**CCMA**

**TMX – PTMP- Advisory Council**

**December 11, 2019 – 11:00 AM Eastern/8:00 AM Pacific**

**Agenda**

1. ***Introductions***
2. ***Review and approve the Minutes of the meeting held on October 24, 2019***
3. ***Update/Discussion on***
   1. ***CDS Rebates – update***
   2. ***CCMA – Board Update and Fees***
4. ***Oversight Committee Update***
   1. ***Project Update – See attached CDS - Project Update document***
5. ***Questions***
6. ***Next Meeting January 15, 2019 at 11:00 AM ET***

**TMX – Post Trade Modernization Project - Advisory Council**

**(PTMP- AC)**

**October 24, 2019 –** **Minutes**

1. ***Introductions***

Keith Evans of CCMA welcomed all to the meeting of the CCMA Post Trade Modernization Project Advisory Council (PTMP-AC). He asked that all members email their attendance at this meeting.

1. ***Review/Approve the Minutes from the September 26, 2019 meeting***

Keith reported that the minutes from the last meeting, held on September 26, 2019 had been distributed with the meeting package. There were no additions, subtractions or corrections requested by members, therefore the minutes of the meeting were approved as presented.

1. ***Update/Discussion on the overall project***
   1. ***New DRAFT GUI Report***

Keith reported that the next Oversight Committee meeting has been scheduled for November 12th.

Keith referenced a document that had been distributed with the meeting package, with regards to the first edition of GUI reports being proposed by CDS. Keith indicated that this report was not in any way the final version, but more of an early indicator of what the industry will be asked to comment on. CDS will be formally presenting the conceptual reports at a later date, but this sample seems to have all of the relevant information that the industry should need. Keith asked if there are any high level comments based on the draft report. A question was asked by a member seeking clarification of report retention by CDS within the new system. Keith responded that CDS has said that the information/reports will be given to industry members on a daily basis, and it will be each firms responsibility to determine and retain required documents based on their own audit needs. CDS will not be retaining information on behalf of the industry.

There were no other questions or comments.

* 1. ***Proposed CDS Rebate Phase out***

Keith referenced a second document included with the meeting material regarding the CDS Rebate Phase Out Proposal. Keith said that this material was posted on the CDS project portal and had been communicated to firms directly and collectively over the past month. Keith also reported that there had been some misunderstanding with some aspects of the proposal. Firstly, Keith said that the rebates are part of a CSA Recognition Order (RO), under which CDS operates, and was designed as part of the 2012 “Maple’ deal. In order to make changes to the RO CDS must seek CSA approval. For the CSA to approve, it must go out for public comment first. The industry can provide comments, both positive and negative during the comment period. Then the CSA will decide to allow the change to be implemented or not.

Keith also reported that CDS has proposed the elimination of the CDS-managed network that participants use to send and receive messages and files. Individual firms will be allowed to use their own networks to communicate with CDS. From a financial point of view, the largest firms (25%) will suffer the greatest, while small to midsized firms (75%) will suffer the least. It is expected that with the network change, many small to midsized firms will be financially slightly better off or slightly worse off, once the rebates are phased out and the new network proposal has been completed.

There was a lengthy discussion on this topic, which included concerns around the following categories,

* CDS had communicated previously that there was going to be no cost to the industry for this project and that the elimination of Rebates changes this significantly.
* Are there other fees that could be implemented that we are not yet aware of?
* The current rebate model includes a variable component that, if the volumes rise then the rebates would also rise. With the implementation of this proposal, the industry would be excluded from any future volume increases and greater rebates.

Industry members will need to spend more time to access the impact based on this information.

Keith said that some securities commissions were looking to seek input from their local industry firms in the coming weeks.

It was mentioned that the Small Independents Brokers Committee of IIROC would also discuss this topic at their next meeting.

Keith strongly urged all members to assess their own situation, and raise any questions with CDS ASAP, as this proposal is scheduled to go the CSA by mid-November.

1. ***Oversight Committee Update***

Keith referenced that project timeline update that was distributed with the meeting material. This presentation was provided by CDS recently in Vancouver. There were no material changes from last month’s review. Of particular interest is that CDS is currently considering a ‘Big Bang’ implementation approach. Keith suggested that members think about what the impact of this approach would be, as CDS will be formally seeking input in the coming months.

There was no conclusions drawn during this meeting, but that this is an area of concern until the Business requirements get released.

1. ***Questions***

There were no additional questions.

1. ***Next Meeting***

The next meeting of the Post Trade Modernization Project - Advisory Council is scheduled for Thursday November 21, 2019 at 11:00 AM Eastern.

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| **In Attendance** | **Firm** | **Name** |
|  |  |  |
| X | CCMA | Keith Evans Chair |
|  |  |  |
| X | AMF | Aram Seye |
| X |  | Francis Coche |
| X |  | Marta Zybko |
|  |  | Veronic Boivin Pednault |
|  |  | Tan Herman |
|  | AST Trust | Mark Cohen |
|  | Bank of Canada | Christian Belisle |
|  |  | Benoit Genest |
|  |  | Fuwad Siddiqi |
| X |  | Andre Usche |
|  |  | Danika Cheff |
| X | BBS | Deborah Carlyle |
| X | BCSC | Eric Thong |
|  | BLC | Sylvain Morissette |
| X | BMO | Vincenza Riga |
|  |  | Keri Peacock |
|  |  | Kal Kawfik |
|  | Broadridge | Mary-Beth Law |
| X |  | Doug Gifford |
|  |  | Angie Fernando |
|  |  | Sahil Duggal |
|  | Canaccord | John Coyle |
|  |  | Sheera Badial |
| X |  | Brenda McIntyre |
| X |  | Simon Whitney |
|  | Casgrain | Pierre Mital |
|  | CDS | Anne Fiddes |
| X |  | Johann Lochner |
| X |  | Daniel Farley |
|  |  | Paul Barbara |
|  |  | Fiesal Abrahim |
|  |  | Margaret Reid |
|  |  | Laura Ellick |
| X |  | Greg Sutton |
|  |  | Joseph Chau |
| X |  | Lucy Mullins |
|  |  | Paula Barnes |
|  |  | Cathy Trombino |
|  |  | Anna Guercio |
| X |  | Sergio Zanga |
|  | CETFA | Pat Dunwoody |
|  | CGI | Steven Dulhanty |
| X | CIBC | Narry Teemal |
|  | CIBC Mellon | Carol Revoredo |
|  |  | Sandeep Bindra |
|  |  | Allison von Criegen |
|  |  | Lindy Van Der Wagen |
| X |  | Louis Lesnika |
|  | Computershare | Donna McLaughlin |
|  |  | Lara Donaldson |
|  | Credit Suisse | Wayne Cowel |
|  |  | Sam Farrell |
|  | Edward Jones | Paul Camarata |
| X |  | Danielle Thebodo |
|  |  | Brandon Wong |
|  | ETC | Dianne Graham |
|  | ETF | Nathan Picard |
|  | E&Y | Jennifer Liu |
|  | Fidelity | Stephanie Leblanc-Mchenry |
| X |  | Rob Argue |
|  |  | Carole Perrault |
| X |  | Peter Burns |
|  |  | John Little |
|  |  | Durdica Ivic-Jezernik |
| X | GMP | Joe Riga |
|  | IBM | Andrew Ledbury |
| X | IIROC | Marsha Gerhart |
| X |  | Catherine Drennan |
|  |  | Answerd Ramcharan |
| X | Leede/Jones | Jim Dale |
|  |  | Lynn Higgins |
|  | National Bank | Nelson Dugre-Sasseville |
| X | Northern Trust | Domenic Sgambelluri |
|  | OSC | Emily Sutlic |
|  |  | Aaron Ferguson |
|  |  | Cosmin Cazan |
| X |  | Frank Lacroce |
|  |  | Antoinette Leung |
|  |  | Jarrod Smith |
|  |  | Rezarte Vukatana |
|  |  | Youssef Sekal |
|  | Paramax | Gary Stephenson |
|  |  | Allyn Howe |
|  | Pershing | Scott Reifer |
|  | PWC | Tony Kalvik |
|  | RBC-IS | David Moore |
| X |  | Doug Allard |
|  |  | Allan Tonner |
|  |  | Jill Morrison |
|  | RBC-WM | Jason O’Born |
|  | Scotiabank | Mike Bieley |
|  | SS&C | Paul Skuriat |
|  | Statestreet | Denny Mendoca |
| X |  | Maggie Salisbury |
|  |  | Robert Bauer |
|  |  | Adam Forsythe |
|  |  | Adrian Chicayah |
|  |  | Nathan Picard |
|  | TD Bank | Michael Kenney |
| X |  | Geoff Baxter |
|  |  | James Mikelson |
|  |  | Gustavo Garcia-Herreros |
|  |  | Tracey Randell |
|  |  | Rob Candido |
|  | Consultant | Dave O’Marra |
|  |  | Barb Amsden |
| X |  | Laurie Clark |
|  |  | Howard Bayne |
| X |  | Dan Brennan |