KTT MT103 Transfer and Settlement Coordination

Banks Instruments Limited | Hong Kong | Draft Template - Not for Execution

Regulatory capacity: any regulated activity described in this template must be performed only under the verified licence or exemption [INSERT], or by the named licensed third-party provider [INSERT]. Any security amount is contractual transaction security under definitive documents and is not a bank deposit or customer deposit with Banks Instruments Limited.

Purpose

This form records coordination of an underlying sale, assignment or payment that is expected to settle by an approved transfer route. An MT103 or KTT message is a bank communication or transfer instruction and is never itself purchased. The definitive agreement must identify the lawful owner of the underlying funds or rights, the consideration and the settlement event. A payment message alone is not a transferable asset or proof of final credit.

Parties and payment

- Purchaser or beneficiary: [INSERT]
- Seller or sender: [INSERT]
- Sending bank and account title: [INSERT]
- Receiving bank and beneficiary account: [INSERT]
- Currency and transfer amount: [INSERT]
- Underlying transaction consideration: [INSERT]
- Value date and route: [INSERT]
- Underlying purpose and agreement: [INSERT]
- Proposed KTT or MT103 wording reference: [INSERT]

Settlement terms

- Arrangement, legal and bank fees: [INSERT]
- Escrow or trustee structure: [INSERT]
- Broker commissions: [INSERT]
- Evidence of cleared credit: [INSERT]
- Consideration release trigger: [INSERT]
- Reversal, rejection and return treatment: [INSERT]

Due diligence and process

The source party shall prove lawful source, title, authority and availability of funds and disclose all intermediaries and claims. The receiving party shall prove its underlying consideration where applicable and provide verified beneficiary instructions. Both institutions must approve the route and compliance narrative. The parties execute definitive underlying transaction, payment, escrow and fee documents before transmission.

Consideration shall be released only after the receiving institution confirms the agreed final credit event and all conditions are satisfied. Any rejected, reversed, frozen or disputed transfer is handled under the definitive agreement and applicable payment rules.

Risk and no guarantee

The parties acknowledge fraud, sanctions, correspondent, finality, recall, account restriction, currency, timing and bank failure risks. Banks Instruments does not guarantee that a message will be sent, accepted or credited or that funds will remain available.

Receiving party: [NAME TITLE SIGNATURE DATE]

Source party: [NAME TITLE SIGNATURE DATE]

Banks Instruments Limited: [NAME TITLE SIGNATURE DATE]