

DSB PRODUCT COMMITTEE MEETING MINUTES

Meeting: The 127th DSB Product Committee Meeting

Date: 12-Nov-2019 **Time:** 15.00 – 16.30 UTC **Location:** DSB Offices /
Teleconference

Chairs: Joseph Berardo, Intercontinental Exchange
Harry McAllister, BNP Paribas

Attendees:

Voting Members Jourik De Lange, Smartstream RDU Tia Ellerman, Citigroup Uwe Hillnhuetter, Tradeweb Adam Lister, Bloomberg Rene Muller, Hamburg Commercial Bank AG Gregg Rapaport, DTCC Jay Shotton, JP Morgan	Non-Voting Members Karel Engelen, ISDA
	Observers Eiichiro Fukase, JSDA Emma Kalliomaki, DSB Board David Olgilvie-Forbes, FCA
	Designated DSB Officer
	DSB Secretariat / Alternate DDOs Simon Wiltshire, DSB

Apologies: Jonah Platt, Citadel
Ben Scofield, Refinitiv
David Broadway, The IA
Vincent Dessard, EFAMA
Fiona Willis, GFMA

Absences: Michael Burg, State Street Financial
Maros Oberman, 42 Financial Services
Michael Sandro Bauch, Allianz Global Investors
Kirston Winters, MarkitSERV
Olaf Kurpiers, BaFin
Jim Northey, FIX TC

No	Topics
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1	Introduction & Agenda
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2	Competition Law Reminder
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- Presented
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3	Review Minutes from Previous Meeting
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- Received comment was approved.
 - The minutes for 29-Oct-2019 are considered final.
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4	Open Actions
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- **Action 308:** The setting of Term of Contract for products with differing Effective Dates on the Fixed and Floating legs is to be included on the agenda for the next PC meeting, following feedback from ESMA. **Open.**
- **Action 334:** The DSB to contact ESMA about the impact of FX Swap Delivery Type on mapping existing ISIN submissions and users post implementation change. **Open**
- **Action 339:** The DSB will proceed with the development and deployment of a Rates.Option.Inflation Cap Floor template. **Closed. This item will be reported separately.**
- **Action 344:** ISDA to set up a conference call to discuss the treatment of the Effective Date in the newly deployed Term of Contract / Field 41 functionality. **Open.**
- **Action 351:** DSB to update the FAQ page on the DSB Website with the agreed text for FX Forward and FRA Index guidance. **Closed.**
- **Action 352:** DSB to send an invite for the Commodities Taskforce to all proposed participants. **Closed.**
- **Action 353:** DSB to review the 13 recorded €STR Fixed/Float IRS products and report any distinctive characteristics to the PC to allow the PC to determine if further industry guidance would be required to facilitate consistent use of the DSB Product Templates. **Closed.**
- **Action 354:** DSB to compose revised guidelines for the treatment of Spot/Forward FX Swaps (with the assistance of interested members of the PC) and present it to the PC for approval. **Closed. Subject to PC review.**
- **Action 355:** DSB to analyse FX Swap ISIN creation trends to determine whether and how user activity may have evolved alongside updates to regulatory guidance. **Open.**
- **Action 356:** DSB to send an email to PC members and DSB users responsible for the creation of Non-Standard FX Forwards and Options with XXX as a Settlement Currency requesting information on the circumstances under which a Settlement Currency of “XXX” had been used. **Open.**

5 Announcements

Commodity Taskforce Invitation

- The DSB confirmed that an invitation to the first meeting of the above taskforce had been sent out and would take place on 20-Nov-2019.

6 €STR: Metrics

- The DSB presented a breakdown of the attributes used in the generation of Fixed Float ISINs using the €STR Reference Rate as an underlying.
- **Action 357:** DSB to provide additional information on the single €STR Fixed Float product that used “Cash” as a Delivery Type.
- **Action 358:** The ISDA Symbology Group are to report back on industry consensus for the setting of Reference Rate Term in €STR Fixed Float products.
- **Action 359:** DSB to provide additional information on the method employed in the generation of €STR Fixed Float products – whether using “By Tenor” or “By Effective Date”.

7 FX Spot / Forward Swap: CFI Code

- The PC reviewed the proposed revision to the FAQ text for the treatment of Spot/Forward FX Swaps.
- **Action 360:** DSB to send the revised FAQ text for the treatment of Spot/Forward FX Swaps to members of the PC for approval.

8 New Template : Rates . Option . Inflation Cap Floor

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- The PC reviewed the summary of the proposed new Rates.Option.Inflation Cap Floor template.
 - **Action 361:** DSB to send the detailed specification for the new Rates.Option.Inflation Cap Floor template to members of the PC for approval.
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9 Consultation Paper : Review of BAU Items 2020

- The DSB presented a summary of the BAU items for 2020 that were agreed during the industry consultation process. Specifically, the following items were covered:
 1. *Default Values in ISIN Product Templates*
 - No comments.
 2. *Underlying Identifiers*
 - No comments.
 3. *Proprietary Index Improved Workflow (Analysis only)*
 - No comments.
 4. *Improved User Submission Process (Analysis only)*
 - No comments.
 5. *CDS Single Name Validation (Analysis only)*
 - The PC discussed the way in which the CDS Single Name templates are validated and whether an ISIN is required.
 - **Action 362:** The DSB to distribute a description of the current CDS Single Name ISIN generation process to members of the PC for comment.
 6. *Data Quality Review - Requests for additional underlying data (Analysis only)*
 - No comments.
 7. *Product Documentation Searchable Online Utility – (Analysis/Design only)*
 - No comments.
 8. *Amended DSB availability hours*
 - No comments.
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10 Product Release Status

- The DSB presented the release schedule status for November 2019.
 - The DSB agreed to monitor activity in the new templates and report back to the PC on a regular basis.
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11 AOB

- The members of the PC were asked whether there were any objections to TAC members being invited to a future meeting of the PC in order to discuss concerns from the recent implementation of the template change for the Field 41 tenor calculation. No objection was raised.
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Respectfully submitted,

DSB Secretariat

Minutes Approved on: 26-Nov-2019

Summary of Open Actions

No	Actions	Owner	Target Date
308	The setting of Term of Contract for products with differing Effective Dates on the Fixed and Floating legs is to be included on the agenda for the next PC meeting.	DSB Sec	14-May-19
334	The DSB to contact ESMA about the impact of FX Swap Delivery Type on mapping existing ISIN submissions and users post implementation change.	DSB Sec	23-Jul-19
344	ISDA to set up a conference call to discuss the treatment of the Effective Date in the newly deployed Term of Contract / Field 41 functionality.	ISDA	15-Oct-19
355	DSB to analyse FX Swap ISIN creation trends to determine whether and how user activity may have evolved alongside updates to regulatory guidance.	DSB Sec	12-Nov-19
356	DSB to send an email to PC members and DSB users responsible for the creation of Non-Standard FX Forwards and Options with XXX as a Settlement Currency requesting information on the circumstances under which a Settlement Currency of "XXX" had been used.	DSB Sec	26-Nov-19
357	DSB to provide additional information on the single €STR Fixed Float product that used "Cash" as a Delivery Type.	DSB Sec	26-Nov-19
358	The ISDA Symbology Group are to report back on industry consensus for the setting of Reference Rate Term in €STR Fixed Float products	ISDA	26-Nov-19
359	DSB to provide additional information on the method employed in the generation of €STR Fixed Float products – whether using "By Tenor" or "By Effective Date".	DSB Sec	26-Nov-19
360	DSB to send the revised FAQ text for the treatment of Spot/Forward FX Swaps to members of the PC for approval.	DSB Sec	26-Nov-19
361	DSB to send the detailed specification for the new Rates.Option.Inflation Cap Floor template to members of the PC for approval.	DSB Sec	26-Nov-19
362	The DSB to distribute a description of the current CDS Single Name ISIN generation process to members of the PC for comment.	DSB Sec	26-Nov-19