

DSB PRODUCT COMMITTEE MEETING MINUTES

Meeting: The 65th DSB Product Committee Meeting

Date: 27-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 Ayala Truelove, Tradeweb	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: Danielle Wissmar, GSAM

Absences: Trevor Mallinson, Bloomberg

No	Topics
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1	Open Actions
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- **Action 153:** No update, remain open
 - **Action 182:** No update, remain open
 - **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. Item moved to Product Definition schedule as tracking items. Closed.
 - **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. Item moved to Product Definition schedule as tracking items. Closed.
 - **Action 189:** No update, remain open
 - **Action 190:** No update, remain open
 - **Action 191:** Secretariat to investigate design for the Floating Rate and OIS schema validation on impacted templates and present back to the PC. Item moved to Product Definition schedule as tracking items. Closed.
 - **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. Closed.
 - **Action 193:** PC was asked to provide the DSB with any relevant data issues they are currently seeing with existing ISINs for analysis
 - **Action 195:** DSB to provide analysis of CFI submission to FIRDS vs CFI creation in the DSB upon ISIN creation
 - **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. Closed.
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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 is working to facilitate expedient delivery to the extent feasible but does not currently have insight into the intended industry approach. The DSB will review its approach to determine whether it can front-run any analysis based on the existing incomplete information it has received
 - PC members have been helpful in facilitating dialogue and providing transparency of industry discussion to the extent feasible
 - **Action 196:** The DSB to review whether it can produce any analysis on next steps based on current information it has obtained and revert
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4 ISIN Hierarchy Discussion

- PC member provided feedback on additional points for hierarchy discussions and it was questioned if it was too soon for the DSB to be looking at adding additional levels to the existing ISIN. Members agreed that it was worth exploring the options available and potentially doing some analysis depending on feedback gained from industry reach out
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5 SFTR – Repo

- Secretariat advised it had received various enquiries (buy-side and sell-side) about providing an identifier for certain classes of instruments expected to be impacted by the upcoming Securities Financing Transaction Regulation (SFTR)
 - PC members questioned the need for an ISIN for such transactions, and if so, if this was within the scope of the DSB, then this should be further investigated
 - PC member mentioned there was more information needed on whether an ISIN is needed for the Repo transaction or the collateral being exchanged in the transaction. Members were asked to source further information with their own firms.
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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

Respectfully submitted,

DSB Secretariat

Minutes Approved on: 3rd April 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
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
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
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
195	DSB to provide analysis of CFI submission to FIRDS vs CFI creation in the DSB upon ISIN creation	DSB Sec	03-Apr-18
196	The DSB to review whether it can produce any analysis on next steps based on current information is has obtained and revert	DSB Sec	03-Apr-18