

Fundserv T+2 Readiness Survey Results & Analysis



Summary of Fundserv T+2 Readiness survey are as follows...

- The survey was opened on February 6th and closed on February 24th
- The survey was sent to roughly 1400 email contacts (including members from the T+2 working group)
- These contacts represent 457 unique firms. We received 109 responses, which represents an individual firm response rate of approx. 20%
- Responses came in from all segments of the Fundserv ecosystem (manufacturer, dealer and intermediary) and their system providers.

T+2 Readiness Survey Analysis

- Service providers, representing over half the active T+3 funds on the Fundserv network, have confirmed they are not aware of any funds not making the move to T+2 when the industry is ready in September. The only exceptions are those funds that are not domiciled in Canada, or alternative funds that do not currently settle T+3, and are therefore out of scope (see responses to Survey Question #9).
- Results of the Fundserv T+2 readiness survey of all members corroborate the providers' findings that the overwhelming number of such funds processed through Fundserv will also move to T+2.
- Almost 90% of respondents indicated they will be testing prior to the September 2017 move.

T+2 Readiness Survey Analysis

- Firms are at different stages of their T+2 readiness level
- There is a high level of awareness across the industry as evidenced by members sharing of their T+2 plans across their different lines of business
- 90 of the 109 respondents provided a dedicated project lead
- 94 of the 109 respondents provided a testing contact(s)

Survey Questions



Q1: Please choose the Fundserv ecosystem segment you belong to:

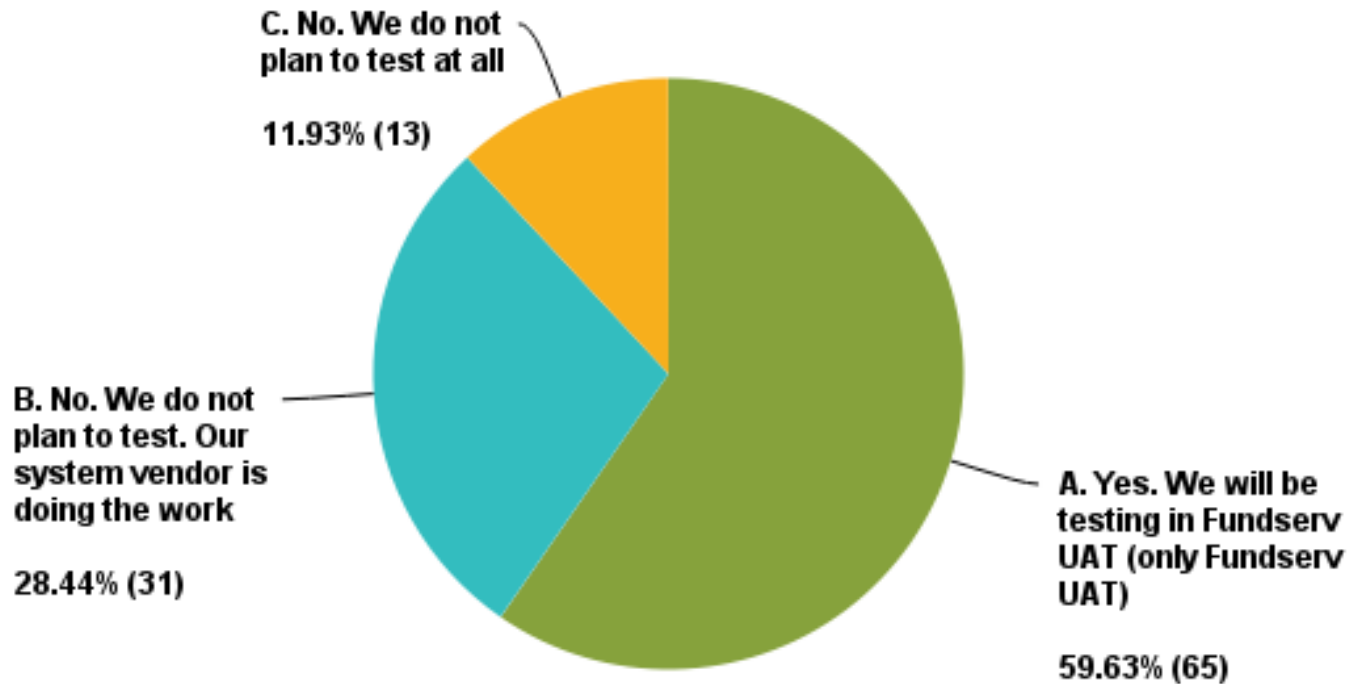
Answered: 109 Skipped: 0

Answer Choices		Responses
A. Manufacturer. Please list your Fund Management Code(s) (for example, ABC, DEF, GHI):	Responses	43
B. Distributor. Please list your Dealer Code(s) (for example, 1234, 5678, 3333):	Responses	60
C. Intermediary. Please list your Intermediary Code(s) (for example, ABCD, EFGH):	Responses	10
D. System Vendor. Please enter firm name here:	Responses	48

Please note: Some respondents may have multiple designations within the Fundserv ecosystem and have selected more than one answer within their response, resulting in a higher percentage rate than respondents.

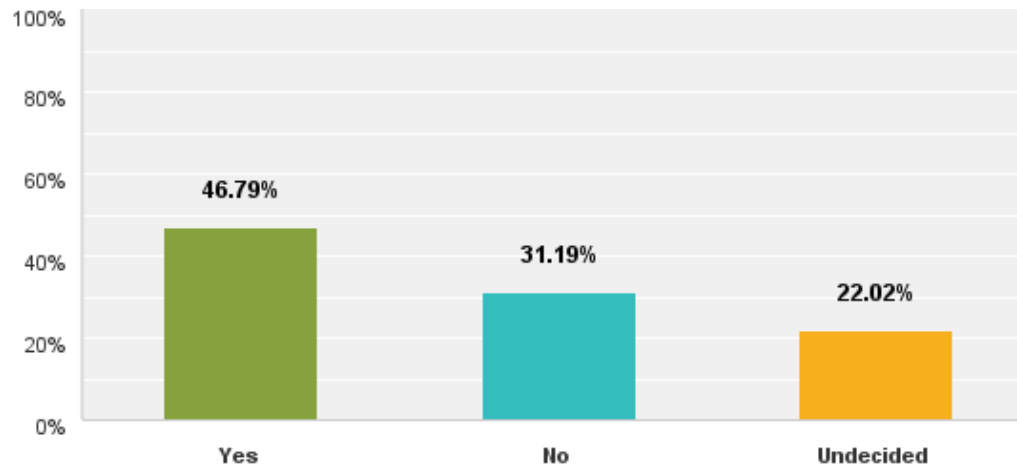
Q2: Does your firm intend to test T+2 readiness?

Answered: 109 Skipped: 0



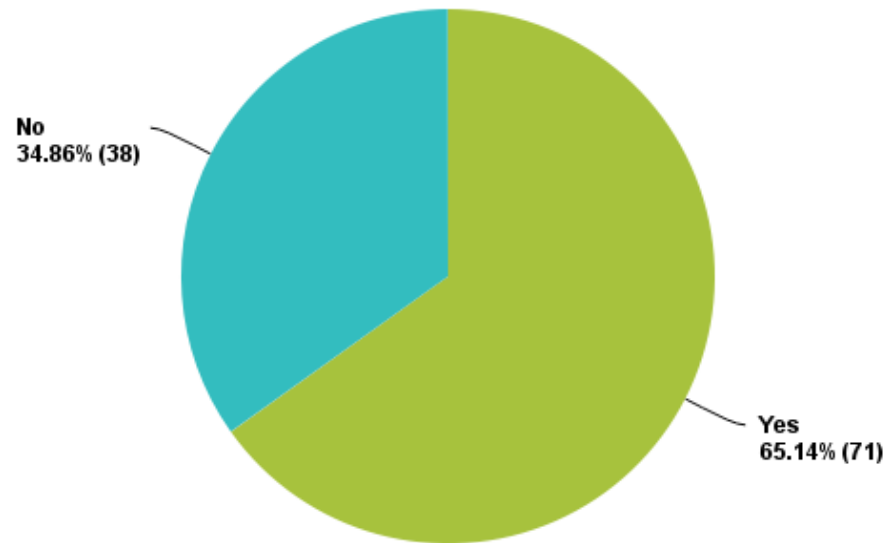
Q3: If you are testing in Fundserv UAT, do you also plan to test in the T+2 Mock Environment?

Answered: 109 Skipped: 0



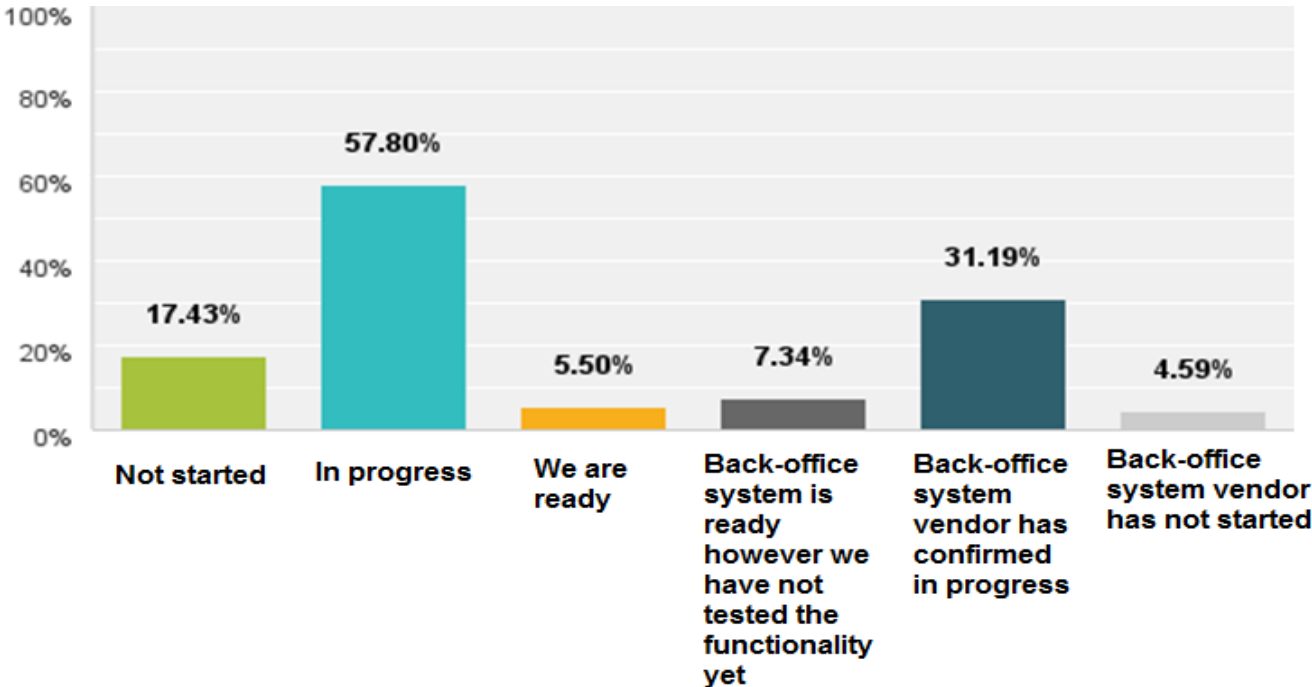
Q4: Have you relayed your T+2 readiness to all your lines of business (for example, development, analysis, etc.) and/or to all your clients (if you are a system vendor, have you advised all of your clients)?

Answered: 109 Skipped: 0



Q5: What is the status of your T+2 preparations? (Please select all that apply)

Answered: 109 Skipped: 0



Q6: Who is your T+2 Project Manager (for implementation weekend support, if needed)

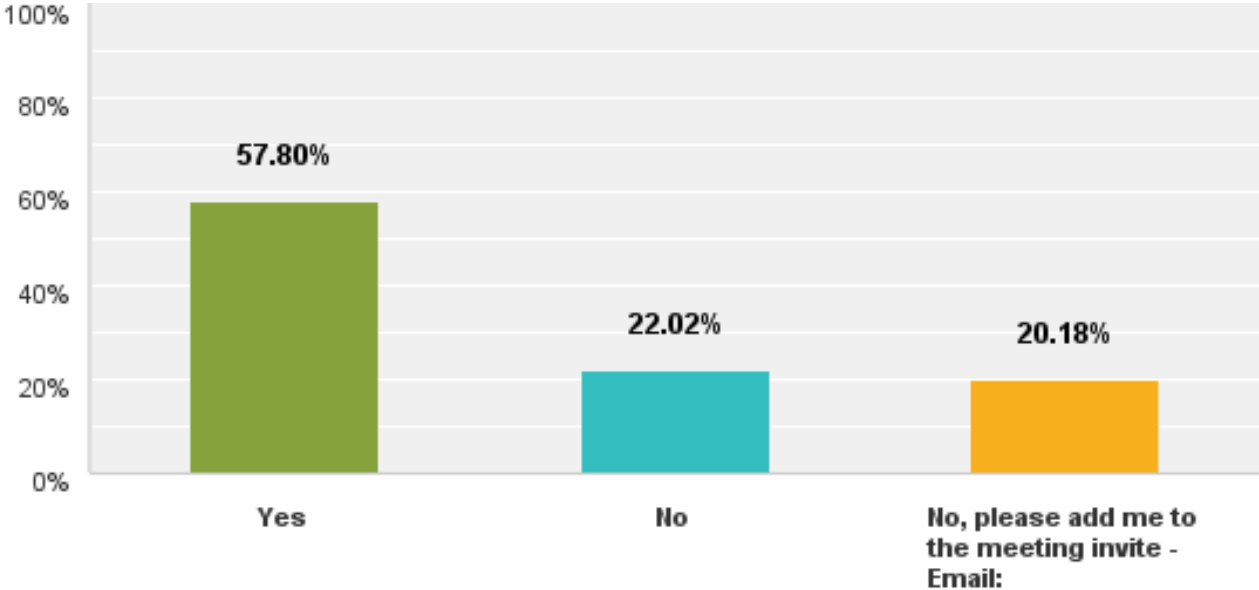
90 of the 109 respondents provided a dedicated project lead

Q7: Who is your T+2 User Acceptance Testing (UAT) contact?

94 of the 109 respondents provided a testing contact

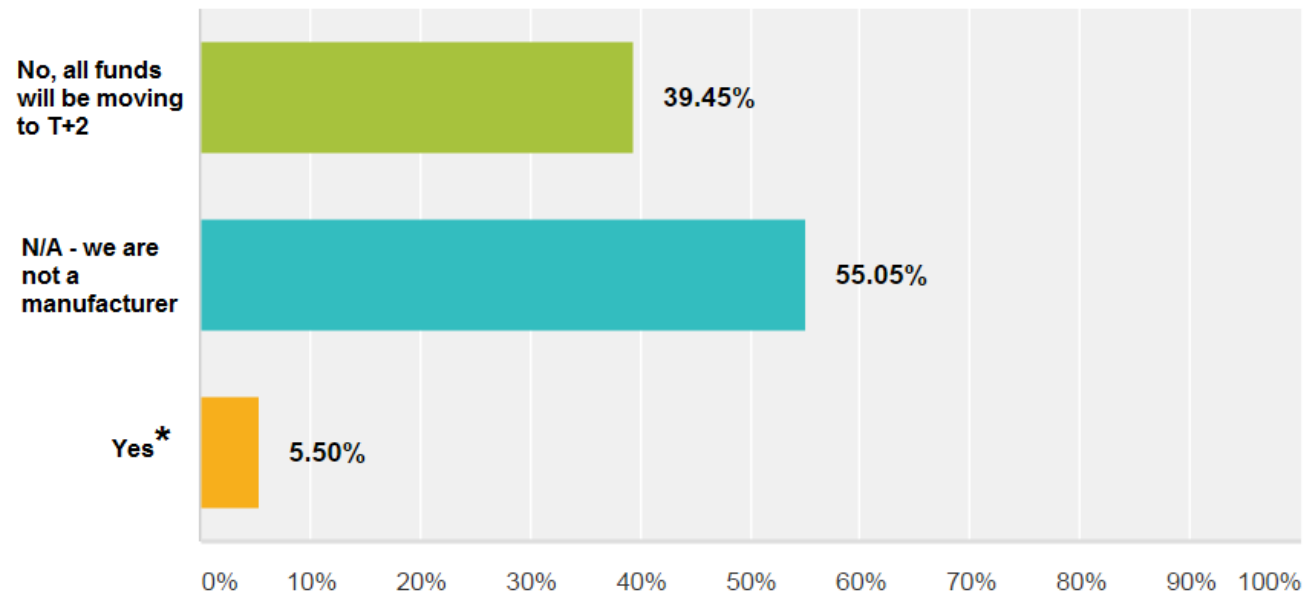
Q8: Are you aware of the Fundserv T+2 Working Group?

Answered: 109 Skipped: 0



Q9: If you are a manufacturer, do you have any funds that are currently T+3 that will NOT be moving to T+2 as part of the implementation on September 5, 2017?

Answered: 109 Skipped: 0



* Members were asked to provide a rationale for those funds not moving to T+2. As previously noted, back office systems, representing over half the active T+3 codes on the Fundserv network, have confirmed they are not aware of any of these codes not making the move to T+2 when the industry is ready in September. The only exceptions are those funds that are not domiciled in Canada, or alternative funds that do not currently settle T+3, and are therefore out of scope. It was also noted that these exception funds do not fall under National Instrument 81-102.

Notable Comments



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- We may need to change bank accounts since our actual bank can't promise a 48-hours guarantee (dealer response).
- Some of our funds are excluded from the CCMA Asset list such as notes, hedge funds and non T+3 settling funds.
- There are handful of respondents from each segment of the Fundserv ecosystem that have indicated they will not be testing at all. Fundserv is following up with them directly for a better understanding.

Thank You

Fundserv would like to thank all its members, inter-associations and industry stakeholders who took part in the joint Fundserv/IFIC T+2 working group. Your input and feedback have helped drive our plans to support the T+2 transition.

Questions or concerns about this survey may be directed to T2Feedback@Fundserv.com.
For questions related to T+2 Testing, please contact Tech Support at technical.support@Fundserv.com.

