



## Minutes of the QCA Secondary Markets Expert Group

Held on: Wednesday 5 July 2017

Venue: Charles Russell Speechlys, 5 Fleet Place, London, EC4M 7RD

(Host: Andrew Collins)

### Present:

Jon Gerty (Chairman)	Peel Hunt LLP	JG
Mark Tubby (Deputy Chairman)	finnCap	MT
Simon Charles	Marriott Harrison	SC
Fraser Elms	Herald Investment Management Ltd	FE
William Garner	Charles Russell Speechlys LLP	WG
Keith Hiscock	Hardman & Co	KH
James Lynch	Downing LLP	JL
Katie Potts	Herald Investment Management Ltd	KP
Lisa Vainio	Quoted Companies Alliance	LV
Callum Anderson (minutes)	Quoted Companies Alliance	CA

### In attendance:

Lee Foulger	Financial Conduct Authority	LF
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## 1. WELCOME TO LEE FOULGER, THE FINANCIAL CONDUCT AUTHORITY (FCA)

JG welcomed LF to the meeting.

LF briefly summarise the remit of the FCA's international affairs department. He noted that Brexit was a significant workstream. He explained that the Brexit workstream had been split into three parts:

- i) Providing internal technical advice outlining the potential positive and negative impacts of regulatory approaches after the UK has left the EU with respect to the FCA's policy objectives;
- ii) Formulating contingency plans regarding the impact of Britain's negotiations with the EU on the FCA's future supervisory role; and
- iii) Preparing regulatory management for the UK's first days after it has left the EU ("Day One"). This primarily covers the Great Repeal Bill – to be laid before Parliament shortly – as well as implementing any necessary changes to the FCA's Handbook.

LF and the Expert Group exchanged views on the potential scope for the FCA to adjust EU-driven legislation, such as CSDR and MAR. There was also a discussion about the complexity of the Great Repeal Bill legislation. LF noted that it was not merely a 'copy and paste' exercise; an assessment regarding how the competencies currently held by ESMA would be distributed between the FCA and HM Treasury.



	<p>- <u>European Commission's request for comments – Amending the MiFID II Delegated Regulation with respect to systematic internaliser definition</u></p> <p>JG noted that the European Commission was seeking views on its draft Delegated Regulation regarding the definition of systematic internaliser. The Expert Group agreed that it did not to respond.</p>	None to note.
<b>b)</b>	<p><b>Fourth Money Laundering Directive</b></p> <p>JG noted that the Fourth Money Laundering Directive had been in effect since 26 June 2017.</p>	None to note.
<b>c)</b>	<p><b>Brexit</b></p> <p>This was discussed with LF.</p>	None to note.

## 5. COMMUNICATIONS AND FUTURE MEETINGS

	ITEM	ACTION
<b>a)</b>	<p><b>Policy Update (June 2017)</b></p> <p>This was tabled for information only and was not discussed.</p>	None to note.
<b>b)</b>	<p><b>Guest invitations to future meetings</b></p> <p>JG informed the Expert Group that no future guests had been invited at this stage.</p>	<b>ALL</b> to suggest potential future guests to <b>CA</b> .

## 6. NEXT MEETING

Wednesday 6 September 2017, 4.30pm – 6.00pm (Venue: Charles Russell Speechlys, 5 Fleet Place, London, EC4M 7RD (Host: Andrew Collins))