

**Derivatives Service Bureau**  
**CHANGE REQUEST FORM**

Title	FOREX: Non-Standard : Allow two identical ccy codes if Place of Settlement is entered		
<b>Background</b>	<p>It is not currently possible to enter a FX Non-Standard Forward that supports an exchange between the onshore and offshore versions of a currency (for example: CNY to CNH).</p> <p>By way of background it is not possible to allow the entry of the offshore currency code of CNH since it is not part of the ISO standard. For this reason, the user would need to enter a currency of CNY with a Settlement Ccy (eg: USD) and a Place of Settlement (eg: Hong Kong).</p> <p>In order to support this functionality, it is necessary to allow the entry of two identical currency codes if, and only if, a Settlement Ccy and Place of Settlement is also present in the request.</p>	DSB-ID	ISS-651
		Type	Validation
		Owner	DSB Secretariat
		Version	1
		State	Final
<b>Change Details</b>	<p>For each of the in-scope templates, amended the validation to allow (in addition to the existing validation) the following combination of attributes:</p> <ul style="list-style-type: none"> <li>- <b>Notional Currency</b> = "CNY"</li> <li>- <b>Other Notional Currency</b> = "CNY"</li> <li>- <b>Place of Settlement</b> = "Hong Kong"</li> </ul> <p>This validation applies only to the specific values provided above and any other combination of <u>identical</u> Notional Currency / Other Notional Currency / Place of Settlement should be rejected (as happens in the current version of the code).</p> <p>For this combination of values, the FX Type is to be set to "FXEM".</p> <p>All other validation, derivation and/or normalisation logic for this template will remain unchanged.</p>		
<b>Error Messages</b>	<p>If Notional Ccy = "CNY", Other Notional Ccy = "CNY", Place of Settlement not = "Hong Kong":</p> <ul style="list-style-type: none"> <li>• <b>Message</b> : "Error: Place of Settlement must be Hong Kong for CNY/CNY request"</li> </ul> <p>Other error messages will not be impacted by the change including the message returned when identical currencies (other than the above) are selected:</p> <ul style="list-style-type: none"> <li>• <b>Message</b> : "Error: Notional Currency and Other Notional Currency cannot be identical"</li> </ul>		
<b>Impacted Products</b>	<p>Foreign_Exchange / Option / Non_Standard            Foreign_Exchange / Forward / Non_Standard            Other / Option / Non_Standard            Other / Other / Non_Standard            Other / Swap / Non_Standard</p>		
<b>User Impact?</b>	No. Validation will be implemented on the Server.		
<b>Request Templates</b>	No impact.		
<b>Record Templates</b>	No impact.		
<b>Use Cases</b>	<p>For each of the in-scope templates:</p> <p>Valid Request:</p> <ol style="list-style-type: none"> <li>1. Notional Ccy = "CNY", Other Notional Ccy = "CNY", Place of Settlement = "Hong Kong".</li> <li>2. Notional Ccy = "CNY", Other Notional Ccy = "USD", Place of Settlement = "Hong Kong".</li> <li>3. Notional Ccy = "GBP", Other Notional Ccy = "CNY", Place of Settlement = "Hong Kong".</li> </ol> <p>Invalid Requests:</p> <ol style="list-style-type: none"> <li>4. Notional Ccy = "CNY", Other Notional Ccy = "CNY", Place of Settlement = "Singapore".</li> <li>5. Notional Ccy = "CNY", Other Notional Ccy = "CNY", Place of Settlement = "null".</li> <li>6. Notional Ccy = "TWD", Other Notional Ccy = "TWD", Place of Settlement = "Hong Kong".</li> <li>7. Notional Ccy = "IRD", Other Notional Ccy = "IRD", Place of Settlement = "null".</li> </ol> <p>Note: Existing use cases remain valid.</p>		

## Change History

Version	State	Author	Date	Description
1	Final	DSB Secretariat	13 May 2019	Published