| **Reason Code** | **LongVersion** | **Explanation** | **Penalty?** | **Comments** |
| --- | --- | --- | --- | --- |
| ADEA | Account Servicer Deadline Missed | Instruction was received after the account servicer's deadline. Processed on best effort basis. | Yes |  |
| AWMO | Awaiting Money | Financial instruments are delivered, but still awaiting money from the counterparty. | NO Penalty | Physical deliveries not in scope for settlement discipline |
| AWSH | Awaiting Securities from Counterparty | Financial instruments have not yet been received from the counterparty (if receive against payment), the money has been delivered. | NO Penalty | Physical deliveries not in scope for settlement discipline |
| BATC | Processing Batch Difference | Processing batch differs in the counterparty's instruction, for example, daytime/real-time versus overnight. | Yes | Depending on whether same intended settlement date or not |
| BENO | Beneficial Ownership Disagreement | Disagreement in beneficial ownership. | Yes |  |
| BLOC | Account Blocked | Your account is blocked, no instruction can settle over the account. | NO Penalty |  |
| BOTH | Both Instructions on Hold | Counterparty's instruction and your instruction are on hold/frozen/in a preadvice mode. | NO Penalty |  |
| BYIY | Buy-in Procedure | A buy-in procedure has started on the market (on your behalf if your instruction is a receipt, by the counterparty if your instruction is a delivery). | Yes | until finalization of Buy-in Process |
| CAIS | Awaiting Securities | Awaiting financial instruments from a corporate action issue or other procedure, for example, conversion, dematerialisation, exchange, registration, stamping, splitting. | NO Penalty | Delivery is pending due to a pending corporate action |
| CANR | Cancellation/Confirmation Request | A cancellation or confirmation of instruction is required. | NO Penalty | Unclear Fail Reason should not incur a penalty |
| CDLR | Conditional Delivery Awaiting Release | Instruction is in a hold/frozen/preadvice mode - infrastructure platform is awaiting release. | NO Penalty | External circumstances prevent settlement |
| CERT | Wrong Certificate Numbers | Certificate number error. | NO Penalty | Physical deliveries not in scope for settlement discipline |
| CHAS | Enquiry Sent | A chaser/enquiry has been sent. | NO Penalty | Unclear Fail Reason should not incur a penalty |
| CLAC | Counterparty Insufficient Securities | Insufficient deliverable financial instruments in counterparty's account or counterparty does not hold financial instruments. | Yes |  |
| CLAT | Counterparty too Late for Settlement | Counterparty's instruction was too late for settlement (that is received too late, matching or settlement problems solved too late). | Yes |  |
| CLHT | Clearing House Trade | Instructed settlement date does not agree with the settlement date on the Clearing House trade, that is, a specific type of trade in India. | NO Penalty | not a European ISO Code |
| CMON | Counterparty Insufficient Money | Insufficient money in counterparty's account. | Yes | on Receiving party |
| COLL | Securities Pledged as Collateral | Financial instruments are not deliverable as they are pledged as collateral. | Yes |  |
| CPEC | Counterparty In Receivership | Counterparty is in receivership (form of bankruptcy where a court appointed person, the receiver, manages the affairs of the business). | NO Penalty | As per L1 - no settlement discipline |
| CSDH | CSD Hold | Central securities depository has set the instruction in a hold/frozen/preadvice mode. | NO Penalty | not under control of CSD participant |
| CVAL | CSD Validation | Instruction is in a hold/frozen/preadvice mode as it fulfils predefined conditions of a restriction processing type in the market infrastructure platform. | NO Penalty | not under control of CSD participant |
| CYCL | Awaiting Next Settlement Cycle | Instruction is confirmed in the local market or is ready for settlement, awaiting next settlement cycle. | Yes |  |
| DENO | Unavailable Deliverable Denominated Quantity | Quantity instructed does not match the denomination available/deliverable. Physical financial instruments need to be obtained in deliverable denominated quantities. | NO Penalty | Physical deliveries not in scope for settlement discipline |
| DEPO | Refused Deposit for Issue of Depositary Receipts | Deposit of shares for the issuing of depositary receipts has been refused. The allotment granted by the issuer is exceeded by your transaction. | NO Penalty | Physical deliveries not in scope for settlement discipline |
| DISA | Natural Disaster | Exceptional closing of all financial institutions due to natural disaster, for example, typhoon, flooding, earthquake, hurricane. | NO Penalty | not under control of CSD participant |
| DKNY | Counterparty Returned Shares | Counterparty has returned or refused the financial instruments. | Yes |  |
| DOCC | Awaiting Documents/Registration Instruction/Endorsements from Counterparty | Awaiting documents, registration instruction or endorsements from counterparty. | NO Penalty | Physical deliveries not in scope for settlement discipline |
| DOCY | Awaiting Documents/Registration Instruction/Endorsements from You | Awaiting documents, registration instruction or endorsements from you. | NO Penalty | Physical deliveries not in scope for settlement discipline |
| FLIM | Maximum Foreign Limit Reached | Insufficient deliverable financial instruments in your account as maximum foreign limit has been reached. | NO Penalty | not under control of CSD participant |
| FROZ | Securities Frozen At CSD | Financial instruments are blocked at the CSD following a corporate event. | NO Penalty | not under control of CSD participant |
| GLOB | Global Form Securities | Settlement cannot be executed; financial instruments are in global form. | Yes |  |
| IAAD | Status Reason Investigation | Failing reason being investigated. | NO Penalty | Unclear Fail Reason should not incur a penalty |
| INBC | Incomplete Number Count | Not all the instructions part of a pool have been received. | Yes |  |
| INCA | Income Adjustment Required | Financial instruments require income adjustment, for example, dividend or interest. | NO Penalty | Related to Corporate Action, should not incur a penalty |
| LAAW | Awaiting Other Transaction | Awaiting settlement of a purchase to cover failing positions. | Yes | Supports a indemnification process |
| LACK | Lack of Securities | Insufficient deliverable financial instruments in your account. | Yes |  |
| LALO | Securities are Loaned Out | Financial instruments are out on loan. | NO Penalty |  |
| LATE | Market Deadline Missed | Instruction was received after market deadline. | Yes |  |
| LINK | Pending Linked Instruction | A linked instruction is pending/failing. | Yes | Supports a indemnification process |
| LIQU | Insufficient Central Bank Liquidity | Central Bank Liquidity is insufficient. | Yes |  |
| MINO | Minimum Settlement Quantity | Quantity instructed is lower than the minimum existing settlement quantity for the financial instrument. | NO Penalty | As a result of previous partial settlement procedure, too little securities could be available |
| MLAT | Money/Securities too Late for Settlement | Covering money/financial instruments were received too late for completing settlement on a same day basis. | Yes |  |
| MONY | Insufficient Money | Insufficient money in your account and/or credit line is insufficient. | Yes |  |
| MUNO | Multiple Settlement Quantity | Quantity instructed is not a multiple of an existing settlement quantity lot for the financial instrument. | NO Penalty | As a result of previous partial settlement procedure, too little securities could be available |
| NARR | Narrative Reason | See narrative field for reason. | NO Penalty |  |
| NCON | Confirmation Not Received | Confirmation of settlement has not yet been received. | NO Penalty | Unclear Fail Reason should not incur a penalty |
| NEWI | New Issues | Financial instrument is a new issue and not yet available/tradable. | NO Penalty | no penalties on New Issues |
| NOFX | No Foreign Exchange Instruction | A foreign exchange instruction from you is missing. | Yes |  |
| OBJT | Under Objection | Financial instruments are stolen, in dispute, under objection etc. | NO Penalty | Physical deliveries not in scope for settlement discipline |
| PART | Trade Settles in Partials | Trade will settle in partials. | Yes | penalty applicable on partial failing amount |
| PHCK | Physical Securities in Verification Process | Physical financial instruments have been received and are being checked for authenticity. | NO Penalty | Physical deliveries not in scope for settlement discipline |
| PHSE | Physical Delivery Delay | Settlement is physical. Financial instruments are being delivered. | NO Penalty | Physical deliveries not in scope for settlement discipline |
| PRCY | Counterparty Instruction on Hold | Counterparty's instruction is on hold/frozen/in a preadvice mode. | Yes |  |
| PREA | Your Instruction on Hold | Your instruction is on hold/frozen/in a preadvice mode. | Yes |  |
| PRSY | On Hold by System | The transaction was put on hold by the system. | NO Penalty | not under control of CSD participant |
| REFS | Not In Good Order | Delivery/receipt was refused because physical financial instruments are not in good order. | NO Penalty | Physical deliveries not in scope for settlement discipline |
| REGT | Certificates Rejected | Certificates have been lodged with the registrar but rejected due to incomplete documentation or foreign ownership limitation reached. |  | Physical deliveries not in scope for settlement discipline |
| SBLO | Securities Blocked | Financial instruments are blocked due to a corporate action event, realignment, etc. | NO Penalty | Delivery is pending due to a pending corporate action |
| SDUT | Lack of Stamp Duty Information | Stamp duty information is missing. | Yes | incomplete information provided |
| SETS | Settlement System/Method Modified | Settlement system/method has been modified at CSD to allow settlement. | NO Penalty | not under control of CSD participant |
| STCD | Confirmation Discrepancy | Discrepancy in the settlement confirmation. | NO Penalty | not under control of CSD participant |
| YCOL | Collateral Shortage | Insufficient collateral in your account to execute the instruction. | Yes |  |