National Bank of Belgium
Securities Settlement System

NBB SSS

Transactions involving an Investor CSD N-account

End user Manual

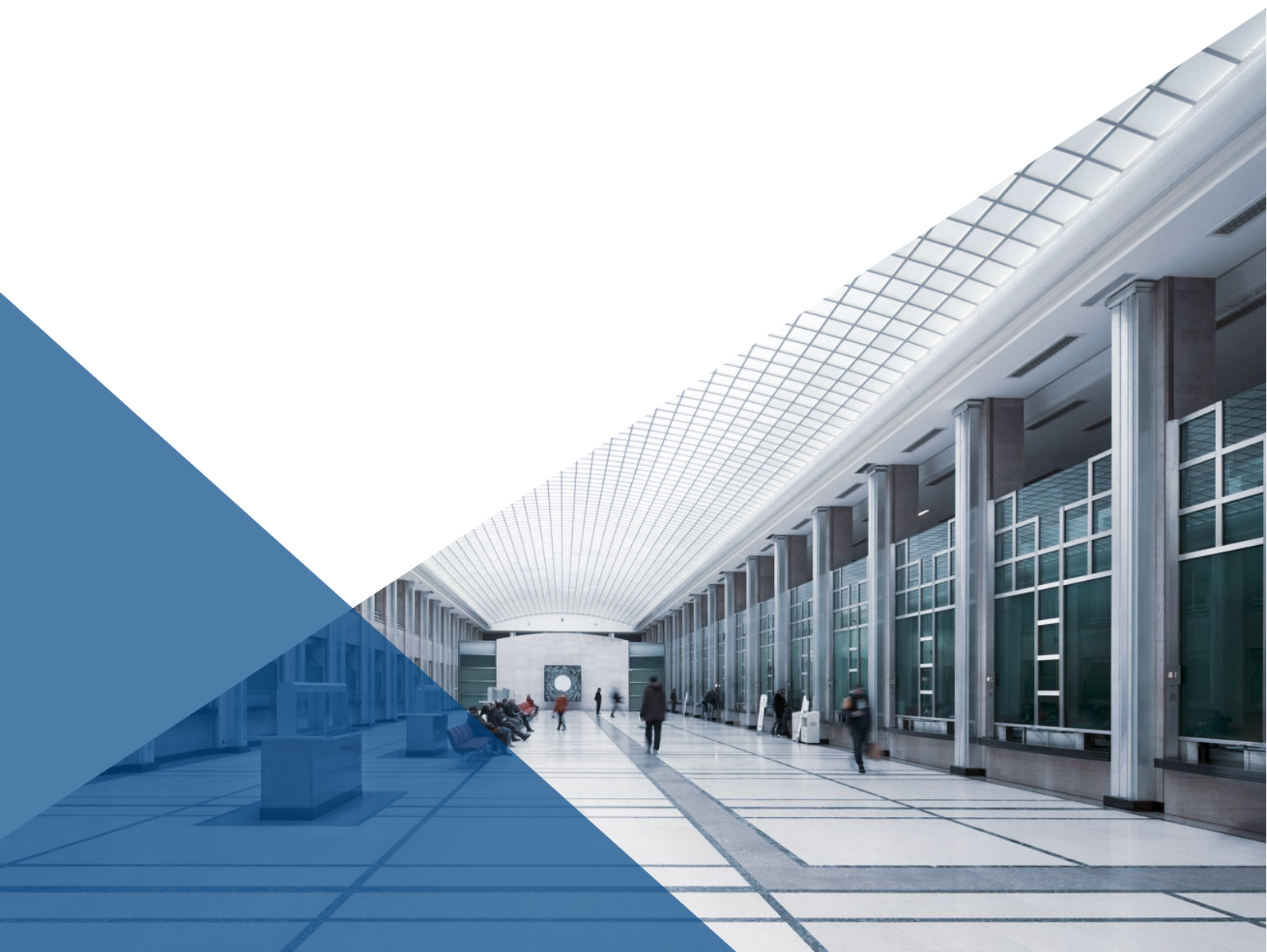


Table of Contents

1. General Procedure 3
2. Scenario A: Transaction between NBB-SSS N-account and Investor CSD N-account 3
   2.1. Procedure (with references to workflow) 3
   2.2. Workflow 4
   2.1. Execution 4
      2.1.1. Settlement of the trade 4
      2.1.2. Cancelation of the trade 4
3. Scenario B: Transaction between two Investor CSD N-accounts 6
   3.1. Procedure Part 1 (with references to workflow) 6
   3.2. Workflow 6
   3.3. Procedure Part 2 (with references to workflow): Execution 6
      3.3.1. Trade settles completely (earlier partialling or not) 6
         3.3.1.1. Procedure 6
         3.3.1.2. Workflow 7
      3.3.2. Trade settles partially and is then cancelled 7
         3.3.2.1. Procedure 7
         3.3.2.2. Workflow 8

1. General Procedure

If a transaction is using an investor CSD N-account, NBB-SSS will create Withholding Tax instructions (WTX) between Belgian Debt Agency and Investor CSD's DCA, linked "Info" with the REAL instruction.

2. Scenario A: Transaction between NBB-SSS N-account and Investor CSD N-account

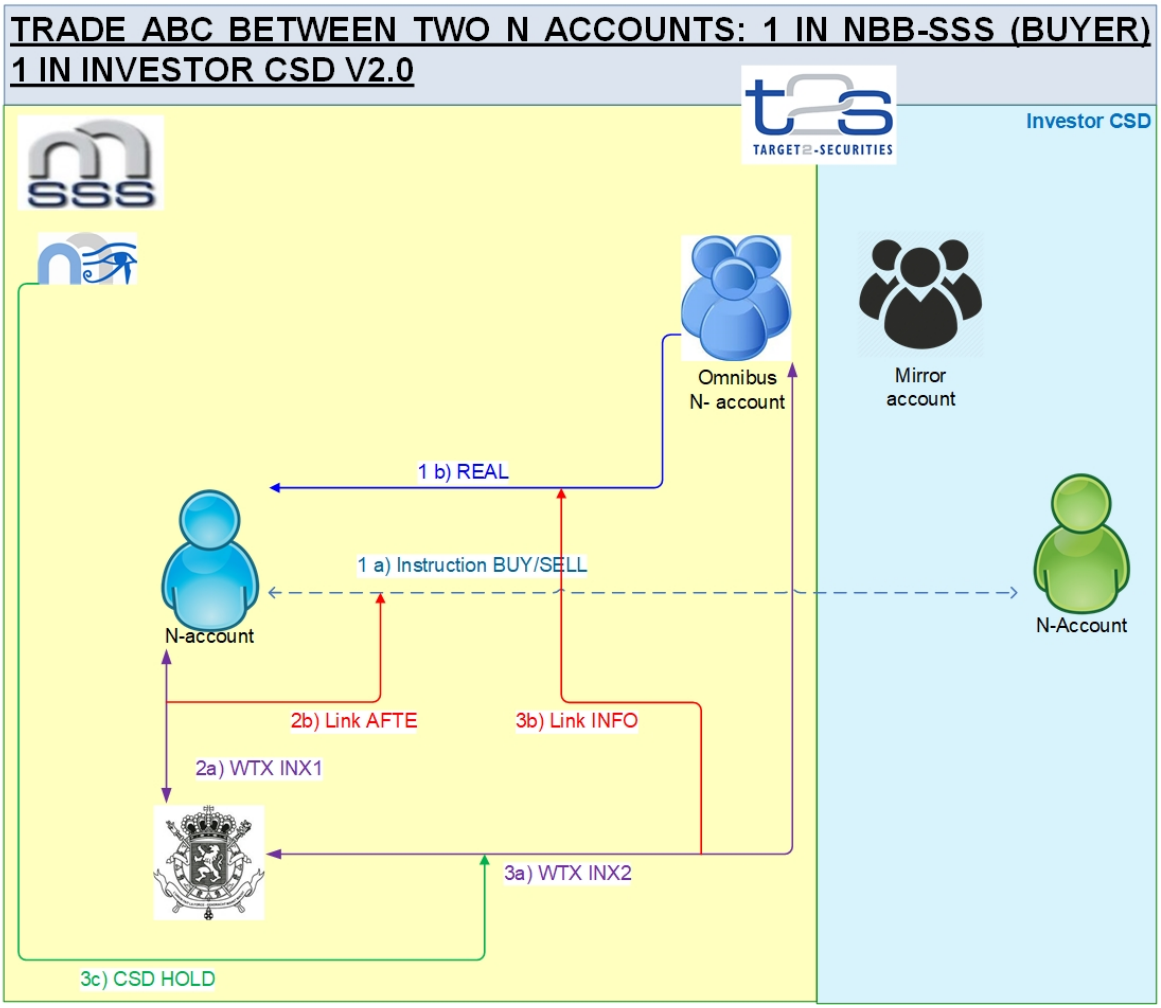
2.1. Procedure (with references to workflow)

1) a) BUY/SELL instruction of the NBB-SSS Participant.
   b) REAL instruction created by T2S (already matched) between an investor CSD omnibus N-account and an NBB-SSS Participant N-account.
2) a) Ramses creates a matched WTX instruction "WTX INX1" to:
   - CREDIT/DEBET NBB-Participant with Withholding Tax (DCA Omnibus N-account) and;
   - DEBET/CREDIT NBBEBEBBWTX (SPF FINANCES – FOD FINANCIEN) with Withholding Tax.

   b) WTX instruction "WTX INX1" is linked AFTE the 1a) instruction of NBB-Participant;
3) a) RAMSES creates an already matched WTX instruction "WTX INX2" to:
   - DEBET/CREDIT Investor CSD DCA with Withholding Tax and;
   - CREDIT/DEBIT NBBEBEBBWTX (SPF FINANCES – FOD FINANCIEN) with Withholding Tax.

   b) WTX instruction "WTX INX2" is linked INFO the 1a) BUY/SELL instruction;
   c) WTX instruction "WTX INX2" is on CSD hold.

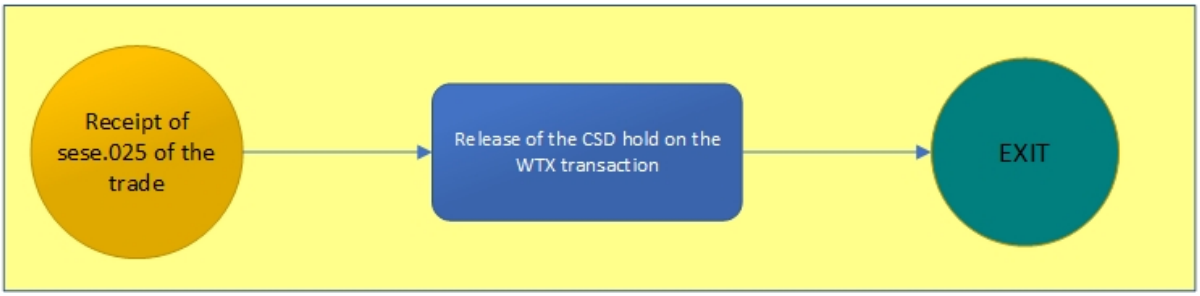
2.2. Workflow



2.1. Execution

2.1.1. Settlement of the trade

When the trade settles, the WTX INX2 transaction is released. WTX INX1 will settle as the precondition of the link AFTE has been met.



2.1.2. Cancelation of the trade

When the trade is cancelled, the WTX INX1 and WTX INX2 transactions are cancelled as well:

- INX1 as a result of the link AFTE;
- INX2 actively by RAMSES.

Receipt of sese.024 CANC of the trade
delete the WTX transaction
EXIT

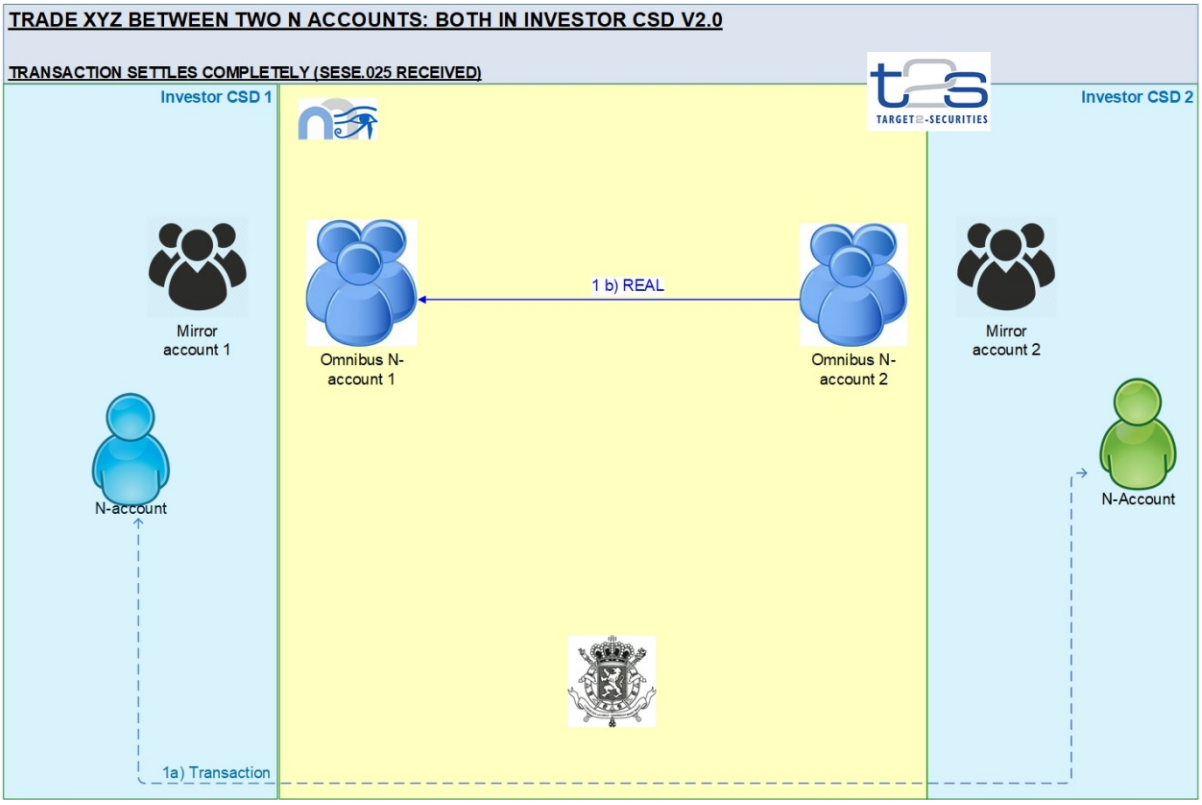
3. Scenario B: Transaction between two Investor CSD N-accounts

3.1. Procedure Part 1 (with references to workflow)

1) a) transaction between two different investor CSDs' parties

b) Real created by T2S between two investor CSDs' omnibus accounts in NBB-SSS

3.2. Workflow



3.3. Procedure Part 2 (with references to workflow): Execution

It is possible that a trade between two investor CSD N-accounts settles partially (as NBB-SSS cannot put a link 'WITH' or 'AFTE' towards the WTX transaction from the REAL instruction). As such, two scenario's where partialling has a role are possible: partialling followed by total settlement or partialling followed by cancelation.

3.3.1. Trade settles completely (earlier partialling or not)

3.3.1.1. Procedure

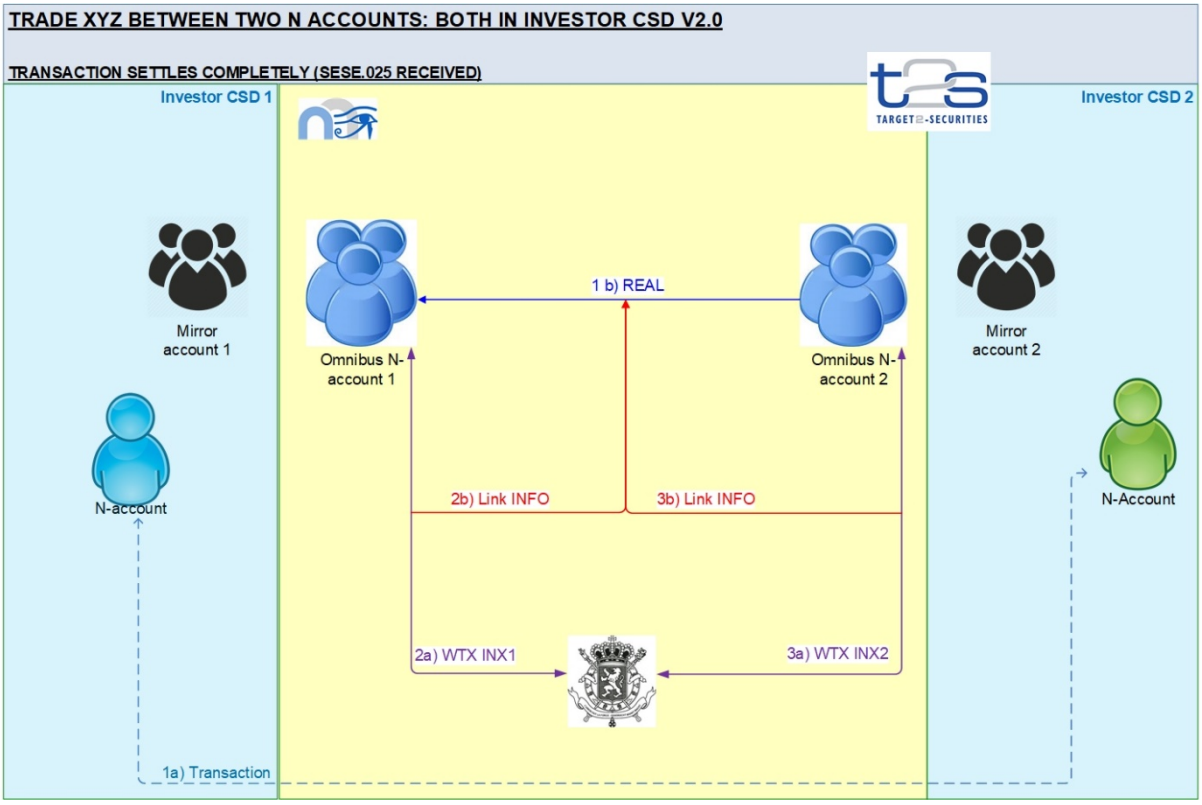
After receipt of the sese.025:

2) a) RAMSES creates a WTX instruction "WTX INX1" between NBBEBEBBWTX (SPF FINANCES – FOD FINANCIEN) and investor CSD party1;

b) WTX instruction "WTX INX1" is linked INFO with 1b) REAL.

3) a) RAMSES creates a WTX instruction “WTX INX2” between NBBEBEBBWTX (SPF FINANCES – FOD FINANCIEN) and investor CSD party2;
b) WTX instruction “WTX INX 2” is linked INFO with 1b) REAL.

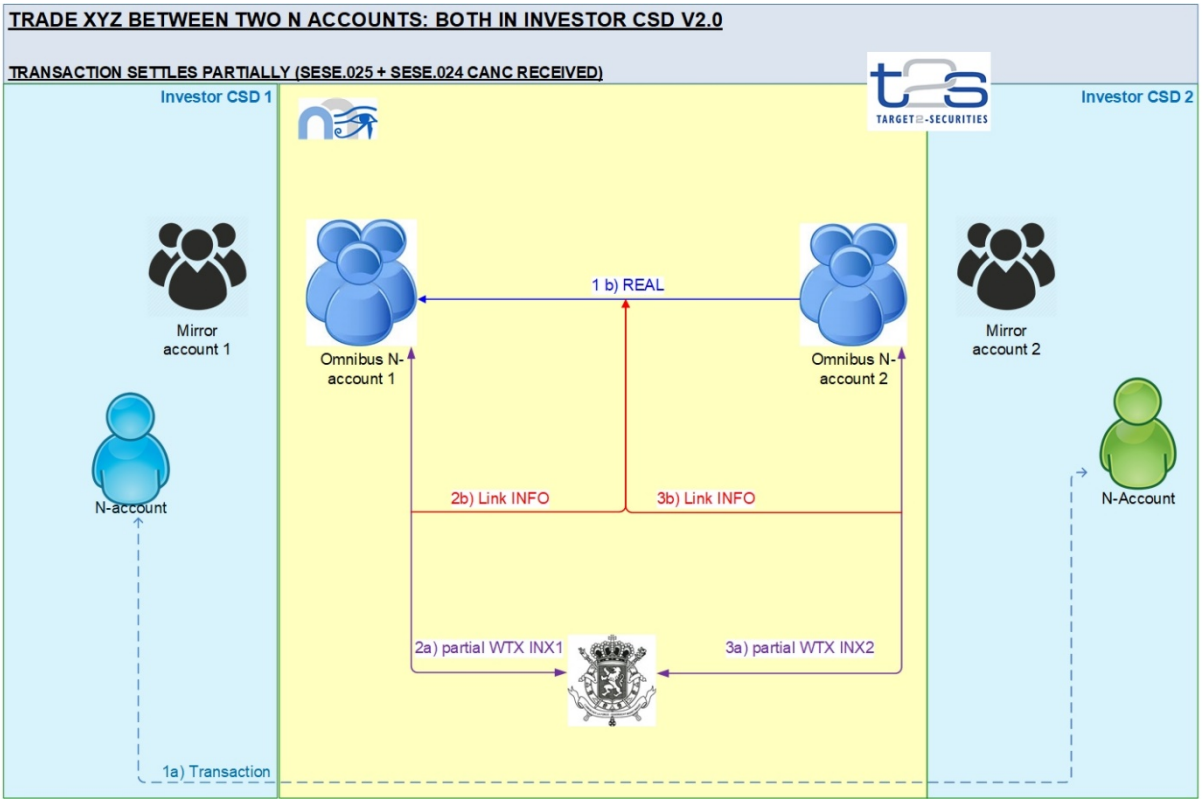
3.3.1.2. Workflow



3.3.2. Trade settles partially and is then cancelled

3.3.2.1. Procedure

After receipt of the sese.024 following a sese.025 for partial settlement

2) a) RAMSES creates a WTX instruction “WTX INX1” for the part that has been settled between NBBEBEBBWTX (SPF FINANCES – FOD FINANCIEN) and investor CSD party1;
b) WTX instruction “WTX INX1” is linked INFO with 1b) REAL.
3) a) RAMSES creates a WTX instruction “WTX INX2” for the part that has been settled between NBBEBEBBWTX (SPF FINANCES – FOD FINANCIEN) and investor CSD party2;
b) WTX instruction “WTX INX2” is linked INFO with 1b) REAL.

3.3.2.2. Workflow