

T+1 Global Impacts Working Group

26 March 2024, On Teams

Meeting Minutes

Participants (in attendance in bold):

- John Abel, DTCC
- **David Büchler**, **Liechtensteinische Landesbank**
- **Christopher Butler**, **BNY Mellon**
- Akhila Chaganti, Deutsche Bank AG
- Alex Chow, The Investment Association
- Jennifer Cryan, Citigroup
- Simon Daniel, SWIFT
- Barbara Domenici, ECSDA
- Alex Duggan, Cognizant
- Jonathan Hartwell, Northern Trust
- Kamala Kannan, S&P Global Market (Co-Chair)
- **Prasanna Kumar Jha**, **Citibank**
- Emma Johnson, JP Morgan
- Gareth Jones, Euroclear SA/NV
- Thomas Koehler, HKEX
- Loana Juka, Erste Group Bank AG
- Hector Lau, HKEX
- Heidi Lee, Deutsche Bank AG
- Louis Lesnika, CIBC Mellon
- Nicolas Mallia, ECSDA
- Katica Mandic, Privredna Banka Zagreb d.d.
- Douglas McNaughton, U.S. Bank
- **Koen Mertens**, **KBC Bank**
- Hui Ying Mew, Deutsche Bank AG
- Marco Palazzi, Bank Julius Bär & Co.Ltd
- Jack Parker, JP Morgan
- Jonas Prokopp, Cofinpro AG
- **David Petiteville**, **Royal Bank of Canada**
- Lars Scheuerling, Deutsche WertpapierService Bank
- Sascha Schönsiegel, NEXGEN
- Sladjan Seferovic, NEXGEN, Business Consultants GmbH
- **Kristi Sisa**, **Nasdaq**
- Jan Stelzer, NEXGEN
- **AN Tran Quoc**, **Standard Chartered Bank**
- **Gabor Varga**, **Swiss Re**
- Damien Veillard, BNP Paribas

- Deepa Viswanathan, Deutsche Bank AG
- Frank Wang, Deutsche Bank AG
- Hannah Elson, JP Morgan
- **Haroun Boucheta, BNP Paribas (Co-Chair)**
- Chris Lam, BNY Mello
- Ekaterina Andropova, Cognizant
- Nadra Mueller, Deutsche Bank AG
- Danny Green, Broadridge
- **Caroline Diggins, Northern Trust**
- **Fabian Brederweld, ABN AMRO**
- Ron Van den Broek, ABN AMRO

Bill Hodash, Colin Parry (PMO)

Agenda

1. Updates on UK Task Force and ESMA
2. Formation of Subgroups on 2024 Agenda Items

Update on UK Task Force and ESMA

Key Points Addressed

- Haroun reported that the Interim Report by the UK Task force would be published later this week.
- The Target Date listed in the report has been shifted from “by the end of 2026” to “by the end of 2027” subject to the Lessons Learned from the US implementation in May 2024 and international coordination with the EU and Switzerland. The publication of the paper will formally announce the formation of the Technical Committee and its working groups and will look to push their work forward.
- The final report will be issued by year-end after the work of those working groups is completed. The working groups will define all the necessary changes the industry needs to make to implement by the proposed target date to make the implementation successful.
- The European Task Force (of industry associations, of which ISSA is a member) will issue a press release in support of the UK Interim Report and underscore the need for alignment with Europe.
- ESMA published a summary of the responses to their Call for Evidence.
- ESMA will issue its own report on Accelerated Settlement for Europe in Q3 or Q4 and that is expected to include a cost/benefit analysis and a potential timeline.

Formation of Subgroups on 2024 Agenda Items

Key Points Addressed

- Bill displayed the T+1 Global Impacts WG 2024 Agenda Items and the members who have signed up to work on each topic. He clarified that we are not forming formal subgroups, but rather informal groups of WG members to follow each topic and to draft a section on it in any future white paper the WG decides to publish and to monitor and report on developments on each item in between the monthly WG meetings and report on that at the monthly meetings.
- The agenda items are:

- Testing in the US/Canada/Mexico: where do we stand and how are potential impacts for international investors are being addressed?
- After May implementations case study: Measures of the true impact for international investors. What mitigants/solutions are there to the issues we raise in our paper? Can we include an India case study as well and contrast their experience to that of the U.S.?
- Settlement Cycle Mis-alignment: follow-up, operational issues, business issues (liquidity impact),
- Regulatory developments including ESMA actions following the responses to their Call for Evidence and the European and the UK Plans following recommendations from the UK Task Force and lessons learned from the May 2024 implementations.
- A deeper dive assessment of both atomic settlement and end of day T+0 settlement (suggested by the ISSA Board at their meeting earlier this month), including where settlement cycle timing might be headed for digital assets after CBDCs are widely introduced and why that might be different than for legacy asset classes (in collaboration with the DLT WG).

Bill will circulate a spreadsheet of the WG members who have signed up so far and ask each WG member to sign up for at least one.

AOB and Close

No other business raised. The meeting was then closed.

Summary of Follow Up Actions

No.	Action Description	Responsibility	Deadline
1.	Draft and send a note to DTCC with WG Feedback on Trade Date Affirmation Rate Report (discussed in February meeting)	Haroun, Kamala and Bill	DONE
2.	Volunteer to participate in informal subgroups on the WG 2024 Agenda Items	WG members	15 April