

T+1 Corporate Events – Test Cases

Background

In October 2027, the way corporate events are processed will change as a result of the shortening of the settlement cycle – the time between the trade date (T) and settlement (T+X). The change in the standard settlement cycle from T+2 to T+1 shortens the time between the key dates of a corporate event, affecting the determination of eligibility and the timeline for submitting instructions in elective corporate events. This requires issuers, intermediaries and investors to adjust their operations accordingly.

In preparation for this move, central securities depositories (CSDs) in AMI-SeCo markets have developed [Adaptation Plans](#) describing the necessary changes and associated milestones for the implementation of the corporate events processes included in the [T+1 Corporate Events Harmonised Implementation Guide](#).

This document aims to support market stakeholders in testing the implementation of these changes ahead of the move to the T+1 settlement cycle by providing a set of core test cases relevant to T+1. Each test case includes a description, preconditions and an expected result.

The document is structured as follows:

- **Section 1** provides Test Cases for Key Dates.
- **Section 2** provides Test Cases for Market Claims.
- **Section 3** provides Test Cases for Transformations.
- **Section 4** provides Test Cases for Buyer Protection.

1 Test Cases for Key Dates

| Key Dates | | | | | |
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| ID | Test case | Description | Preconditions | Expected results | |
| KD.TC.1 | Key dates for a mandatory distribution on a security in units | Check that the key dates for a mandatory distribution of a security in Units are announced correctly. | 1. The issuer announces a Mandatory Distribution (DVCA) on a security in Units (UNIT). | <input type="checkbox"/> | 1. The Issuer CSD CA announcement includes an Ex-Date, a Record Date, and a Payment Date. |
| | | | | <input type="checkbox"/> | 2. The Ex-Date is on the same date as the Record Date. |
| | | | | <input type="checkbox"/> | 3. The Payment Date is after the Record Date (preferably on the following business day). |
| KD.TC.2 | Key dates for a mandatory distribution on a security in face amount | Check that the key dates for a mandatory distribution of a security in face amount (nominal) are announced correctly. | 1. The issuer announces a Mandatory Distribution (INTR) on a security in Face Amount (FAMT). | <input type="checkbox"/> | 1. The Issuer CSD CA announcement includes a Record Date and a Payment Date (no Ex-Date is included as the security is in Face Amount (FAMT)). |
| | | | | <input type="checkbox"/> | 2. The Payment Date is after the Record Date (preferably on the following business day). |
| KD.TC.3 | Key dates for a mandatory reorganisation | Check that the key dates for a mandatory reorganisation are announced correctly. | 1. The issuer announces a Mandatory Reorganisation (SPLF). | <input type="checkbox"/> | 1. The Issuer CSD CA announcement includes a Last Trading Date, a Record Date, and a Payment date. |
| | | | | <input type="checkbox"/> | 2. The Last Trading Date is one business day before the Record Date |
| | | | | <input type="checkbox"/> | 3. The Payment Date is after the Record Date (preferably on the following business day) |
| KD.TC.4 | Key dates for an elective event | Check that the key dates for an elective event are announced correctly. | 1. The issuer announces a Mandatory Reorganisation with Options (elective event). | <input type="checkbox"/> | 1. The Issuer CSD CA announcement includes a Guaranteed Participation Date, a Buyer Protection Deadline, a Market Deadline, and a Payment Date. |
| | | | | <input type="checkbox"/> | 2. The Guaranteed Participation Date is one business day before the Buyer Protection Deadline. |
| | | | | <input type="checkbox"/> | 3. The Guaranteed Participation Date is two business days before the Market Deadline. |
| | | | | <input type="checkbox"/> | 4. The Payment Date is one business day after the Market Deadline. |
| KD.TC.5 | Key dates for a mandatory distribution with a record date falling on the first day of the T+1 settlement cycle | Check that the key dates for a mandatory distribution with a record date falling on the first day of the T+1 settlement cycle are announced correctly. | 1. The issuer announces a Mandatory Distribution on a security in Units (UNIT) where the Record Date is Monday 11 October 2027, i.e., the first day of the T+1 settlement cycle. | <input type="checkbox"/> | 1. The Issuer CSD CA announcement states that the Ex-Date is on Friday 8 October 2027 (no Ex-Dates should apply on Monday 11). |
| | | | | <input type="checkbox"/> | 2. The Payment Date is after the Record Date. |
| KD.TC.6 | Key dates for a mandatory distribution with a record date falling on the second day of the T+1 settlement cycle | Check that the key dates for a mandatory distribution with a record date falling on the first day of the T+2 settlement cycle are announced correctly. | 1. The issuer announces a Mandatory Distribution on a security in Units (UNIT) where the Record Date is Tuesday 12 October 2027, i.e., the second day of the T+1 settlement cycle. | <input type="checkbox"/> | 1. The Issuer CSD CA announcement states that the Ex-Date is on Tuesday 12 October 2027 (no Ex-Dates should apply on Monday 11). |
| | | | | <input type="checkbox"/> | 2. The Payment Date is after the Record Date. |

2 Test Cases for Market Claims

| Market Claims | | | | |
|---------------|---|--|---|---|
| ID | Test case | Description | Preconditions | Expected results |
| MC.TC.1 | Market claim identified and created at cob on the record date for a security in nominal | Check that a market claim is successfully identified and created for an eligible transaction on a security in nominal at close of business on the record date. | <p>1. There is an Underlying Transaction to deliver a security in Nominal with the following details:</p> <ul style="list-style-type: none"> - the settlement instruction specifies that partial settlement is allowed. - the Intended Settlement Date is before the Record Date. - the Instruction is pending settlement on Record Date at EoD with current status "released". <p>2. There is an Underlying corporate event, which is a cash distribution for which proceeds (cash) have not yet been paid.</p> | <p>On Record Date at EoD, each CSD of the two counterparties in the transaction:</p> <ol style="list-style-type: none"> 1. identify a transaction as eligible for a Market Claim 2. create a Market Claim instruction (right after identification) 3. from the seller to the buyer 4. as a PFoD instruction 5. with a Settlement Date equal to the Payment Date of the underlying corporate event 6. with a Trade Date equal to the Trade Date of the Underlying Transaction 7. including the transaction type code "CLAI" 8. including a reference to the underlying settlement instruction 9. including the corporate action reference assigned by the CSD 10. specifying that partial settlement is not allowed. 11. instructed with the status "on hold" (because the underlying corporate event proceeds have not yet been paid) 12. which is unmatched (as matching is required on the market claim instruction) 13. the Market Claim is sent for settlement in the night-time settlement (NTS) period 14. the CSD notifies its participants on the creation of the Market Claim via the Market Claim Creation message. |
| MC.TC.2 | Market claim identified and created at cob on the record date for a security in units | Check that a market claim is successfully identified and created for an eligible transaction on a security in units at close of business on the record date. | <p>1. There is an Underlying transaction to deliver a security in Unit with the following details:</p> <ul style="list-style-type: none"> - the Trade Date is before the Ex-Date - the settlement instruction specifies that partial settlement is allowed. - the instruction is pending settlement on Record Date at EoD with current status "on hold". <p>2. There is an underlying corporate event, which is a securities distribution for which proceeds (stock) have not yet been paid.</p> | <p>On Record Date at EoD, each CSD of the two counterparties in the transaction:</p> <ol style="list-style-type: none"> 1. identify a transaction as eligible for a Market Claim 2. create a Market Claim instruction (right after identification) 3. from the seller to the buyer 4. as a FoP instruction 5. with a Settlement Date equal to the Payment Date of the underlying corporate event. 6. with a Trade Date equal to the Trade Date of the Underlying Transaction 7. including the transaction type code "CLAI" 8. including a reference to the underlying settlement instruction 9. including the corporate action reference assigned by the CSD 10. specifying that partial settlement is allowed 11. instructed with the status "on hold", because i) the Underlying Transaction is "on hold" and ii) the underlying corporate event proceeds have not yet been paid. 12. which is unmatched (as matching is required on the market claim instruction) 13. the Market Claim is sent for settlement in the night-time settlement (NTS) period 14. the CSD notifies its participants on the creation of the Market Claim via the Market Claim Creation message. |

| Market Claims | | | | |
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| ID | Test case | Description | Preconditions | Expected results |
| MC.TC.3 | Reverse market claim identified and created at cob on the record date for a security in units | Check that a market claim is successfully identified and created for an eligible transaction on a security in units which has settled before close of business on the record date. | <p>1. There is an Underlying transaction to deliver a security in Unit with the following details:</p> <ul style="list-style-type: none"> - the Trade Date equal to the Ex-Date. - the partial indicator is set to "yes" and the original quantity to deliver is 100. - two partials of respectively 10 and 30 settle on Record Date. <p>2. There is an underlying corporate event, which is a securities distribution for which proceeds (stock) have not yet been received by the CSD.</p> | <p>On Record Date at EoD, each CSD of the two counterparties in the transaction:</p> <ol style="list-style-type: none"> 1. identify a transaction as eligible for a reverse Market Claim 2. create only one reverse Market Claim instruction, based on a settled quantity of 40 (10+30). 3. from the buyer to the seller 4. as a FoP instruction 5. with a Settlement Date equal to the Payment Date of the underlying corporate event 6. with a Trade Date equal to the Trade Date of the Underlying Transaction 7. including the transaction type code "CLAI" 8. including a reference to the underlying settlement instruction 9. including the corporate action reference assigned by the CSD 10. specifying that partial settlement is allowed. 11. instructed with the status "on hold", because the underlying corporate event proceeds have not yet been paid. 12. which is unmatched (as matching is required on the market claim instruction) 13. the reverse Market Claim is sent for settlement in the night-time settlement (NTS) period 14. the CSD notifies its participants on the creation of the Market Claim via the Market Claim Creation message. |
| MC.TC.4 | Underlying settlement instructions both include the opt-out indicator | Check that a matched transaction where (i) both legs of the settlement instruction received from a CSD participant include the opt-out indicator 'NOMC' (no automatic market claim) and (ii) the transaction remains pending settlement at close of business on the record date does not result in the identification and creation of market claim. | <p>1. Matching settlement instructions received from a CSD participant both include the opt-out indicator 'NOMC' (no automatic market claim)</p> <p>2. The transaction remains pending settlement at close of business on the Record Date.</p> | <p>1. No Market Claim is created.</p> |
| MC.TC.6 | Underlying settlement instructions both include the ex indicator | Check that a matched transaction where (i) both legs of the settlement instruction received from a CSD participant include the 'ex' indicator and (ii) the transaction remains pending settlement at close of business on the record date does not result in the identification and creation of market claim. | <p>1. Matching settlement instructions received from a CSD participant both include the 'ex' indicator.</p> <p>2. The transaction remains pending settlement at close of business on the Record Date.</p> | <p>1. The 'ex' indicator is not considered by the CSD. Instead, the standard market claim identification and creation rules are applied by the CSD.</p> |
| MC.TC.7 | Market claim instruction status following receipt of corporate event proceeds for a cash Market Claim | Check if a cash Market Claim instruction created in status 'on hold' can be released following receipt of corporate event proceeds. | <p>1. A cash Market Claim is created with status "on hold".</p> <p>2. There is Underlying Transaction with current status "released".</p> <p>3. There is an underlying corporate event, which is a cash distribution for which proceeds (cash) are paid after the Market Claim was instructed.</p> | <p>The cash Market Claim must be released.</p> <ol style="list-style-type: none"> 1. participants send a request to release the Market Claim for settlement by populating the hold indicator with the flag "false" in the Securities Settlement Conditions Modification Request. 2. the status of the Market Claim is changed from "on hold" to "released". 3. CSD(s) inform their participants about the changes in the status of the previously created market claim transaction via the Market Claim Creation Status Advice message. |

| Market Claims | | | | |
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| ID | Test case | Description | Preconditions | Expected results |
| MC.TC.8 | Market claim instruction status following receipt of corporate event proceeds for a security Market Claim | Check if a security Market Claim instruction created in status 'on hold' can be released following receipt of corporate event proceeds. | <ol style="list-style-type: none"> 1. A security Market Claim is created with status "on hold". 2. There is an Underlying Transaction with current status "on hold". 3. There is an Underlying corporate event, which is a securities distribution for which proceeds (stock) are paid after the Market Claim was instructed. | <input type="checkbox"/> 1. No action is expected at this stage. Even if the corporate event proceeds are paid, the security Market Claim must keep the same status as that of the Underlying Transaction, which currently still is "on hold". |
| MC.TC.9 | Market claim instruction status following release of the Underlying Transaction | Check if a security Market Claim instruction created in status 'on hold' can be released following the release of both settlement instructions of the Underlying Transaction. | <ol style="list-style-type: none"> 1. A security Market Claim is created with status "on hold". 2. There is an Underlying Transaction, whose status changes from "on hold" to "released" after the Market Claim was instructed. 3. There is a underlying corporate event, which is a securities distribution for which proceeds (stock) have been received by the CSD. | <input type="checkbox"/> The securities Market Claim must be released. <input type="checkbox"/> 1. participants send a request to release the market claim for settlement by populating the hold indicator with the flag "false" in the Securities Settlement Conditions Modification Request. <input type="checkbox"/> 2. the status of the Market Claim is changed from "on hold" to "released". <input type="checkbox"/> 3. CSD(s) inform their participants about the changes in the status of the previously created market claim transaction via the Market Claim Creation Status Advice message |
| MC.TC.10 | Market claim identified and created after the record date | Check that a market claim is successfully identified and created for an eligible transaction where matching occurs within the 20 business days following the record date | <ol style="list-style-type: none"> 1. Two settlement instructions eligible for a Market Claim match at 10.00 (daytime processing), 3 days after the Record Date (RD+3). | <input type="checkbox"/> 1. The CSDs of the two counterparties in the transaction identify the transaction as eligible for a Market Claim following the matching. <input type="checkbox"/> 2. The Market Claim instructions are sent for settlement in the real-time settlement period, because the Market Claim instructions were created after the Record Date. <input type="checkbox"/> 3. The CSDs notify their participants about the creation of the Market Claim via the Market Claim Creation message. |

3 Test Cases for Transformations

| Transformations | | | | |
|-----------------|---|--|--|---|
| ID | Test case | Description | Preconditions | Expected results |
| TF.TC.1 | Transformation into securities at cob on the record date | Check that a transformation into securities for a pending transaction at close of business on the record date is successfully processed. | <p>1. There is an Underlying Transaction to deliver a security pending settlement on Record Date at EoD with the following details:</p> <ul style="list-style-type: none"> - Trade Date (TD) equal to 20 March - Settlement Date (SD) equal to 23 March - current status set on "released" - partial indicator set to "yes" - the original quantity to deliver is 100 and one partial of 30 settles on Record Date. <p>2. There is an underlying corporate event which is a Mandatory Reorganisation with the following details:</p> <ul style="list-style-type: none"> - Record Date (RD) equal to 24 March - Payment Date (PD) equal to 25 March - the proceeds of the corporate event are in stock. | <p>On 24 March at End of Day (Record Date), each CSD of the two counterparties in the transaction:</p> <ul style="list-style-type: none"> <input type="checkbox"/> 1. Discontinue the settlement of the old ISIN. <input type="checkbox"/> 2. Cancel pending instructions on the underlying ISIN during the transformation process. <p>Only after completing the two steps above, CSD(s) create a new replacement instruction based on the quantity pending settlement:</p> <ul style="list-style-type: none"> <input type="checkbox"/> 3. the replacement instruction is based on the quantity pending settlement of 70 (100-30). <input type="checkbox"/> 4. with a Settlement Date equal to 25 March (i.e. the latest between the Payment Date of the underlying corporate event and the Settlement Date of the Underlying Transaction) <input type="checkbox"/> 5. with a Trade Date equal to 20 March (i.e. same as the Trade Date of the Underlying Transaction) <input type="checkbox"/> 6. including the reference of the Underlying (original) Transaction (in T2S markets, the Market Infrastructure Transaction Identifier must be used) <input type="checkbox"/> 7. including the "TRAN" ISO settlement transaction condition code <input type="checkbox"/> 8. including the corporate action event reference assigned by the CSD <input type="checkbox"/> 9. including the transaction type code, which should be the same as the one included in the original instruction. <input type="checkbox"/> 10. specifying that partial settlement is allowed. <input type="checkbox"/> 11. instructed with status "released" (because the status of the Underlying Transaction is "released"). <input type="checkbox"/> 12. which is unmatched (as matching is required for the replacement instruction) <input type="checkbox"/> 13. the replacement instruction is sent for settlement in the night-time settlement (NTS) period. |
| TF.TC.2 | Transformation into securities for an "on hold" transaction at EoD on the Record Date. | Check that a transformation into securities for a pending transaction with status "on hold" at close of business on the record date is successfully processed. | <p>1. There is an Underlying transaction to deliver a security pending settlement on Record Date at EoD with the following details:</p> <ul style="list-style-type: none"> - Trade Date (TD) equal to 20 March - Settlement Date (SD) equal to 30 March. - current status is "on hold". <p>2. There is an underlying corporate event, which is a Mandatory Reorganisation with Options with the following details:</p> <ul style="list-style-type: none"> - Market Deadline (MD) equal to 24 March - Payment Date (PD) equal to 25 March - the proceeds of the corporate event are in stock. | <p>On 24 March at End of Day (Record Date), each CSD of the two counterparties in the transaction:</p> <ul style="list-style-type: none"> <input type="checkbox"/> 1. Discontinue the settlement of the old ISIN. <input type="checkbox"/> 2. Cancel pending instructions on the underlying ISIN during the transformation process. <p>Only after completing the two steps above, CSD(s) create a new replacement instruction:</p> <ul style="list-style-type: none"> <input type="checkbox"/> 3. with a Settlement Date equal to 30 March (i.e. the latest between the Payment Date of the underlying corporate event and the Settlement Date of the Underlying Transaction) <input type="checkbox"/> 4. with a Trade Date equal to 20 March (i.e. same as the Trade Date of the Underlying Transaction) <input type="checkbox"/> 5. including the reference of the Underlying (original) Transaction (in T2S markets, the Market Infrastructure Transaction Identifier must be used) <input type="checkbox"/> 6. including the "TRAN" ISO settlement transaction condition code <input type="checkbox"/> 7. including the corporate action event reference assigned by the CSD <input type="checkbox"/> 8. including the transaction type code, which should be the same as the one included in the original instruction. <input type="checkbox"/> 9. specifying that partial settlement is allowed <input type="checkbox"/> 10. which is unmatched (as matching is required for the replacement instruction) <input type="checkbox"/> 11. instructed with status "on hold" (as the Underlying Transaction is on "on hold") <input type="checkbox"/> 12. the replacement instruction is sent for settlement in the night-time settlement (NTS) period. |

| Transformations | | | | |
|-----------------|---|---|--|--|
| ID | Test case | Description | Preconditions | Expected results |
| TF.TC.3 | Transformation into cash at cob on the record date | Check that a transformation into cash for a pending transaction at close of business on the record date is successfully processed. | <p>1. There is an Underlying Transaction to deliver a security pending settlement on Record Date at EoD, with the following details:</p> <p>DVP1: seller X has to deliver 3,000,000 ISIN A to buyer Y against €3,005,000</p> <p>2. There is an Underlying corporate event, which is the final redemption of ISIN A at 100% of the nominal.</p> | <p>On Record Date at EoD, each CSD of the two counterparties in the transaction:</p> <ol style="list-style-type: none"> <input type="checkbox"/> 1. Discontinue the settlement of the old ISIN. <input type="checkbox"/> 2. Cancel pending instructions on the underlying ISIN during the transformation process. <input type="checkbox"/> 3. Only after completing the two steps above, each CSD creates 2 PFOD instructions as follows: <ul style="list-style-type: none"> - PFOD1: X has to deliver 0 ISIN A to Y against €3,005,000 - PFOD2: Y has to deliver 0 ISIN A to X against €3,000,000 <input type="checkbox"/> 4. The transfers (PFOD1 and PFOD2) are not linked. <input type="checkbox"/> 5. In the first PFOD instruction (PFOD1), seller X is specified as delivering party; in the second PFOD instruction (PFOD2), buyer Y is specified as delivering party <p>Both replacement instructions:</p> <ol style="list-style-type: none"> <input type="checkbox"/> 6. are with a Settlement Date equal to the latest between the Payment Date of the underlying corporate event and the Settlement Date of the Underlying Transaction <input type="checkbox"/> 7. are with a Trade Date of both instructions is equal to the Trade Date of the Underlying Transaction <input type="checkbox"/> 8. include the reference of the Underlying (original) Transaction (in T2S markets, the Market Infrastructure Transaction Identifier must be used) <input type="checkbox"/> 9. include the "TRAN" ISO settlement transaction condition code <input type="checkbox"/> 10. include the corporate action event reference assigned by the CSD <input type="checkbox"/> 11. include the transaction type code, which should be the same as the one included in the original instruction <input type="checkbox"/> 12. specify that partial settlement is not allowed <input type="checkbox"/> 13. are unmatched (as matching is required for both settlement instructions) <input type="checkbox"/> 14. are instructed with status "released". <input type="checkbox"/> 15. the replacement instructions PFOD1 and PFOD2 are sent for settlement in the night-time settlement (NTS) period. |
| TF.TC.4 | Transformation where both underlying settlement instructions include the opt-out indicator | Check that the pending settlement transaction is cancelled but not replaced when the opt-out indicator is included in both underlying settlement instructions | 1. Matching settlement instructions received by CSDs both include the opt-out indicator 'NOMC' (no automatic market claim). | <ol style="list-style-type: none"> <input type="checkbox"/> 1. The CSDs of each counterparty cancel the pending settlement transactions and do not create replacement instructions. |
| TF.TC.5 | Transformation where matching occurs after the record date | Check that a transformation is created at the time of matching when matching occurs after the record date. | 1. Two settlement instructions eligible for a transformation match at 10.00 3 days after the Record Date (RD+3). | <ol style="list-style-type: none"> <input type="checkbox"/> 1. The CSDs of the two counterparties in the transaction transform the pending settlement transactions at the time of matching, i.e. at 10.00 on RD+3. <input type="checkbox"/> 2. The transformation instructions are sent for settlement in the real-time settlement period (because the instructions are created after the Record Date). |

4 Test Cases for Buyer Protection

| Buyer Protection | | | | | |
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| ID | Test case | Description | Preconditions | | Expected results |
| BP.TC.1 | Valid buyer protection instruction received resulting in a transformation | Check that a buyer protection instruction is processed and the related settlement transaction is transformed accordingly | <ol style="list-style-type: none"> There is an Underlying Transaction involving the delivery of a security with: <ul style="list-style-type: none"> - Trade Date before the Guaranteed Participation Date - Intended Settlement Date on or before the Buyer Protection Deadline. The underlying corporate event is an elective event. The buyer submits a valid Buyer Protection Instruction before the Buyer Protection Deadline. The Underlying Transaction remains unsettled at the Buyer Protection Deadline. | <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> | <ol style="list-style-type: none"> The CSD verifies that the buyer protection instruction is valid (see Table 11) and sends a Buyer Protection Status Advice to the buyer and a Buyer Protection Instruction Allegement Notification to the seller. The CSD puts the Underlying Transaction 'on hold' at the Buyer Protection Deadline until it is transformed on Market Deadline / Record Date. The CSD transforms the Underlying Transaction in accordance with the Buyer Protection instruction, on the Market Deadline / Record Date of the concerned elective corporate action. |
| BP.TC.2 | Cancellation of buyer protection instruction by the buyer | Check that a buyer protection instruction cancellation request is processed | <ol style="list-style-type: none"> There is an underlying transaction involving the delivery of a security with: <ul style="list-style-type: none"> - a Trade Date before the Guaranteed Participation Date - an Intended Settlement Date on or before the Buyer Protection Deadline. The underlying corporate event is an elective event. The buyer submits a valid Buyer Protection Instruction and subsequently cancels it before the Buyer Protection Deadline. | <input type="checkbox"/> <input type="checkbox"/> | <ol style="list-style-type: none"> The CSD verifies that the Buyer Protection Instruction Cancellation Request is valid (see Table 15) and sends a Buyer Protection Instruction Cancellation Request Status Advice. The CSD also informs the seller that the Buyer Protection instruction has been cancelled via a Buyer Protection Instruction Allegement Removal Advice. |
| BP.TC.3 | Underlying transaction settles before the buyer protection deadline | Check that a buyer protection instruction is cancelled if the underlying transaction settles before the buyer protection deadline | <ol style="list-style-type: none"> There is an underlying transaction involving the delivery of a security with: <ul style="list-style-type: none"> - a Trade Date before the Guaranteed Participation Date - an Intended Settlement Date on or before the Buyer Protection Deadline. The underlying corporate event is an elective event. The buyer submits a valid Buyer Protection Instruction before the Buyer Protection deadline. The Underlying Transaction settles before the Buyer Protection deadline. | <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> | <ol style="list-style-type: none"> The CSD(s) automatically cancels the related Buyer Protection instruction once the Underlying Transaction settles. The CSD notifies the buyer (via a Buyer Protection Instruction Status Advice with a status Rejected due to reason DUST – Underlying Transaction Already Settled) The CSD notifies the seller (via a Buyer Protection Instruction Allegement Removal Advice with Allegement Removal Reason = Cancelled). |
| BP.TC.4 | No valid buyer protection instruction is submitted and transaction remains pending at the market deadline | Check that pending settlement transaction where no buyer protection instruction has been received is transformed into the default option at the market deadline. | <ol style="list-style-type: none"> There is an underlying transaction without a valid buyer protection instruction (non-elected transaction) pending settlement at the market deadline. The underlying corporate event is a Mandatory Reorganisation with Options. | <input type="checkbox"/> | <ol style="list-style-type: none"> The CSD transforms the non-elected transactions into the default option set by the issuer CSD at the Market Deadline. |