



gfma

afme /

asifma

sifma®

**FX SSI WORKING GROUP
DISCUSSION DOCUMENT**

Thursday 6th December

Global Foreign Exchange Division

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

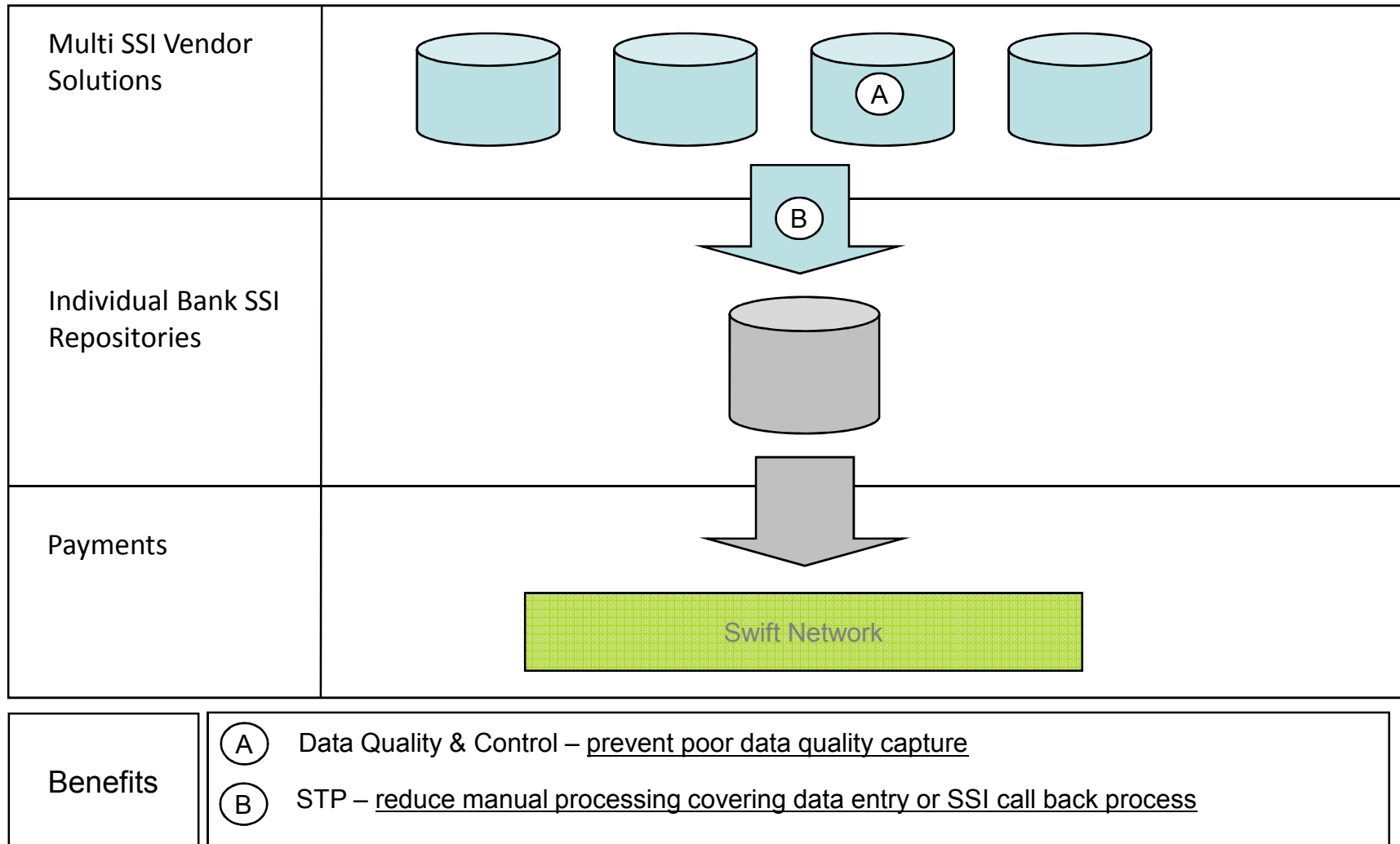
Purpose of today's meeting

- 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



Revised Proposals

SSI Themes	#	High Level Requirements	Benefit
Secure Electronic Exchange Methodology	1	Functionality which allows sharing of SSI's through electronic means, primarily through MQ, HTTP or alike, and secondary GUI retrieval. Note: Email not considered as electronic for purposes of these requirements.	STP ENABLER
	2	Clear notification structure which defines a new, amend or delete SSI.	
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, 59 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 date 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 SSI's 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 - VO Code denoting the payment reason (i.e. VO60070 for FX with a Non-Resident and VO02020 for FX with a Resident). THB: - NRBA account number is mandatory for FX trades settling between Non-Residents. - NRBS 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 SSI 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

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.

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