SMBC

ISO20022 ADOPTION AND MIGRATION – E-MONEYGER® MARCH 2024 RELEASE

Note: Due to an industry level reschedule, the changes originally announced as November 2023 have been postponed to March 2024.
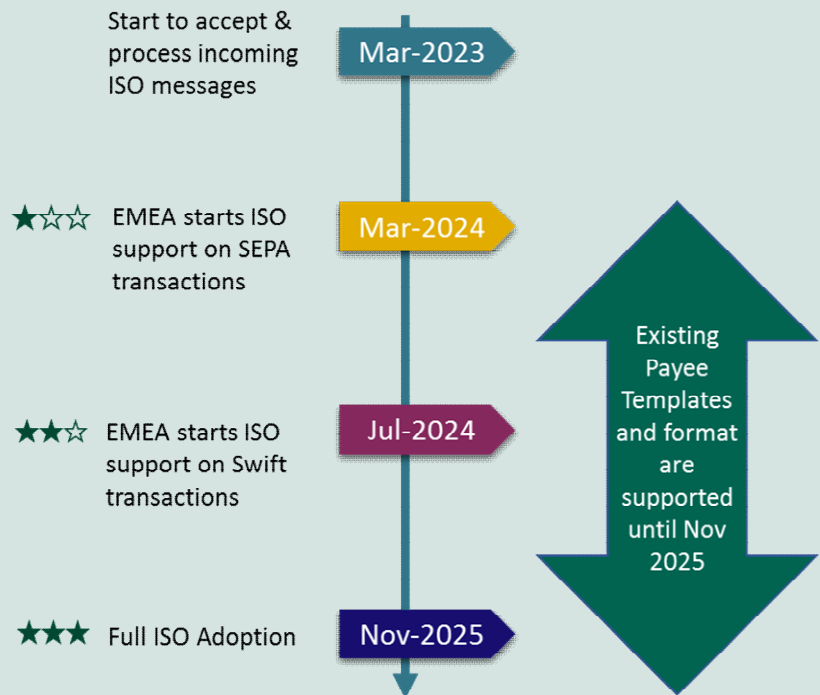
BACKGROUND

The Society for Worldwide Interbank Financial Telecommunication (Swift) has announced a new global standard for financial messaging for all commercial and treasury payments and balance and transaction reporting, known as ISO20022.

All financial institutions started to adopt the new format in March 2023. The old format will be abolished and will not be accessible after November 2025.

SMBC Group will provide its customers with specifications for the new format as part of its ISO20022 migration strategy. The schedule and new format are being determined by the approach taken by payment scheme operators and regulators in each relevant region and country.

Key Milestones of SMBC ISO Migration Project

Start to accept & process incoming ISO messages — **Mar-2023**

★☆☆ EMEA starts ISO support on SEPA transactions — **Mar-2024**

★★☆ EMEA starts ISO support on Swift transactions — **Jul-2024**

★★★ Full ISO Adoption — **Nov-2025**

Existing Payee Templates and format are supported until Nov 2025

NEW FORMAT

The new format will comply with ISO20022 as designated by the International Organisation for Standardisation.

Its adoption is being promoted globally and will include more enriched transaction information than the current format. The introduction of new data components will provide more transparency and strengthen operational efficiency.

Summary of E-MONEYGER® Changes in March 24

E-Moneyger® Services	Screen layout change	Additional fields			
		Bank Transaction Codes	Structured Address – Beneficiary / Debtor	Legal Entity Identifier ("LEI")	Ultimate Debtor / Ultimate Creditor
Bank Statement	N/A	✓	N/A	N/A	N/A
Debit & Credit Advice	✓	N/A	N/A	✓	✓
SEPA Transfers	✓	N/A	✓	✓	✓
SEPA Payee Template	✓	N/A	✓	✓	✓
SEPA Bulk	✓	N/A	✓	✓	✓
SEPA Direct Debit - Creditor	✓	N/A	✓	✓	

PREPARATIONS

• Determine whether your internal payments processing systems such as ERP or accounting software, including those managed or provided by third-party service providers, offer ISO20022 solutions and when will they be available.

• Prepare for providing structured address information of beneficiaries

• Review your complete chain of banking relationships to verify whether they are able to process ISO20022 transactions – switch to the newest payment initiation (ISO20022 XML "pain.") version and cash management (ISO20022 XML "camt.") version message format if necessary

• Consider the possibility of payment originators sending you ISO20022 XML payments and what additional information they may include in their payment messages

• Update registered payee templates with structured addresses information.

E-MONEYGER® CHANGES: ADDITIONAL FIELDS IN SEPA

Impacted transaction types:

- SEPA Single Credit Transfers (Wire Transfers)
- SEPA Bulk Transfers (SEPA Bulk)
- SEPA Direct Debit Collections (Creditor)

New fields to be added:

- "Structured" Beneficiary Address fields (SEPA Single and Bulk Transfers) *
- "Structured" Debtor Address fields (SEPA Direct Debits) *
- "Ultimate Debtor" & "Ultimate Creditor" fields
- "Legal Entity Identifier (LEI)" field

*The current "unstructured" address fields will continue to be supported at least until November 2025

What is "Structured" Address?

The new Structured Address section contains the following new fields. Town Name and Country Code are mandatory for SEPA transactions.

Field Name	Length
Department Name	70
Sub Department	70
Street Name	70
Building Name	16
Building Number	35
Floor	70
Post Box	16
Room	70
Post Code	16
Town Name (mandatory)	35
Town Location Name	35
District Name	35
State / Region / County	35
Country (mandatory)	2

What is "Legal Entity Identifier (LEI)"?

LEI is a unique 20-character alphanumeric code assigned to entities that are counterparties to financial transactions. Due to its uniqueness, it can be used for account owner validation, Know Your Customer (KYC) and sanctions screening processes, to help reduce fraud for corporate treasurers.

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CONTACT AND SUPPORT

Should you have any query, please feel free to contact E-Moneyger® Help Desk.

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OR

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E-MONEYGER® CHANGES: FILE UPLOAD IN SEPA

Impacted transaction types:

- SEPA Single Credit Transfers (Wire Transfers)
- SEPA Bulk Transfers (SEPA Bulk)
- SEPA Direct Debit Collections (Creditor)

Changes to be made (refer to previous page for field information):

- Support for import files with "Structured" Beneficiary Address fields (SEPA Single and Bulk Transfers) *
- Support for import files with "Structured" Debtor Address fields (SEPA Direct Debits) *
- Support for import files with "Ultimate Debtor" & "Ultimate Creditor" fields
- Support for import files with "Legal Entity Identifier (LEI)" field
- Support for new ISO20022 XML pain.001.001.09 file upload in SEPA Credit Transfers
- Support for new ISO20022 XML pain.008.008.08 file upload in SEPA Direct Debits

*The current "pain.00x" formats and the "unstructured" address fields will continue to be supported at least until November 2025
* The new XML format will be made available in our User Guides

E-MONEYGER® CHANGES: BANK STATEMENT

Key changes:

- New "Bank Transaction Codes" are added
  - Bank Transaction Codes define the type of each transaction posted to your accounts – see below
- New statement export option "camt.053 XML" is added

"Bank Transaction Code" structure

i. Domain:
   The highest definition level to identify the business area of the underlying transaction, such as payments, loans, foreign exchange, and so on.
ii. Family:
   Medium definition level on the type of payments, such as cheques, credit transfer or direct debit.
iii. Sub-family:
   The lowest definition level of the transaction, such as foreign cheque, domestic credit transfer or cancellation request for a direct debit.