



SRD II

FOCUS

Version 01 – Updated in November 2018

REGULATORY EVOLUTION

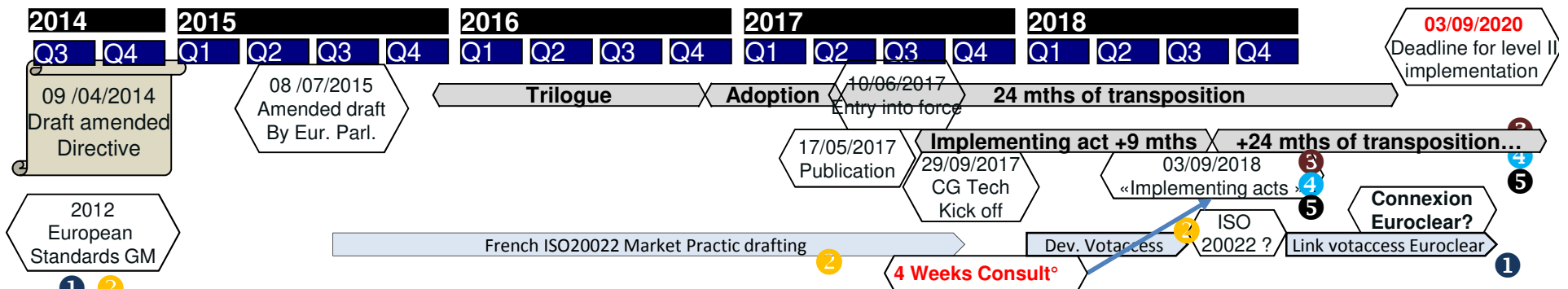
- 1 General Meeting (GM) Standards and role of the Issuer CSD : European standards set up Key dates, their sequence and process of GM. The Issuer CSD is a cornerstone between issuer or its agent and intermediaries chain. This should be included in the implementing acts of ShRD to be published by 2018 September the 10th
- 2 GM Standards and Votaccess: in France, workflow to institutional investors and custodians has to be enhanced at Votaccess level for the platform to be able to announce and process vote electronically including ISO20022. ShRD implementing acts should give a pressure for this implementation
- 3 (ShRD) Information and rights exercise des droits with vote confirmation. ShRD considers GM as a specific corporate actions that shall be integrated in all custody offers. Confirmation of vote shall be considered as a confirmation of good processing. In case of non systematic confirmation, the shareholder can ask for it to the issuer in a three months period after the GM date. This is part of implementing acts that have been published on 2018, September the 3rd
- 4 (ShRD) Identification of shareholder: ShRD gives the issuer the right to ask for identification of its shareholders (for bearer and registered shares). This is part of implementing acts that have been published on 2018, September the 3rd. The process of disclosure request should follow a similar process than this of corporate actions.
- 5 (ShRD) Transparency and publicity of fees : Directive impose a public disclosure of fees related to GM services.

FOCAL POINTS

GM standard implementation will be ease by SRD by end of 2020 promoting electronic votes. In France, a link between VOTACCESS and Euroclear has to be set up.

Euroclear offer a GM service based on Broadbridge. The ISO20022 channel development for France will counterbalance proxy servicers monopolistic position.

All shareholders shall be informed of a GM.
Positions shall be updated on RD (up and down) if instructions have been sent before RD of the GM.
Confirmation of votes can have high impact on IT system for custodians and issuer agents as well.



Updated on 7 September 2018

- SMPG Task Force on ISO messages for SRD II implementation
- Identification of Shareholders and Initiative EOF transparence

STATEMENT

Level 2

- 3 The text has been published on 2018 September the 3rd. Its application is for 2020 September the 3rd at the latest.
- 4 Kick Off meeting of the SMPG Task Force on November the 20th to develop or adapt ISO standards to SRDII messages (identification of shareholders, GM and CA)
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 - ❑ **General Meeting Standards** : EMIG on GM standards on 2019 December the 13th(in the perspective of the compliance to SRDII implementing acts)
 - ❑ **EOF Transparence Initiative** : take profit of SRD to revamp old TPI service offers with aggressive planning (push for june 2019 first phase), new technological approach (API in second phase) and fees in regard with hypothesis of high volumes of demands

FOR YOUR CONSIDERATION

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 - ❑ **Potential « same day principle » and dual workflow for GM and CA processes** (current through the chain of intermediaries model or direct answer form investors to issuers) (implementation by 3rd September 2020). Even if the Europe Commission would amende this proposal it would lead to a same day principle for any information received before 16h00 and before 10h00 the day after if received later than 16H00.The European Commission sounds to have well understood the issue of information related to elective event or votes of GM.
 - ❑ **Confirmation of good processing of votes**, could become an on demand process even in an electronic workflow. Update of position on RD
 - ❑ **ShRD II could be an appeal for disclosure requests that leads to new services offers.**
 - EOF has launched a transparency initiative that could lead to have a API bases workflow to identify shareholders.
 - Internalized settlement reporting** : waiting for ISO templates that could be not used by local authorities that currently argue there would be not obliged to adopt such ISO formatted reporting (pending issue).
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To know more please refer to:
ficheShRD-ToKnowMore

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