Handling rejection reasons for marketable assets

In this document, we will explain how to retrieve and understand the reason in case a marketable asset instruction in ECMS gets rejected in U2A.

A very helpful overview with chart flows from the ECB can be found here.

Pre-requirements

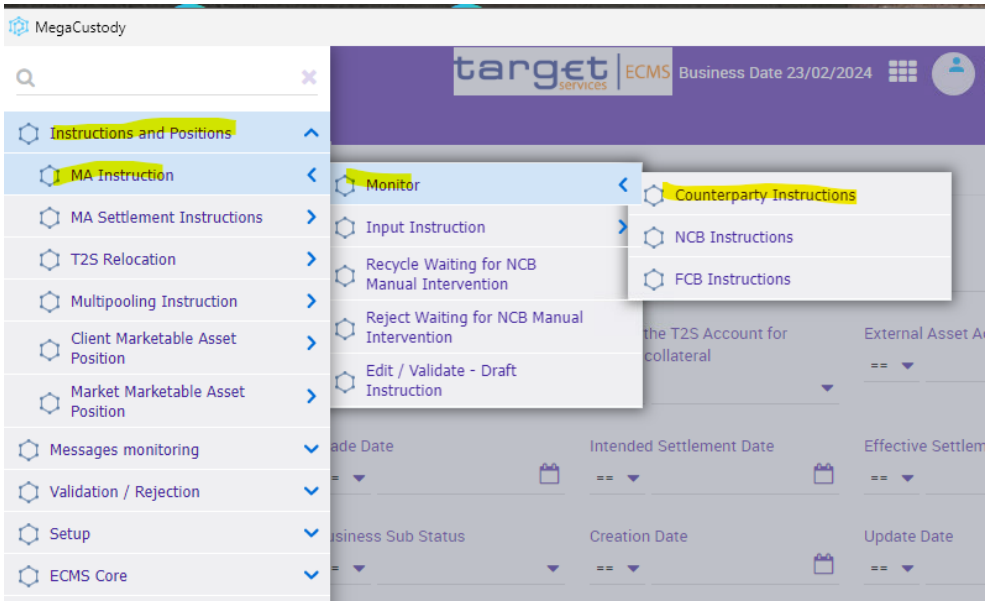
The minimum roles that need to be assigned to the user in the reference data module:

"ECMS ENTITY - U2A MARKETABLE ASSET (DE)MOBILISATION EXECUTION - #59"

Or

"ECMS ENTITY - U2A MARKETABLE ASSET (DE)MOBILISATION READ ONLY - #60"

To retrieve an overview of all instructions, follow the instructions below.



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After clicking on the "search" icon , find a list of Counterparty Marketable Asset Instructions with Business Status "Rejected" and double click on the record.

In ECMS, a marketable asset instruction can either be rejected due to:

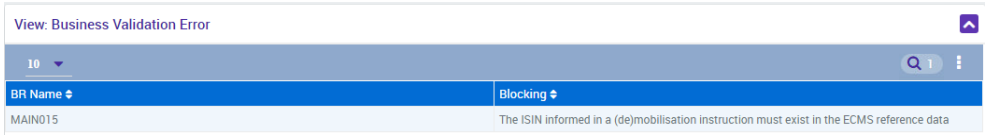
A) A business validation error

(to be recognised by '[1]' or a higher number) behind the button "Business Validation Errors"
B) Rejection by T2S

Business Validation Errors

In case of a business validation error, please click on the "Business Validation Errors" button and a list will appear at the bottom of the screen (scroll down).

EXAMPLE:



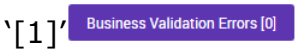
In this example, we get BR name (business rule name) "MAIN015" and the blocking description. To find more information about this error, check the ECB document "Business Rules in the ECMS". In this example, you get to see more detailed information about the error and in which field in the SWIFT sese.023 message the error was detected.

sese.023	MAIN015	The ISIN specified in a (de)mobilisation instruction must exist in the ECMS reference data	/Document/SctiesSttlmTxInstr/FinInstrmId/ISIN	sese.024	MAIN015-The ISIN specified in the (de)mobilisation instruction does not exist in the ECMS reference data	DSEC	Y

ECMS Rejection Codes

Code	Short description		Long description	Action to be taken
DDAT	Settlement Date **Rejection**	MAIN011	The Intended Settlement Date is before the date calculated via the predifined system parameter set by the ECMS operator.	The client must send a new instruction with a valid settlement date
DEPT	Place of Settlement Rejection. Unrecognised or invalid Place of Settlement.			The client must send a new instruction with a valid place of settlement. Adjust Counterpart Details party CSD.
DQUA	Unrecognised or invalid settlement quantity	MAIN032	When performing a demobilisation, the asset position must be equal or greater than the quantity informed in the demobilisation instruction.	Counterparties can only send instructions regarding positions they possess, it cannot be higher.
DTRD	Trade Date Rejection. Unrecognised or invalid trade date.	MAIN009	The Trade Date of a (de)mobilisation Instruction must be equal to or earlier than its intended settlement date	The client used a trade date that is later than the settlement date, this is not possible. The client must adjust the trade date.
REFE	Reference Rejection. The instruction has a reference identical to another previously received instruction	MAIN001	A (de)mobilisation Instruction already exists in ECMS for the same Account owner and with the same instruction reference.	The client has instructed twice or needs to send a new instruction with a new unique reference.
SAFE	Safekeeping Account Rejection. Unrecognised or invalid message sender's safekeeping account.	MAIN031	if informed, the owner of the T2S delivering securities account in a demobilisation instruction must be consistent with the owner of the T2S receiving securities account derived from the ECMS reference data. MAIN027-The T2S receiving securities account owner specified in the mobilisation instruction is not the same as the Account owner of the T2S receiving securities account derived from the ECMS reference data	The client has not instructed with his own account.
LATE	Market Deadline missed. Instruction is received after market deadline	MAIN037	The (de) mobilisation instruction has been received after the ECMS cut-off time.	The client has sent the instruction too late. The client must try again the next day.

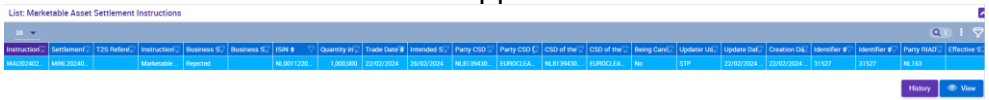
Rejections by T2S

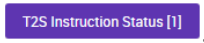
In case the button "Business Validation Errors" shows '[0]' instead of '[1]' 

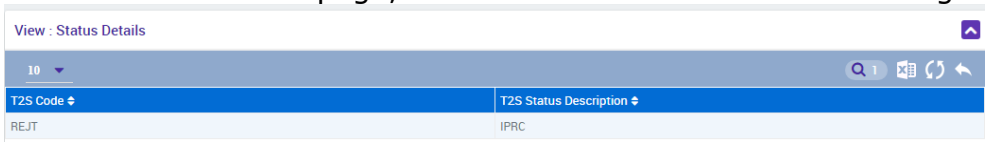
, the reason for rejection is caused by T2S.

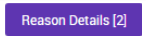
In that case, follow the following steps:

1. Click on

2. A list with Marketable Settlement Instructions will appear at the bottom of the screen. Scroll down and double click on the record.


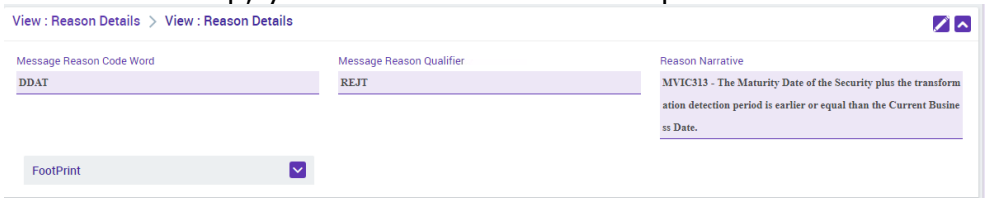
3. Click on 

. (the '[1]' indicates that one rejection reason is applicable) and scroll down.
4. At the bottom of the page, double click on the record containing "REJT IPRC"


5. Click on 

6. In this example, two reasons for rejections are found. In most cases, the description is longer than space available in the cell. In that case, proceed by double clicking on the reason field to retrieve the full text.

7. In this final step, you'll find the whole description of the T2S error.



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	T2S Messages			
Code	**Short description**		**Long description**	**Action to be taken**
ICAG	Incorrect Receiving Party Code	MVCV250	The T2S Receiving Party does not exist in T2S.	Either no account has been set up at the selected CSD, or the BIC-code is incorrect. Please make sure to use an 11-digit BIC-code
DDAT	Incorrect choise of ISIN	MVIC313	The Maturity Date of the Security plus the transformation detection period is earlier or equal than the Current Business Date.	The client must send in a new instruction, and choose a different ISIN, for the selected ISIN in the instruction is matured on the current business date
DDAT	Incorrect choise of ISIN	MVIC311	The Maturity Date of the Security plus the transformation detection period is earlier or equal than the Intended Settlement Date of the Settlement Instruction.	The client must send in a new instruction, and choose a different ISIN, for the selected ISIN in the instruction is/will be matured by settlementdate
DSEC	Incorrect Settlement date	MVIC307	The CSD of the T2S Party does not allow settlement with the counterpart for the ISIN Code on the ISD and additionally on the current Business Day if the ISD is in the past.	Settlement date in the past is not allowed, the client needs to send a new instruction with a valid settlement date.
DSEC	Incorrect Settlement date	MVIC308	The CSD of the counterpart does not allow settlement with the CSD of the T2S Party for the ISIN Code on the ISD and additionally on the current Business Day if the ISD is in the past.	Settlement date in the past is not allowed, the client needs to send a new instruction with a valid settlement date.
ICAG	Incorrect Delivering Party Code	MVCV239	The T2S Delivering Party does not exist in T2S.	The client must send a new instruction with the correct Counterpart Details; input a BIC-code consisting of 11 positions (instead of 8)
DSEC	Security Rejection. Unrecognised or invalid financial instrument identification	MVCV205	The ISIN code indicated in the Settlement Instruction does not exist in T2S.	The client must send a new instruction with a valid and eligible ISIN code.
DEPT	Incorrect input for Receiving Depository	MVCV247	The Receiving Depository specified in the Settlement Instruction is not a CSD or an External CSD	The client must send a new instruction with a correct (known) CSD-code
DEPT	Asset exchange between chosen CSD's in the instruction is not possible	MVCV246	The Receiving Depository BIC in the Settlement Instruction is not valid on the settlement date	The client must send a new instruction with a correct CSD, to which the delivering party has an existing link
MINO	Incorrect Quantity Assets	MVSQ604	The Settlement Quantity of the Settlement Instruction is lower than the Minimum Settlement Unit	The client must send a new instruction with the minimum required amount of assets. This minimum amount is determined by the Issuer of the Asset
SETR	Incorrect Security Transaction code	MVCP085	The sender of the Settlement Instruction is not authorised to send a Settlement Instruction using this ISO Transaction Code.	The client must send a new instruction, and use 'COLI' or 'COLO' as Security Transaction Code and not 'TRAD'. This coul be an incident; please inform your NCB
SAFE	The selected Party BIC does not have a account at the selected CSD	MAIN031	The delivering T2S Securities Account owner is not consistent with the ECMS reference data.	The client needs to send a new instruction and choose a Counterparty BIC which has an account at the selected Counterparty CSD