

TMX-CDS

# Migration to T+1

Presentation to ACSDA

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# Introduction

- CDS is an active participant at the Canadian Capital Markets Association (CCMA) and will be working with both the industry and the CCMA throughout the T+1 migration initiative.
- CDS will move to T+1 in tandem with the U.S. market to preserve the uniform settlement period and maintain the integrated nature of the Canadian and U.S. markets.

# Anticipated Changes

- CDS systems are compatible with a T+1 settlement period and **no system development** would be required. To that effect, CDS is already settling equities (e.g., some ETFs) on a T+1 basis.
- Anticipated changes would be **timing related changes** to trade reporting and corporate actions processing:
  - **Trade reporting:** Timing of the CDS batch job scheduler on T and/or reporting of trades to CDS on a real-time basis intraday will need to be adjusted to ensure settlement occurs on T+1.
  - **Corporate actions processing:** CDS processes corporate actions based on dates announced by exchanges. In a T+1 environment, ex-dates will equal record date if trading occurs without due bills. If due bill trading is applicable, the ex-date will equal the due bill redemption date.

# Role in T+1 Migration

CDS's major contribution to this initiative would be to **facilitate end-to-end testing for T+1 in the Canadian market**, from trade order entry at the exchanges to settlement at CDS.

Questions?

# For more information

## BUSINESS LINE

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