
Market Notice

13 September 2017
MN_68/2017

Introduction of “Split Payment” regulations for RCC service invoices

For the attention of:

Priority:

Re:

Intermediaries

HIGH

Invoicing of RCC charges

Dear client,

Regarding the previous MN_61/2017 issued on 11th August 2017, we wish to inform you that following the recent introduction of new regulations concerning the subject, Monte Titoli will, upon request of the intermediaries, return VAT amounts erroneously paid through MT-X system from the 1st of July and 10th of August 2017 to the relevant issuers.

To this extent, the relevant intermediaries should:

- Check and adjust invoices and furthermore provide concerned issuers with the relevant credit notes
- Engage with Monte Titoli, for the reimbursement of relevant VAT amounts, by sending an email to the Issuing Services office (helpdesk.CE&IS@lseg.com), and attaching an Excel file with the amount to be refunded. The template for the Excel file is available on the MT-X platform within the section “Documentation > Monte Titoli operating information”.
- Provide Monte Titoli with specific authorisation concerning the amount of VAT to be debited. If an intermediary’s cash account is operated by a Correspondent Bank, the authorisation must also be provided by the latter. Please note that the authorisation must be sent through MT-X platform (by means of general mandate, with “Split Payment” as the subject).



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Upon receipt of the application and the intermediary's authorisation (and if applicable, the authorisation from the Correspondent Bank), Monte Titoli will debit the relevant VAT amount and will inform the impacted participants accordingly via RNI 097 message or equivalent SWIFT message. On the same value date, Monte Titoli will credit the VAT amount to the relevant issuer's account (or that of their Correspondent Bank) through RNI 097 or equivalent SWIFT message.

Upon completion of the process, Monte Titoli will send confirmation regarding all executed movements via e-mail to the intermediaries and the issuers concerned.

Note that all accounting movements will take place based on the accounts indicated by the intermediaries on the CLIMP platform for the category "Payments (in Euros) on securities denominated in foreign currency".

While we would like to remind clients that all payments relating to RCC amounts subject to VAT are currently suspended for companies on the 'Split Payment' list published by the Ministry, intermediaries are kindly asked to refrain from taking unilateral initiative regarding fees' payments (e.g. via extra-system arrangements) and wait for the relevant MT system implementations that will be duly announced via the usual channels.

For further information please contact the following offices:

Offices of reference:

CE@IS Helpdesk

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Client Services

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