

General Information	
<b>Request raised by:</b> <b>Jean-Francois Marlier</b> BNP Paribas Fortis	<b>Date raised: 18/01/2017</b> <i>(to be filled in by NBB-SSS)</i>
<b>Request title: Implementation of MT564 notifications and MT566 confirmations for Tender Offer corporate actions events.</b>	<b>Request ref. no:</b> NBBSSS-MCR-01
<b>Request type:</b> Common CR	<b>Urgency:</b> Normal <i>(to be filled in by NBB-SSS)</i>
<b>1. Legal/business importance parameter:</b> M	<b>2. Market implementation efforts parameter:</b> L
<b>3. Operational/Technical risk parameter:</b> H	<b>4. Financial impact parameter:</b> (H, M, L) <i>(to be filled in by NBB-SSS)</i>
<b>Requestor Category:</b> Participant	<b>Status:</b> (Registered, Under Preliminary assessment, Pending with CRG...) Registered for UC 6/3/2017

#### Reason for change and expected benefits/business motivation:

Amongst the few elective corporate events that could happen to a bond during its lifecycle, tender offers could be very risky if the announcement is missed while the underlying client would have wanted to participate. Large positions on bonds are common and a cash compensation to an injured client can be very large. For Example.: Tender offer – Bond reimburse at 100% - Price proposed in the event : 105%. 1 client has a position of 500.000 FAMT. Cost to compensate the client if the event is missed: 25.000€

BNPPF was close to miss a tender offer on Sarens Bestuur BE6212567083 back in September/October 2016 because we didn't receive a notification from NBB-SSS and the manual check on NBB's website was overlooked. This is the reason why, after this event, we requested the activation of the MT564 notification service from NBB-SSS.

Unfortunately this doesn't solve the initial problem as Tender Offers are not in the list of event types proposed by NBB-SSS for MT564 notifications and MT566 confirmations.

Proper notification by MT564 would cancel the risk of missing an event and potentially to have to compensate a client for a loss of opportunity.

If MT564 notifications are activated, we should also receive MT566 payment confirmations would an underlying client participate to the event. This would allow BNPPF to pay his underlying client with accuracy and on time.

#### Description of requested change:

Implementation by NBB-SSS of MT564 notifications and MT566 confirmations for corporate events from Tender offers family (CAEV: TEND and BIDS)

#### Related documents:

example MT564 Tender offer.docx

#### Proposed wording for the Change request:

Implementation of MT564 notifications and MT566 confirmations from NBB-SSS for Tender Offer corporate actions events.

#### High level description of Impact:

Missing a Tender Offer event can have a reputational and financial impact for BNPPF.

#### Outcome/Decisions:

Comment NBBSSS: Workaround possible by MT599 with the detail of the CORP.