

# Information from Erste Group Bank AG concerning the Migration Weekend for Wave 4 – Target 2 Securities

Information on Migration Weekend of Wave 4 from  
03.02.2017 until 06.02.2017

05.01.2017  
Erste Group Bank AG  
Custody Services Team

## 1. Communication

During the migration weekend, Erste Group Bank AG, Custody Services team will inform you via e-mail, using the usual contact persons within your company. Should you wish to name other contacts for this purpose, please inform us in writing as soon as possible to the following e-mail address: [custodyservices@erstegroup.com](mailto:custodyservices@erstegroup.com)

Any status update during the migration weekend will be sent from before mentioned e-mail address.

## 2. Migration of Positions & Pending Instructions

- According to the information from the Austrian CSD (OeKB CSD GmbH) , all positions held at the End of Day (on 3<sup>rd</sup> of February 2017) will be migrated
- All T2S eligible, **matched** and **pending, INTERNAL** (=Intra-CSD: both counterparties are participants of the OeKB CSD) transactions with ISD (Intended Settlement Date) up to and including 3<sup>rd</sup> February plus all future settlement dates will be migrated to T2S by Erste Group Bank AG.
- All T2S eligible, **matched** and **pending, EXTERNAL** (=instructions with external depositories) transactions with ISD (Intended Settlement Date) up to and including 3<sup>rd</sup> February plus all future settlement dates will be migrated by Erste Group Bank AG to T2S (contrary to the CSD, which will cancel these transactions prior to migration).  
Erste Group Bank AG will re-instruct before mentioned, pending **EXTERNAL** instructions on behalf of their custody clients.
  - ➔ No need for custody clients to re-instruct!
- Only **incorrect instructions** (for which EGB did already request cancellation by SWIFT MT548) will be cancelled and **NOT migrated**

## 3. Handling of Income Payments/Corporate Action Events during Migration Weekend

- Any income payments or corporate action events with RD (Record Date) on or before 3 Feb and PD (Payment Date) on 6 Feb or later, will only be booked on PD
  - ➔ No impact on our clients – will be managed by Erste Group Bank AG according to the T2S rules.

## 4. Early Cut-off on 3<sup>rd</sup> February 2017

- OeKB CSD GmbH has shortened their end of day cut-off time on Friday, February 3<sup>rd</sup> 2017
- Accordingly Erste Group Bank AG has decided to shorten their cut-off time on that day as follows:
  - **Cut-off for INTERNAL & EXTERNAL instructions:** 15:00 CET
- To ensure, that no instructions after cut-off will be received and processed by our Custody-System and forwarded to the OeKB CSD, Erste Group Bank AG will shut down the incoming SWIFT queue for Custody client's settlement instructions at before mentioned cut-off time.
- Upon successful migration, the queue will be re-opened for your SWIFT-settlement instructions for forwarding to the OeKB CSD System (for settlement in T2S)

## 5. PoNR (Point of No Return) / Go/No-Go Decision / Contingency-Back-up plan in case of migration failure

- The communicated PoNR of the Austrian CSD (OeKB CSD GmbH) is
  - on 4 February at 23:55 CET
- Should the migration of OeKB CSD be discontinued, the OeKB CSD participants will be informed immediately. OeKB CSD plans to exit the migration only, if Clearstream Banking Frankfurt leaves the migration.
- In this case, Erste Group Bank AG would switch back to the Pre-T2S Custody-System and SWIFT queues (inbound and outbound) will be re-opened and re-connected to OeKB CSD's DS.A (Direct Settlement Advanced) System.
- All matched and pending instructions will be moved back to our Pre-T2S-Custody-System, which will forward the previously cancelled instructions to OeKB CSD's DS.A-System.

## 6. Migration Weekend (MIGWE) – information updates on PoNR and Milestones

- For questions during the MIGWE, we are available under the following e-mail address: [custodyservices@erstegroup.com](mailto:custodyservices@erstegroup.com) and telephone number: +43 (0) 50100 617212
- Erste Group Bank AG will send out client information updates on
  - 3. February 2017
    - upon closing of the SWIFT queues (inbound and outbound) around 15:30/16:00 CET
  - 4. February 2017
    - upon Erste Group Bank's internal successful technical T2S migration and implementation
  - 5. February 2017
    - in the morning about the migration status of OeKB CSD and Erste Group Bank AG, respectively
    - in the evening, upon successful migration of all matched and pending custody client's instructions
  - 6. February 2017
    - In the morning (start of business) with detailed information about migration process/status and any other T2S-related information