DSB PRODUCT COMMITTEE MEETING MINUTES

Meeting:	The 134th DSB Product Committee Meeting				
Date:	10-Mar-2020	**Time:**	15.00 – 16.30 UTC	**Location:**	DSB Offices / Teleconference
Chairs:	Harry McAllister, BNP Paribas				

Attendees:	**Voting Members** Jourik De Lange, Smartstream RDU Tia Ellerman, Citigroup Uwe Hillnhuetter, Tradeweb Adam Lister, Bloomberg L.P. Rene Muller, Hamburg Commercial Bank AG Maros Oberman, 42 Financial Services Gregg Rapaport, DTCC Ben Scofield, Refinitiv Jay Shotton, JP Morgan Kirston Winters, MarkitSERV	**Non-Voting Members** Fiona Willis, GFMA David Broadway, The IA Karel Engelen, ISDA Vincent Dessard, EFAMA **Observers** Emma Kalliomaki, DSB Board Eiichiro Fukase, JSDA David Olgilvie-Forbes, FCA Ayo Fashina, FCA **Designated DSB Officer** Malavika Solanki, DSB **DSB Secretariat / Alternate DDOs** Simon Wiltshire, DSB Nathan Dagg, DSB Adam Grace, DSB
Apologies:	Joseph Berardo, Intercontinental Exchange Michael Burg, State Street Financial Michael Sandro Bauch, Allianz Global Investors Olga Petrenko, ESMA	
Absences:	Jonah Platt, Citadel Jim Northey, FIX TC Olaf Kurpiers, BaFIN	

No	Topics
1	**Introduction & Agenda**
2	**Competition Law Reminder**
	Presented
3	**Review Minutes from Previous Meeting**
	The minutes for the prior meeting are considered final.

| 4 | **Reporting of Reference Rates not included in the RTS 23 Index list** |

The PC were reminded of both the current process for DSB generation and publication of the ISO Reference Rate field in OTC ISIN records, and of the technical standards to be referenced when users report fields 20, 28, 40 ad 45 for RTS-23 purposes. The PC were also reminded of the key aspects of the related [ESMA Q&A published on 6 December 2019](#).

The PC agreed on the approach set out below, following an extensive discussion on the subject, both within the PC Membership itself and with ESMA representatives present for this section of the meeting. It was noted that the agreed approach was intended to allow for both the reference rates currently published by ISO and any additional reference rates that may be added in due course.

ESMA noted that for RTS-23 purposes, users should now refer to BenchmarkCurveName2Code as the master source of ISO Curve Names instead of [BenchmarkCurveNameCode](#). If the index is not included in the predefined [BenchmarkCurveName2Code](#), they shall use the index included in the [BenchmarkCurveNameCode](#) list in {ALPHANUM-25}.

The DSB will proceed with next steps on the basis of the data sources set out above. It was agreed that the contents of the PC minutes could be shared in response to user queries. It was also noted that ISO are responsible for publishing updates to the [BenchmarkCurveNameCode](#) codeset.

It was agreed that the analysis work for DSB-152 would recommence and that the results of the analysis would be re-presented to the PC for approval and scheduling. **>DSB-152**

The DSB are to work with ISO in order to understand the means by which the DSB will be notified of updates to the BenchmarkCurveNameCode. **>Action 385.**

5	**Open Actions**		
368	The ISDA Symbology Group are to report back on industry consensus for the publication of new Reference Rates relating to €STR. *No Update from ISDA. Action to be reviewed again on April 7th*	**OPEN**
376	ISDA to inform the PC of the details of the proposed Turkish OIS Reference Rate *No Update from ISDA. Action to be reviewed again on April 7th*	**OPEN**
377	DSB to publish Terms of Reference for the 2020 Industry Consultation Product Tasks to members of the PC	**OPEN**
381	DSB to seek further information from the regulator regarding ISO's 'internal' and 'external' code sets. Seeking confirmation about the initiator a process for the publication of new information across code sets. *See Section 4*	**CLOSED**
384	DSB to reach out to Trade Associations and Regulators with the previously published Field 41 material (the "one-pager") in order to raise awareness of 'best practice'. *Work is on-going on this item and a number of trade associations have been contacted and consultations are expected to take a number of weeks. The meeting agreed that this item can now be considered closed.*	**CLOSED**

6 Announcements

Face-to-Face PC Meeting: 24th March 2020.
Members of the PC were due to meet in person on Tuesday 24 March 2020, however considering the recent outbreak of COVID-19 (Coronavirus) this will now be postponed until later in the year.

7 New Issues

No new issues reported since last Product Committee Meeting.

8 Industry Consultation Tasks

Summary Terms of Reference for DSB-62 were presented to the PC. ***See section 12***

All other Industry Consultation Tasks are currently being reviewed by the DSB and the Terms of Reference are not yet available for publication. **Action 377.**

9-10	Current DSB Tasks	Status	Priority
DSB-48	**Equity Option : Strike Price Type** Equity Options do not include a qualification for the Strike Price that defines the type of Strike Price that has been entered -eg: Price, Percentage, BP, Yield or Other.	Tech	High
DSB-52	**Set Maximum Number of Items in Arrays** The system needs to impose a maximum number of input values against each array to protect the system from unvalidated input.	Tech	Low
DSB-54	**Last Updated Date Time Required** Ensure that the LastUpdateDateTime attribute is marked as "Required" on all product templates	Tech	Low
DSB-62	**CFI Code Service** DSB-managed service that will return CFI codes for any OTC derivative products without the associated generation of an ISIN (Analysis Only).	Analysis	Med
DSB-88	**Strike Price Validation** The validation of Strike Price is expected to vary depending upon the setting of the Strike Price Type (see above).	Tech	High
DSB-90	**Price Multiplier Validation** The Price Multiplier is subject to inconsistent rounding when very large numbers are input (eg: greater than 18 digits).	Tech	Med
DSB-139	**CFI Codes for Equity Options** It is currently possible for an Equity Option to generate a CFI code in which the 4th character is set to "X" (eg: HESXMC) –an invalid CFI value. *See Section 12.*	Tech	High
DSB-152	**ESTR ISO 20022 Mapping for RTS23**	Analysis	High

		Support mapping of EUR-EuroSTR-COMPOUND Ref. Rate to an ISO20022 4-char code in order to satisfy the ESMA guidance for RTS23. *See Section 4.*		
	DSB-153	**New FpML Reference Rates** The following Ref Rates have been added to the latest FpML Coding Scheme and are to be added to the DSB templates: USD Swap Rate-BCMP1; USD Treasury Rate-BCMP1.	Tech	High
	DSB-232	**Basis/Basis_OIS/X-CCY Basis Metrics** Examine the use of Basis / Basis OIS / X-Ccy Basis Metrics following the publication of Best Practice guidance in the DSB FAQ. *See Section 13.*	Analysis	Med
	DSB-234	**CFI 2015 vs 2019 Gap Analysis** Identify any gaps between the CFI 2015 and CFI 2019 in order to assess the impact on the DSB when the new version is adopted.	Analysis	Med

11 Current DSB Queue

No change since last Product Committee Meeting.

12 CFI Code Service – Summary Terms of Reference

The Summary Terms of Reference for the CFI Service Analysis were presented to the PC.

Members of the PC were asked to:
1. Review the project Terms of Reference
2. Provide details of any OTC derivative products that are currently subject to EMIR reporting (not currently covered by the DSB ISIN service).
3. Indicate the preferred method(s) (API) for accessing the proposed utility.

The DSB to email PC members with details of required actions related to the proposed CFI Service with a request to respond before the next meeting. >ACTION 386

13 Basis / Basis OIS Templates

The DSB presented analysis of the ISIN creation behaviour of Basis, Basis OIS and Cross Currency Basis Swap templates in order to examine whether they are being used in accordance with the best practice guidelines that were added to the DSB website in March 2019. PC Members noted that market practice was evolving in a manner suggesting increased data alignment.

The DSB to publish correction to the analysis. >ACTION 387

The PC asked for this task is to be scheduled for May 2020. >DSB-232

14 Highlights of FIRDS Analysis for y/e 2019

Held over until next meeting.

15   Product Release Status: March 2020

Presented.

AOB

No AOB items raised.

Respectfully submitted,

DSB Secretariat

Minutes Approved on:

Summary of Open Actions		Owner	Target Date
368	The ISDA Symbology Group are to report back on industry consensus for the publication of new Reference Rates relating to €STR.	ISDA	07-Apr-20
376	ISDA to inform the PC of the details of the proposed Turkish OIS Reference Rate	ISDA	07-Apr-20
377	DSB to publish Terms of Reference for the 2020 Industry Consultation Product Tasks to members of the PC	DSB Sec	24-Mar-20
385	DSB to reach out to ISO to in order to understand the means by which the DSB will be notified of updates to the BenchmarkCurveNameCode.	DDO	24-Mar-20
386	The DSB to email PC members with details of required actions related to the proposed CFI Service with a request to respond before the next meeting.	DSB Sec	24-Mar-20
387	The DSB to publish correction to the Basis / Basis OIS Templates analysis	DSB Sec	24-Mar-20

Summary of New or Updated DSB Tasks		Pty	Priority
DSB-232	Basis/Basis_OIS/X-CCY Basis Metrics	Analysis	Med

Examine the use of Basis / Basis OIS / X-Ccy Basis Metrics following the publication of Best Practice guidance in the DSB FAQ. **For re-presentation in May 2020.**