

Countdown to



IFIC Operations Day

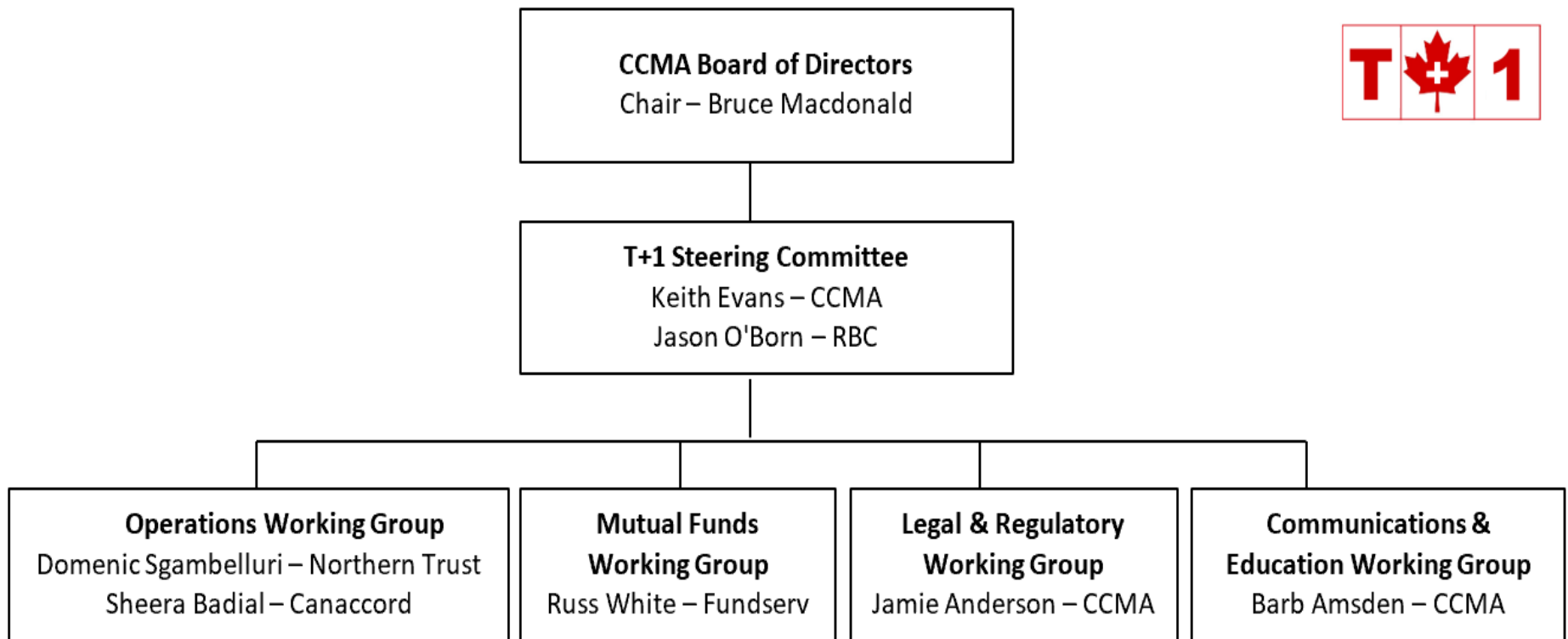
June 7, 2022

Keith Evans – Executive Director, CCMA

T+1 – why now?

- U.S. announced transitioning to T+1
- Canada must transition at the same time
- Firms asking themselves ‘why change?’ should understand they must either:
 - make the changes to move to T+1 or
 - make changes to accommodate transactions with the many cross border counterparties on T+1

How are our T+1 efforts organized?



Target Canadian T+1 timeline

TARGET Canadian T+1 Timeline

	2021												2022												2023												2024					
	J	F	M	A	M	J	J	A	S	O	N	D	J	F	M	A	M	J	J	A	S	O	N	D	J	F	M	A	M	J	J	A	S	O	N	D	J	F	M	A	M	J
PMO	★	★	★								★																															
OWG			✓	Monitor U.S. efforts								Draft issues/asset lists, ID solutions												Implement procedural/systems changes																		
MFWG			✓	Monitor U.S. efforts								Complete issue list, seek solutions												Implement procedural/systems changes																		
																							Plan/issue industry test plan												Industrywide testing/refine/etc.							
LRWG			✓	Legal analysis drafting								Review legal issues with industry/regulators												Regulatory changes completed/approved																		
CEWG			✓	Convert website to T+1								Develop/issue communication eletters, checklists, events, surveys, releases, etc.																														

Target 'all-but-ready' date

SEC proposal: by March 31

Go live on chosen date in Q1/2 2024

Milestones

- ★ U.S./Canadian efforts begin
- ★ CCMA T+1 PMO established (Mar. 2021)
- ★ Canadian T+1 study formally announced (Apr. 29, 2021)
- ★ T+1 project a go announced with U.S. (Dec. 1, 2021)

Legend

- PMO Project Management Office (CCMA)
- OWG Operations Working Group (OWG)
- MFWG Mutual Funds Working Group (MFWG)
- LRWG Legal & Regulatory Working Group (LRWG)
- CEWG Communications & Education Working Group (CEWG)

Material issues

- CDS Job Scheduler
 - Trade entry – earlier than today
 - Trade reconciliation – earlier than today
 - Block trade allocation – earlier than today
 - Trade matching – earlier than today
- Securities lending – recall feature
- FX – timing issues
- ETF - create/redeem processing
- Mutual Funds – liquidity issues
- Regulatory changes
 - (NI 81-102)
 - (NI 24-101)

What should you be doing now?

- CCMA awareness survey – it only takes 7 minutes
- Review the Asset List – Mutual Funds still being reviewed
- Look inside your organization
 - Management awareness
 - Impact analysis
 - Project structure and budget
 - Automation, automation, automation
- Increased industry costs must be planned for.

Where can I get more information?

- Follow CCMA on [LinkedIn](#) and share with connections
- Check out www.ccma-acmc.ca frequently
- Sign up for newsletter by emailing info@ccma-acmc.ca
- Review [T+2 Post-Mortem Report](#)
- See [Frequently Asked Questions](#) frequently