International Securities Services Association



Corporate Actions Principles
Working Group Update
March 2010



Agenda

- 1. Approach
- 2. Working Group
- 3. Scope and Structure
- 4. Next Steps



Approach

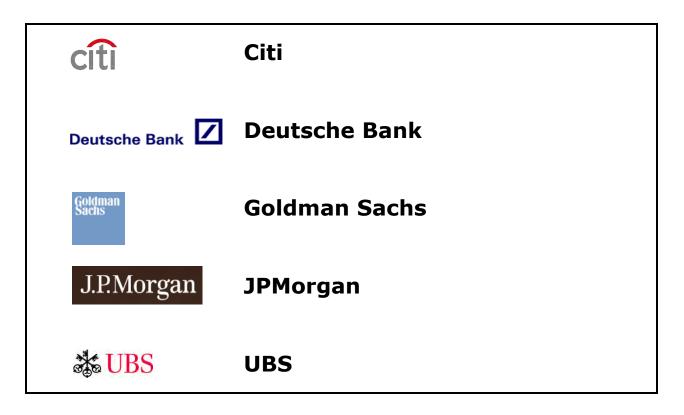
Identify <u>existing</u> best practices and recommendations that merit global adoption.

- → Do not re-invent the wheel; synthesize existing and emerging industry initiatives, bringing them into the limelight
- → Join hands with relevant organizations: CSD Associations, SMPGs, SWIFT, XBRL, CAJWG, ISMAG, AGC..., and facilitate alignment of efforts
- → Highlight recommended practices, and identify areas that still need concerted action



Core working group

Initially, a small group of specialists identified and analyzed current key initiatives (January-July 2009)





Core working group

Key infrastructure and other players then joined, adding debate, new perspectives, and joining forces to produce a restructured paper



DTCC (ACSDA)



Clearing Corporation

SWIFT



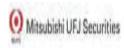
Indeval (ACSDA)



JASDEC (ACG)



Clearstream (ECSDA)



MUFJ



Scope and structure

- 1. Corporate event creation
- 2. Key dates and communication
- 3. Event processing
- 4. Transaction management, claims

.... leading to a set of 9 principles

Four areas of analysis....

- 1. ISO standards and STP
- 2. Clear, unambiguous content
- 3. Issuer sourced key information
- 4. Defining Required information
- 5. Unique identifiers
- 6. Timelines of notification
- 7. Process harmonization
- 8. Publication of event rules
- 9. Protection of investor's rights



Scope and structure

Regional Updates being added

- Status in each Region vis-à-vis principles
- Regional perspective
- Preliminary Implementation roadmaps

..and notes on which organizations are working on what, and what questions need most work



Next Steps

- Comments and Regional Updates from CSD Associations, and comments from other industry associations, ISSA members
- Balance Regional Views
- Publish final paper by May
- Recommend follow-up by industry groups/ ISSA

Comments?

