

## OneClearstream migration to the Baltics (Nasdaq CSD) and Malta (MSE) - customer impacts

### Scope of securities relevant for the migration and exceptions

Clearstream Banking<sup>1</sup> will use Clearstream Banking Frankfurt (CBF) as Investor-CSD to access Nasdaq CSD eligible securities in T2S.

For organisational reasons, no additional Nasdaq CSD migration on OTD+20 will take place. Securities subject to ongoing corporate action events (with key dates around 29 November or 2 December 2019), will be migrated from CBL to CBF. Any adjustments required due to ongoing corporate actions will be processed manually on customer accounts by Clearstream Banking.

For Maltese securities, CBL already uses CBF as gateway to T2S, but needs to process a depository change from the existing depository (Germany, 4G) to the new OneClearstream Malta depository (4M) on migration date Friday 29 November 2019 with effective date 2 December 2019. This is required to activate the OneClearstream services for the Maltese market.

### New depository details

The change of depositories will be effective as of settlement date 2 December 2019 and the following new depository codes will apply:

Depository	Current CBL depository code	New CBL depository code
Baltics (Nasdaq CSD)	1A	<b>4U</b>
Malta (MSE)	4G	<b>4M</b>

### Settlement timings

The following settlement deadlines will be applicable to customers:

Link	Current EUR AP deadline	New EUR AP deadline	Current FOP deadline	New FOP deadline
Baltics (Nasdaq CSD via CBF)	15:20SD	<b>15:55 SD</b>	17:20 SD	<b>17:55 SD</b>
Malta (MSE)	15:55SD	<b>15:55 SD</b>	17:55 SD	<b>17:55 SD</b>

1. Clearstream Banking refers collectively to Clearstream Banking S.A., registered office at 42, avenue John F. Kennedy, L-1855 Luxembourg, and registered with the Luxembourg Trade and Companies Register under number B-9248, and Clearstream Banking AG (for Clearstream Banking AG customers using Creation Accounts), registered office at 61, Mergenthalerallee, 65760 Eschborn, Germany and registered in Register B of the Amtsgericht Frankfurt am Main, Germany under number HRB 7500.

## Procedures for Nasdaq CSD domestic counterparties

Customers are requested to inform their local counterparties to use the following details for instructions that settle against Clearstream Banking:

	Migrated securities
Place of settlement	DAKVDEFFXXX
Delivering/Receiving Agent (DEAG/REAG)	CEDELULLXXX
SAFE <sup>a</sup> of the DEAG/REAG	Not to be instructed. If instructed, it must be the valid CBL SAC Nasdaq CSD: DAKV7201115
Buyer/Seller	BIC11 of the CBL customer

- a. Although the safekeeping account of Party 1 (REAG/DEAG) is an optional matching field in T2S, if it is present on one instruction only it will only match with instructions instructed by this account. As CBL does not forward its own SAC to the settlement parties, if the customer counterparty instructs the SAFE of REAG/DEAG it must match CBL's SAC in T2S exactly. We encourage customers to ask their counterparties not to include the SAFE of the DEAG/REAG in their instructions (also called securities account of the delivering/receiving party).

## Migration impact on customers

### Settlement cut-off time for the Nasdaq CSD migration Friday 29 November 2019

In order to facilitate the start of the migration process on Friday, 29 November 2019, for securities in scope of this migration iteration, CBL has earlier end of day cut-off deadlines. The Clearstream Banking customer deadlines on Friday, 29 November 2019 are as follows:

- Against payment in EUR: 11:00 CET instead of 15:20 CET.
- Free of payment: 11:00 CET instead of 17:20 CET.

### Domestic Nasdaq CSD instructions

Clearstream Banking will proceed with the migration of settled positions to the new depository, CBF, from 11:00 CET on 29 November 2019. No action is required from customers for all domestic instructions that settle before 11:00 CET.

Customer instructions for migrating securities:

- received by Clearstream Banking after the cut-off time of 11:00; or
- that have been sent to Clearstream Banking before the early cut-off time at 11:00, but are not yet released to the domestic market, for example, due to lack of provisioning,

will be sent to the new depository CBF in the course of the migration and may match and settle on a "best efforts" basis.

All pending unmatched domestic instructions will be cancelled by CBL before the start of the migration at 11:00 CET.

For all pending matched domestic instructions, customers must contact their counterparties as early as possible to ensure that these instructions are cancelled by both counterparties by 11:00 CET, as the bilateral cancellation principle applies.

All instructions cancelled before migration must be reinstructed by customers and their counterparties (with the new place of settlement DAKVDEFFXXX) after 14:00 CET.

In order to reduce the number of matched instructions at the time of migration to a minimum, Clearstream Banking will suspend the pre-matching service one week before the migration weekend on the evening of Friday 22 November 2019.

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The re-activation of the Instruction Pre-Matching service is scheduled on the evening of Friday 6 December 2019. Customers should be aware that domestic settlement instructions sent for pre-matching purposes only (with field :23G::PREA) will not be forwarded to AS SEB Pank Tallinn, while the Instruction Pre-Matching service is suspended. The Immediate Release Flag service, that triggers immediate provisioning and submission of the instruction to the domestic market, will be available for exceptional use while the Instruction Pre-Matching service is suspended.

Clearstream Banking will keep customers updated about the key milestones of the migration.

## Important Note

Customers should advise their counterparties that for new instructions sent to **CBL** after migration and in relation to the migrated securities, the counterparty details (SSI) will change and that counterparties need to instruct against the place of settlement DAKVDEFFXXX for Nasdaq CSD T2S eligible securities.

## Domestic Maltese instructions

Clearstream will process the depository change from the existing depository (Germany, 4G) to the new OneClearstream Malta depository (4M) on migration date Friday 29 November 2019 from 11:00 CET on 29 November 2019. No action is required from customers for all domestic instructions that settle before 11:00 CET.

Customer instructions for migrating securities that have been sent to Clearstream Banking before the early cut-off time at 11:00, but are not yet released to the domestic market, for example, due to lack of provisioning, will be cancelled and must be re-instructed by the customer in the correct format after successful migration has taken place.

All pending unmatched domestic instructions will be cancelled by CBL before the start of the migration at 11:00 CET.

For all pending matched domestic instructions, customers must contact their counterparties as early as possible to ensure that these instructions are cancelled by both counterparties by 11:00 CET, as the bilateral cancellation principle applies.

All instructions cancelled before migration must be re-instructed by customers in the correct format.

Clearstream Banking will keep customers updated about the key milestones of the migration.

## Important Note

As a result of the depository change from Germany (4G) to the new depository OneClearstream Malta (4M), customers are requested to change the Place of Settlement in their domestic instructions from DAKVDEFFXXX to XMALMTMTXXX for cross-border transactions with Maltese counterparties effective Settlement Date 2 December 2019. The Maltese counterparty BIC11 must be indicated in the Delivering and Receiving agent (DEAG/REAG) in line with standard T2S requirements for cross-border settlement.

Please find the updated instruction specifications in the Market Link Guide Malta published on the Clearstream website.

## Internal and Bridge instructions

There is no impact on internal and Bridge instructions.

## Further information

This is the current situation based on latest information, should there be any changes we will inform you accordingly.

For further information, customers may contact Clearstream Banking Client Services or their Relationship Officer.