

T+1 Communications and Education Working Group (CEWG)

APPROVED Minutes

Tuesday, August 8, 2023

1. Welcome, introductions

Members welcomed CIBC Mellon's Kim Welton, who worked on investor outreach.

2. Draft minutes of the July 25, CEWG meeting

The draft minutes of the July 25 CEWG meeting were accepted without change.

3. New T+1 news/information

i. Member/association updates: Pat Dunwoody (CETFA) reported on progress being made with respect to a collateral issue that is being addressed by a BLG lawyer. Matt Latimer (FMFD) said that T+1 would be on the agenda of an August 16 meeting.

ii. Canadian update

Keith said that the CCMA was meeting with the OSC for clarification of the application of NI 24-101 to the buy-side, or at least certain buy-side participants. He said that the Operations Working Group was looking forward to a presentation on advances regarding securities lending recall solutions – one of the top 8 issues – on August 10.

iii. U.S. update

ISDA (International Swaps and Derivatives Association) had provided an excellent presentation through a SIFMA/DTCC webinar on August 8; access to key information would be shared. Brent Blake (State Street) confirmed that U.S. testing was to start this month; the CCMA would be interested in any feedback on the number of parties testing.

iv. International update

- The U.K. and Europe continued to examine T+1, with more concerns currently being expressed by buy-side firms. The move to T+1 is not expected to be quick.
- ValueExchange was conducting a second, shorter T+1 survey than its late 2022/early 2023 one. It would solicit feedback from U.K., European, and Asian markets. It was to be issued on August 21, with a summary of results provided at the SIBOS conference in late September. As the CCMA's members had just completed a T+1 survey including what likely would be similar topics, the CCMA would not be part of the 'sponsoring' group, but

would as a courtesy circulate the survey to members. It would be interesting to see if there were any change in Canadian industry sentiment after another 1-2 months pass on the timeline to T+1, as members get more information to shape development plans and regarding solutions to help achieve the shorter settlement cycle.

v. Event/article/other communications and education updates

Barb provided updates on a number of matters:

- Input is being sought for the second Technical Readiness Update (due in the third week of August for August 31 release) and the custodians represented on the CEWG were asked to consider contributing a paragraph. The Update was considered an important way of maintaining Canadian industry momentum and helping participants identify solutions to T+1 challenges.
- A proposal for a third T+1 article was being reviewed by Ahren Estabrooks; if approved it would be due in September for release in the ACPM's October *The Observer* edition.

4. For review, amendment, approval

- Draft FAQs:*** Barb thanked Matt for working on the attached draft FAQ relating to mutual fund order cancels; Matt had posed an additional question to Fundserv and members would be asked to comment on a revised version to be circulated once the particular question had been answered. Members were encouraged to send in questions/answers to supplement the FAQs.
- Draft generic T+1 introductory presentation:*** Barb thanked Pat and Matt who had provided some feedback on the draft. Discussion was deferred as it appeared likely that some of the CCMA T+1 survey results may have relevance on positioning in the presentation.

5. For discussion

Survey results: Barb said that a further three responses had been received before the survey was closed to responses. She summarized findings and highlighted certain differences between responses to the same two questions in the T+2 and T+1 surveys. See draft Summary of Second T+1 Readiness Survey Results circulated for member comment.

Brent said that as a custodian, his firm had been having discussions with clients, and they also were seeing a wide range of preparations. Members discussed the positives and negatives that had arisen from a review of the survey results, and whether there were any concerns about making them public. A member noted that given the people who had heard of the results, they effectively were as good as public. There was discussion of the importance of providing context in addition to describing the results. Barb agreed to circulate the draft summary report for members to review.

6. Other issues as raised: None

7. Next meeting: September 12

The meeting was adjourned.

Agreements			
1.	Members accepted the draft minutes as written.		
Action Items			
#	Description	Who	Status
1.	Consider contributing a paragraph by mid-August to the August Technical Readiness Update	Custodian reps	
2.	Circulate summary of T+1 survey results	Barb	DONE
3.	Comment on draft generic T+1 presentation	Members	
4.	Update and recirculate draft fund cancel FAQ	Barb	
5.	Comment on recirculated draft fund FAQ	Members	
From preceding meetings			
1.	Investigate lessons learned from Indian transition to T+1	Navdeep	
2.	Follow up with the IIAC for an IIAC member to help coordinate communications with the broker-dealers	Barb	Efforts ongoing
3.	Extend media outreach once more concrete information is available	CEWG	Yianna and Alexandra
4.	Manage podcast or blog/Qs&As re buyside liquidity issues	Merici	TBD
5.	Draft article for CIFP	Barb	TBD

Meeting Attendees		
Hector	Toriz	AMF
Michelina	Crecco	BMO: Bank of Montreal
Mauro	Lagana	CBA
Natalya	Markelova	BMO: Bank of Montreal
Jason	Lau	CAAT (ACPM)
Pat	Dunwoody	CETFA
Maryam	Bashir	CIBC
Katia	Parente	Edward Jones
Matthew	Latimer	FMFD
Pamela	Eggar	IFIC
Christina	Harminc	IFIC
Frank	Lacroce	Ontario Securities Commission (OSC)
Matthew	Andreacchi	Ontario Securities Commission (OSC)
Dexter	Gall	RBC
Stephen	Isgar	RBC
Kanika	Sharma	RBC
Daniel		RBC IS
Brent	Blake	Statestreet
Irina	Issakova	TDAM
Francis	Pignon Pana	
Barb	Amsden	CCMA
Keith	Evans	CCMA