

DSB PRODUCT COMMITTEE MEETING MINUTES

Meeting: The 57th DSB Product Committee Meeting

Date: 23-Jan-2018 **Time:** 15.00 – 16.30 BST **Location:** Teleconference

Chairperson: Sassan Danesh, DSB

In attendance:

Committee Members Joseph Berardo, Intercontinental Exchange Peter Gratwick, JP Morgan Bill Stenning, Société Generale Stephen White, Fidelity Trevor Mallinson, Bloomberg Tia Ellerman, Citi Danielle Wissmar, GSAM	Regulators (Observers) Takahiro Onojima, JSDA Eiichiro Fukase, JSDA Alejandro De La Rocha, FCA Robert Stowsky, CFTC
ANNA Board (observer) Emma Kalliomaki	DSB Secretariat / PMO Tony Birrell, DSB Nathan Dagg, DSB

Apologies: Franz Rockermeier, Allianz Global Investors

Absences: Ayala Truelove, Tradeweb

No	Topics
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1	Open Actions
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- **Action 153:** No update, remain open
 - **Action 165:** No update, remain open
 - **Action 169:** To be discussed in this meeting, action closed
 - **Action 170:** No update, remain open
 - **Action 171:** To be discussed in this meeting. Secretariat advised that this action is represented in more detail by action 179 and so should be closed, action closed
 - **Action 172:** Secretariat advised that ISDA have provided clarity on which Floating Rate indices are OIS specific and will distribute to the PC for review & next steps, action closed
 - **Action 173:** Secretariat advised that ISDA have confirmed they will seek guidance on the Delivery type for a Cap/Floor instrument from industry working groups, action closed
 - **Action 177:** To be discussed in this meeting, action closed
 - **Action 178:** No update, remain open
 - **Action 179:** To be discussed in this meeting, remain open
 - **Action 180:** To be discussed in this meeting, action closed
 - **Action 181:** Secretariat advised that the change management process scenarios have been updated to reflect user impact and will be distributed to the PC, action closed
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2	Commodity Index IPR issue
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- Secretariat advised that discussions are on-going with a Commodity Index provider
 - Secretariat advised that bilateral discussions with industry representatives are being held this week to determine alternate Commodity Index sources
 - Members agreed that a decision regarding the interim release proposal (implementation of the Commodity Multi-Exotic templates with an Underlying Instrument Index of
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'OTHER') should be made next week once the secretariat can collate industry feedback on alternate index providers

3 2018 Holiday calendar

- Secretariat confirmed that the DSB will close on Friday 30th March at 9pm UTC and re-open on Monday 2nd April at 6am UTC
 - Members requested that the DSB report back to the PC with the activity over these days to help shape the approach for future holidays
 - **Action 182:** Secretariat to report back to the PC with the activity over the Easter holidays to help shape the approach for future holidays
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4 DSB ISIN Status - Expired

- Member agreed the wording that is to be published in the ISIN status document regarding the treatment of ISINs in 'Expired' status
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5 Industry feedback

- Secretariat discussed specific attributes raised by industry and submitted by a member that require interpretational clarification
 - Secretariat agreed to collate feedback from various industry bodies on the matter and prepare a summary for a subset of standard products. Once reviewed and agreed by the PC, this will be prepared for all instruments in scope
 - **Action 183:** Secretariat to collate feedback from various industry bodies regarding common interpretation of specific attributes and present to the PC for review
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6 Product Definition items for PC consideration

- Secretariat presented the following enquires to the PC received from Industry:
 - **FX Prop Indices:** Is there a requirement to support FX specific proprietary indices?
 - **Action 184:** Secretariat to obtain a business use case from industry to accommodate ISIN creation over FX Proprietary indices
 - **CNY/CNH Currency:** Should the ISIN differentiate between CNY & CNH for Rates Products? An observer confirmed that Place of Settlement was considered by CPMI-IOSCO for FX to accommodate offshore currencies and that a consistent approach should be taken across other asset classes
 - **Action 185:** Secretariat to review the development work to introduce Place of Settlement into Rates Product Definitions and revert to the PC with an estimate timeline
 - **Strike Price for Equity non-Standard Options:** Should 0 be an allowable value? Members agreed that this should be an allowable value
 - **Action 186:** Secretariat to discuss removal of the validation that prevents 0 in the Equity Non-Standard Option strike price field and revert to the PC with a timeline
 - **ISIN request enhancement:** Should nesting be made possible to allow an ISIN request and its underlying ISIN request to be submitted in one call to the DSB – example Swap inside a Swaption. Members agreed this would be a valuable enhancement
 - **Action 187:** Secretariat to investigate the technical requirements along with accept/reject conditions for a nested ISIN request approach and revert to the PC for review
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7 Q1 Product Definition implementation schedule

- Secretariat confirmed that the 4 bug/enhancement releases are on track for UAT release on 27th January
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8 2018 Book of work

- Secretariat reminded members of the current scope of Product Definition development identified by the DSB and that feedback/input can be provided any time

9 DSB Taskforce – Update

- Secretariat advised that final review of the Rates definitions are being carried out by the DSB following final feedback from ISDA
- Following this, the DSB will present implementation timelines to the taskforce

10 AOB

- Secretariat proposed that the Monthly PC Progress reports should be publicly distributed in the pursuit of transparency, members agreed
 - Secretariat reminded members that the UAT cycle for Proprietary Index workflow is now live and invited participation
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Respectfully submitted,

DSB Secretariat

Minutes Approved on: 30-Jan-18

Summary of Open Actions

No	Actions	Owner	Target Date
153	DSB PC to continue to conduct bilateral discussions with vendors and index providers to enhance the enumerated Equity index list	DSB Sec	31-Mar-18
165	Secretariat to develop a Non-Deliverable FX Swap template for delivery in 2018	DSB Sec	31-Jan-18
170	Secretariat develop a new Product Definition for Inflation Basis for PC review and implementation in 2018	DSB Sec	31-Jan-18
178	Secretariat to include guidance on the appropriate delivery type for Interest Rate products in the Product Definition documents once received from relevant working groups	DSB Sec	31-Jan-18
179	Secretariat to reach out to commodity index providers to discuss the provision of commodity indices to the DSB in accordance with open data principles and revert to the PC with timelines	DSB Sec	30-Jan-18
182	Secretariat to report back to the PC with the activity over the Easter holidays to help shape the approach for future holidays	DSB Sec	10-Apr-18
183	Secretariat to collate feedback from various industry bodies regarding common interpretation of specific attributes and present to the PC for review	DSB Sec	30-Jan-18
184	Secretariat to obtain a business use case from industry to accommodate ISIN creation over FX Proprietary indices	DSB Sec	30-Jan-18
185	Secretariat to review the development work to introduce Place of Settlement into Rates Product Definitions and revert to the PC with an estimate timeline	DSB Sec	13-Feb-18
186	Secretariat to discuss removal of the validation that prevents 0 in the Equity Non-Standard Option Strike price field and revert to the PC with a timeline	DSB Sec	13-Feb-18
187	Secretariat to investigate the technical requirements along with accept/reject conditions for a nested ISIN request approach and revert to the PC for review	DSB Sec	13-Feb-18