

Here is a short memo of today session.

Attending:

Hugo, Laura, Mario, Olli, Harri, Saila, Gunnar, Mirka, Tapio, Anu, Kirsi

We looked through the URDG 758 sample document shared by Hugo after the latest meeting before the summer (also attached)

- URDG 758 originating from 2010
- possible update in other ICC rules next year but not in gtees in 3-5 years
- yet this document sets recommendations / not rules
- usable in letter and SWIFT layout
- can be used in counter-guarantee mode
- cases on corporate - bank, bank-bank and even corporate - corporate
- type of guarantee may mean different in some countries --> accuracy in following fields
- amount in words should not needed anymore
- yet the interpretation of discrepancy between numbers and words
- supporting documents
- copy of invoice etc. free format field
- any input available
- yet the types of the applicable documents are not too many
- language
- normally English or local language
- place of presentation
- may also be empty
- expiry date
- date or expiry event
- open-ended guarantee also possible
- charges
- standard text based on URDG 758
- template usable
- governing law and legislation is missing
- URDG rules apply and no need to define law/country in case no exception needed
- counter-guarantee template also available

We compared the URDG template to our previous work on Rental Gtee case work and base semantic model sample case

- no conflict but on the contrary good complementary info making the semantic model usage rules easier
- just need to look into the existing ISO 20022 codification model and map that together with sample and URDG 758 rules

Why the URDG 758 templates are not followed:

- Banks have their own traditions
- Large Corporates are many times using own templates
- big party contracts are mostly having own template on related guarantees

Applying a URDG 758 templates

- SMEs, other smaller customers
- country-wise application
- or Nordics when even the common KYC utility is now on the main banks' common agenda

Customs guarantees

- electronic application of guarantee issuance

- customs as a beneficiary

Gunnar told the Enigio option to test in digital format

- electronic signature instead of a wet signature
- let us discuss this at the next WG#3 meeting

Rental guarantee sample case

- Expiry date clause
- URDG says following business date will follow (article 25 d)

Supporting document need on article 15

- not in our sample case

How to get the upcoming rules used?

- Buy-in from banks and LCs
- SMEs are able to follow

Finnish case

- lobbying via the Finnish employer union (EK)
- customs and rental gtees
- big volumes, maybe not that causing pain-points

ISO 20022 code list to be checked by Harri and Saila and create a suggestion to 23.9.2019 meeting on finalisation

- note, moved from 16th of September

Author

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