

Common Securitization Platform and Single Security

Market Adoption Playbook Overview





Market Adoption Playbook – Overview and Intent

- As we continue to flesh out the details of Single Security Initiative implementation, one of our goals is to make adoption as easy as possible for our industry participants
- To support this goal, we propose creating a market adoption playbook, tailored to the interests of our primary stakeholder groups and various functions (front office, back office, operations, accounting, legal, compliance etc.)
- These documents should make it easier for stakeholders by consolidating in one place:
 - Information on what is changing with Single Security Initiative
 - Input from key market vendors on how they will approach the Single Security Initiative changes
 - Access to increasing levels of detail to help stakeholders create their own requirements for changes to internal processes, systems, reporting, etc.
- We are also soliciting stakeholders to share their own impacts – consolidation and publication of your insights can help us ensure that all market participants are ready to adopt the UMBS and/or Supers market conventions
- Our objective today is to get your feedback on this concept
 - Is this idea appealing? Could it help meet your Single Security Initiative adoption needs?
 - Are there specific topics you want to see? Information you need?
 - Do you have a preferred format, e.g., actual document, online repository, or both?



Modular and audience-specific approach

Each module will include information on what is changing, potential impacts to stakeholders, and outstanding questions...different modules could make up each document based on audience

Module	Summary of Topics to be Covered	Audience			
		Investors *	Dealers	Seller/Serviceers	Vendors**
Introduction & Features	<ul style="list-style-type: none"> Introduction, purpose of document(s) General overview regarding Single Security Initiative Common Securitization Platform (CSP) 	✓	✓	✓	✓
Timeline	<ul style="list-style-type: none"> TBD – either common, or customized for each audience 	✓	✓	✓	✓
Prefix/Pool Number	<ul style="list-style-type: none"> UMBS conventions (follows current FNM), examples TBA and Non-TBA Changes 	✓	✓	✓	✓
Disclosure	<ul style="list-style-type: none"> Description of changes, examples Links to spec, sample and test files Logistics of future disclosure distribution 	✓	✓		✓
Exchange Disclosure	<ul style="list-style-type: none"> Explanation of exchange disclosures, examples How they relate to Tradable Supply 	✓	✓		✓
Exchange Transactions	<ul style="list-style-type: none"> Explanation of transaction, mirrors Compensation methodology for 10-day difference in payment Information on Tax & Accounting guidance for Exchange 	✓	✓		
Trading	<ul style="list-style-type: none"> Information on UMBS identifiers (01F) Description of trading screen & updates Explanation of index updates Information on Name Limit guidance & EPN updates Information on Tax & Accounting guidance for booking trades 	✓	✓		✓
Legal and Compliance	<ul style="list-style-type: none"> Information on expected Investment Guideline changes Information on MSFTA changes 	✓			

* includes Money Managers

** includes all vendors – e.g., data vendors, trading platforms, etc.