

DSB PRODUCT COMMITTEE MEETING MINUTES

Meeting: The 64th DSB Product Committee Meeting

Date: 20-Mar-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 Tia Ellerman, Citi Michael Bauch, Allianz Global Investors Bill Stenning, Société Generale Stephen White, Fidelity	Regulators (Observers) Takahiro Onojima, JSDA Eiichiro Fukase, JSDA Robert Stowsky, CFTC Alejandro De La Rocha, FCA
ANNA Board (observer) Emma Kalliomaki, DSB	DSB Secretariat / PMO Nathan Dagg, DSB Malavika Solanki, DSB

Apologies: Trevor Mallinson, Bloomberg
Danielle Wissmar, GSAM

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:** Secretariat to develop a Non-Deliverable FX Swap template for delivery in 2018. Item moved 2018 Product Development and action closed.
 - **Action 182:** No update, remain open
 - **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. Closed
 - **Action 186:** No update, remain open
 - **Action 187:** No update, remain open
 - **Action 189:** No update, remain open
 - **Action 190:** No update, remain open
 - **Action 191:** No update, remain open
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2	Product Committee Progress Report – Update
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- Secretariat advised that January and February reports have now been made final after a week for revision
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3	SONIA Index Reform – Update
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- The DSB advised they are still pending notification of timelines and approach from ISDA on the update to the SONIA rate reference coding in FpML, which would enable the DSB to create and plan for accommodating the change
 - The DSB continues to follow up with ISDA and again advised that the user impact is the risk that the DSB will not be able to facilitate the creation of ISINs with the new SONIA value on the 23rd April 2018. The DSB will facilitate expedient delivery once confirmation of approach and timelines has been received from ISDA.
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- A Product Committee (PC) member has been helpful in providing some insight into industry thinking and a second PC member has offered to assist in obtaining ISDA follow-up where possible
 - **Action 192:** DSB to provide latest update from ISDA to PC member who will follow up directly with ISDA get and updated response on the SONIA changes
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4 ISIN Hierarchy Discussion

- PC discussed the possibility of adding additional levels of granularity to the existing ISIN, with initials thoughts of adding a higher, less granular level and a lower, more granular level in line with previous work done in the ISO SG2 work from 2016. It was discussed there would need to be some analysis done to ensure any additional layers that would be would ensure that the ISIN would be robust
 - One member mentioned that ISIN would be better suited to having some of the data fields cleaned up by adding additional validations to create better data. A point was made about adding more layers to the current ISIN without better validations could potentially proliferate any of the existing data issues seen today
 - **Action 193:** PC was asked to provide the DSB with any relevant data issues they are currently seeing with existing ISINs for analysis
 - Chair discussed proposing some text which would be used for a reach out to regulators to understand the regulatory view on such an undertaking
 - **Action 194:** Chair to propose some text to the PC which will be used to gain an understanding from regulators for including additional layers into the existing ISIN
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5 2018 Product Development

- Secretariat advised items were included to facilitate ISIN Hierarchy discussion
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6 DSB Technology Webinar

- The DSB will be holding a technology webinar on Thursday 22nd March at 3pm UTC and information gained from this webinar would help feed into the Technology Advisory Committee (TAC), which will have its first meeting in Q2 2018
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7 ISDA/FpML to ISO mapping Taskforce – Update

- Secretariat advised document is pending finalisation based on the value being used of Delivery Type in Rates templates
 - Once document has been finalised it will be shared with the PC for review and sign off
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8 AOB

- A member enquired if a delivery roadmap or schedule could be published for the remainder of the year at some point, in order to help firms plan future development
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Respectfully submitted,

DSB Secretariat

Minutes Approved on: 29th March 2018

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
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	16-Mar-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	27-Mar-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	27-Mar-18
189	DSB to continue discussion with Commodity index providers with the aim of having an agreed design and an agreement in principle by end of Q3. Smaller milestones to be made available to PC over coming quarters to track progress	DSB Sec	Q3
190	Secretariat to publish Challenge Process document for industry consumption	DSB Sec	20-Mar-18
191	Secretariat to investigate design for the Floating Rate and OIS schema validation on impacted templates and present back to the PC	DSB Sec	03-Apr-18
192	DSB to provide latest update from ISDA to PC member who will follow up directly with ISDA get and updated response on the SONIA changes	DSB Sec / PC	27-Mar-18
193	PC was asked to provide the DSB with any relevant data issues they are currently seeing with existing ISINs for analysis	PC	03-Apr-18
194	Chair to propose some text to the PC which will be used to gain an understanding from regulators for including additional layers into the existing ISIN	Chair	27-Mar-18