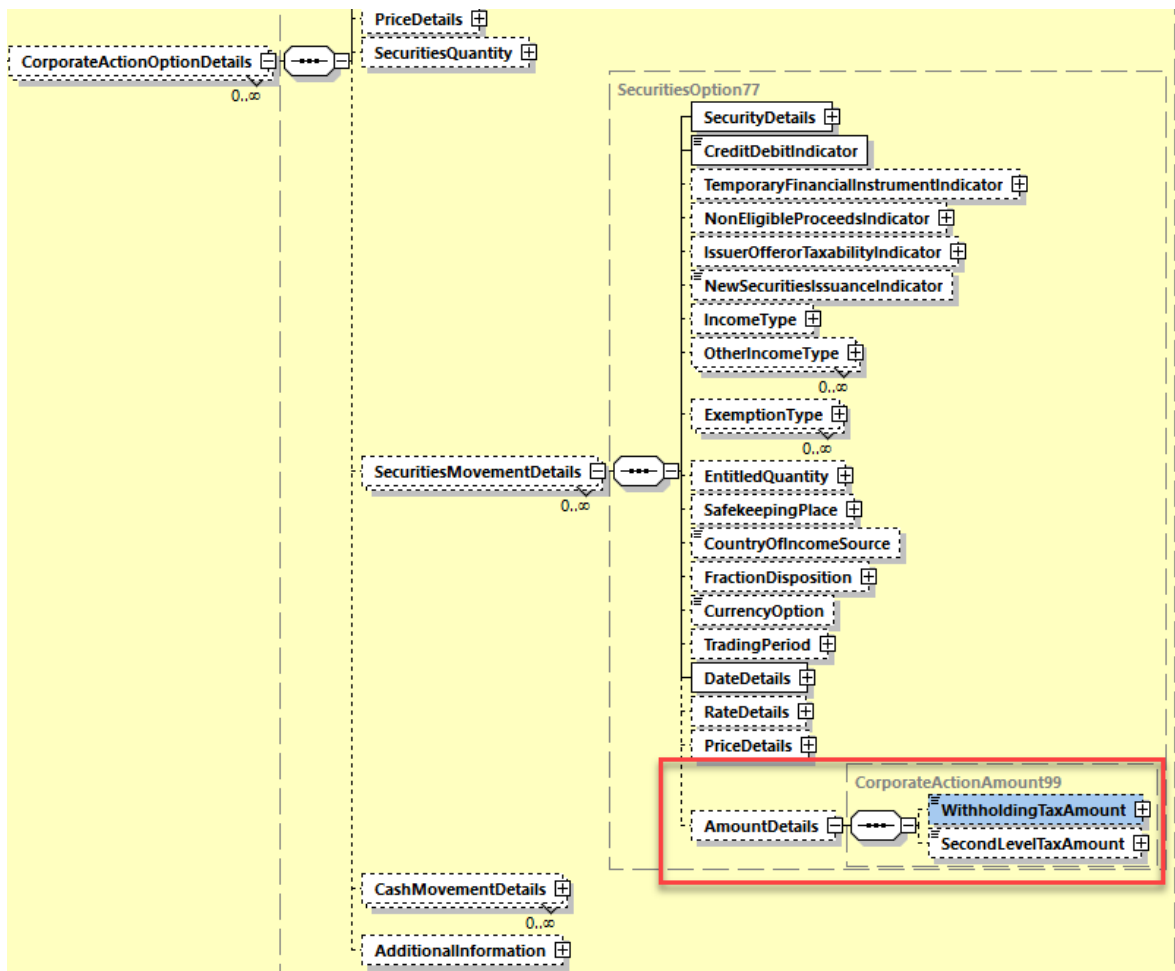


B1. In the seev.031 (CANO – CorporateActionNotification) message, in the sequence CorporateActionOptionDetails/SecuritiesMovementDetails/AmountDetails,

And in the seev.035 (CAPA – CorporateActionMovementPreliminaryAdvice) message, in sequence CorporateActionMovementDetails/SecuritiesMovementDetails/AmountDetails,

And in the seev.036 (CACO – CorporateActionConfirmation) message, in the sequence CorporateActionConfirmationDetails/SecuritiesMovementDetails/AmountDetails,

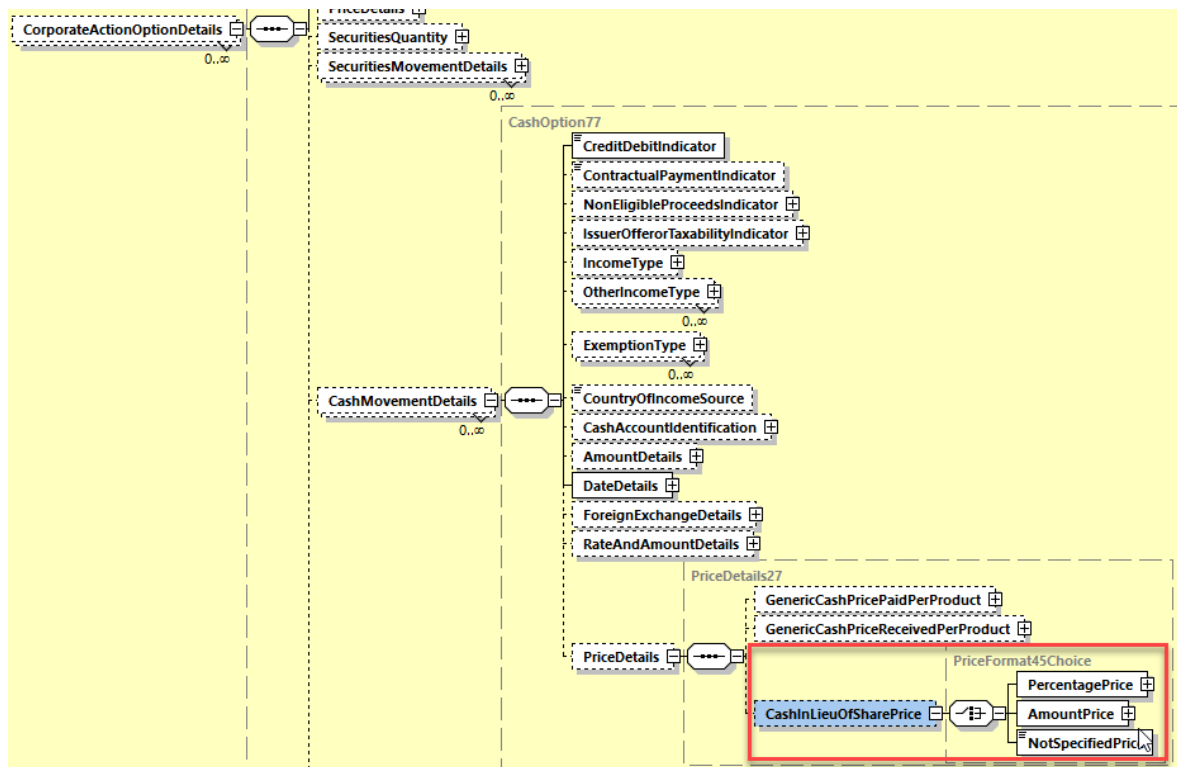
add a new optional and non-repeatable element **WhithholdingTaxAmount** and **SecondLevelTaxAmount** as defined in ISO 15022 above and typed by **ActiveCurrencyAndAmount** data type as illustrated below:



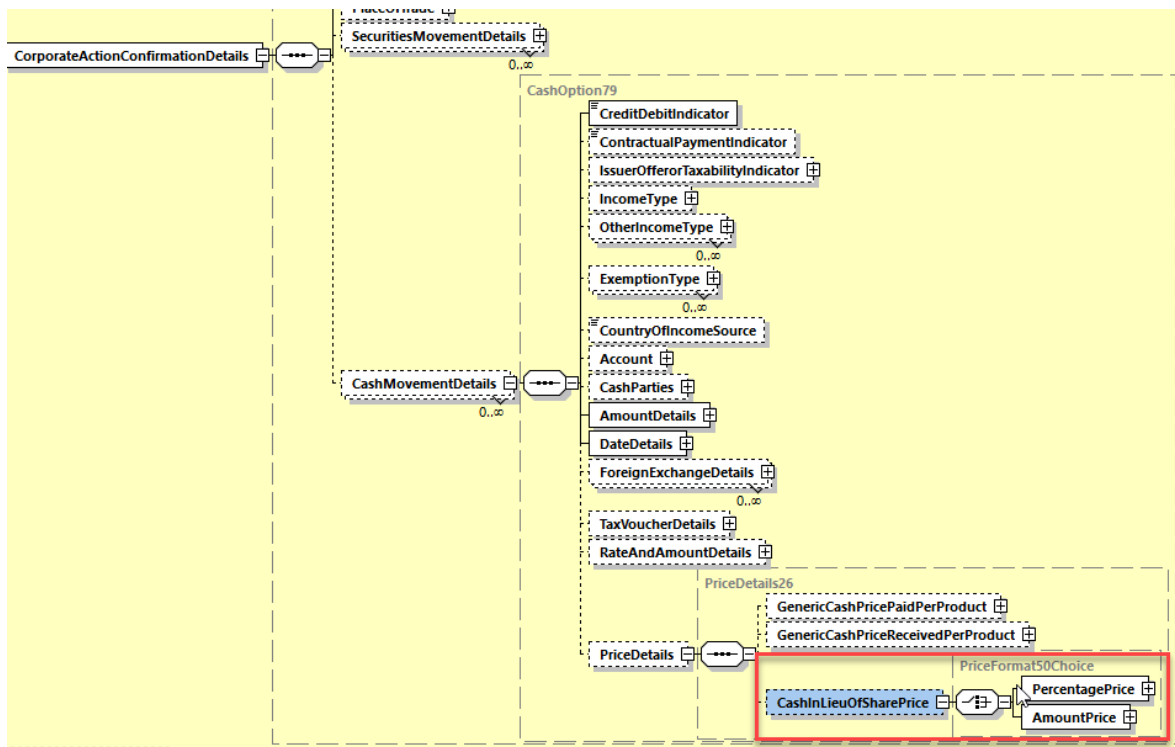
C1. In the seev.031 (CANO – CorporateActionNotification) message, in the sequence CorporateActionOptionDetails/CashMovementDetails/PriceDetails,

And in the seev.035 (CAPA – CorporateActionMovementPreliminaryAdvice) message, in sequence CorporateActionMovementDetails/CashMovementDetails/PriceDetails,

add the new optional and non-repeatable element **CashInLieuOfSharePrice** as defined in ISO 15022 above and typed by the data type **PriceFormat45Choice** as illustrated below:



C2. In the seev.036 (CACO – CorporateActionConfirmation) message, in the sequence CorporateActionConfirmationDetails/CashMovementDetails/PriceDetails, add the new optional and non-repeatable element *CashInLieuOfSharePrice* as defined in ISO 15022 above and typed by the data type *PriceFormat50Choice* as illustrated below:



Working Group Meeting

Discussion

The MWG globally agreed with the business case and the proposed solution with the following implementation remarks:

- :92a::TAXR in E1/D1 must have the same characteristics than in E2/D2 i.e. TAXR must be repeatable with format options A,F,K, or R in E1 (& A, F, R in D1) and with same NVRs i.e. C7, C8, C19 (& C3,C4, C8 in D1);
- Add in E1/D1 the tax rate qualifier :92a::WITL with same characteristics as in E2/D2;
- Add in E1/D1 the :19B::WITL amount qualifier as well.

The MWG agreed with proposed remarks on the solution and approved the CR.

Decision

Approved

2.5 CR 001900: Change Function of the Message between CANO & CAPA (ISO 20022 CR 1112)

Origin of request			
Requesting Group:	SMPG		
Sponsors			
Message type(s) impacted			
seev.031 (CANO), seev.035 (CAPA)			
Complies with regulation			
None			
Business impact of this request			
MEDIUM			
Commitment to implement the change			
Number of messages sent and received: NA Percentage of messages impacted: NA Commits to implement and when: NMPGs members of SMPG in SR2023			
Business context			
We would like to change the CAPA message to assimilate it to the meeting entitlement message (MENT) and remove this function from the CANO message (similarly to the GM messages).			
Nature of change			
<ul style="list-style-type: none"> change the CANO by removing the “eligibility indicator” (thus, assimilating the usage of the CANO to the MENO); change the CANO definition to remove the entitlement function. amend the CAPA by introducing a mandatory “eligibility indicator” to confirm entitlements (thus, assimilating the usage of the CAPA to the MENT) – if the indicator is set to YES, then the message confirms entitlements, if set to NO, it pre-advises proceeds. amend the definition of the CAPA accordingly. 			
Workaround			
None			
Examples			
An example of the new message flows would be as follows:			
<table border="1"> <tr> <td><i>A. First announcement (INCO / CONF)</i></td> <td><i>CANO NEWM</i></td> </tr> </table>		<i>A. First announcement (INCO / CONF)</i>	<i>CANO NEWM</i>
<i>A. First announcement (INCO / CONF)</i>	<i>CANO NEWM</i>		

B. Announcement with changes of terms and/or COMP/CONF	CANO REPL
C. Entitlement confirmed	CAPA NEWM + Entitlement flag is true (or Function code ENTL)
D. First Change in the terms of the events (without entitlement impact)	CANO REPL
E. Second change in the terms of the event (with entitlement impact e.g. dividend rate change)	CANO REPL
F. Entitlement updated confirmed	CAPA REPL + Entitlement flag is true
G. Preadvice of movements	CAPA REPL + entitlement flag is false (or Function code CAPA)
H. Payment	CACO

SWIFT Comment

Since there is already in the seev.035 CAPA message an optional EligibilityIndicator element present, there are 2 possible alternative design/solutions to modify the seev.035 CAPA message.

- 1) Either we keep the “EligibilityIndicator” (Yes/no) element “as is” in the message and we make it mandatory and modify its purpose by changing the definition of the element so as to indicate that the CAPA message can be either a final entitlement message or a true preadvice of movement.
This solution has less impact on the message structure itself, but the change in the role of the CAPA message is not really very clear and the name of the element is not directly related to its new usage.
- 2) Alternatively, we could also remove the EligibilityIndicator and replace it with a new more explicit mandatory element called “**Function**” and typed with a code with values “Final Entitlement” (ENTF) or “Preadvice of Movement” (CAPA). In this case, the purpose of the new element is clearer and the role that the message has in the lifecycle is more explicit.

In order to fully align the CA notification design with the GM notification changes for SR2023 in terms of the pagination mechanism, there is an opportunity to add a new notification identification element in the seev.031 and a new preadvice identification in the seev.035 messages so as to have a unique identification for all pages of a same notification/preadvice.

Since this change is of a technical nature and is also impacting globally both the CANO and CAPA messages, SWIFT recommends to approve this change as well in the context of this CR.

The CA Maintenance WG should also decide whether this technical change should also be applied to the MT 564 and MT 568 messages to keep the messages aligned with ISO 20022.

Standards Illustration

2. ISO 20022 Illustration

1. In the seev.031 (CANO – CorporateActionNotification) message, amend the message definition as follows:

Scope

The CorporateActionNotification message is sent by an account servicer to an account owner or its designated agent to notify details of a corporate action event and optionally account information, **and preliminary information about** eligible balance and entitlements.

It may also include possible elections or choices available to the account owner. The account servicer can initially send the CorporateActionNotification message as a preliminary advice, subsequently replaced by another CorporateActionNotification message with complete or confirmed information.

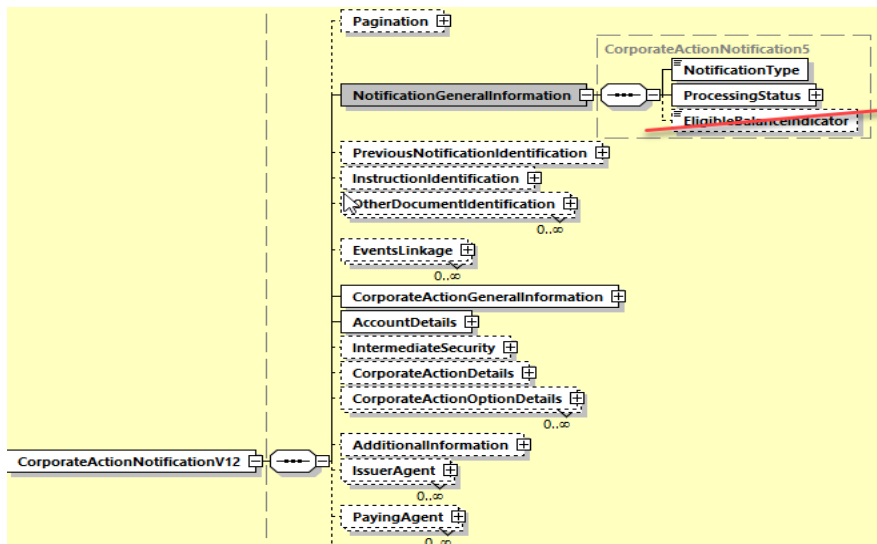
It may also be sent to an account owner or its designated agent, to remind of event details and/or of missing or incomplete instructions for a corporate action event.

Usage

The message may also be used to:

- re-send a message previously sent (the sub-function of the message is Duplicate),
- provide a third party with a copy of a message for information (the sub-function of the message is Copy),
- re-send to a third party a copy of a message for information (the sub-function of the message is Copy Duplicate), using the relevant elements in the business application header (BAH).

2. In the seev.031 (CANO – CorporateActionNotification) message, in the NotificationGeneralInformation building block, remove the optional EligibleBalanceIndicator as illustrated below:



3. In the seev.035 (CAPA – CorporateActionMovementPreliminaryAdvice) message, amend the message definition as follows:

Scope

The CorporateActionMovementPreliminaryAdvice message is sent by an account servicer to an account owner or its designated agent:

- 1) **to advise about the final eligible balance and entitlements and;**
- 2) **to pre-advise an upcoming posting or reversal of securities and/or cash postings.**

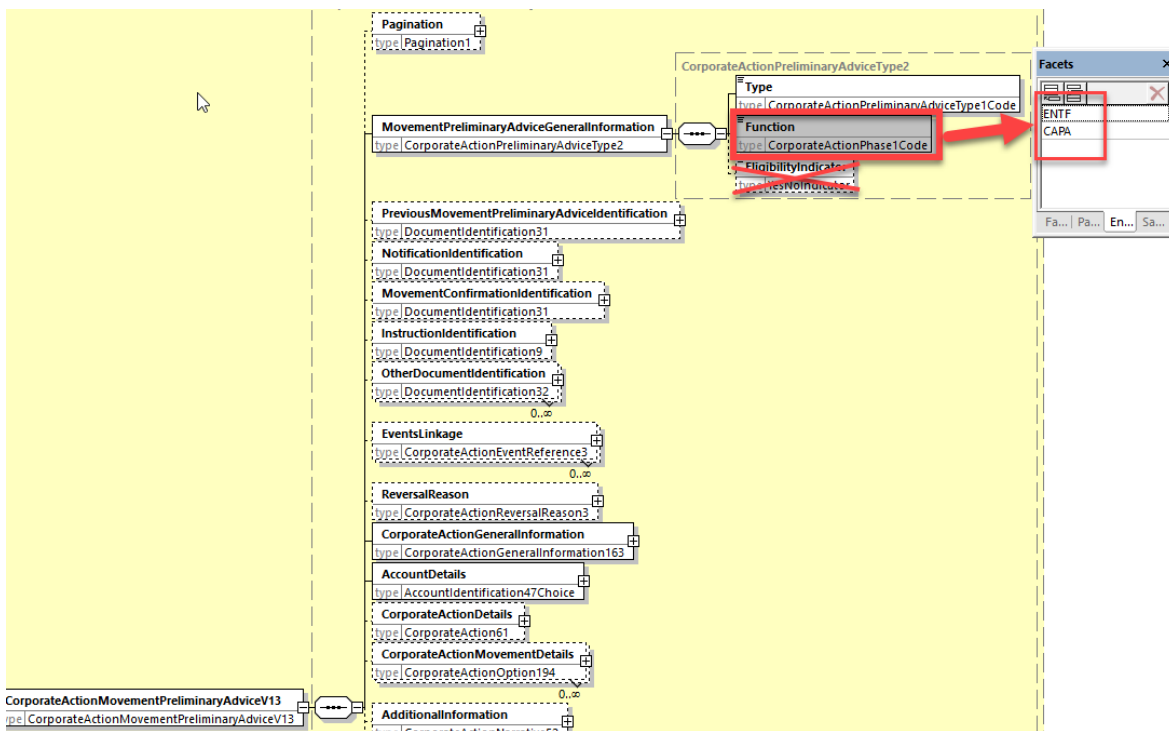
Usage

The message may also be used to:

- re-send a message previously sent (the sub-function of the message is *Duplicate*),
- provide a third party with a copy of a message for information (the sub-function of the message is *Copy*),
- re-send to a third party a copy of a message for information (the sub-function of the message is *Copy Duplicate*), using the relevant elements in the business application header (BAH).

4. In the seev.035 (CAPA – CorporateActionMovementPreliminaryAdvice) message, in the **MovementPreliminaryAdviceGeneralInformation** building block,

Remove the optional **EligibilityIndicator** element and add a new mandatory non-repeatable **Function** element typed by a data type code with code values **Entitlement (ENTL)** and code value **PreadviceOfMovement (CAPA)**.



Working Group Meeting

Discussion

The UK representative clarified the business context of the CR from the SMPG. The change request aims at streamlining the process to make sure we follow the same logic as in the General Meeting messages (in MENO & MENT messages) and avoid to replicate the REPE and REPL confusion existing in the MT 564 in the CANO message.

There was a clear majority of the MWG countries and the ISO SEG CA ET which are in favour of the alternative 2 solution (new "Function" element).

However, the idea of the ISO 20022 CR is not about mentioning a “final” entitlement; the term “final” must be removed from the seev.035 message definition and the ENTF code renamed ENTL in the new “Function” element.

The MWG finally agreed with the business case and the proposed alternative 2 with the remarks made above.

The MWG, however, rejected unanimously the part of the solution concerning the pagination element for ISO15022 and ISO 20022 as it does not relate directly to the CR business case.

Another CR will need to be submitted next year for the pagination change.

Decision

Approved with comments

2.6 CR 001901: Update Reversal Reason Code IRED (ISO 2002 CR 1113)

Origin of request	
Requesting Group:	SMPG
Sponsors	
Message type(s) impacted	
seev.035 (CANO), see.037 (CARA)	
Complies with regulation	
None	
Business impact of this request	
MEDIUM	
Commitment to implement the change	
Number of messages sent and received: Not provided	
Percentage of messages impacted: Not provided	
Commits to implement and when: NMPGs members of SMPG in SR2023	
Business context	
<p>In case of a change of entitlement date (ex-date or record date), any payment previously processed should be reversed and the reason code for such reversal should be reported as IRED.</p> <p>The name of IRED should be changed from "IncorrectRecordDate" to "IncorrectEntitlementDate" so that it can be applied both in a scenario of incorrect record date or incorrect ex-date.</p> <p>The definition of IRED should be changed from "Record date is incorrect" to Entitlement date is incorrect".</p>	
Nature of change	
Change of name and definition of reason code IRED.	
Workaround	
None	
Examples	
None	

SWIFT Comment

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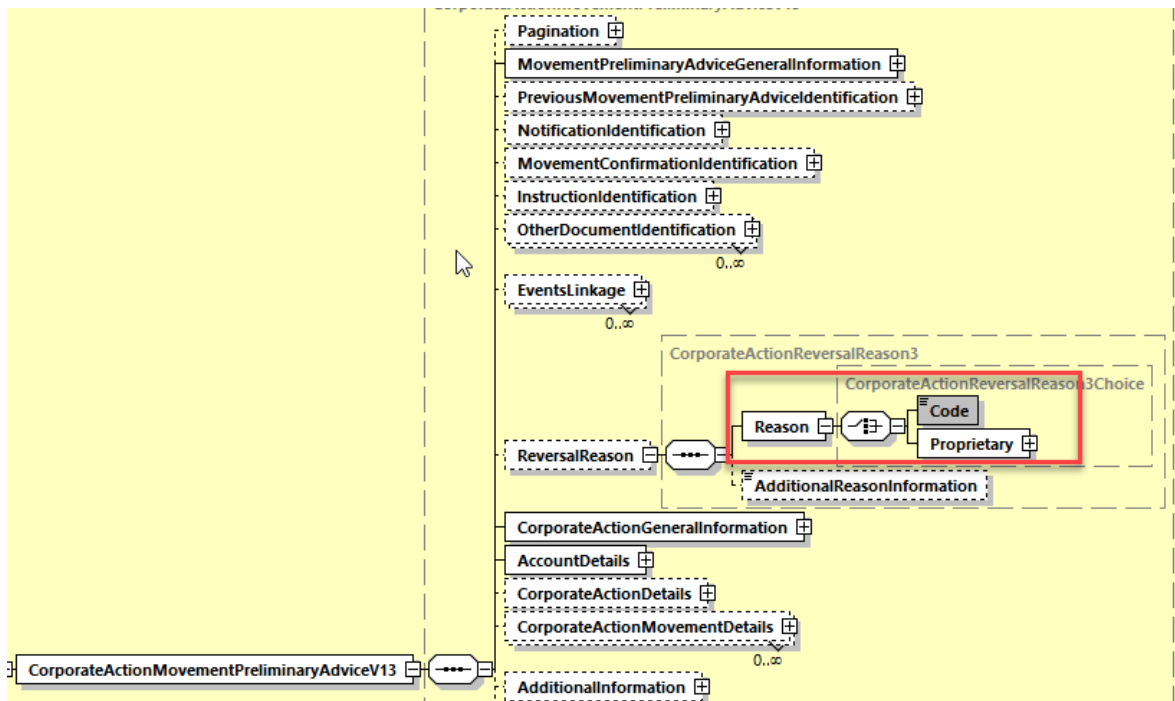
Standards Illustration

1. ISO 20022 Illustration

1. Create a new version V2 of the **CorporateActionReversalReasonCode** parent code as **CorporateActionReversalReasonV2Code** and Change the name of the IRED code from “Incorrect Record Date” to “Incorrect Entitlement Date” and change the definition of the IRED code as follows: “Entitlement date is incorrect.”

Create a new CorporateActionReversalReason2Code derived from the new **CorporateActionReversalReasonV2Code** parent code.

In the **seev.035 (CAPA – CorporateActionMovementPreliminaryAdvice)** message, and in the **seev.037 (CARE – CorporateActionMovementReversalAdvice)** in the **ReversalReason** building block, in the **Reason** sequence, change the data type of the element Code from **CorporateActionReversalReason1Code** to **CorporateActionReversalReason2Code**.



Working Group Meeting

Discussion
The CA MWG agreed with the business case and proposed solution. The CR is approved.
Decision
Approved

2.7 CR 001902: Add new Textual Information in Instruction Cancellation (ISO 2022 CR 1114)

Origin of request	
Requesting Group:	ISITC
Sponsors	
US	
Message type(s) impacted	
seev.040 (CAIC)	
Complies with regulation	
None	
Business impact of this request	
MEDIUM	
Commitment to implement the change	
Number of messages sent and received: Not provided	
Percentage of messages impacted: Not provided	
Commits to implement and when: US in SR 2023	
Business context	
<p>Currently, there is no ability to put narrative on the Corporate Action Instruction Cancellation message seev.040.00X.10. There are occasions when a client may wish to supply narrative when cancelling a corporate action instruction to justify their cancellation to the Issuer / Agent. The CACS Corporate Action Instruction Cancellation Request Status Advice does have Additional Information to which comments can be supplied by the Agent / Issuer if they wish to provide narrative. Both messages should have such capability. DTCC does provide clients capability to use narrative while cancelling an instruction within its proprietary system and would want to have such capability extended to the CAIC message for automation purposes. This capability exists in the MT565 message because both the instruction and withdrawal are used on the same message.</p>	
Nature of change	
Add Additional Information – Additional Text element to Corporate Action Instruction Cancellation	
Proposed Placement: CorpActnInstrCxlReq/AddtlInf/AddtlTxt	
Workaround	
None	
Examples	

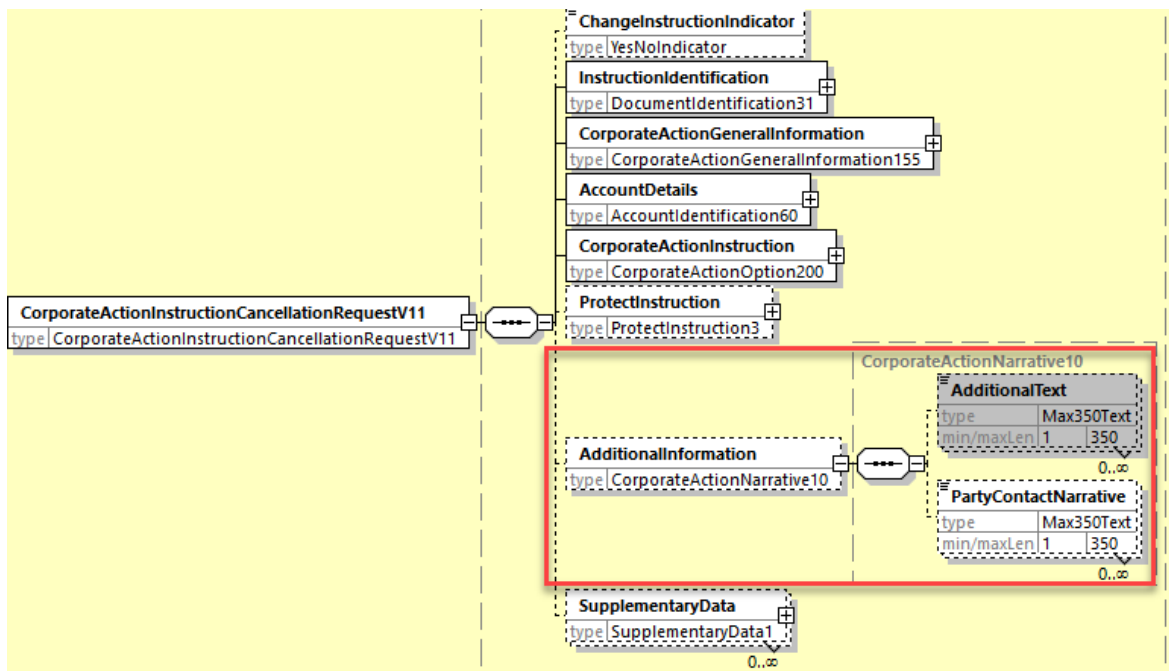
SWIFT Comment

To maintain the alignment with the narrative in the seev.041 (CACS) message, the whole “AdditionalInformation” building block from that message could be reused in the seev.040 (CAIC) message as well if the PartyContactNarrative element can be useful in the cancellation request ?

Standards Illustration

ISO 20022 Illustration

In the seev.040 (CAIC – CorporateActionInstructionCancellationRequest) message, add the new optional and non-repeatable “AdditionalInformation” building block similar to the one used in the seev.041 message as illustrated below:



Working Group Meeting

Discussion

UK, DE, FR and IT had strong concerns to introduce a narrative in the instruction cancellation request as it breaks STP.

The US stated this can be anyway done via other channels so this is clearly seen as a business need. The business need was also acknowledged by AU and JP.

In addition, the US pointed out that the CR is rather an alignment with what exists already in ISO 15022 since the MT565 accommodates a narrative which is also valid for the instruction cancellation.

As there was mixed feeling in the MWG about the support for this CR, the MWG decides to vote.

The result showed 10 countries in favour of the CR and 4 countries against it.

The CR was therefore approved as is by a majority of 71%.

Decision

Approved as is.

2.8 CR 001903: Add Reject Reason Codes to Instruction Cancellation Request Status Advice (ISO 20022 CR 1115)

Origin of request	
Requesting Group:	ISITC
Sponsors	
US	
Message type(s) impacted	
seev.041 (CACS)	
Complies with regulation	
None	
Business impact of this request	
MEDIUM	
Commitment to implement the change	
Number of messages sent and received: Not provided	
Percentage of messages impacted: Not provided	
Commits to implement and when: US in SR 2023	
Business context	
<p>The change is required as there are gaps in the Cancellation Status Advice message in terms of Reject Reason Codes which are available on the Instruction Status advice which apply in the Instruction Cancellation Advice. Currently because of this we have to use OTHR. Also, within 15022 all of these codes would be for use within the MT567 as the there is only one message for the advice of instructions and cancellations.</p>	
Nature of change	
<p>To align several reject reason codes in the seev.041.00x.12 Instruction Cancellation Status Advice to codes currently used within the Instruction Status Advice seev.034.00x.13. The list of codes requested to be added is as follows:</p> <p>Missing Contact (CTCT)</p> <p>Invalid Security (DSEC)</p> <p>Quantity Rejection (DQUA)</p> <p>Missing Protect Date (PROT)</p> <p>Invalid Reference (ULNK)</p> <p>Safekeeping Account Rejection (SAFE)</p> <p>Missing Protect Identification (PROI)</p> <p>Missing Transaction Type (TRTI)</p>	

Duplicate Instruction (DUPL) /Document/CorpActnInstrCxlReqStsAdvc/InstrCxlReqSts/Rjctd/Rsn/RsnCd/Cd
Workaround
None
Examples
None

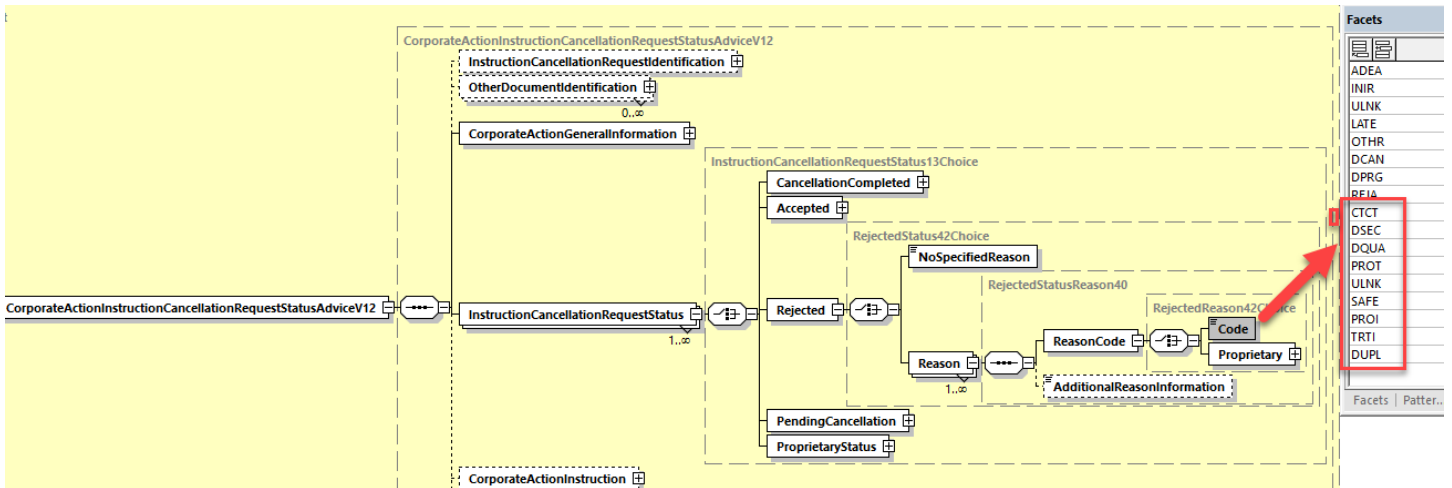
SWIFT Comment

Standards Illustration

ISO 20022 Illustration

In the **seev.041 (CACS – CorporateActionInstructionCancellationRequestStatusAdvice)** message, in the ***InstructionCancellationRequestStatus*** building block, in the sequence ***Rejected/Reason/ReasonCode***, update the data type ***RejectionReason67Code*** of the ***Code*** element with the following reason code list as defined in the MT 567 reason code list and as illustrated below:

- 1) Missing Contact (CTCT)
- 2) Invalid Security (DSEC)
- 3) Quantity Rejection (DQUA)
- 4) Missing Protect Date (PROT)
- 5) Invalid Reference (ULNK) – Already present
- 6) Safekeeping Account Rejection (SAFE)
- 7) Missing Protect Identification (PROI)
- 8) Missing Transaction Type (TRTI)
- 9) Duplicate Instruction (DUPL)



Working Group Meeting

Discussion

FR agreed only to add DSEC, DQUA, SAFE and DUPL.

SWIFT stated that it was agreed when we started to design the ISO 20022 CA messages to implement in the ISO 20022 CA status messages only the reason codes recommended in the SMPG market practice(SMPG MP Part 3) and not all reason codes listed in the ISO 15022 messages. Therefore, the seev.041 message is today compliant with the SMPG MP.

The MWG finally reached consensus on the business need which requires to extend the list of available rejected reason codes in the instruction cancellation request status message as the need for these additional rejected reason codes is not limited to the US.

Decision

Approved as is

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