DSB PRODUCT COMMITTEE MEETING MINUTES

Meeting: The 57th DSB Product Committee Meeting

Date:	30-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, Sociéte Generale
Stephen White, Fidelity
Tia Ellerman, Citi
Danielle Wissmar, GSAM
Ayala Truelove, Tradeweb

Regulators (Observers)
Takahiro Onojima, JSDA
Eiichiro Fukase, JSDA
Robert Stowsky, CFTC

DSB Secretariat / PMO
Tony Birrell, DSB
Nathan Dagg, DSB

ANNA Board (observer)

Apologies: Trevor Mallinson, Bloomberg
Franz Rockermeier, Allianz Global Investors

Absences:

No	**Topics**
1	**Open Actions**

- **Action 153:** No update, remain open
- **Action 165:** No update, remain open
- **Action 170:** To be discussed in this meeting, action closed
- **Action 178:** To be discussed in this meeting, action closed
- **Action 179**: To be discussed in this meeting, remain open
- **Action 182**: No update, remain open
- **Action 183**: To be discussed in this meeting, action closed
- **Action 184**: Secretariat advised that an industry participant has been contacted to provide a use case for FX Proprietary indices but nothing has been received yet, remain open
- **Action 185**: No update, remain open
- **Action 186**: No update, remain open
- **Action 187**: No update, remain open

2	**Floating Rate Schema OIS Classification**

- Secretariat discussed a proposal to restrict underlying instrument index fields for Basis_OIS & Fixed Float_OIS now that the OIS indices can be clearly identified within the FpML Floating Rate Schema
- Similarly, whether OIS Indices should be restricted for Floating rate based instruments
- Members agreed in principle that the above was a reasonable approach however requested an analysis be done over the production environment to determine if any ISINs are affected. If there are no ISINs affected then the DSB should implement the new validation, however, if there are then the secretariat should revert to the PC for review

	◦ **Action 188**: Secretariat to analyse if any OIS underliers exist in Floating Rate Product Definitions and whether any non-OIS underliers exist in OIS Product Definitions for PC review
3	**Rates Inflation Basis Swap Product Definition**
	• Secretariat walked members through the design and New Product workflow for an Inflation Basis swap • Members agreed that leg 1 should contain CPI indices ONLY, leg 2 should contain both CPI and Floating Rate Indices • Secretariat advised that the design will mirror the Inflation Rate Zero Coupon except for the CFI code and hence is intended for non-zero-coupon inflation basis trades • Secretariat advised that normalisation will apply where two CPI indices are input • Based on the above agreement, Inflation Basis will progress to Development
4	**Change Process - Scenario Walkthrough**
	• Secretariat explained the tactical/strategic and user impact classification that has been added to the Change Process document • Members were instructed to review and opine by COB Monday 5th February after which time it will be published
5	**Quorum was lost**
	• Secretariat advised that remaining agenda items would be circulated via email for discussion and confirmed in the next PC meeting

Respectfully submitted,

DSB Secretariat

Minutes Approved on: 06-Feb-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	13-Feb-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
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
188	Secretariat to analyse if any OIS underliers exist in Floating rate Product Definitions and whether any non-OIS underliers exist in OIS Product Definitions for PC review	DSB Sec	06-Feb-18