FX SSI working group

Objectives
- Engage vendor and user communities to promote and enhance efficiency of SSI usage
- Provide a forum for feedback and discussion of topics e.g. data quality rules, change requirements etc

Purpose of today’s meeting
- Walkthrough of refined High Level Requirements and Industry Benefits
- Discuss workstreams for 2013
- AOB

SSI Working Group Members
- BAML
- Barclays
- Blackrock
- BNP Paribas
- Citibank
- Credit Suisse
- Deutsche Bank
- Goldman Sachs
- HSBC
- MUSI
- J P Morgan
- Lloyds
- Morgan Stanley
- Nomura
- RBS
- Standard Chartered
- Societe Generale
- State Street Global Advisers
- State Street
- UBS
- UBS GAM
- WAMCO
## Benefits of High Level Requirements

<table>
<thead>
<tr>
<th>Multi SSI Vendor Solutions</th>
<th><img src="image" alt="Diagram" /></th>
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<tbody>
<tr>
<td>Individual Bank SSI Repositories</td>
<td><img src="image" alt="Diagram" /></td>
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<tr>
<td>Payments</td>
<td><img src="image" alt="Diagram" /></td>
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### Benefits

1. **Data Quality & Control** – prevent poor data quality capture
2. **STP** – reduce manual processing covering data entry or SSI call back process
A refined and focused list of suggested requirements offering industry wide benefit and aligned to SSI Best Practices under B of E NIPS Code, ECB and FED.

<table>
<thead>
<tr>
<th>SSI Themes</th>
<th>#</th>
<th>High Level Requirements</th>
<th>Benefit</th>
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<tbody>
<tr>
<td>Secure Electronic Exchange Methodology</td>
<td>1</td>
<td>Functionality which allows sharing of SSIs through electronic means, primarily through MQ, HTTP or alike, and secondary GUI retrieval. Note: Email not considered as electronic for purposes of these requirements.</td>
<td>STP ENABLER</td>
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<td>2</td>
<td>Clear notification structure which defines a new, amend or delete SSI.</td>
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| Standard Swift Formatting & On Line Help Facility | 3 | Transparent SSI labelling and formatting, that is aligned and consistent to Swift payment standard or MT670/671 series:  
- Product Segregation: FX CASH, FX CLS, Money Markets  
- Data attribute labels i.e. Field 57, 58, 68 depending and explanation of field  
- A data field that capture if SSI covers to MT202 or MT103 (including covered or uncovered)  
- Logical sequence of data entry/capture. | STP ENABLER      |
|                                               | 4 | Future Effective SSI capturing, with future SSI only replaces current SSI once future data arrives. | STP ENABLER      |
|                                               | 5 | A online help facility for all users groups (Buy and Sell Side), containing:  
- rules explanations  
- examples  
- areas to be cautious of i.e. complex rules. | Quality and Control |
|                                               | 6 | Enforced mandatory 4 eye check before SSIs are released to Market. | Quality and Control |
| Data Validation                                | 7 | Local currency rule validation & mandatory fields controls: where rules are not MET, prompts are raised to ensure entry is right first time ahead of distribution to market.  
- AED - IBAN is mandatory  
- GBP - Sort Code is mandatory  
- TRY - IBAN is mandatory  
- ILS - good practice to use the IBAN where possible.  
- PLN - IBAN is mandatory  
- RUB - VQB Code denoting the payment reason (i.e. V080070 for FX with a Non-Resident and V0002020 for FX with a Resident)  
- THB  
- IDR account number is mandatory for FX trades settling between Non-Residents  
- NRO/NSA account number should not be readily available to load as an SSI, or if loaded must be clearly identified as a Securities-specific instruction. | Quality and Control |
|                                              | 8 | Account level data structure:  
- Acronyms and Short Codes  
- Full Funds Names and LEI (sourced from legal entity databases where possible)  
- Broker Internal Code (Support SSI STP)  
- Custodian  
- Information: it would be useful if operational contact information was available within the portal  
- Participants should be prevent from deleting an account and removing broker internal code, this often causes issues in the market. | STP ENABLER      |
| Audit Control                                 | 9 | Available audit trail from entry to release of SSIs to Market, available to bank and buy side community. Time/Date and user of upload and verifier of SSI captured and available to end users. | Quality and Control |
Next Steps

On the proposed requirements....

- Feedback on the revised list of requirements
- Feedback on implementation
  - How / could these be accommodated in vendor implementation? And if so, when?
  - Engagement via bilateral feedback to the working group or roundtable industry sessions, as desired

And in to 2013......

- Buyside involvement and education has been indicated as a key factor in improving SSI implementation
- One suggestion would be to organise an industry workshop (or series)
- Aims might be:
  - Present an overview of the SSI working group and its work – and encourage greater participation
  - Enhance buyside awareness around available vendor solutions
  - Socialise SSI exchanges which are not traditional i.e. email or fax
- Feedback on this or other potential workstreams would be helpful

Feedback requested by 11 Jan 2013

Key contacts:

- Dalbir Sahota (UBS) dalbir.sahota@ubs.com
- Matt Lewis (GFMA) mlewis@gfma.org