Clearing & Settlement Participant Readiness Working Group

Questions from working group members| 16 March 2022

The following table provides ASX's response to relevant questions asked by Clearing & Settlement Participant working group members during the session held on 16 March 2022. Please email chessreplacement@asx.com.au if you have any additional questions or require further clarification.

Topic	Question	Answer
Migration Dress Rehearsals/Cut over Plans	We are concerned migration report feedback needs to be provided by June and whether that is practical prior to other near term milestones?	ASX has noted CHESS user feedback on the customer migration reports and timing for response to be provided in June. We will consider your feedback in line with the flow on impacts to key project milestones following the changes to the software release schedule in ITE1 and confirm if any changes are to become effective shortly.
Migration Dress Rehearsals/Cut over Plans	In preparation for MDRs, are we still expected to have a separate 'near production' environment with production security and production data albeit on a test environment?	ASX will be running MDRs using unmasked data. It is critical we are able to rehearse cutover weekend activities in as close to production environment as possible. This includes simulation of cutover activities, using real data, in order to demonstrate all required activities can be completed successfully and in the required timeframe. ASX will have full production security controls in place and any environment connecting in from an MDR perspective is also expected to have an appropriate level of controls, including data security. ASX is not mandating that a separate "to be" production environment is required.

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Migration Dress Rehearsals/Cut over Plans	**In regards to go/no go prior to MDR, in a hypothetical situation where most of the market participants are ready and some are not, do we go ahead with the MDR and what is the measurement for the MDR to be successful?**	This is a broader question that extends to participant readiness for major project milestones including MDRs. ASX is planning on discussing this topic at a future working group.
Customer Migration Reports	**For the unilateral settlement instructions, can trust amounts be included as an additional field** **For accounts, we think it is important the customer migration reports show how many accounts have been migrated with 3 lines of structured address detail as opposed to 5 lines of free format text? It would also be useful to have a separate total count/sum.**	ASX will take on board this feedback and assess what changes, if any, can be made to the relevant customer migration reports.
Customer Migration Reports	**For CHESS messages that are outstanding Friday night prior to cutover – will pre-payment messages such as the 005 movements that have a 2 day cancellation window - will they be cancelled on the Friday and participants need to reinstruct on the Monday?**	That is correct, if participants don't cancel 005 messages on the Friday before cutover the ASX will do on their behalf as part of migration weekend activities. Participants will need to reinstruct on Monday. Further information can be provided under 'transactions that can be housekept' in the table under transaction type 'Demand Dual entry transfer Request' at the following link: https://asxchessreplacement.atlassian.net/wiki/spaces/CSP/pages/766804293/Cutover+and+Migration+-+Inflight+Transactions#Inflight-Transactions-Not-Migrated

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Customer Migration Reports	**Is there a detailed report that is line by line per HIN?**	There will be 2 customer migration reports that will provide HINs at a row level: - Remediated accounts report for Controlling Participants: contain details of accounts at a HIN level that were remediated by ASX during migration - Non-Migrated accounts report for Controlling Participants: provide all accounts / HINs that had not been migrated due to non-compliant registration details including reasons and registration details of the account that had not been migrated in the current EIS format -
Customer Migration Reports	**What is the method of report dissemination?**	ASX is considering ASX Online and Secure File Transfer Protocol (SFTP) as two potential options. ASX is also giving further consideration to the sensitivity and volume of data as well as and number of recipients. ASX will work with customers on any setup/testing that may be required to prepare for extractions/download of the reports.
Customer Migration Reports	**Is there an exception report on what data failed to migrate?**	Yes, there is a non-migrated accounts report. This will include accounts that do not meet the criteria for migration, detailing the account details and the reasons why they were not migrated including the registration details from current CHESS in EIS format. The reports will also detail any action required by CHESS users.
Customer Migration Reports	**In regards to tools and arrangements in place and building prepositions is that around having our migration environment in sync with what ASX has?**	No, we will provide reports that will contain post migration view of what we have migrated into the CHESS Replacement, but dependant on what your intentions are on the migration weekend in terms of how you want to consume the report and perform a review or verification, ASX is keen to understand if you would build a preposition from your back office system on the data that existed before the conversion or before the migration. It is about building the preposition in your system to compare the data.

Topic	Question	Answer
ITE2 Application forms	**In regards to ITE2 when are the application forms due?**	ASX has not yet provided a date for when ITE2 order forms are due. Further details to be provided as part of the flow on impacts to key project milestones following the delay to technical accreditation.
Project milestones	**Is there a central repository or location for the upcoming milestones and requirements that we need to act on?**	ASX will look to provide this view after confirming any flow on impacts to project milestones following the delay to technical accreditation.