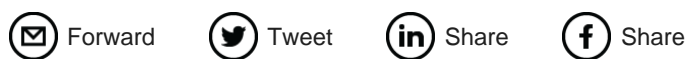


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6 May 2021
Community Newsletter



Welcome to the Derivative Service Bureau's (DSB) second newsletter of 2021.

In this edition, we host a Q&A with Gregg Rapaport, MD at DTCC and Kirston Winters, Managing Director, Head of Product Management - MarkitSERV by IHS Markit.

In our Unique Product Identifier (UPI) market update section, you can find details of a new initiative between the Regulatory Oversight Committee (ROC) and the Derivatives Service Bureau (DSB). Furthermore, we have compiled a detailed UPI FAQ document based upon questions the DSB received from market participants.

[Please do get in touch](#) for more information on how to get involved with the DSB.

INDUSTRY PERSPECTIVES

Q&A WITH GREGG RAPAPORT AND KIRSTON WINTERS

In this exclusive [interview](#), we speak to Gregg Rapaport, MD at DTCC and Kirston Winters, Managing Director, Head of Product Management - MarkitSERV by IHS Markit about their roles in the DSB Product Committee (PC), their focus on data alignment, and its impact on post-trade workflows.

Unique Product Identifier (UPI) Market Update

The Regulatory Oversight Committee and the Derivatives Service Bureau combine efforts to promote awareness of the UPI service

The Regulatory Oversight Committee (ROC) and the Derivatives Service Bureau (DSB) [announced](#) a [joint programme](#) to promote awareness of the use of the globally harmonised Unique Product Identifier (UPI). The ROC and DSB will jointly hold three industry fora to introduce the main features of the service. Please [register here](#) for the events on either 25th May or 8th June 2021.

UPI FAQ

In response to client queries on various aspects of the UPI service, we have created an [FAQ document](#) with a specific focus on the DSB's role regarding the UPI.



WHO NEEDS TO USE THE UPI?

A UPI will be assigned to every OTC derivatives product that is reportable to a Trade Repository (TR) anywhere in the world, allowing individual products to be identified in mandatory transaction reporting data. Therefore, anybody either trading an OTC derivative product, or responsible for reporting them to a TR, will need to deal with a UPI at some point.

Important Market Updates

Second UPI Fee Model Consultation 2021

Following DSB's first [consultation of the fee model principles](#), all responses are publically available

on the [DSB website](#). As per the [consultation timeline](#), the publication of DSB's second UPI Consultation Paper is scheduled for **Monday 10th May**.

Annual OTC ISIN and CFI Service Consultation to Shape the Service Provision for 2022

Industry views are sought on a short [consultation](#) that touches upon supplier risk assessments, cybersecurity, technology risk monitoring and cloud configuration. The consultation opened on 30th April 2021, and industry responses are due by 5pm UTC on **Monday 31st May**.

Notification: UAT Disaster Recovery Test

The DSB reached out to its users in September 2019 to request assistance with the disaster recovery testing activities. Following the April 2021 meeting of the DSB's Technology Advisory Committee (TAC), the TAC has approved the "Disaster Recovering" (DR) test to be undertaken in Q3 2021. Undertaking this testing will ensure your ability to maintain UAT service during the DR period.

Please find more details on the UAT-DR test [here](#), which includes timelines as well as required user actions to ensure continued access to the DSB's UAT environment.

Videos



End of day data files for OTC ISINS

The DSB has seen an increasing number of firms seeking access to end of day data files for OTC ISINs, primarily driven by a need for golden source data. In this short video, the DSB's Malavika Solanki explains more.



The UPI is coming... are you ready?

Market participants reporting OTC derivatives to trade repositories around the world will be expected to include the UPI in their reports from late 2022. This short video explains more.

DSB in the News



The Derivatives Service Bureau Announces 2021 OTC ISINs Consultation

The Derivatives Service Bureau announced its 2021 OTC ISINs consultation, to shape the service provision for 2022, with this year's focus on cybersecurity and cloud resilience. Read the full announcement [here](#).



Interview with SFM: markets and regulators weigh data flow options as UPI integration looms

In this [Securities Finance Monitor article](#), Malavika Solanki talks about the UPI and what everyone who reports to a trade repository should be aware of.



A-Team Insight blog with Emma Kalliomaki

This A-Team interview with Emma Kalliomaki looks at some of the issues involved in [getting the UPI up, running and ready](#) for its Q3 2022 release.

OTC ISIN Metrics

Below are the DSB monthly metrics on OTC ISIN creation, use and trends.

- [March 2021 DSB monthly metrics](#)
- [February 2021 DSB monthly metrics](#)
- [January 2021 DSB monthly metrics](#)

Graphic below: DSB OTC ISIN Creation Trends

The Derivatives Service Bureau is a global numbering agency for OTC derivatives serving the needs of market participants through the fully automated generation of International Securities Identification Numbers (ISINs), the Classification of Financial Instruments (CFI) and Financial Instrument Short Name (FISN), all globally recognised and adopted ISO standards for identifying, classifying and describing financial instruments.

From late 2022, the DSB also expects to be providing Unique Product Identifiers (UPIs) for over-the-counter (OTC) derivatives to enable global regulatory authorities to aggregate data on OTC derivatives transactions to help assess systemic risk. This follows designation by the Financial Stability Board (FSB) in 2019 as the sole service provider for the future UPI system, performing the function of issuer of UPIs as well as operator of the UPI reference data library.

55,927,737

Unique ISINs created

55,295,487

Total searches

Feb 21 vs Mar 21 increase by asset class

Commodities	Credit
3.8%	1.6%
FX	Rates
3.4%	3.0%
Other	Equity
9.2%	3.9%

March Metrics

