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12 CROSS BORDER TRANSFERS OF SECURITIES

12.1 General

Cross Border transfers of non-Swedish securities works more or less the same as the clearing and settlement system for Swedish securities, with the exception that they resemble more a passive database/journal. All transactions in non-Swedish securities that are to be removed from or deposited in VPC are registered, the holdings checked (for delivery capacity), and are entered in the Daily Journal. Settlement takes place on the local market, and posting in the VPC system occurs when information that the trade has been settled reaches VPC.

A non-Swedish security refers to a security where the ISIN code is other than Swedish (not SE) and the issuer CSD is other than VPC.

The system provides various registration and enquiry functions that the person registering at VPC or at the AO/Nominee may be expected to have use of. Transaction instructions in non-Swedish securities that are transferred to or from VPC will be registered, either manually (3270), via file transfer (MQ) or via SWIFT.

The transactions contain a field that differs from those applicable in the clearing and settlement system designed for Swedish securities. They are of a more global nature since they have to be able to apply for any custodian/CSD anywhere in the world. Consequently, even the 3270 transactions, for example, are adapted to the communication form used by a large proportion of the international securities market, i.e. SWIFT and the ISO15022 standard.

Those transactions that are not settled on the settlement day that is allocated at the new registration will be postponed, one day at a time, until the transaction has been settled.

Direct posting

Since settlement takes place at different points in time and is wholly dependent on the Swedish market, direct posting is made in conjunction with status change to SETT (settled). The direct posting functionality means that an immediate change is made in holdings, as well as a change in the quantity issued. This functionality can only be initiated by VPC.

Status reporting of the changes occurring in the Daily Journal takes place using the existing format.

History of versions

Date	Ver.	Description
2005-02-21	1.0	First version
2008-01-16	1.1	The rules regarding the fields and the values in them are now moved to the transaction layouts.

12.2 Cross Border transactions

CBAT – Cross Border Account transfer, reg

See layouts for - CBAT

To VPC [ACUF210I](#)
From VPC [ACUF210O](#)

To VPC

Field of application:

Used to report Cross Border transactions of non-Swedish securities for an individual VPC account, where settlement takes place on the local market.

The transaction reference number must be unique.

The fields in the transaction header should contain the following values.

ID-SEARCH-CODE	ID-UNIQUE-IDENT (blank for new registration)
CODE-ACTION	NY (new registration)
	UP (change)
	BT (cancellation)

From VPC

Field of application:

Used for confirming the registration and how it has been processed in the system (rejected/accepted). A registration that has not been rejected is entered in the Daily Journal.

CBST – Cross Border Settlement trans, reg

See layouts for - CBST

To VPC [ACUF220I](#)
From VPC [ACUF220O](#)

To VPC

Field of application:

Used to instruct VPC to transfer non-Swedish securities cross border for settlement on the local market. The instruction is an overview of one or more incoming client transactions where there is a common net identity.

The net identity must be unique for the AO.

The fields in the transaction header should contain the following values.

ID-SEARCH-CODE	ID-UNIQUE-IDENT-NET, ST-COMM-TRANS-SWIFT-NEW (blank for new registration)
CODE-ACTION	NY (new registration)
	UP (change)

From VPC

Field of application:

Used for confirming the registration and how it has been processed in the system (rejected/accepted).

12.3 Cross Border Transactions – Service account

BTUV - Customer instruction non-Swedish securities, reg

See layouts for - CBST

To VPC [ACUF010I](#)
From VPC [ACUF010O](#)

To VPC

Field of application:

Used to report a sale or a purchase (export or import) of non-Swedish securities for an individual Service Account, where settlement takes place on the local market.

The transaction reference number must be unique.

The fields in the transaction header should contain the following values.

ID-SEARCH-CODE	ID-UNIQUE-IDENT (blank for new registration)
CODE-ACTION	NY (new registration)
	UP (change)
	BT (cancellation)

From VPC

Field of application:

Used to confirm the registration and how it has been processed in the system (rejected/accepted). A registration that has not been rejected is registered in the Daily Journal.

BTUN - C/P instruction non-Swedish securities, reg

See layouts for - CBST

To VPC [ACUF020I](#)
From VPC [ACUF020O](#)

To VPC

Field of application:

Used to instruct VPC to export or to import non-Swedish securities, where settlement takes place on the local market. The instruction is a summary of one or more incoming client instructions where there is a common net identity.

The net identity must be unique for the AO.

The fields in the transaction header should contain the following values.

ID-SEARCH-CODE	ID-UNIQUE-IDENT-NET, ST-COMM-TRANS-SWIFT-NEW (blank for new registration)
CODE-ACTION	NY (new registration)
	UP (change)

From VPC

Field of application:

Used to confirm the registration and how it has been processed in the system (rejected/accepted).