

DSB PRODUCT COMMITTEE MEETING MINUTES

Meeting: The 152nd DSB Product Committee Meeting

Date: 12-Jan-2021 **Time:** 15.00 – 16.30 UTC **Location:** DSB Offices /
Teleconference

Name	PC Role	Institution	Attendance
Harry McAllister	Co-Chair	BNP Paribas	Yes
Joseph Berardo	Co-Chair	Intercontinental Exchange	Yes
Michael Burg	Product Committee Member	State Street Financial	Yes
Jourik De Lange	Product Committee Member	Smartstream RDU	Yes
Tia Ellerman	Product Committee Member	Citigroup	Absent
Uwe Hillnhuetter	Product Committee Member	Tradeweb	Apologies
Adam Lister	Product Committee Member	Bloomberg L.P.	Yes
Rene Muller	Product Committee Member	HSH Nordbank	Absent
Maros Oberman	Product Committee Member	42 Financial Services	Absent
Jonah Platt	Product Committee Member	Citadel	Absent
Gregg Rapaport	Product Committee Member	DTCC	Yes
Ben Schofield	Product Committee Member	Refinitiv	Yes
Jay Shotton	Product Committee Member	J.P. Morgan	Yes
Kirston Winters	Product Committee Member	IHS Markit	Yes
Mari Asakura	Regulatory Observer	JSDA	Absent
Ayo Fashina	Regulatory Observer	FCA	Yes
Eiichiro Fukase	Regulatory Observer	JSDA	Yes
Emma Kalliomaki	Regulatory Observer	DSB Board	Yes
Dr Olaf Kurpiers	Regulatory Observer	BaFin	Apologies
Frank Lasry	Regulatory Observer	AMF	Absent
Olga Petrenko	Regulatory Observer	ESMA	Apologies
Robert Stowsky	Regulatory Observer	CFTC	Yes
David Broadway	Observer	Investment Association	Yes
Vincent Dessard	Observer	EFAMA	Yes
Karel Engelen	Observer	ISDA	Yes
Lisa Taikitsadaporn	Observer	FIX Trading Community	Yes
Fiona Willis	Observer	GFMA	Apologies
Malavika Solanki	DDO	DSB	Yes
Simon Wiltshire	Alternate DDO	DSB	Yes
Adam Grace	Alternate DDO	DSB	Yes

No Topics

1 Introduction & Agenda

2 Competition Law Reminder

Presented

3 Review Minutes from Previous Meeting

The prior meeting's minutes are now considered final.

4 Announcements

DSB Current COVID19 Status

The End of Year Code Freeze finished on the 10th January 2021 and the DSB (TAC) have extended the heightened awareness period through to the 31st March 2021.

PC Term 3 (2021/22) Timelines

The current PC term has been extended by 4 weeks to 22nd March 2021 due to focused on other matters, with vacations delayed such that many applicants may not yet have had an opportunity to return to the office and follow up with the DSB ahead of the previous 13 Jan 2021 deadline. PC Members were reminded of the new application deadline (Wednesday 10th February 2021).

>Action453.

5 Open Actions

412	DSB to provide an update to regulators on CFI 2019 adoption following any updated approach being shared with the DSB PC once TAC feedback has been received.	DDO	OPEN
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413	The DSB to obtain regulatory feedback on CFI 2019 adoption after the initial outreach by the DSB, following completion of action 412.	DDO	OPEN
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421	The DSB to work with ISO representatives to agree an information sharing framework to facilitate PC feedback to the CFI.	DDO	OPEN
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The PC agreed the need for the DSB to be included in the CFI MA information sharing process (alongside the existing ANNA representative). >Action454.

430	The DSB to engage with the main institutions responsible for the generation of erroneous Sovereign CDS ISINs and to report conclusions to the PC. <i>Target Date extended to 9th February 2021</i>	DDO	OPEN
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432	The DDO to work with the CDIDE Chairs and PC Members to identify, address and document the industry's information needs	DDO	OPEN
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435	CFTC to present agreed UPI masking requirement for less liquid underliers to the PC.	CFTC	OPEN
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436	DSB to reach out to industry participants and advise on best practice for when creating ISINs for CDS Single Name products. <i>Target Date extended to 9th February 2021</i>	DDO	OPEN
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437	DSB to reach out to the institutions that raised LEI/ISIN Mapping at the Industry Consultation to share the solution and understand their business requirements. <i>Target Date extended to 9th February 2021</i>	DDO	OPEN
438	ISDA to provide an update to the PC once FRO related changes have been finalized.	ISDA	OPEN
445	The DSB to send an email to members of the PC in order to solicit their views on the need to include the Standard Contract Type in the definition of the UPI and OTC ISIN. <i>Target Date extended to 26th January 2021</i>	DSB	OPEN
446	The DSB to reach out to members of the PC in order to explore the suitability of the MarkitServ list of Standard Contract Types as an alternative to the FpML MatrixTermScheme. <i>Target Date extended to 26th January 2021</i>	DSB	OPEN
447	The DSB to update the UPI Stakeholder governance diagram and redistribute to members of the PC.	DDO	CLOSED
448	The DSB to amend the CFI-UPI-OTC ISIN summary diagram and redistribute to the members of the PC.	DDO	CLOSED
449	The DSB to send an email reminder to PC Members setting out the process for reapplication should they wish to participate in the next PC term.	DDO	CLOSED
450	The DSB will work with PC Members including those from trade associations to raise awareness of the UPI amongst industry participants.	DDO	OPEN
451	The DSB to make public the updated CFI-UPI-OTC ISIN diagram and accompanying explanation.	DDO	CLOSED
452	The DSB will work with PC members including those from trade associations to raise awareness of the CFI – UPI – OTC ISIN alignment amongst industry participants.	DDO	OPEN
6-9	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. <i>Scheduled for Release</i>	Sched	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-62	CFI Code Service	Tech	Med

	DSB-managed service that will return CFI codes for any OTC derivative products without the associated generation of an ISIN (Analysis Only).		
DSB-63	RTS 2 Sub-Asset Class Mapping To provide a mapping of DSB products to MiFID II (RTS 2) Sub-Asset Class and publication in machine-and human-readable formats (Analysis Only).	In Prog	High
DSB-64	ISIN to LEI Mapping for Single Name CDS To examine how GLEIF's ISIN-LEI mapping facility can be used to increase the quality of data for single name CDS ISINs (Analysis Only). <i>See section 11.</i> <i>To be Closed subject to completion of Action 437.</i>	Closed	Low
DSB-67	GUI Search Utility Improvements To examine how the GUI-based search utility may be improved to allow users to perform searches without search semantic knowledge (Analysis Only).	Tech	Low
DSB-88	Strike Price Validation The validation of Strike Price is expected to vary depending upon the setting of the Strike Price Type. <i>Scheduled for UAT Release.</i>	Sched	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-133	Prop Index Process Analysis Analyse the Proprietary Index management provision in order to identify efficiency and service improvements.	Tech	Low
DSB-134	CDS Single Name Validation Assessment of the quality of CDS Single Name underliers and a determination of possible next steps. <i>See section 10.</i> <i>To be Closed subject to completion of Action 436.</i>	Closed	Med
DSB-370	CFI 2019 Support Support the updated 2019 ISO Standard for CFI (10962) throughout the DSB product suite.	In Prog	High
DSB-396	New CZK OIS Reference Rate The DSB has been made aware of the imminent release of a CZK OIS Reference Rate. <i>The PC agreed for this task to be moved to the Backlog.-</i>	Backlog	Low
DSB-659	New Reference Rate : GBP-SONIA-COMPOUNDED-INDEX Add GBP-SONIA-COMPOUNDED-INDEX to the enumerated list of Reference Rates for RATES and Non-Standard templates. <i>The PC agreed for this task to be moved to the Backlog.</i>	Backlog	High
DSB-910	Investigate Proprietary Sources of Equity Indices	Hold	Med

Investigation of 3rd party data providers as alternative sources of Equity Indices for OTC ISIN creation.

DSB-972	Update FpML Reference Rates Update FpML Reference Rates following ISDA 2021 Definitions Review	In Prog	High
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DSB-1048	New Reference Rate : GBP-SONIA Swap Rate Add GBP-SONIA Swap Rate to the enumerated list of Reference Rates for RATES and Non-Standard templates.	In Prog	Med
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10 UPI Consultation Paper

The UPI fee model consultation paper has been published by the DSB (11th Jan) and is available on the DSB's website. PC Members were encouraged to review and share the information internally within their own organisations with responses due no later than 5th March 2021. It was noted that ISDA would be sharing the material within its work groups.

11 DSB-1048 : New Reference Rate (GBP-SONIA Swap Rate) – Change Details

The DSB presented the PC the change details for the new GBP-SONIA Swap Rate published by ISDA on 14th December. No feedback was given by the PC. **APPROVED**

12 2021 ISDA Definitions

The DSB presented the PC an update relating to the process of replacing their 2006 Definitions with 2021 Definitions to support the IBOR to RFR transition (and other market changes).

The DSB presented the provisional schedule for the delivery the new ISDA FROs (subject to confirmation and publication of the finalised list before 22nd March 2021).

The key delivery dates were:

- UAT Release 15th May 2021
- Go-Live 21st June 2021

No feedback was provided by the PC and the DSB agreed to provide regular updates on the progress of the ISDA review to the PC. **APPROVED**.

13 DSB Update for end of the UK Transition Period

The PC were presented the status of the DSB's ongoing UK transition period plan, due to complete 12th January 2021.

Product Release Schedule

The DSB's next product release is scheduled for February

AOB

N/A

Respectfully submitted,

DSB Secretariat

Minutes Approved on:

Summary of Open Actions		Owner	Target Date
412	DSB to provide an update to regulators on CFI 2019 adoption following any updated approach being shared with the DSB PC once TAC feedback has been received.	DDO	TBC
413	The DSB to obtain regulatory feedback on the CFI 2019 approach after the initial outreach by the DSB, following completion of action 412.	DDO	TBC
421	The PC to work with ISO representatives to agree an information sharing framework to facilitate PC feedback to the CFI MA.	DDO	TBC
430	The DSB to engage with the main institutions responsible for the generation of erroneous Sovereign CDS ISINs and to report conclusions to the PC.	DDO	01-Dec-20
432	The DDO to work with the CDIDE Chairs and PC Members to identify, address and document the industry's information needs regarding the UPI timeline and key implementation related matters.	DDO	31-Mar-21
435	CFTC to present agreed UPI masking requirement for less liquid underliers to the PC.	CFTC	TBC
436	DSB to reach out to industry participants and advise on best practice for when creating ISINs for CDS Single Name products	DDO	01-Dec-20
437	DSB to reach out to the institutions that raised LEI/ISIN Mapping at the Industry Consultation to share the solution and understand their business requirements.	DDO	31-Dec-20
438	ISDA to provide an update to the PC once FRO related changes have been finalized	ISDA	19-Feb-21
445	The DSB to send an email to members of the PC in order to solicit their views on the need to include the Standard Contract Type in the definition of the UPI and OTC ISIN.	DSB	26-Jan-21
446	The DSB to reach out to members of the PC in order to explore the suitability of the MarkitServ list of Standard Contract Types as an alternative to the FpML MatrixTermScheme.	DSB	26-Jan-21
450	The DSB will work with PC Members including those from trade associations to raise awareness of the UPI amongst industry participants.	DDO	31-Jan-21
452	The DSB will work with PC members including those from trade associations to raise awareness of the CFI – UPI – OTC ISIN alignment amongst industry participants.	DDO	22-Feb-21
453	The DSB to reach out to PC Members and present the updated associated timeline for PC Term 3 (2021/22)	DDO	26-Jan-21
454	The DSB to document and present the process by which the DSB will be included in the CFI MA information sharing process.	DDO	09-Feb-21

Summary of New or Updated DSB Tasks

Status

Priority