

SCoREBOARD

Corporate Actions – H1 2021

Slovenian NSG






The Single Collateral Management Rulebook for Europe (SCoRE) contains 15 Standards related to the processing of corporate actions (published as the [AMI-SeCo Standards for Corporate Actions](#)). Implementation progress is monitored twice per year. This summary report presents the results of the H1 2021 monitoring exercise conducted by the Slovenian NSG with the involvement of the following stakeholders:

6 entities are monitored in the Slovenian market

- 1 CSD – KDD
- 4 Custodians
- 1 Issuer

The SCoRE Overview provides a high-level summary of the H121 monitoring exercise.

SCoRE Overview

 <small>SINGLE COLLATERAL MANAGEMENT RULEBOOK FOR EUROPE</small>	 Response Rate	 Implementation Status	 Milestones achieved?	 Implemented on Time?
Custodians	100%	Implemented 4.5% Analysis started 69.1% Implementation started 22.7%	25%	75%
Issuers	100%	Yes 96% No 4%	n/a	n/a
CSD - KDD	100%	Implemented 3.10% Analysis started 0% Implementation started 0%	No	Yes

Note: Implemented on Time reflects the entity's ability to meet the final reporting milestone prior to the adoption of the Standards.

This NSG summary report is structured as follows: The Executive Summary provides an overview of the responses received per Entity Type i.e. CSD, TPA, Custodian etc. Section 1 presents the compliance status of each entity type. Section 2 provides an overview of the progress against the individual milestones. Section 3 then provides a more detailed overview of the implementation status per Standard for each entity type.

Executive Summary

Implementation of the Standards related to the processing of corporate actions in the Slovenian market is progressing slowly.

All reporting entities responded to the survey. The majority of respondents expect to implement Standards related to the processing of corporate actions by 20 November 2023, while only one custodian indicated that implementation of Standards will be slightly delayed, i.e. until 31 December 2023. KDD (the Slovenian CSD), which is the entity responsible for timely implementation of Standards in the Slovenian market, stopped implementation activities in a period following the previous survey and is expected to resume these activities later this year. All four monitored custodians reported some progress on implementation of Standards, while monitored issuer already complies with majority of relevant Standards.

CSD – KDD

KDD has already implemented 3 out of 15 Standards related to the processing of corporate actions and expects to meet implementation date.

KDD has already implemented 3 out of 15 Standards related to the processing of corporate actions (Business Day Rule, Securities Amount Data and Payment Time Rule), while the progress of the implementation of other Standards is currently stalled due to interruptions caused by COVID-19 and work on other urgent projects at KDD. KDD expects to resume the analysis of adaptations needed for implementation of remaining Standards later this year, with the exception of Standards on Negative Cash Flows and Foreign Currency, which are not applicable to KDD. KDD expects to be able to follow the envisaged milestones from 2022 onwards and remains committed to meet implementation date.

Custodians

Despite some inconsistencies observed in the responses of the Slovenian custodians, the majority of the Slovenian custodians are still expected to meet the implementation date of Standards related to the processing of corporate actions.

Slovenian custodians have already implemented 4.5% of the applicable Standards related to the processing of corporate actions, while the majority of Standards are either being implemented (22.7%) or being analysed (69.1%). As the responses of Slovenian custodians differ substantially from the responses collected in the previous survey (custodians indicated lower share of implemented Standards and non-applicable Standards in the H121 survey than in the previous survey) it can be concluded that the Slovenian custodians are still predominantly in a phase of analysing the adaptations needed for the implementation of Standards and their progress in the period following the previous survey cannot be thoroughly assessed. Taking into account that the activities of KDD are expected to gain pace later this year it is still reasonable to expect that majority of custodians will be able to follow pace of KDD activities and implement Standards by 20 November 2023.

Banka Slovenije is on track to adopt the AMI-SeCo Standards in November 2023.

NCB

Banka Slovenije is on track to implement the AMI-SeCo Standards related to the processing of corporate actions for its collateral management activities by 20 November 2023.

Issuer

The monitored issuer is on track to comply with AMI-SeCo Standards.

No obstacles were discovered that would prevent the monitored issuer to meet requirements of AMI-SeCo Standards related to the processing of corporate actions.

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SCoREBOARD

This section presents the overall compliance status in the market. CSDs and TPAs are monitored on an individual basis and are assigned a colour-code status in accordance with the methodology outlined in Box 1¹. Custodians and Issuers are monitored on an aggregated basis and assigned a percentage compliance status.

Box 1

SCoREBOARD – Implementation Phase



SINGLE COLLATERAL MANAGEMENT RULEBOOK
FOR EUROPE

- The Standard has been implemented
- Implementation of the Standard is on schedule (based on the agreed milestones)
- Implementation is behind schedule (based on the agreed milestones)
- Implementation has not started

For custodians and issuers, progress is monitored and reported as a percentage; for example the % of custodians in a given market who have started internal adaptation of IT systems.

¹ For further details please refer to the [AMI-SeCo Monitoring Framework](#)

Table A
SCoREBOARD

STANDARD	Custodians	Issuers	CSD - KDD
1A: Notification	100%	100%	Y
1B: Instruction	100%		Y
1C: Advise	100%		Y
1D: Confirmation	100%		Y
1E: Reversal	100%		Y
1F: Meeting Notification	100%	100%	Y
1G: Meeting Instruction	100%		Y
1H: Meeting Results	100%		Y
2: Calculation of Proceeds	100%	100%	Y
3: Consistency of Information	100%	100%	Y
4: Rounding Rule 1	75%	100%	Y
4: Rounding Rule 2	100%	100%	Y
4: Rounding Rule 3	75%	100%	Y
4: Rounding Rule 4	100%	100%	Y
5: Negative Cash Flows	50%	100%	N/A
6: Business Day Rule		100%	B
7: Securities Amount Data		100%	B
8: Payment Time Rule 1		100%	B
8: Payment Time Rule 2		0%	B
8: Payment Time Rule 3		100%	B
9: Processing Status	75%	100%	Y
10: Blocking	100%		Y
11: Default Option	100%	100%	Y
12: Handling of Fees	75%		Y
13: Reversal	75%	100%	Y
14: Foreign Currency			N/A
15: ISO 20022 Messaging	91%		Y

Notes:

- For CSDs and TPAs the colour-code reflects the current implementation status of each Standard in accordance with the methodology outlined in Box 1 above.
- TPAs are using custody services provided by CSDs or Custodians in order to disseminate CA information to Collateral Givers and Collateral Takers. Monitoring of TPAs thus focuses on the implementation of triparty specific workflows described in Standard 1.
- For custodians the % indicates that the standard has either already been implemented, or that implementation is on track i.e. at a minimum that analysis has already started or that implementation has started per Standard.
- Issuers were asked to confirm awareness of their obligation to provide all relevant information to the Issuer CSD (on a Yes/No basis). The % reflects the number of issuers who responded yes to the survey
- Percentages are calculated on the basis of expected respondents, i.e. number of entities monitored in the market.

2 Milestones

This section tracks an entity's progress in implementing the Standards on an ongoing basis. 13 milestones have been defined as listed in the box below.

Box 2 SCoRE Milestones

Milestone	Description	Date
M1	Analysis Started: Have you commenced an in-depth analysis of all applicable SCoRE Standards in order to identify and document all the changes required to internal processes and procedures in order to comply with the SCoRE Standards?	30/06/2020
M2	Initial Communication: Has initial high-level communication with external stakeholders on the changes introduced by SCoRE commenced?	01/03/2021
M3	Analysis Completed: Have you completed an in-depth analysis of all applicable SCoRE Standards?	31/07/2021
M4	Documentation Completed: Have you documented all the internal processes and procedures which need to be adapted in order to comply with the SCoRE Standards?	31/12/2021
M5	Detailed External Communication: Has detailed communication started regarding (i) upcoming changes in business processes, (ii) messaging formats and usage guidelines (in the case of new messages based on non-registered latest drafts by SWIFT) and (iii) planned testing activities been provided to users?	31/12/2021
M6	SCoRE Adaptation Started: Have you started to adapt/develop the processes and procedures in order to comply with the SCoRE Standards?	01/01/2022
M7	SCoRE Adaptation Complete: Have you completed the necessary adaptations/developments for the processes and procedures in order to comply with the SCoRE Standards?	30/06/2022
M8	Internal Testing Started for SCoRE: Have you started to test the changes to your internal processes and procedures which have been introduced in order to comply with the SCoRE Standards?	01/07/2022
M9	Internal Testing Complete for SCoRE: Have you completed the necessary internal testing?	02/12/2022
M10	External Testing Started for SCoRE: Are you in a position to test the changes introduced in order to comply with the SCoRE Standards with your user community (i.e. CSD participants / Collateral Givers and Collateral Takers in the context of the Standards applicable to TPAs)?	05/12/2022
M11	Final External Communication on SCoRE: has final communication to users been provided (i.e. updated user guide to reflect the changes implemented, final message usage guidelines for A2A communication) related to the SCoRE Standards?	01/04/2023
M12	External Testing Completed for SCoRE: Is the testing of the changes introduced in order to comply with the SCoRE Standards with your user community completed (i.e. CSD participants / Collateral Givers and Collateral Takers in the context of the Standards applicable to TPAs)?	13/10/2023
M13	SCoRE Standards Implemented: have the SCoRE Standards been implemented?	20/11/2023

Notes: N/A

Milestones expected to be achieved in the current reporting period are highlighted in blue in the header of Table B below. The blue colour-code is then assigned to those milestones which have been successfully achieved to date for each respective entity. Milestones which will only be achieved later are assigned a yellow status, while milestones which will only be achieved with significant delays / where work has not yet commenced are marked in red.

For the remaining milestones (i.e. milestones due to be achieved only after the current reporting cycle) the colour-code indicates an entity's expected ability to achieve a future milestone on time. The expected date of achievement is also indicated in the table if it is different to the milestone date defined by AMI-SeCo.

Table B
Milestones

	Custodians	CSD - KDD
Milestone 1 June 2020	25%	09/21
Milestone 2 March 2021	25%	11/21
Milestone 3 July 2021	25%	02/22
Milestone 4 December 2021	25%	03/22
Milestone 5 December 2021	50%	02/22
Milestone 6 January 2022	75%	Yes
Milestone 7 June 2022	75%	Yes
Milestone 8 July 2022	75%	Yes
Milestone 9 December 2022	75%	Yes
Milestone 10 December 2022	75%	Yes
Milestone 11 April 2023	100%	Yes
Milestone 12 October 2023	100%	Yes
Milestone 13 November 2023	75%	Yes

Notes: Actors were asked to report for all milestones, i.e. whether they meet the current milestones and whether they expect to meet the dates for future milestones.

Summary

KDD is expected to meet all implementation milestones from 2022 onwards and implementation date for Standards related to the processing of corporate actions. Slovenian custodians also expect some delays in meeting early milestones due to the negative impact of COVID-19 pandemic on their business processes and their dependency on obtaining guidance from KDD as regards implementation of individual Standards. Nonetheless, the implementation date of Standards is expected to be met by all except one custodian, which is expected to implement Standards by the end of 2023..

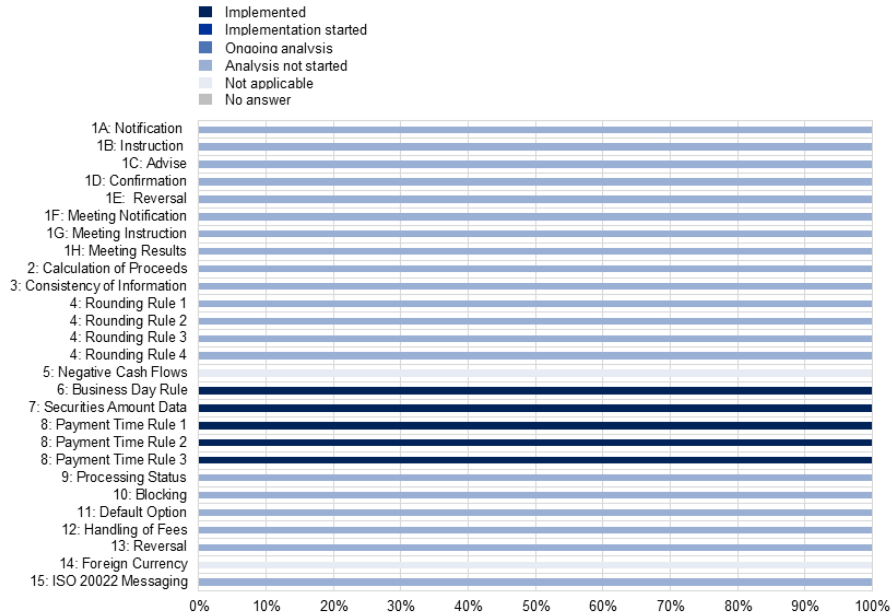
3

Implementation status per AMI-SeCo Standard

This section presents the implementation status of each Standard per entity type.

CSD – KDD

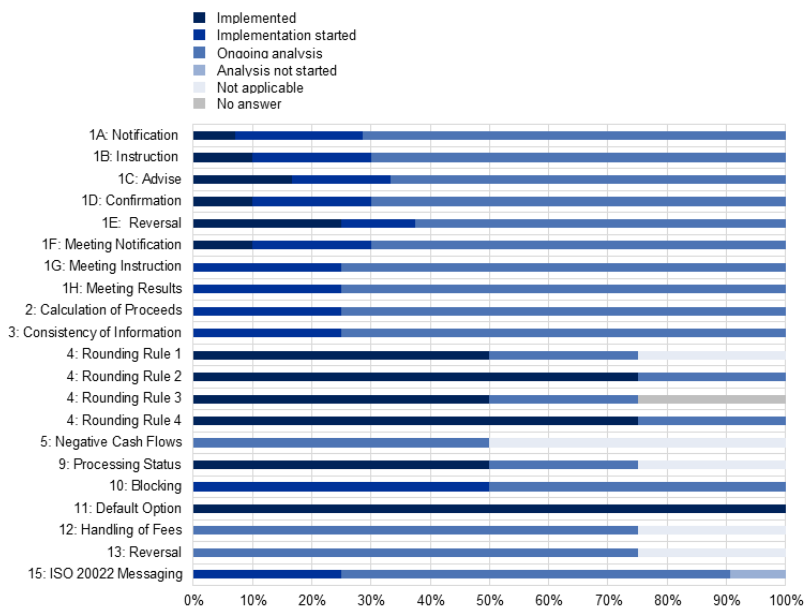
Implementation status per AMI-SeCo Standard



Notes
N/A

Custodians

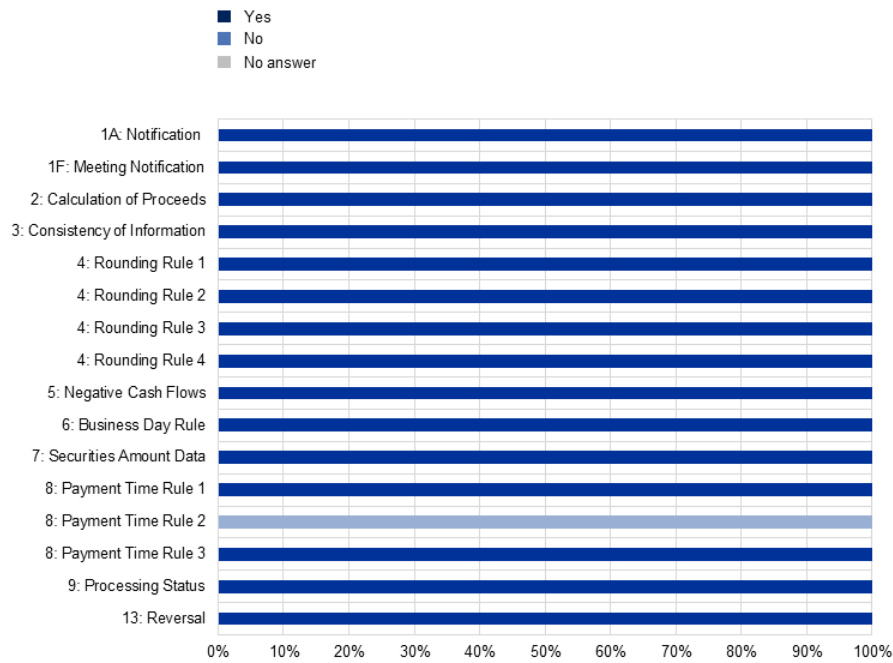
Implementation status per AMI-SeCo Standard



Notes
N/A

Issuers

Fulfilment of obligations per AMI-SeCo Standard



Notes

N/A

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The cut-off date for the data included in this report was 21 May 2021.

For specific terminology please refer to the [ECB glossary](#) (available in English only).