



SECURITIES MARKET PRACTICE GROUP

SMPG

*Tokyo Standards Forum*

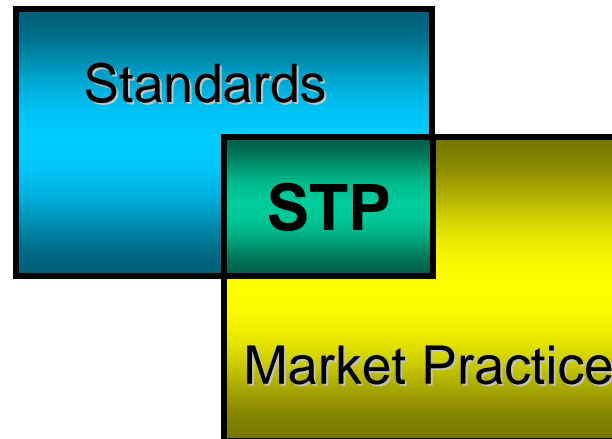
*Alexandre Kech*

*SMPG General Secretary*

# SMPG scope



Create globally agreed harmonised market practices which, integrated with standards, will bring the securities industry closer to achieving STP.



# SMPG Characteristics



- **Organise** national market practice groups
- **Collate** national market practice rules
- **Define** cross-border market practice rules
- **Harmonise** market practice differences
- **Publish** market practice rules
- **Identify** conformance mechanisms



# SMPG Countries

- Representatives from National Market Practice Groups (NMPGs), now established in 40 markets, represent their countries at the Global SMPG level
  - **Americas:** BR, CA, MX, US
  - **EMEA:** AT, BE, CH, DE, DK, EG, ES, FI, FR, GR, GB, IE, IL, IS, IT, LU, NL, NO, PL, PT, RU, SE, TR, UA, ZA, ICSDs
  - **Asia/Pacific:** AU, CN, HK, JP, KR, NZ, SG, TH, TW
- **In Progress:** *PE, UY, VE, IN...*

# SMPG Organisation



Steering Committee

National Market Practice  
Groups and Convenors

Broker/dealers, investment  
managers, custodians,  
depositories, regulators, and  
vendors

# Steering Committee



**Chair**  
**Vice Chair**  
**General Secretary &  
Program Director**  
***Regional Directors:***  
**Americas**

**EMEA**

**Asia/Pacific**

**Genevy Dimitrion**  
**Rudolf Siebel**  
**Alexandre Kech &  
David Mellet**

**Karla McKenna**  
**Barry Stienstra**

**Armin Borries**  
**Open**

**Taketoshi Mori**  
**Jonathan Rodda**

# SMPG Associations



- ECSDA & ACSDA
- EFS
- EFAMA
- ISITC
- ISSA
- ISO TC 68
- Giovannini Barrier 1 IAG
- SWIFT HWGSS and SSC

# SMPG process



[www.smpg.info](http://www.smpg.info)



Securities Market  
Practice Group (SMPG)

*Administration*

National Market Practice  
Groups (NMPG)



## Publication

Review, discussion &  
refinement

Collate common elements,  
specify additional country  
requirements, identify  
further opportunities for  
harmonisation

Analyse & document local  
practices

# SMPG Process



## The process

- Focus on harmonization of recommendations across countries
- Country-specific usage or recommendations necessary to support local market practices in addition to global market practices
- Practices that cannot be harmonized

**The goal:** *To standardize market practices and message formats*

# Active Working Groups



- **Corporate Actions**

Co-chairs: Bernard Lenelle, Karla McKenna

- **Settlement & Reconciliation**

Co-chairs: Charles Boniver, Gerard Van Zwam

- **Investment Funds**

Co-chairs: David Broadway, Nadine Muhigiri

- *All WGs are facilitated by the Steering Committee and SWIFT Standards*

# Accomplishments



- **Corporate Action**

- Event Interpretation Grid
- Global Market Practice
- Event Samples
- Status and Reason Codes

- **Investment Funds - XML Interim Solutions**

- Status Reporting
- Multiple Order and Cancellation
- Confirmation Rejection
- Order Confirmation Amendment & Cancellation
- Additional Payment Party

# Accomplishments



- **Settlement & Reconciliation**
  - Maintenance of existing 30+ MP documents
  - ISO 20022 reverse engineering
  - Split and partial settlement
  - Listed-derivatives notification
  - Etc.



# SMPG meetings

- At National level:
  - Whenever felt appropriate (Minimum twice a year)
- At Global level
  - 1-2-3 April 2009, Moscow
  - 18 September 2009, Hong Kong
  - WG individual meetings in the fall 2009



# General Information

- Newsletters - Quarterly
- Press Releases
- Articles
- Website – [www.smpg.info](http://www.smpg.info)



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QUESTIONS