

Minutes of the CORRA Advisory Group

Teleconference, 6 October 2020, 3:00 p.m. to 4:00 p.m.

1. Introduction

Harri Vikstedt (Co-chair of the Canadian Alternative Reference Rate working group (CARR); Bank of Canada) thanked members for joining the group and outlined the importance of the CORRA Advisory Group (CAG).

CAG Chair Dave Duggan (National Bank Financial) welcomed members to the group and provided an overview of CAG's role for ensuring that CORRA is a representative, reliable and robust reference rate in Canada.

2. Overview of Terms of Reference

Thomas Thorn (Bank of Canada) provided an overview of CAG's [Terms of Reference](#), including key considerations for members.

3. CARR overview and update

Harri Vikstedt (CARR co-chair; Bank of Canada) provided an overview of CARR's mandate, structure and recent work.

4. Analysis of CORRA trends

Danny Auger (Bank of Canada) and Maksym Padalko (Bank of Canada) provided an overview of the CORRA publication process and trends in rate settings and trading volume. Members discussed evolution in the repo and money markets in Canada. Members agreed that CORRA remains a representative estimate of where major market participants fund their general collateral inventory of Government of Canada securities. Money market rates including repo rates have been trading below the bank of Canada target rate due to abundant liquidity and excess cash settlement balances in Canada as well as international inflows seeking to invest at higher rates than in other foreign markets.

5. Wrap-up

The Chair wrapped up the meeting. The next meeting will be held in six months.

List of attendees

Market representatives

Vincent Benoliel, Addenda
Annaleigh Greene, BMO Capital Markets
Adolfo Sastron, CDCC
Paul Kirk, HOOPP
Marty Halpin, HSBC Bank
David Peters, Ontario Financing Authority
Robin Das, RBC-Dominion Securities
Brett Pacific, Sunlife
Greg Moore, TD Bank

Observers

Rick Brown, IIROC
Alan White, Rotman School of Management

Bank of Canada

Harri Vikstedt
Maksym Padalko
Danny Auger
Thomas Thorn