33rd CGI Plenary Meeting – 27 April 2021   Meeting Notes

Webinar at 2PM UK

Attendees:

Petra Kessner	CGI-MP FI Co-Convenor, Bank of America
François Lemaire	CGI-MP Co-Convenor, FISGlobal
Kerstin Schoenwitz	WG1 Facilitator, Deutsche Bank
William Porto	WG2 Facilitator, JPMorgan
Peter Noonan	WG3 Facilitator, Electrolux
Karine Amas	WG4 Facilitator, BNP
Bridget Meyer	WG5 Facilitator, Redbridge
Kiyono Hasaka	Global Market Practice, SWIFT
Alan Brown	SWIFT
Carsten I. Pedersen	Nordea
Cheryl Jacobs	Wells Fargo
Chris Brown	NatWest Group
David Hardingham	FirstRand Bank
Deborah Canale	Wells Fargo
Jat Virdee	ION Group
Liane Thompson	Australian Payments Network
Ludger Niehaus	Citigroup
Mario Reichel	PPI AG
Michaël Vander Elst	BNP Paribas
Palmetzhofer	Erste Group Bank AG
Sandrine LE GOFF	BNP PARIBAS
Sascha Kopp	COUPA
Steffen Weiß	DATEV eG
Stephanie BOMBART	Exalog
Torcuato Battaglia	Banco Santander
Volker Heinze	UNIFITS GmbH
Volker Oppermann	UniCredit
Yoko Tokumoto	NTT DATA Getronics Corporation

Agenda

1. Opening & Webinar logistics
2. Welcome Address by Petra Kessner, FI Co-Convener, Bank of America
3. Working Group Updates and Q&A
4. Election of Co-Conveners and WG4 Facilitator
5. Q&A
6. Closing of the Plenary by François Lemaire, Co-Convener, FISGlobal

1. Opening & new Webinar logistics

2. Welcome Address by Petra Kessner, FI Co-Convener, Bank of America

Petra Kessner opened the 33rd CGI Plenary and welcomed participants (28 people in total).

3. Working Group Updates and Q&A

3.1 WG 1 Credit Transfer and Payment Status Report update by Kerstin Schoenwitz

WG1 Activity: Credit Transfer and Payment Status Report (Q1 2021)

COMPLETED:
- Agreement: Support of ISO version 2019 by Nov. 2022
- Published guidelines for relay payments (pain.001 V09 and pain.002 V10) on MyStandards (close alignment to interbank CBPR+ guidelines)

ONGOING:
- Finalization of international and domestic urgent pain.001 V09 and generic pain.002 V10 (interoperability with interbank CBPR+ guidelines)
- Review of APAC country-specifics for pain.001 V09
- ISO change request for account proxy type codes pending with SEG for approval

UPCOMING:
- Review of other regions country-specifics for pain.001 V09
- Structuring of guidelines in MyStandards
- Document interbank ISO migration requirements for pain.001 V03
- pain.013/014 Request to Pay

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MESSAGE TEMPLATES (will be re-designed for MyStandards)
- Credit Transfer (*pain.001*) core template including ACH and wires (domestic and international) and cheques/drafts (planned to be merged with Appendix B)
- Appendix A – Clearing system classifications
- Appendix B – Country specific data requirements
   - China: destination country requirements
- Appendix C - Country specific Purpose codes
- Payment Status Report (*pain.002*) template with process flow
- Notice to Receive and Status of Notice to Receive (camt.057, 059)
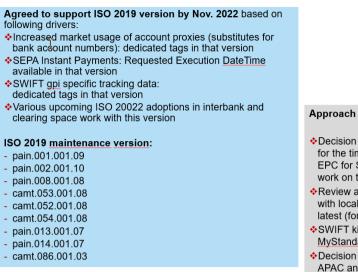- Pending: Request to Pay (pain.013 / pain.014)

Kerstin walked us through key achievements and deliverables in the first quarter of this year as presented in the slide.

She hosts weekly webinars normally on Wed at 1PM CET; 7PM SG; 7AM New York.

New message version based on the Standards Release 2019, key drivers and approach to migrate to the new version presented as follows:

New ISO Version Approach

Agreed to support ISO 2019 version by Nov. 2022 based on following drivers:
- ❖Increased market usage of account proxies (substitutes for bank account numbers): dedicated tags in that version
- ❖SEPA Instant Payments: Requested Execution DateTime available in that version
- ❖SWIFT gpi specific tracking data: dedicated tags in that version
- ❖Various upcoming ISO 20022 adoptions in interbank and clearing space work with this version

ISO 2019 maintenance version:
- pain.001.001.09
- pain.002.001.10
- pain.008.001.08
- camt.053.001.08
- camt.052.001.08
- camt.054.001.08
- pain.013.001.07
- pain.014.001.07
- camt.086.001.03

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Approach

- ❖Decision in last Plenary Call: Agree on 2019 version for the time being, but aim to use same version as EPC for SEPA. Review in 2021 the EPC version, and work on the delta, if required.
- ❖Review all country-specifics, supported by sub-groups with local experts. Aim to finalize by end of June 2021 latest (for implementation by Nov. 2022).
- ❖SWIFT kindly captures such guidelines into MyStandards
- ❖Decision required whether to harmonize cheques in APAC and direct debits (suggestion to focus on few active direct debit countries only)

3.2 WG 2 Cash Management Reporting update by William Porto

WG2 Activity: Cash Management Reporting (Q1 2021)

COMPLETED:
- ❖Published consolidated guideline for
  - camt.053.001.08
  - camt.052.001.08
  - camt.054.001.08
- ❖Published individual guidelines on MyStandards
- ❖Published camt to BAI/BTRS guide
- ❖Published camt…08 to camt…02 guide
- ❖Published Cross-referenced guide for camt…08 to pacs.008..08 and pain.001..09
- ❖Published Cross-referenced CGI camt. to CBPR+ camt.

UPCOMING:
- ❖Finalize FX-reporting guideline
- ❖Establish Best-practice for elements repeated in parent and detail groups.
- ❖Update Version 2 use-cases
- ❖Create new use-cases (Virtual Accounts, eWallet reporting, other)
- ❖Publish sample messages

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Approach

- ❖Harmonized Bank-to-Corporate reporting by providing recommended maps between payment messages and bank reporting
- ❖Provide cross-format guidelines for legacy camt. and other applicable formats, ensuring industry consistency for Corporates who do not migrate to Version 8 yet request Version 2 or other formats.
- ❖Remove Reporting Agent variations by providing reporting best-practice use-cases.
- ❖Remove superfluous guidance which were introduced when ISO was novel to the industry.
- ❖Provide unambiguous guidance

A series of 'harmonized' camt message usage guidelines was successfully published on MyStandards in 1Q/2021. This was achieved after rigorous harmonization efforts with the industry working groups to develop high quality guidelines including cross-referenced guides to facilitate interoperability across C2B and B2B. Also working group produced cross-format guidelines for legacy camt, BAI/BTRS and MT to ensure industry consistency for corporates who may decide to stay on those formats or need the time to migrate to camt V08.

Bi-weekly webinars facilitated by William, normally on Thursdays at 9AM New York; 3PM CET; 9PM Singapore.

Peter Noonan also kindly shared the corporate experience with the camt.053 as follows:

> *"As a corporate one of the items, I have started to do is every time I add a new company into SAP, I am always asking for both MT940 & camt.053 from the banks. So slowly I am building up a library of statements from all regions. And validating the MT940 contents against the camt.053 where possible to align the codes and information we are getting. And today I have the following:*
> - *Canada*
> - *USA*
> - *Mexico*
> - *Brazil*
> - *EMEA - Austria, Belgium, Croatia, Czech Republic, France, Germany, Spain,*
> - *UAE*
> - *UK*
> - *APAC - Singapore & Malaysia, Thailand, Vietnam, Philippines, Indonesia, China, Hong Kong, Taiwan, Korea, Japan*
> - *Australia, New Zealand"*

Corporates may benefit from the data rich camt.053 in addition to MT 940 including counterparty details, BTC, purpose codes and local language - Chinese, Japanese, etc.

Peter also posed a question about why third party banks were not able to support XML as they only provide SWIFT FIN MT 940s. Indeed, bank readiness of ISO 20022 needs to be better managed thru more efficient onboarding processes and programs.

Received a question about how Virtual Accounts are reflected in a camt report. William kindly shared the attached CGI-MP document with a sample illustration.

3.3 WG 3 Direct Debit and Mandates update by Peter Noonan

WG3 Activity: Direct Debit and Mandates (Q1 2021)

ONGOING:
❖No changes to current content, due to lack of input

UPCOMING:
❖Review of current available formats:
      ❖Austria
      ❖Belgium
      ❖Germany
      ❖Spain
      ❖France
      ❖Ireland
      ❖Italy
      ❖Netherlands
      ❖Portugal
      ❖Canada
      ❖United States

MESSAGE TEMPLATES

❖Will be re-designed for MyStandards

Key achievement of the first quarter of 2021 was to gain working group's agreement to support the Standards Release 2019 version of pain.008 V08 by November 2022. In addition, working group will continue to gather more regional information on the pain.008 and align the guidelines with working group 1.

Currently, Peter's group supports the following message usage guidelines:
    - pain.008, Customer Direct Debit
    - pain.009, Mandate Initiation Request
    - pain.010, Mandate Amendment Request
    - pain.011, Mandate Cancellation Request
    - pain.012, Mandate Acceptance Report
    - Appendix – Country Specific requirements

Monthly conference calls scheduled and advised by the facilitator.

Received a question from the audience on whether Direct Debit was mainly a domestic setup except for Single Euro Payments Area (SEPA). Peter replied that one of the main objectives of the SEPA Regulation was to be able to make payments in euro with a single payment account and a set of harmonized payment instruments, anywhere in the European Union. The SEPA Regulation prevents any payee within the SEPA wishing to initiate a SEPA direct debit transaction from specifying where the payer must maintain their payment account, e.g., an Irish company initiating a SEPA direct debit payment cannot insist that the payer open or maintain an Irish bank account for this purpose. At present from what Peter sees corporate Direct Debits remain within the local companies and countries. He has no evidence to prove that it doesn't but can see from a financial central banks point of view that it does. In addition while the UK still remains within SEPA, it does not comply with the PSD regulations, so this means potential addition charges can be applied to the bearers.

3.4 WG 4 Bank Account Management update by Karine Amas.

WG4 Activity: Bank Account Management (Q1 2021)

COMPLETED:
- CGI- MP Harmonised Bank Mandate Table
- CGI-MP Implementation Guidelines for Account Mandate Maintenance Request
- The V3 of XML has been submitted by Swift and validated by ISO. Technical version without functional and business improvements, not used/validated by the eBAM community

UPCOMING:
- The change request for managing a new data "Group Name" through the Supplementary Data has been rejected by ISO. New discussions with ISO in January 2021:
  ⇒ Creation of a new message version from March/April 2022. Use the ISO Change Request to propose a new element as part of the necessary acmt message.
  ⇒ Workaround: choose to use the approved element name within the existing Supplementary Data of other versions of the targeted messages.

- The updated of digital signature documentation for eBAM messages in accordance with eIDAS regulation => waiting feedbacks from Swift (Expected date: end of January 2021)

Following actions has been identified on Group Name:
1. Mark-up changes to the current Change Request. This can then be re-submitted as necessary to the ISO 20022 Registration Authority for the PaySEG to evaluate => To do
2. Prepare a CGI-MP implementation guideline for the use of the Group Name as part of the supplementary data => Done
3. Swift (Neil/Kiyono) explains the ISO 20022 best practices with regards to officializing the use of the supplementary data => To be confirmed if it's done

Karine presented on behalf of Marcela Lacouture on WG4, eBAM (electronic Bank Account Management); in total 15 acmt (Account Management) messages

Bi-weekly conference calls, scheduled and advised by the facilitator.
With regards to the question about how to officialise the use of the supplementary data – the proposed steps by the ISO 20022 Registration Authority will be shared after the Plenary.

Also one question received around a global adoption of eBAM, market adoption was not really high. The audience kindly chipped in that eBAM was widely used in the EBIC Germany to better manage bank account administrations.

3.5 WG 5 Bank Services Billing update by Bridget Meyer

Bridget Meyer shared key achievement in the first quarter 2021 on WG5, BSB (Bank Services Billing) including the 2021 BSB Bank Survey Results and publication of the US billing codes.

WG5 Activity: Bank Services Billing (Q1 2021)

COMPLETED AND PUBLISHED
❖ BSB Bank Survey!
❖ US Billing Codes updated in 2020
ONGOING
❖ Vendor Survey.
❖ Impact of API delivery of bank fee reporting
❖ Additional Best Practices to be added to our Industry Best Practices guides for consistent implementations
  ❖ Summary/Detail reporting
  ❖ Reporting accounts without activity
  ❖ Merchant Subgroup Forming to adapt standard for card fees
  ❖ TimeStamps

FUTURE
❖ Webinar of BSB Survey Results to be coordinated with SWIFT and Redbridge
❖ Some sections of the MUG have been identified as out of date and should be reviewed.

Bi-weekly webinars facilitated by Bridget on the camt.086, Bank Services Billing Statement.

A separate webinar will be scheduled to share the results of the 2021 BSB Survey.

4. Election of Co-Conveners and WG4 Facilitator

Petra announced upcoming election of CGI-MP Co-Conveners; one for FIs and one for non-FIs and selection of a new facilitator for Working Group 4 eBAM as their terms will end in 2021. As a next step, the CGI Co-Conveners will reach out to the CGI members on the election process.

5. Closing of the Plenary by François Lemaire, Co-Convener, FISGlobal

The 33rd CGI Plenary was closed at 3.30PM UK by François Lemaire who thanked all the participants and members of their attendance. Next CGI-MP Plenary date/time will be advised accordingly.