

Minutes of the CORRA Advisory Group

Teleconference, 21 April 2022, 12:00 p.m. to 12:30 p.m.

1. Introduction

The Chair (Dave Duggan, National Bank of Canada) welcomed members and noted that this short, special meeting was called to follow up on CAG's earlier discussion on tom-next repos.

Two new members were welcomed: Elie Elkhali of TMX and Faye Li of BCI.

2. Tom-next repos

Danny Auger (Bank of Canada) presented an overview of recent developments in repo markets, with a focus on tom-next repos.

Members discussed how this issue should be raised to CARR at its 25 April meeting. A key issue was with respect to timing, given that the potential discontinuation of CDOR could make CORRA a more important rate for the Canadian financial system. Members also discussed the potential benefits of basing CORRA on a larger body of transactions, particularly since a large share of tom-next repos are being used purely for funding in a way that can reduce operational risks for banks.

3. Wrap-up and next steps

CAG's next meeting will be moved to 17 May 2022.

List of attendees

Market representatives

Vincent Benoliel, Addenda

Faye Li, BCI

Annaleigh Greene, BMO Capital Markets

Dave Duggan, National Bank of Canada

David Peters, Ontario Financing Authority

Robin Das, RBC-Dominion Securities

Alberto Rodriguez, TD

Elie Elkhali, TMX

Observers

Alan White, Rotman School of Management

Bank of Canada

Harri Vikstedt
Mark de Guzman
Danny Auger
Thomas Thorn