**CCMA - T+1 Operations Working Group**

**Monthly: https://us02web.zoom.us/meeting/tZUkdOGvqTgrG9dBT5COTDwZRtif3E0J0si0/ics?icsToken=98tyKuGppzgiHdOWsRiERpwcHYjCWe3wtnZcjfpZviuwIA9nRhTMBPZLNOFaQPKA**

**Join Zoom Meeting**

**https://us02web.zoom.us/j/81938773113?pwd=anJnMnZqcFd1Vk5hSjVNTnVUWkx5dz09**

**Meeting ID: 819 3877 3113**

**Passcode: 4CZCsF**

**Dial by your location**

**+1 647 374 4685 Canada**

**+1 778 907 2071 Canada**

**+1 204 272 7920 Canada**

**+1 438 809 7799 Canada**

**+1 587 328 1099 Canada**

**+1 646 558 8656 US (New York)**

**+1 312 626 6799 US (Chicago)**

**Meeting ID: 819 3877 3113**

**Passcode: 892754**

**T+1 Operations Working Group**

**Agenda**

**February 8, 2024 at 11:00 AM ET**

**Co-Chaired by:**

Sheera Badial of Canaccord Genuity

Domenic Sgambelluri of Northern Trust

1. **Approval of Minutes from the meeting held on January 11, 2024**
2. **T+1 Steering Committee Update**
   1. **General Update – Keith Evans**
3. **Issues for discussion**
   1. **Industry Testing**
      1. **update from CDS**
      2. **Update from Fundserv**
   2. **ETF Task Force update – Jamie Anderson**
   3. **OWG-033 NI 62-104 Issue Bids – Jamie Anderson**
      1. **Feedback from members**
   4. **Review of Issue Log - Sheera/Domenic**
      1. OWG-022 - Ex-Date Processing during T+1 Transitional Period
      2. OWG-038 - Conversion weekend back out plan and transition considerations
4. **Other Business**
   1. **CDS Collateral Management – update on impact**
   2. **ValuExchange webinar**
5. **Next Meeting March 14, 2024 at 11:00 AM ET**

**T1-OWG -** **Minutes of January 11, 2024**

Keith Evans of CCMA welcomed attendees to the T+1 Operations Working Group meeting. Keith then turned the meeting over to Domenic Sgambelluri and Sheera Badial.

1. **Approval of the Minutes from the meeting held on December 14, 2023**

Domenic reported that the Minutes from the last T+1 Operations Working Group meeting, held on December 14, 2023, were distributed with the meeting package. There were no additions, subtractions or material corrections requested by members, therefore the Minutes of the meeting were approved as presented.

1. **T+1 Steering Committee Update**
2. Keith provided an update on the activities of T+1 as follows:
   * As of today there are only 137 days until the transition to T+1.
   * The ValuExchange has issued its most recent survey relative to T+1. Keith strongly suggested that everyone complete the 10 minute survey. The more input we have the better the indication of our readiness. January 19th is the deadline for submitting the survey.
   * Keith said that CCMA was working on a very complex FAQ related to the Mutual Fund industry. He reported that there are some minor tweaks being made, but that it should be posted to the CCMA website within the next couple of weeks.
   * Keith also reported that we continue to await the responses from the MF manufacturers as to if their funds will be moving to T+1 in May. He said that so far we have heard that NBI and AGF will be moving 100% of their funds to T+1, while Desjardin will be moving all but one of their funds. This is very good news and provides the public with some certainty. We will continue to report on others as that information becomes available.
   * Keith asked CDS to provide an update on the beginning of industry testing.
     + George Chung reported the following;
       - CDS has been doing set up as per the schedule.
       - Participants will commence on the 12th.
       - There are a number of connectivity set up issues that are outstanding at this point. George was not able to determine if the issues were on the participant side, or if they don’t plan on using the CDS screens for testing and therefore do not need to finish the set up. George also suggested that some firms may be targeting Cycle two in February.
       - Keith asked if any member was waiting for CDS to complete change son behalf of participants. No one indicated that the issue was on the CDS side.
       - George said that the Jura system is being used to record, track, and communicate testing issues throughout the industry testing period.
3. **Issues for discussion**
4. A – ETF Taskforce - Update – Domenic asked Jamie Anderson of CCMA to provide an update to the group. Jamie said that the ETFTF continues to meet monthly and he summarized said that their primary focus is to seek guidance from the CSA on the permissibility of cash as collateral for any missing assets within a basket for the primary market. The taskforce is working out details and hope to be in a position to share that letter to the OWG within the month for approval.
5. NI 62-104 Take over bids. Domenic asked Jamie Anderson to report on this subject as well. Jamie reported that with the shortening of the settlement cycle, takeover bids should probably also shorten the period within the National Instrument. Jamie reported that the SEC is the US has issued its view that the timing to settle takeover bids should align with the prevailing settlement cycle. If the industry members agree that we should follow the US approach, then CCMA would draft a letter to the CSA and bring it back for review. CDS and industry members agreed that staying in line with the US was best from a cross border perspective. Keith said that CCMA would draft the letter, and the industry members should review this internally to determine that there are no issues with proceeding to back the changes.
6. **Review of Issue Logs**. Domenic introduced the topic of reviewing the ‘Low’ priority issues current on the OWG Issue Log. Domenic reviewed each of the following Logs and described why it was on the list, and why it should be considered for closing.
   * 1. OWG-002 - Trade Funding Client
     2. OWG-015 - Dematerialization (physical)
     3. OWG-017 - Deposits/Physical securities (CDS/DTC)
     4. OWG-018 - Fixed Income securities
     5. OWG-024 - Accrued Interest on Trades
     6. OWG-026 - Platform Trades Funds
     7. OWG-033 - NI 62-104 Takeover Bids and Issuer Bids
     8. OWG-035 - Balance Order kick outs
     9. OWG-036 - Trade Compression
     10. OWG-037 - Pre-allocation of trades

**Members unanimously accepted all Issue Logs except OWG-033 as being complete, and should be recommended to the CCMA T+1 Steering Committee for closure. For OWG-033, the members wanted this item left open until the communication to the CSA has been completed.**

1. **Other Business**

* Domenic mentioned that Costa Rica has confirmed a move to T+1 on January 19th, 2024.
* There was a questioned asked if the Mutual Funds industry could put a ‘Hold’ making changes to the settlement period during the transition period. It was suggested that this issue should be raised with Fundserv’s Standards Steering Committee for consideration.
* There was a statement that there is little to no improvement in the confirmation rates during the overnight with the Custodians. After much discussion it was accepted that most of the changes that would provide improvement will not be implemented for several months yet, and that new agreements will be going into effect at the same time. Collectively these will generate the improvement needed.

1. **Next Meeting**

The next meeting of the CCMA - T+1 Operations Working Group will be scheduled for February 8, 2024, at 11:00 AM Eastern.

**ATTENDEES**

|  |
| --- |
| AC Hurillon-Laurentian Bk Securities |
| Adetoun DInah |
| Allan Bisessar - HOOPP |
| Alpa |
| Althea Daley |
| Alvin Lam - Scotiabank |
| Amit Gandhi |
| Amit Joshi |
| Amria |
| Amy Fisher |
| Ana Lotharius |
| Andrea Brake |
| Andrew Malenowski |
| AndrewLedbury - kyndryl |
| Angie |
| Anna Meshcherova |
| Anna Tyniec |
| Anne-Claire Hurillon |
| Archana Sinha |
| Arjun |
| Arman Sabanal |
| Ashtab Ruffudeen - HOOPP |
| Assane Ndoye - Desjardins |
| Balaji Jayashekaran |
| Barb Amsden - CCMA |
| Barry McIntyre - TDSecurities |
| Bernd Schwericke |
| Bertina Tu |
| Bikash |
| Bobbisue Edmondson (HUB) |
| Brandi Branson-EDJC |
| Brendan Moriarty |
| Brian Choy |
| Brianna BoC |
| Butters, Doug |
| Calonda Brown |
| Carlos M (BoC) |
| Carolyn Sebek |
| Chinmay(TD) |
| Chong, Kelly |
| Christopher Ruck |
| Dan Brennan |
| Daniel Farley |
| Daniel Shu |
| Darren Maguire |
| Darren Price |
| Darshin |
| David Connolly |
| David Petiteville @rbc |
| dcarlyle |
| Deepak D. |
| Denis Drogan - IC |
| Dipietro, Bruna |
| **Dom Sgambelluri–Northern Tr -Chairr** |
| Doug Gifford |
| Edson Silva (Scotiabank) |
| Edward Ferry |
| Elaine Partridge |
| elee |
| Elise Lu |
| Elyssa Sahr |
| Eric Man-chi-ming - Desjardins |
| Esmy Vergel |
| Eugene Ing |
| Farhan - Questrade |
| Femisha |
| Francis Coche AMF |
| Frank Baron - CIBC Mellon |
| Frank Battaglini |
| Franklin Lacroce OSC |
| Geoff Baxter - TD |
| George Chung - TMX|CDS |
| Giancarlo |
| grakovic |
| GYee |
| Ha Luong - ATBIM |
| Halyna |
| Hardik Patel |
| Harry Li - Broadridge |
| Hector Toriz AMF |
| Henry - Broadridge |
| Herman Tan |
| Hinkson BNS - |
| Ian Hooper |
| Ian Jamieson |
| J P Howarth |
| Jaime Marasigan |
| James Fernihough TDS |
| James Lynch |
| Jamie Anderson - CCMA |
| Jason Dear Scotia GBM |
| Jason Golding |
| Jeff Lunshof |
| Jeff Watches |
| jholjeva |
| Johann Lochner - CDS |
| John Min |
| Judith Marcelo |
| Kadyll McNaught-Hermitt |
| Kamol Mavlyanov |
| Katarina Savic |
| Kathrine Maninang |
| Keith Evans - CCMA |
| Kevin Duncan |
| Kilee - ATB Wealth |
| Kimberly Lam |
| Kirsty McAllister |
| Kristen Little |
| Laura Leitch |
| Lavanya CIBC |
| Laxman |
| Liam Rodenburg |
| Louis Lesnika - CIBC Mellon |
| Lyndon James |
| Maher Boutros |
| Mamadou |
| Marc B |
| Marco |
| Margaret’s iPhone |
| Marie-Claude Lamond - Triasima |
| Mark Borthwick RBC |
| Mark Cicero- BMO |
| Mary Anne Palangio, CSE |
| Mathew Isaac |
| Matt Efinger |
| Matthew Andreacchi (OSC) |
| Mazen Ghanem |
| Mee Chee Beutel |
| Michael Cagayat |
| Michael Giancursio - BMO |
| Michael Palmiotto |
| Michelina Crecco BMO |
| Mieka Halliday-Gunn |
| Mya AIT-ALI (LBS) |
| NadellaS |
| Natalia Markelova |
| Nav Badhan (BNY Mellon) |
| Navin Manda |
| NCadotte |
| Newton Hong (TMX) |
| Niranjan Rudraradhya |
| Olga Svistoun - BMO |
| parkera |
| Pascal Deslauriers - Desjardins |
| Patrick |
| Patrick Owens |
| Paul Garnavos |
| Paul White |
| Pavan Mandaknallikar |
| Peter Altimas from BMO |
| Peter Burns |
| Philippe Beato |
| Pierre Mital - Casgrain |
| Rahela Syed |
| Raj |
| Ray Sheridan |
| Rene Wade - Mackenzie Investments |
| Ricardo Dacosta - IRESS (Ricardo Dacosta) |
| Rick Frise |
| Ridhima Mishra- Bank of Canada |
| rlopresti |
| Robert Argue |
| Roger Yin |
| rohmin raisi |
| Ronald Osei - TD |
| Roy Manio |
| Rui Ferreira - Torstone Technology |
| RuthA (RuthO) |
| Sachin Mohindra |
| Safiya |
| Sai Rajesh Indugu |
| Saleem Salahuddin |
| Sam |
| Satish Krovvidi - TDSI |
| Scott Abbott |
| Sean Van Es |
| Shaun Noorzay |
| **Sheera Badial - Canaccord - Chair** |
| shehan huq |
| Simona Vaserman |
| Sobhi Boucetta |
| Sofia Ceolin |
| SteblaiD - Broadridge |
| Stefan Bijelic - Scotia |
| Stephane R. |
| Stephen Byron |
| steve.menchions |
| Sudhir Yadav |
| TAE5098 |
| Tammy Savinkoff |
| Tara Dobson (ATB) |
| Theresa Trapp |
| Thomas Chong |
| Tom Beaton (CIBC Mellon) |
| Toni McMillion |
| TsuiC |
| Vanguard |
| Vasu Ganesan - Wealthsimple |
| Veronica Lee |
| Vikram MK |
| Vince Long |
| Weijia Luan |
| Welch, Michael |
| Winston Poh |
| wyoung |
| Zack Hijazi - IGM |