

E-MIG Workshop Market Standards for Corporate Actions Processing, 3 – 4 May 2011, Munich, hosted by Munich Re

Summary Report

1. Participants

- Belgium : Patrick Drogné, Febelfin
- Denmark : Viggo Rosenquist, Peter Michael Jensen
- Estonia: Reet Porila, Swedbank
- Finland: Antti Turunen, Euroclear Finland, Reijo Alvari Jokelainen, Sampo Pankki
- France: Pierre Colladon, Société Générale
- Germany: Markus Kaum, Munich Re, Mathias Papenfuss, Clearstream, Wilfried Blaschke, Commerzbank
- Italy: Loretta Milani, Luca Silano, Monte Titoli
- Netherlands : Henk van Vliet, ABN Amro, Henk Bruggeman, DACSI
- Norway : Grethe Pedersen, DNB Nor
- Poland : Leszek Kowalowski, KDPW
- Portugal : Jyrki Lepänen, Interbolsa
- Spain : Teresa del Campo, Iberclear
- Sweden : Christine Strandberg, SEB
- Switzerland : Florentin Soliva, UBS
- UK : Andy Callow, Computershare

- AFME : James Cunningham, BNY Mellon, Stephen Burton, AFME
- EACH: Anne Mairesse, LCH.Clearnet
- EBF: Ruud Sleenhoff, RBS, Christophe Bonte, EBF
- ECSDA: Edwin De Pauw, Euroclear

- Chair: Werner Frey, AFME

2. Introduction, outcome of E-MIG workshop September 2010

(presentation attached)

3. Objectives

(presentation attached)

4. Consolidated overview of progress reports submitted by national MIGs

(presentation attached)

5. Key points re. implementation process in individual markets (progress made since September 2010, major issues and obstacles, action plans / timelines)

- The progress reports / monitoring focus on the defined **priorities**
 - End-to-end communication
 - Key dates and their sequence
 - Internationally held and internationally traded securities

- Overall good progress and in most cases action plans and timelines defined to resolve open issues

- Communication issues at Issuer CSD level in **Euroclear markets**: detailed action plan will be available at next E-MIG workshop; implementation timeline: 2013

- Spectacular success in **Italy** based on mandatory web-based template for issuers / issuer agents developed by Monte Titoli that enforces compliance with standards, supported by regulation

- Communication issues in **Spain** to be resolved by Iberclear in 2011; required regulatory changes initiated with CNMV

- Major legal barriers to be dismantled in **Austria** and **Norway**

- Mortgage bond related issue to be resolved in **Denmark**

- Open issues in **Germany**: implementation of record date and payment date for cash distributions

- Communication issues in **Switzerland** to be resolved by tool (Connexor) similar to Italy

- Clear action plans / timelines in **Portugal**

- Supporting measures for **CEE markets** to be discussed in BSG

- Gap in the **UK** re. ex date for securities distributions related to lack of dematerialisation; buyer protection related issues to be deliberated by CAJWG

6. Conclusions

- The implementation process has overall regained momentum – it remains crucial to keep this momentum and to reinforce it where required.
- The announcement of a corporate action event by issuers / issuer agents in a manner that is compliant with the standards is key; the respective information, education and explanation must be intensified.
- Buyer Protection Standards 1 to 4 and related key dates have to be implemented also in markets that choose not to automate the process. CAJWG is requested to develop more detailed processing rules.
- National MIGs should relentlessly focus on resolving key issues.
- The final timeline for comprehensive implementation of the standards in 2013 has been confirmed.

7. Way forward

- The next E-MIG workshop Market Standards for Corporate Actions Processing will take place in October 2011 (one day), combined again with the E-MIG workshop Market Standards for General Meetings (one day and a half), date and venue tbd.
- It will focus on (i) open issues and (ii) processing standards.