

DSB PRODUCT COMMITTEE MEETING MINUTES

Meeting: The 14th DSB Product Committee Meeting

Date: 28-March-2017 **Time:** 15.00 – 16.30 GMT **Location:** Teleconference

Chairperson: Sassan Danesh, DSB Chair

In attendance:

<p>Committee Members Joseph Berardo, Intercontinental Exchange Tia Ellerman, CITI Peter Gratwick, JP Morgan Trevor Mallinson, Bloomberg Trading Facility Ayala Truelove, Tradeweb Stephen White, Fidelity Danielle Wissmar, GSAM</p> <p>ANNA Board (Observer) Emma Kalliomaki</p>	<p>Regulators (Observers) Eiichiro Fukase, JSDA Takahiro Onojima, JSDA Robert Stowsky, CFTC</p> <p>DSB Secretariat / PMO Tony Birrell Jason Fernandes Kuhan Tharmananthar Natalia Kozlovich</p>
---	---

Apologies: Franz Ruckermeier, Allianz Global Investors
Bill Stenning, Société Generale
Olga Petrenko, ESMA

Absences:

No	Topics
----	--------

1	Minutes: Review of open actions
----------	--

- **Action 64:** ESMA to revert to Product Committee with feedback/acceptance to the proposed mapping from ISDA FpML Floating Rate Index scheme to ISO 20022 values – Target date pushed to 04 April. Open
 - **Action 66:** Secretariat to develop an interim consultation paper to obtain industry feedback on the set of attributes within the Fixed Float Plain Vanilla Interest Rate Swap Use Case to ensure that the Day 1 ISIN is as useful as possible to industry without compromising the MiFID II deliverables – Closed
 - **Action 68:** Secretariat to develop a mutually agreeable Terms of Reference between the DSB Board and ISDA for a joint Taskforce to deliver the mapping of the ISDA Taxonomy 2.0 to ISO 10962 (CFI) and the FpML Enumerations to ISO 20022 Enumerations requirements – The DSB Secretariat have initiated discussion with ISDA with regards the interest in establishing a joint Taskforce. Open
 - **Action 70:** ISIN Engine Development team to advise estimate for incorporating FpML to ISO20222 attribute mapping. Confirmed that FpML Floating Rate Index to ISO20222 mapping can be included in ISIN Engine team development schedule - Closed
-

2	UAT Timelines
----------	----------------------

- The Chair updated the Product Committee on the proposed UAT schedule to begin on 03 April 17
 - Rates UAT Documentation available on 31 Mar and UAT implemented on 03 Apr
 - Credit UAT Documentation available on 07 Apr UAT implemented on 18 Apr
-

-
- FX UAT Documentation available on 07 Apr and UAT implemented on 24 Apr
 - Equity UAT Documentation available on 14 Apr and UAT implemented on 02 May
 - Commodities UAT documentation available on 14 Apr and UAT implemented on 08 May
-

3 **Credit Product Definition**

- The Secretariat began the walk through of the Credit Product Template, specifically the Standard North American Credit Default Swap
Action: DSB Secretariat to revert to Product Committee with enumeration list for ISIN Status attribute field
 - The Product Committee continued to discuss the relevance of adding additional attributes from the SG2 Level 1 such as Restructuring Type, these should be subject to consultation once the Product Committee confirm their validity
 - The Product Committee raised challenges on RTS23 Field 26 and 27 which relate to Underlying instrument code and Underlying issuer respectively in that they may be very difficult to implement in practice.
 - The regulatory requirement is to supply the ISIN or LEI if ISIN is not provided, however the Product Committee raised concern that a large proportion of Underlying issuers do not have LEIs (approx. 50%) which under current regulation would mean these instruments could not be traded on a trading venue.
 - Some Product Committee members suggested that the Markit RedCode and SRO are used by some industry participants to identify the underlying issuer and this could be used as possible solution, however it was noted that these market identifiers were subject to Intellectual Property Rights which would need to be investigated in further detail
 - One Product Committee member suggested use of the Underlying Legal Long Name ID to identify the Underlying issuer which could be included as a potential industry solution without using identifiers subject to Intellectual Property Rights
Action: DSB Secretariat to set up an agenda item for the next Product Committee to discuss the practical challenges and next steps for completing RTS23 Field's 26 and 27 with ESMA
-

4 **Interim Consultation Paper**

- The Product Committee walked through the draft Interim Consultation Paper and reached consensus on the fundamental concepts of the paper.
Action: Product Committee to revert to DSB Secretariat by Thurs 30 April with final comments/amendments to Interim Consultation Paper in readiness for publication Monday 03 April
-

5 **AOB**

- None
-

6 **Next meeting**

- Tuesday 04th April 2017
-

Respectfully submitted,

DSB Secretariat

Minutes Approved on:

Summary of Open Actions

No	Actions	Owner	Date to be Completed
64	ESMA to revert to Product Committee with feedback/acceptance to the use of ISDA FpML Floating Rate Index scheme by 28th March	ESMA	04-Apr-17
68	Secretariat to develop a mutually agreeable Terms of Reference between the DSB Board and ISDA for a joint Taskforce to deliver the mapping of the ISDA Taxonomy 2.0 to ISO 10962 (CFI) and the FpML Enumerations to ISO 20022 Enumerations requirements	DSB Sec	07-Apr-17
71	DSB Secretariat to revert to Product Committee with enumeration list for ISIN Status attribute field	DSB Sec	04-Apr-17
72	DSB Secretariat to set up an agenda item for the next Product Committee to discuss the practical challenges and next steps for completing RTS 23 Field's 26 and 27 with ESMA	DSB Sec	04-Apr-17
73	Product Committee to revert to DSB Secretariat by Thurs 30 April with final comments/amendments to Interim Consultation Paper in readiness for publication Monday 03 April	DSB PC	03-Apr-17

Summary of Closed Actions

No	Actions	Owner	Date to be Completed
1	Secretariat to recirculate the governance document – DSB Product Committee Framework	DSB Secretariat	07-Dec-16
2	Secretariat to circulate written direction from ESMA on scope of instruments requiring an ISIN	DSB Secretariat	13-Dec-16
3	Amend the product committee pack to include a statement that we are aware of the broader global implications of an ISIN and we will explore as a group how these can be met, however, our primary focus will be to satisfy MiFID 2 requirements	DSB Secretariat	06-Dec-16
4	Iterate the draft Consultation Paper to enhance the high level executive summary and expand on rationale of focusing on RTS 23	DSB Secretariat	06-Dec-16
5	Secretariat to update meeting minutes from 5th December per Product Committee feedback and send for publication	DSB Secretariat	13-Dec-16
6	Secretariat to present new timelines to the Product Committee based on the Product Committee feedback	DSB Secretariat	14-Dec-16
7	Secretariat to include the medium associated with each of the Phase 1 Consultation Paper (CP) Next steps	DSB Secretariat	15-Dec-16
8	Secretariat to submit to the Product Committee the list of outstanding questions with ESMA for consideration	DSB Secretariat	15-Dec-16
9	Secretariat to request update from ESMA on the current list of outstanding questions	DSB Secretariat	16-Dec-16
10	Product Committee Member to identify sections of the CP which exclude instruments whose underlying is traded on a Trading Venue	Product Committee member	16-Dec-16
11	Secretariat to repeat the Trading Venue analysis with as wide a range of trading venues as possible	DSB Secretariat	13-Jan-17
12	Secretariat to replace commodities in Use Case Grouping 1 with those Credit indices currently identified in Use Case Grouping 2	DSB Secretariat	14-Dec-16
13	Secretariat to overlay the SG2 products into the Trading venue analysis to validate product coverage	DSB Secretariat	13-Jan-17
14	Secretariat to schedule a Product Committee meeting placeholder for January 5th 2017	DSB Secretariat	13-Dec-16
15	Secretariat to update respondent table	DSB Secretariat	09-Jan-17
16	Secretariat to distribute a consolidation of responses to the Product Committee	DSB Secretariat	09-Jan-17
17	Product Committee to sign off on Trading Venue email outlining the Product Committee request and review list of Trading Venue's with a view to supplying additional Trading Venue names if appropriate	Product Committee	13-Jan-17
18	Secretariat to develop timeline and process for adding new products to the ISIN Engine	DSB Secretariat	03-Feb-17
19	Secretariat to send industry feedback to ANNA Web coordinators for publication	DSB Secretariat	13-Jan-17
20	Secretariat to request ANNA Board to provide definitive guidance on what is meant by "Design Support for multiple jurisdictions / business use cases" if day 1 implementation were to be focused on a single requirement only	DSB Secretariat	20-Jan-17
21	Secretariat to request ANNA Board to provide definitive guidance on what is meant by "Design Support for multiple	DSB Secretariat	20-Jan-17

	hierarchies” if day 1 implementation were to be focused on a single level only		
22	Secretariat to confirm timeline for enhancement to CFI taxonomy granularity	DSB Secretariat	20-Jan-17
23	Secretariat to request clarity on approach from ANNA Board on Product Committee recommendations where there may be any “unresolvable points” contradicting the updated Terms of Reference	DSB Secretariat	31-Jan-17
24	Secretariat to provide two worked examples of the Product Templates showing the Mandatory attribute fields required to meet RTS23 and CFI requirements and the additional SG2 suggested data attributes fields	DSB Secretariat	17-Jan-17
25	Secretariat to review ISDA Taxonomy with a view to incorporating it as an interface to be used in Use Case selection	DSB Secretariat	20-Jan-17
26	DSB Secretariat to arrange for ISO representative to present update on CFI work to Product Committee	DSB Secretariat	31-Jan-17
27	Product Committee to provide list of questions to be addressed by ISO representative ahead of the meeting	DSB PC	31-Jan-17
28	Secretariat to develop workflow for product definition template selection based on Native ISO or FpML selection criteria	DSB Secretariat	31-Jan-17
29	Product Committee to provide any additional feedback on the proposed Product Template to the secretariat for inclusion or discussion by 24 Jan	DSB PC	24-Jan-17
30	Secretariat to add the raw SG2 Use Case Template as part of the Product Templates	DSB Secretariat	20-Jan-17
31	Secretariat to request ISDA to provide ToTV analysis and CFI mapping based against the ISDA Taxonomy	DSB Secretariat	20-Jan-17
32	Secretariat to recirculate consolidated industry feedback with update to ISIN principles based on agreement reached in the Product Committee by COB Thursday 19 th January	DSB Secretariat	19-Jan-17
33	Secretariat to develop and circulate draft ANNA Board Monthly Progress report as required to be completed under the Product Committee Governance Framework for sign off 7 Feb 2017	DSB Secretariat	07-Feb-17
34	DSB Secretariat to relocate ‘Notional Schedule’ in the rates template from Derived to Required attributes	DSB Secretariat	03-Feb-17
35	ISDA taxonomy to ISO CFI taxonomy – to be provided by ISDA and verified by Product Committee	DSB PC	28-Feb-17
36	DSB Technical team to provide their estimate and impact assessment for a service that will translate ISDA Taxonomy v2.0 & FpML (Version TBD) attributes to ISO taxonomy attributes and present to the Product Committee for consideration	DSB Technical Team	10-Feb-17
37	Secretariat to revert to ANNA Board on implications and desired mitigation strategy for ISIN UAT scheduled for 1 April 2017	DSB Secretariat	21-Feb-17
38	Secretariat to add additional comments into the achievements section of the ANNA Board Monthly Progress report before circulation to ANNA DSB Board	DSB Secretariat	10-Feb-17
39	Secretariat to present the FpML to ISO conversion/translation requirement and cost of implementation to the ANNA Board for approval	DSB Secretariat	14-Feb-17

40	Secretariat to amend timeline to allow 4 working days for ANNA DSB Board to ratify final Consultation Paper and 2 working days for publication to industry	DSB Secretariat	14-Feb-17
41	Product Committee to request definitive timeline from ISDA for delivery of mapping from FpML attributes to ISO attributes and determine the work required to undertake the mapping within the group	DSB PC	14-Feb-17
42	Secretariat to circulate Consultation Paper – ISIN Principles to Product Committee with tracked changes based on agreed Template Taxonomy and ISIN structure	DSB Secretariat	10-Feb-17
43	Secretariat to circulate draft Product Templates and proposed specification for Use Case labels to the Product Committee	DSB Secretariat	17-Feb-17
44	Product Committee to revert back to the ANNA Board by 07 March 2017 with a practical implementation/timeframe for parallel development of product templates alongside Consultation Papers to meet UAT timeframes	DSB PC	21-Mar-17
45	Product Committee to provide ANNA Board with proposed timeline and responsibility matrix for providing the mapping of the ISDA Taxonomy 2.0 to ISO 10962 (CFI) and the FpML Enumerations to ISO 20022 Enumerations requirements	DSB PC	07-Mar-17
46	Secretariat to request that ISDA confirm a definitive timeline for delivery of mapping of ISDA Taxonomy 2.0 taxonomy to ISO 10962 and FpML Enumerations to ISO 20022	DSB Secretariat	21-Feb-17
47	Secretariat to include Commodities Product Template/Approach to meeting agenda for future Product Committee meeting	DSB Secretariat	28-Feb-17
48	Secretariat to share specific examples where the CFI/ISO 10962 requires clarification for OTC Derivatives to the ISO Representative to be tabled at future TC68/SC4/WG6	DSB Secretariat	28-Feb-17
49	Product Committee to confirm timeline and responsibility matrix for providing the mapping of the ISDA Taxonomy 2.0 to ISO 10962 (CFI) and the FpML Enumerations to ISO 20022 Enumerations requirements to ANNA Board	DSB PC	21-Mar-17
50	The Secretariat to circulate Final ISIN principles paper for progress and consensus section by section over email ahead of next meeting 28 February 2017	DSB Secretariat	28-Feb-17
51	The Secretariat to keep the Product Committee up to date on scope validation discussions with NNA's on the future NNA vs DSB scope as and when further detail/information is determined	DSB Secretariat	21-Mar-17
52	The Secretariat to circulate Product Committee ToR for clarity on the exact remit of the Product Committee with regards to OTC ISIN design and implementation	DSB Secretariat	28-Feb-17
53	The Secretariat to set up follow up meeting on Thursday 23 February 2017 to review the Interest Rates Product Template in more detail	DSB Secretariat	22-Feb-17
54	Secretariat to circulate Final ISIN principles paper for final feedback and iteration with deadline of 02 March 2017 for responses	DSB Secretariat	07-Mar-17
55	The Product Committee to invite ISDA representative to the next Product Committee meeting to discuss the progress on the mapping of the ISDA Taxonomy 2.0 to ISO 10962 (CFI) and the FpML Enumerations to ISO 20022 Enumerations and any open questions on technical implementation of the mappings	DSB Secretariat	14-Mar-17

56	Secretariat to include a paragraph clarifying the ESMA scope and requirements for ISIN generation	DSB Secretariat	07-Mar-17
57	Secretariat to complete an analysis of the FpML Index list to the RTS 23 Index List and present to the Product Committee for subsequent decision-making	DSB Secretariat	07-Mar-17
58	Secretariat to iterate through vanilla use cases and amend Price Multiplier (RTS23 Field23) input from user defined to derived attribute and set at 1	DSB Secretariat	03-Mar-17
59	Secretariat to iterate through Rates use cases to include the 4 additional Floating Leg & Fixed Leg: Payment frequency, Floating Leg & Fixed Leg: Day count fraction attributes	DSB Secretariat	07-Mar-17
60	Secretariat to publish a list of open questions from the FX Product Templates to the Product Committee for review	DSB Secretariat	07-Mar-17
61	Secretariat to request estimate to incorporate ISDA FpML Floating Rate Index scheme mapping to ISO 20022 an additional value in an alphanumeric format truncated to 25 characters from ISIN Engine Team	DSB Secretariat	14-Mar-17
62	Secretariat to share proposal to use ISDA FpML Floating Rate Index scheme with ESMA representative to confirm if approach is feasible	DSB Secretariat	14-Mar-17
63	Secretariat to circulate Final ISIN principles paper for final feedback and iteration with deadline of 10 March 2017 for responses	DSB Secretariat	07-Mar-17
65	Secretariat to circulate Final ISIN principles paper via email for final feedback and iteration with deadline of 16 March 2017	DSB Secretariat	16-Mar-17
66	Secretariat to develop an interim consultation paper to obtain industry feedback on the set of attributes within the Fixed Float Plain Vanilla Interest Rate Swap Use Case to ensure that the Day 1 ISIN is as useful as possible to industry without compromising the MiFID II deliverables	DSB Sec	24-Mar-17
67	DSB Board to revert with agreement on Product Committee recommendation to proceed with provisional product templates for UAT planned for 3 rd April	DSB Board	24-Mar-17
69	DSB Board to confirm agreement that Floating Rate Index scheme to ISO20022 mapping will be provided centrally by the DSB	DSB Board	28-Mar-17
70	ISIN Engine Development team to advise estimate for incorporating FpML to ISO20222 attribute mapping	ISIN Engine Team	28-Mar-17