



15th CGI Plenary Meeting – the 23rd September 2014

Meeting Notes

Conference Call: 15:30 – 17:00 CET

Attendees:

| | | |
|----------------------|---------------------------------|-----------------------|
| Harri Rantanen | SEB | Co-convenor |
| Stig Korsgaard | Nets | Co-convenor |
| David Dobbing | SWIFT | Note taker |
| Adriana Tomevagaudin | SocGen | |
| Alexander Reinecke | Deutsche Bank | |
| Andy Savva | JPMorgan Chase | |
| Blaise Scioli | e5 Solutions | |
| Christian Hasse | Danske Bank | |
| Christos Kiosses | Hanse Orga | |
| Deborah Canale | Wells Fargo | |
| François Lemaire | UTSIT | WG3 Facilitator |
| Glen Solimine | JPMorgan Chase | WG4 Facilitator |
| Inigo Sanchez | RBS | |
| Isabelle Bouille | SWIFT | |
| Jat Virdee | Wall Street Systems | |
| Johan Ivars | Handelsbanken | |
| Johann Krach | UniCredit | |
| Juha Keski-Nisula | XMLDation | |
| Karine Uzan | Kyriba | |
| Kerstin Schoenwitz | Deutsche Bank | |
| Kitta Larsen | Danish Bankers Association | |
| Marie-laurence Faure | BNP Paribas | |
| Mario Reichel | EfiS | |
| Mark Crawford | SAP | |
| Mark Mixer | GXS | |
| Mark Tiggas | Wells Fargo | |
| Mike Dausman | Fiserv | |
| Mike Pawlisz | JPMorgan Chase | |
| Morten Holter | Bankenes Standardiseringskontor | |
| Neil Clarke | Volante | WG2 Facilitator (New) |
| Peter Hoogervorst | Standard Chartered | WG1 Facilitator |
| Phil Hong | Citi | |
| Po Ngan | Barclays | |
| Robert Blair | JPMorgan Chase | |
| Selina Bolton | Deutsche Bank | |
| Stefan Jensen | LVMH | |
| Sven Korschinowski | KPMG | |



Tinne Verschueren SWIFT
Venkat Malla Volante

Agenda Summary

1. Previous meeting notes from 2014-06-24
2. CGI-MP update on governance
3. WG updates by Mr. Peter Hoogervorst, Mr. Harri Rantanen, Mr. François Lemaire and Mr. Glen Solimine
4. Bank Services Billing, ISO 20022 camt.086 message
5. Separate Remittance Advice, ISO 20022 remt.001 and remt.002 messages
6. WG4 eBAM harmonisation documentation to be voted on the next CGI –MP Plenary call
7. AOB

Agenda

1. Previous meeting notes from 2014-06-24

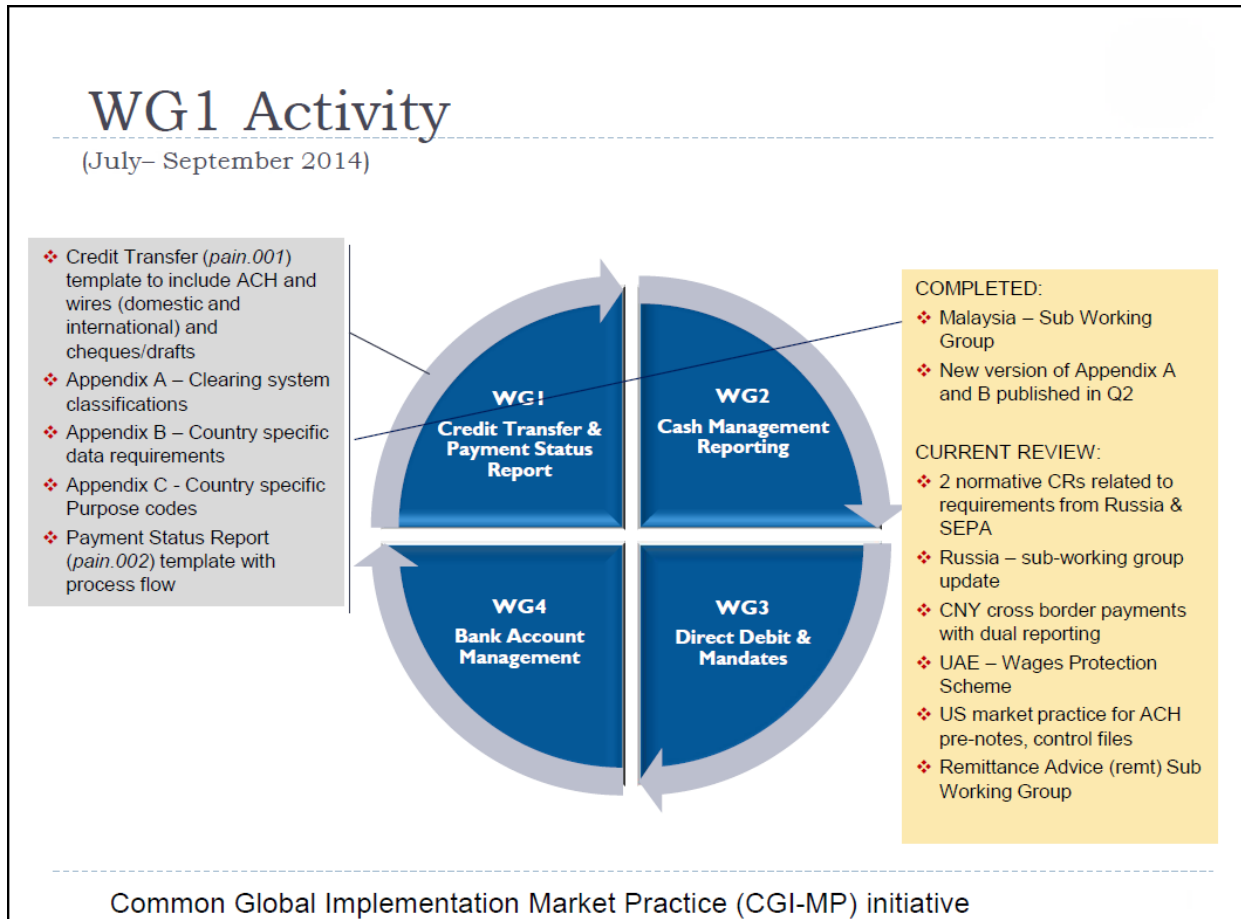
- Harri Rantanen opened the meeting and welcomed participants (39)
- [Notes from previous Plenary, 24 June 2014](#) were accepted without change.

2. CGI-MP update on governance

- David Dobbing reported on the membership status. As of 23 September 2014, there are now 112 registered CGI members, 41 FIs and 71 Non-FIs.
Fifteen new members have joined since the previous Plenary; RECON IT, Equity, Professional Answer, Virtusa, American International Group, Tipco, Fundtech, Verband Deutscher Treasurer, JACCOO, Hanse Orga, ACI Worldwide, Canadian Payments Association, AFTE, Deutsche Post, and Merck Group.
- Harri Rantanen reported that two nominations for the CGI-MP vacant position of WG2 facilitator have been received. Together with Stig Korsgaard, a decision on the successful candidate and formal announcement will follow in the coming days.

3. WG updates by Peter Hoogervorst, Harri Rantanen, François Lemaire and Glen Solimine

- Peter Hoogervorst reported on **WG1**, Credit Transfer and Status Report:



- *pain.001*, Customer Credit Transfer Initiation
- *pain.002*, Customer Payment Status Report

Bi-weekly conference calls (normally Thu 3:00PM CET, 09:00AM EST, 1 Hr)

The WG1 sub working group for Malaysia completed its requirements analysis, the recommended updates were reviewed and approved by WG1 for inclusion in Appendix B (Country Specific Requirements). New versions of Appendix A (Payment System References) and Appendix B were published in Q2 as part of the facilitator hand-over process.

Current work items include two normative Change Requests, one concerning an EPC decision for SEPA to no longer require the BIC to be mandatory and the other to support a requirement from Russia for Creditor name to have a maximum length of 160 characters instead of 140 characters as per the standard.

An update to the Russia market practice is close to completion and work is being progressed on regulatory reporting for CNY cross-border payments, UAE with regard to salary payments, and the US market practice surrounding pre-notes and handling of separate control sum files.

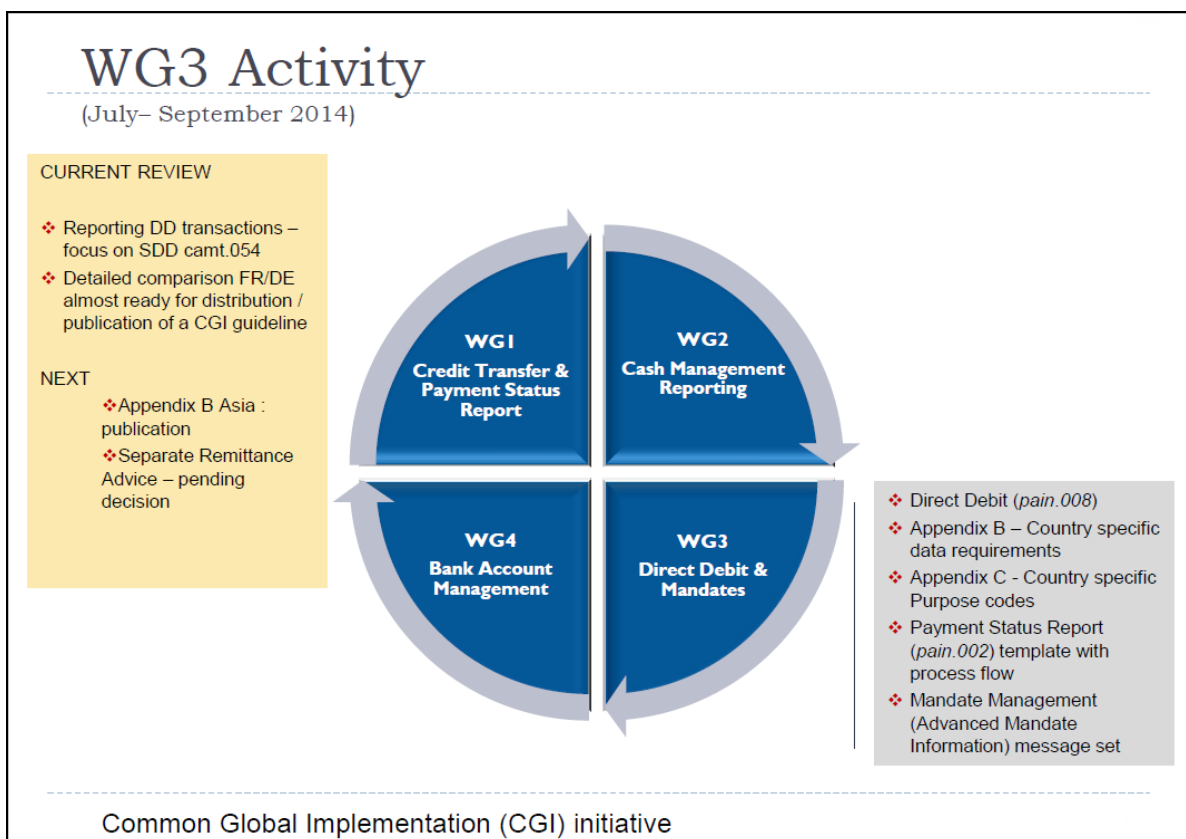
- Harri Rantanen reported on **WG2**, Account Reporting.
 - camt.052, Account Report
 - camt.053, Statement
 - camt.054, Debit/Credit Notification

Periodic conference calls, advised by Facilitator.

Antje Reichert recently stepped down as the WG2 Facilitator, an announcement on her replacement is imminent.

Aside from progressing some common work items with WG1 and WG3, WG2 has for the greater part been inactive as a working group for the past few months.

- François Lemaire reported on **WG3**, Direct Debits and Direct Debit Mandates.



- 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

Bi-weekly conference calls (normally Mon 4:00PM CET, 10:00AM EST, 1 Hr)

Close to finalising the topic dealing with direct debit returns (rejections and refunds) and reporting of same in camt.054 (Debit / Credit Notification). Documenting of the reporting requirements has been a collaborative effort with WG2, with a particular focus on SEPA direct

debits since this is seen as more crucial in terms of market activity. A detailed comparison of the French and German approaches is almost ready for distribution, foreseen to be potentially published as a CGI-MP guideline.

Work on Appendix B (Country Specific Requirements) to cover Asian countries is progressing, and needs to be extended to take account of more Asian countries. WG3 intends to follow WG1 in terms of documenting requirements for Remittance Information, in the context of direct debits.

Invitation extended to the Plenary to propose direct debit work items and other country specific requirements for consideration by WG3.

- Glen Solimine reported on **WG4**, eBAM (electronic Bank Account Management).

WG4 Activity

Current View

- ❖ Production traffic continues to flow
- ❖ Companies in Production – 4+
 - ❖ Numerous implementations underway.
- ❖ Banks in Production - 2
- ❖ Vendors in production – 3
- ❖ V1.H2
 - ❖ All comments from WG4 members remediated.
 - ❖ Available for vote at the next plenary review.
 - ❖ Numerous suggestions for the next version.
- ❖ Main Barriers to adoption remain:
 - ❖ Vendor Readiness
 - ❖ Few active banks
 - ❖ Project justification

Ongoing Work

- ❖ Finalize and post V1.H2 as a deliverable.
- ❖ Provide 'state of the process' update to the WG.
- ❖ Extend adoption to EMEA and APAC.
- ❖ Commence V2 reconciliation

“Simplicity is the ultimate sophistication.”
— Leonardo da Vinci

Common Global Implementation (CGI-MP) initiative

- 15 acmt (Account Management) messages

Weekly conference calls, scheduled and advised by Facilitator.

Focus is to foster adoption of common standards for bank account management and to specify a base from which market practice can evolve.

Production implementations of eBAM continue to grow, with 4 corporates live and another 6 are foreseen by year end; 3 vendor applications working successfully; 2 banks with the expectation that a further 3 will be production ready by year end. Traffic is estimated to be around 100 transactions per month.



V1.H2 (Version 1, Harmonisation 2) template has completed its public review cycle and WG4 will submit, in the coming days, the final draft to the CGI-MP Management Team in order to seek approval by the CGI-MP Membership (14 day vote period).

Main barriers to eBAM adoption are seen as; 1) vendor readiness, 2) limited number of active banks, 3) project justification is better supported when banks are seen to be adopting the standard.

WG4 is planning to consider its future agenda and evaluate areas where the standards can be improved. Important that WG4 hears the 'state of the process' from those implementing the eBAM standards in order to better understand the benefits that can be attained and the challenges being faced to achieving live running. Information sharing. Going forward WG4 also plans to look more closely at V2 and to reconcile it with V1.H2 so that a transition to V2 can be similarly fully harmonized.

Glen Solimine responded to three questions and:

- 1) Confirmed that V1.H2 is consistent with published ISO 20022 standard, there are no pending WG4 Change Requests (CRs) at this point, but with usage CRs may arise.
- 2) Confirmed that the use of 3SKey is optional. All current implementations are not using digital signatures, relying instead on a secure channel to provide authentication of the eBAM requests. Security topics considered outside CGI-MP scope.
- 3) Confirmed that the evaluation of the V2 eBAM standard version will commence Q1 2015. An announcement will be made well in advance of commencing this activity.

4. Bank Services Billing, ISO 20022 camt.086 message

The previous CGI-MP Plenary meeting decided to create a task force to evaluate BSB/camt.086 feasibility for inclusion in the CGI-MP scope of work.

The Task Force, coordinated by Selina Bolton, prepared the feasibility report and recommendation (attached to the agenda). Harri Rantanen outlined the findings as detailed in the Executive Summary:

Executive Summary

The Pre-Study Task Force provided a forum for corporations, banks and vendors to collaborate on a 6-week assignment to assess the feasibility of harmonizing BSB and camt.086 messages.

The Task Force recommends that a Working Group be formed to undertake a detailed BSB/camt.086 harmonization assignment:

- ▶ **In-scope:**
 - ▶ Build upon the foundations laid by TWIST and AFP.
 - ▶ Clarify message schema capability and where required enhance message schema to meet the requirements of Cash Management products e.g. addition of balances, interests, value dates, tax etc.
 - ▶ Establish a global, universal service code set, to be recommended as a standard for all corporations, banks and vendors.
 - ▶ Extend the set of mandatory fields to support the requirements of eInvoicing to meet Global authority requirements.
 - ▶ Improve the implementation and validation guidelines to assist banks with adoption and standardization, focusing on core capabilities that should be implemented.
 - ▶ Further explore the drivers (technology, economic, operational) that will enable the broad adoption of standards by banks
- ▶ **Out of scope:**
 - ▶ Delivery channels
- ▶ **The Task Force also recommends as a second phase, that the Working Group consider the following:**
 - ▶ Expand the global, universal service code set to include additional bank services e.g. Guarantees, Loans, Derivatives etc.

The CGI-MP Management proposed that the CGI-MP Plenary undertake a vote on whether the Task Force recommendation for the new Working Group establishment should be followed. All Plenary member organisations registered as participating members on the 2014-09-23 would be eligible to vote. The voting period would be organised by CGI-MP Support via email, open for a two week (14 days) period starting today and ending end-of-business day Tuesday, 2014-10-07. The voting options being:

- Yes: New working group for BSB/camt.086 will be established

- No: No working group for BSB/camt.086 will be established.

The Plenary endorsed this proposal.

5. Separate Remittance Advice, ISO 20022 remt.001 and remt.002 messages

The previous CGI-MP Plenary meeting decided to ask a joint WG1 and WG3 (following WG1 recommendation) task force to continue with their evaluation of the new ISO 20022 remittance advice messages, remt.001 and remt.002.

Peter Hoogervorst provided the Plenary with an introduction on this effort and Mike Pawlisz reported on the current status. The work is still ongoing, and more time was requested to enable the work to be completed. Mike Pawlisz also requested more clarity on the Plenary expectations.

Harri Rantanen responded that the focus should be on determining the merits of extending the WG1 and/or WG2 scope to cover these messages, namely a recommendation on whether to include in or exclude from, the current CGI-MP scope. In the European context, these messages are not for the November 2015 SEPA release, however interest in the US appears much stronger.

Mark Tiggas and Deborah Canale voiced their support for this work being within CGI-MP and indicated that the IFX Forum and Nacha could be a source for input.



Harri Rantanen reiterated the need for input and resources to support such work in order to achieve relevance to CGI-MP. He proposed that the Plenary extend the evaluation period and postpone the scope decision until the next Plenary meeting.

The Plenary endorsed this proposal.

6. WG 4 eBAM harmonisation documentation to be voted on

Harri Rantanen reminded everyone that in preparation for the next CGI-MP Plenary meeting there will be also a vote for the approval / disapproval of the WG4 electronic Bank Account Management message guidelines (including version with disposition of review comments) produced by the working group.

7. AOB

Not items were suggested for AOB.

Meeting closed at 16:24 CET.

Next CGI-MP Plenary scheduled for Tuesday December 2nd 2014.