

DSB PRODUCT COMMITTEE MEETING MINUTES

Meeting: The 85th DSB Product Committee Meeting

Date: 07-Aug-2018 **Time:** 15.00 – 16.30 BST **Location:** Teleconference

Chairperson: Sassan Danesh, DSB

In attendance:

Committee Members Stephen White, Fidelity Michael Bauch, Allianz Global Investors Jay Shotton, JP Morgan Joseph Berardo, Intercontinental Exchange Uwe Hillnhuetter, Tradeweb	Regulators (Observers) Takahiro Onojima, JSDA Eiichiro Fukase, JSDA David Olgilvie-Forbes, FCA ESMA
ANNA Board (observer) Emma Kalliomaki, DSB	DSB Secretariat / PMO Nathan Dagg, DSB Simon Wiltshire, DSB Malavika Solanki, DSB

Apologies: Trevor Mallinson, Bloomberg
Tia Ellerman, Citi
Bill Stenning, Société Generale

Absences:

No	Topics
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1	Open Actions
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- **Action 212:** PC members to review the Multi-Exotic Commodity template proposal and provide feedback to the DSB by the end of the week (27th July). Discussed in today's meeting. Closed.
 - **Action 213:** PC members to review the Cross-Asset template proposal and provide feedback with examples of product that would use these template by the end of the week (27th July). Discussed in today's meeting. Closed.
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2	Rates and FX Swap reporting
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- ESMA provided a data quality update on Rates RTS 23 FIRDS reporting
 - Based on competent authorities (CAs) observations and request for clarification from market participants, ESMA observed inconsistencies in data provided in Field 41 compared to the definition of this field specified in the Technical Standards (TS).
 - ESMA noted that according to the provision of the relevant TS, field 41 should be populated with the term of the contract
 - The DSB noted that the current attributes in the Rates templates do not incorporate the term of contract and that this would need to be added going forward
 - A member of the PC noted that populating this field for broken dated swaps could prove problematic due to the data type of field 41, which would mean sending an integer of Days, Weeks, Months or Years. ESMA noted it would be collecting observations on how this could be accommodated as example data was obtained from industry
 - The DSB noted that the implementation of field 41 to the ISIN attributes would need to consider an approach for big bang or a forward-looking adoption
 - ESMA also suggested that any clarification on the use of Cash or Physical in relation to delivery type of Rates swaps would likely align with the CFI 2019 revision values
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3	New Indice Camara Promedio (ICP) reference rate
	<ul style="list-style-type: none"> The DSB provided an update on implementation of the CLP-TNA reference rate which had been successfully released into production on the 29th July The DSB noted that there had been a small amount of ISINs created in using this reference rate
4	Multi-Exotic Commodity Templates
	<ul style="list-style-type: none"> The DSB advised that no objections had been raised by the PC and the DSB will proceed with the proposal previously submitted to the PC Detailed analysis of the relevant normalization and validation rules is underway as is a review of the impact on cross-asset templates The DSB will provide timelines to the PC at the next meeting
5	Cross Asset Templates
	<ul style="list-style-type: none"> The PC was asked to provide examples of products which would use the Cross-Asset Option, Swap and 'Other' templates, and some members had stated that their firms do not trade such products The DSB had requested examples from users of the DSB. Specifically, from users who are chasing / requesting timelines or users who have been actively testing in UAT with meaningful instruments being created <ul style="list-style-type: none"> Action 214: The DSB to reach out to users to seek example of product which would use the Cross-Asset Option, Swap and 'Other' templates
5	Venezuela Redenomination
	<ul style="list-style-type: none"> The DSB advised that an official amendment announcement from ISO 4217 has been issued and the 'VES' currency code will now be made available in the ISO currency list on 20th August 2018 The DSB would be including the new 'VES' code in UAT over the weekend of the 19th August and Production on the 26th August, pending any issues in UAT or another postponement from the Central Bank of Venezuela
6	FX Non-Deliverable Swap
	<ul style="list-style-type: none"> The DSB advised the PC the DSB has received a number of request for a template to support Non-Deliverable Swaps (NDS) or for the FX Swap template to support the input of NDF instrument ISINs The DSB requested if the PC objected to DSB the moving forward with some analysis on how this instrument could be supported, to which there was no objections
7	Industry Consultation
	<ul style="list-style-type: none"> The DSB provided a brief overview of respondents and responses to the recent industry consultation
7	AOB

Respectfully submitted,

DSB Secretariat

Minutes Approved on: 27th August 2018

Summary of Open Actions

No	Actions	Owner	Target Date
214	The DSB to reach out to users to seek example of product which would use the Cross Asset Option, Swap and 'Other' templates	DSB PC	21-Aug-18