

DSB PRODUCT COMMITTEE MEETING MINUTES

Meeting: The 55th DSB Product Committee Meeting

Date: 09-Jan-2018 **Time:** 15.00 – 16.30 BST **Location:** Teleconference

Chairperson: Sassan Danesh, DSB

In attendance:

<p>Committee Members Joseph Berardo, Intercontinental Exchange Peter Gratwick, JP Morgan Bill Stenning, Soci�ete Generale Stephen White, Fidelity Ayala Truelove, Tradeweb Trevor Mallinson, Bloomberg</p> <p>ANNA Board (observer) Emma Kalliomaki</p>	<p>Regulators (Observers) Takahiro Onojima, JSDA Eiichiro Fukase, JSDA Alejandro De La Rocha, FCA Robert Stowsky, CFTC</p> <p>DSB Secretariat / PMO Tony Birrell, DSB Nathan Dagg, DSB Malavika Solanki, DSB</p>
---	--

Apologies: Franz Rockermeier, Allianz Global Investors
Tia Ellerman, Citi
Danielle Wissmar, GSAM

Absences:

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

1 Open Actions

- **Action 153:** No update, remain open
 - **Action 165:** No update, remain open
 - **Action 168:** Secretariat has distributed a draft version of the DSB Change process for initial PC review, action closed
 - **Action 169:** No update, remain open
 - **Action 170:** No update, remain open
 - **Action 171:** Secretariat advised that discussions are on-going with the Commodity Index provider and will explore provision of indices from other index providers, remain open
 - **Action 172:** No update, remain open
 - **Action 173:** No update, remain open
 - **Action 174:** Secretariat advised that GFXD advised that FX Forwards should have a Delivery Type of 'Physical' given the existence of an NDF, action closed
 - **Action 175:** Secretariat advised that a use case for Fixed Fixed Rates Non-Standard option has been received and will be circulated to the PC, action closed
 - **Action 176:** Secretariat advised that ISDA has been contacted regarding the gaps in the FpML Floating Rate Index population and instructed that members are to submit legal definitions to ISDA for the indices they wish to have added to FpML, action closed
 - **Action 177:** No update, remain open
-

2 Duplicate ISINs in Production

- Secretariat advised 19 duplicate ISINs were detected in the Production environment resulting from a period of volume related instability encountered on the 3rd January
 - The Secretariat walked through the following proposed treatment of the duplicate ISINs which was agreed by members:
-

-
- The ISIN that was created first will remain unchanged while all later ISINs will be marked as DELETED
 - 'Status Reason' attribute to be updated – “Duplicate – use EZ1234567890”
 - Users will receive updates via EOD files/FIX subscription or ReST search
 - A list of the duplicate ISINs to be circulated to all users
 - A member raised the fact that there is some industry confusion over the interpretation of delivery type for Interest Rate products
 - An observer advised of the original CFI rationale and that clearer guidance should be provided to industry from relevant working groups
 - **Action 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
-

3 Commodity Index IPR issue

- Secretariat advised that discussion are on-going with a Commodity Index provider
 - Secretariat outlined a proposal received from industry – index sources could be expanded to allow multiple different sources to submit their indices to the DSB in accordance with open data principles
 - Secretariat asked members to opine on an interim solution to remove the Underlying Instrument Index enumeration list with the exception of 'OTHER' and implement the three multi-exotic templates
 - Members agreed that the DSB should explore multiple data sources during the course of the next week with a view to making a decision in the next meeting about whether or not the interim solution should be implemented
 - **Action 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
-

4 2018 Holiday calendar

- Secretariat advised that the DSB has proposed scheduled downtime from Good Friday to Easter Monday to align with NCA operating schedules that have an SI or venue reporting requirement
 - The chair requested that members please advise if this is in contradiction to any NCA's reporting requirements over this period
 - **Action 180:** Members to advise if the DSB closing on Good Friday or Easter Monday is in contradiction to any NCA's reporting requirements over this period
-

5 Q1 Product Definition fixes/enhancements

- Secretariat walked through 4 Product definition enricher enhancements/bug fixes that have been raised by industry, details published on GitHub [here](#)
-

6 2018 Book of Work

- Secretariat reminded the PC to opine on areas of focus for the DSB in 2018 including whether a different level of granularity should be considered
 - Secretariat also requested in light of the above, what frequency of meetings would be optimal in 2018
 - **See Action 177**
-

6 DSB Taskforce – Update

- Pending feedback from ISDA
-

7 AOB

- Secretariat advised that a draft of the DSB Change Process document has been circulated to PC members for initial review
-

-
- A member opined that classifications should be given to different scenarios to indicate whether the change is considered small, medium or large in terms of impact and hence lead time
 - **Action 181:** Secretariat to classify change scenarios in terms of the severity of the impact to user and hence required lead time
-

Respectfully submitted,

DSB Secretariat

Minutes Approved on: 16-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
169	Secretariat to include the update to existing expired ISINs in the change process document per action 168 for PC review	DSB Sec	08-Jan-18
170	Secretariat develop a new Product Definition for Inflation Basis for PC review and implementation in 2018	DSB Sec	31-Jan-18
171	DSB to engage the issuing entity around licensing requirements for Commodity Indices and also engage industry for alternative index sources	DSB Sec	31-Jan-18
172	Secretariat to reach out to ISDA and have them clarify which reference rates in their FpML reference rates enumeration list are OIS based	DSB Sec	31-Jan-18
173	Secretariat to reach out to CFI Working Group and ISDA to obtain guidance on the treatment Cap/Floor delivery type in relation to CFI creation	DSB Sec	31-Jan-18
175	Secretariat to obtain further information from on the particular use case from the industry participants who rather the query for a Fixed-Fixed Underlying Asset Type where the option type it not known	DSB Sec	31-Jan-18
177	Members to consider areas of focus for 2018 including granularity of the ISIN for discussion at the PC meeting on 23 rd January	PC	23-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	16-Jan-18
180	Members to advise if the DSB closing on Good Friday or Easter Monday is in contradiction to any NCA's reporting requirements over this period	PC	16-Jan-18
181	Secretariat to classify change scenarios in terms of the severity of the impact to user and hence required leas time	DSB Sec	23-Jan-18