



BUSINESS COMMITTEE REPORT TO THE FORUM

BUSINESS COMMITTEE MEETING

At its 17 February 2016 meeting, the Business Committee was updated on:

- Industry readiness for implementation of a T+2 settlement cycle and ASX's decision to go-live with T+2 on 7 March 2016;
- The cash market clearing and settlement management income statements for the half year ended 31 December 2015;
- The next stages of ASX's exploration of the possible use of distributed ledger technology for CHES replacement; and
- ASX's intention to issue a consultation paper on a guidance note regarding liquidity management for clearing participants.

KEY RECOMMENDATIONS

There were no recommendations arising from the meeting.

KEY ISSUES DISCUSSED

- Industry readiness for T+2 settlement and ASX's decision to go-live on 7 March 2016. Attestations as to operational and technical readiness had been received from 100% of vendors and brokers. Interaction with NZX transition to T+2.
- ASX's exploration of the possible use of distributed ledger technology for CHES replacement including timing of the stages and engagement with the industry.

AGREED ACTIONS

1. ASX to find out from NZX what was the latest time they would be announcing on the weekend prior to T+2 go-live if they would not be proceeding with go-live.