

DSB PRODUCT COMMITTEE MEETING MINUTES

Meeting: The 10th DSB Product Committee Meeting

Date: 28-February-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 Bill Stenning, Société Generale Ayala Truelove, Tradeweb Stephen White, Fidelity Danielle Wissmar, GSAM</p>	<p>Regulators (Observers) Eiichiro Fukase, JSDA Takahiro Onojima, JSDA Olga Petrenko, ESMA</p> <p>DSB Secretariat / PMO Tony Birrell Jason Fernandes Kuhan Tharmananthar</p>
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ANNA Board (Observer)
Emma Kalliomaki

Apologies: Franz Rockermeier, Allianz Global Investors

Absences:

No	Topics
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1 Minutes: Review of open actions

- **Action 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
Member advised that discussions are ongoing with ISDA with regards to providing the requested mappings. A timeline for providing the prioritised Rates, Credit and FX mappings is expected from ISDA by 10 March 2017. It was noted that the ISDA representative raised some questions regarding the mappings and associated technical implementation. The Product Committee agreed to invite the ISDA representative to discuss the questions at the next Product Committee meeting
Action: 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
 - **Action 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 - Closed
The Product Committee to discuss progress and next steps in agenda item 2 of the meeting – Final ISIN Principles
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2 Final ISIN Principles

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- The Product Committee agreed to extend the planned publication of the Final ISIN Principle paper by 1 week as the Product Committee needed additional time to iterate through the analysis and proposal sections of the document
 - The Product Committee discussed the need to include clarification of the ESMA scope and requirements for the ISIN generation in the Final Principles Paper. It was agreed that this regulator context would be included within section 6.1 Terms of Reference of the Final ISIN Principles document

Action: Secretariat to circulate Final ISIN principles paper for final feedback and iteration with deadline of 02 March 2017 for responses

Action: Secretariat to include a paragraph clarifying the ESMA scope and requirements for ISIN generation

3 Product Template Review – Rates

- The Secretariat continued the walkthrough of the Rates Product Template
- Some Product Committee members raised the concerns on the impact to number of ISINs required to be generated by including expiry date within the Day 1 implementation level of the ISIN. It was reiterated by a member of the Product Committee that this requirement had already been discussed and agreed upon with regulator and was a mandatory requirement of MiFID II RTS 23
- The Product Committee agreed in principle with the Interest Rates Product Template but suggested some revisions to specific fields after discussion and agreement. Specifically;

- Price Multiplier – RTS23 Field 25 – Decision was made to move this field from user input to derived field and set the multiplier to 1. It was agreed that this approach should be adopted for vanilla use cases across all asset classes. This field should only be a user input for exotic use cases

- Reference Rate – RTS23 Field 40 – Product Committee members deliberated the use of the RTS 23 enumerated list vs the more granular FpML Index List as the source of the Reference Rate. The Product Committee agreed that this item required further analysis.

Action: 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

- Floating Leg & Fixed Leg: Payment frequency, Floating Leg & Fixed Leg: Day count fraction– SG2 Level 1 – The Product Committee discussed and agreed the inclusion of these 4 fields over and above the required RTS23 requirements provided the industry with a more balanced and useful ISIN definition.

Action: Secretariat to iterate through vanilla use cases and amend Price Multiplier (RTS23 Field23) input from user defined to derived attribute and set at 1

Action: 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

4 AOB

- A Product Committee member discussed taking an FX expert through the FX Product Templates to address open questions already raised in the SG2 working group.

Action: Secretariat to publish a list of open questions from the FX Product Templates to the Product Committee for review

5 Next meeting

- Tuesday 7th March 2017

Respectfully submitted,

DSB Secretariat

Minutes Approved on: 6 March-2017

Summary of Open Actions

No	Actions	Owner	Date to be Completed
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
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
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 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	07-Mar-17
53	Secretariat to circulate Final ISIN principles paper for final feedback and iteration with deadline of 02 March 2017 for responses	DSB Secretariat	02-Mar-17
54	Secretariat to include a paragraph clarifying the ESMA scope and requirements for ISIN generation	DSB Secretariat	07-Mar-17
55	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
56	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
57	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
58	Secretariat to publish a list of open questions from the FX Product Templates to the Product Committee for review	DSB Secretariat	07-Mar-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
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
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
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