

DSB PRODUCT COMMITTEE MEETING MINUTES

Meeting: The 197th DSB Product Committee Meeting

Date: 15-Nov-2022 **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	Apologies
Martyn Cole	Product Committee Member	Refinitiv	Absent
Jourik De Lange	Product Committee Member	Smartstream RDU	Yes
Dawd Haque	Product Committee Member	Deutsche Bank	Absent
Uwe Hillnhuetter	Product Committee Member	Tradeweb	Yes
Nicholas Moger	Product Committee Member	J.P Morgan	Absent
David Nowell	Product Committee Member	KOR Financial	Apologies
Navraj Panesar	Product Committee Member	Citigroup	Absent
Gregg Rapaport	Product Committee Member	DTCC	Yes
Rav Saidha	Product Committee Member	Retail Derivative Forum	Yes
Kirston Winters	Product Committee Member	OSTTRA	Yes
Mari Asakura	Regulatory Observer	JSDA	Absent
Davide Panadori Cino	Regulatory Observer	ESMA	Absent
Giulia Ferraris	Regulatory Observer	ESMA	Absent
Eiichiro Fukase	Regulatory Observer	JSDA	Absent
Dr Olaf Kurpiers	Regulatory Observer	BaFin	Absent
Frank Lasry	Regulatory Observer	AMF	Absent
Jean Obray	Regulatory Observer	FCA	Absent
Tom Soden	Regulatory Observer	FCA	Absent
Robert Stowsky	Regulatory Observer	CFTC	Yes
Dominik Zeitz	Regulatory Observer	BaFin	Absent
Andrew Bayley	Observer	ISDA	Yes
Lisa Taikitsadaporn	Observer	FIX Trading Community	Yes
Emma Kalliomaki	DSB Board Sponsor	DSB Board	Apologies
Simon Wiltshire	Alternate DDO	DSB	Yes
Adam Grace	Alternate DDO	Yes	No

It was noted that the PC meeting was not quorate and so decisions would be deferred to a future meeting.

No Topics

1 Introduction & Agenda

2 Competition Law Reminder

Presented.

3 Review Minutes from Previous Meeting

The prior meeting's minutes were approved and are now considered final.

5 Open Actions

552	DSB to provide clarity over the UPI go-live timelines and an update from the DSB Board	DSB	OPEN
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5 Announcements

1. Product Release Status : November 2022

The meeting was informed that the Production release scheduled for 13th November 2022 had been postponed until 29th January 2023. This postponement impacted the following system changes:

- **DSB-1440** : ISIN : OTHER : OTHER : Non Standard New Template
- **DSB-1441** : ISIN : OTHER : OPTION : Non Standard New Template
- **DSB-1442** : ISIN : OTHER : SWAP : Non Standard New Template
- **DSB-1649** : CRDT : Debt Seniority : Removal of "N/A" value in the enumerated list

Note: The release of UPI-235 : GUI Revamp was released as planned.

6-7	Current DSB Tasks	Status	Priority	Med
	DSB-53	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.	To Sched	Low
	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	Low
	DSB-90	Price Multiplier Validation The Price Multiplier is subject to inconsistent rounding when very large numbers are input (eg: greater than 18 digits).	To Sched	Low
	DSB-370	CFI 2019 Support Support the updated 2019 ISO Standard for CFI (10962) throughout the DSB product suite.	In Prog	Low
	DSB-1076	Structured Email Messages To allow users to specify the types of DSB notification that they receive.	To Sched	Med
	DSB-1135	Streamline two-step OTC ISIN Streamline process of two-step OTC ISIN generation.(Swaption/FX Swap)	Queue	High
	DSB-1410	Evaluate ISO 3166 (2 char) Validation 2-char prefix validation for the entry of underlier instrument ISIN.	To Sched	Med
	DSB-1440	ISIN : OTHER : OTHER : Non Standard	Sched	Med

	Update ISIN Request and Record Template Definition for Other Other Non Standard to align with the UPI requirement.		
DSB-1441	ISIN : OTHER : OPTION : Non Standard Update ISIN Request and Record Template Definition for Other Option Non Standard to align with the UPI requirement.	Sched	Med
DSB-1442	ISIN : OTHER : SWAP : Non Standard Update ISIN Request and Record Template Definition for Other Swap Non Standard to align with the UPI requirement.	Sched	Med
DSB-1566	ISO 20022 Mappings Update ISO 20022 Code Mapping for Rates and Non-Standard products in-line with FpML CS.	In-Prog	TBC
DSB-1571	New Currency Codes Add VED and UYW to the ISO Currency Code Codeset. (all templates)	To Sched	Low
DSB-1696	Reference Rate "OTHER" Enumeration Rates - Add "OTHER" as an enumeration for Reference Rate attribute.	To Sched	Med
DSB-1697	LEI "OTHER" Value Credit - Add "OTHER" as a valid value for Underlier Instrument LEI attribute.	To Sched	Med
DSB-1717	New Credit Index CREDIT – New Credit Index – CDX.EM (Restricted)	Ready	Med
DSB-1727	Index Identifier Service Develop a service for the provision of Ids for underlying Indices	Ready	High
DSB-1732	Digital Asset Underlier Support DSB to lead the discussion on how the industry should support digital assets as underliers for the UPI.	In Prog	Low

8 "OTHER" Attribute Values for Non-Standard Templates.

As discussed at the previous meeting, the CDIDE has proposed that all attributes of all Non-Standard templates should allow the entry of an "OTHER" value so that a valid UPI can be created for any OTC Derivative.

The meeting reviewed the conclusions of the previous meeting regarding each category of proposed change:

1. **Currently Supported** PC **APPROVED** that no action was required for these attributes.
Eg: CFI attributes, underlier enumerations (see Appendix).
2. **Not Recommended** PC **APPROVED** that no action was required for these attributes.
Eg: Complete dataset, complete numeric range (see Appendix).
3. **Possible Addition** PC detailed review and approval required.
See following...

The PC meeting conducted a lengthy and wide-ranging discussion on three of the proposed attributes. The following paragraphs summarize the conclusions of each discussion along with a very brief outline of the reasons for the decisions.

1. Underlying ISIN

The members of the PC recommended that “OTHER” was not a required value for the Underlier ID [ISIN] attribute since any instrument that qualifies as a valid asset underlying the relevant OTC derivative products must have an ISIN and so the value of “OTHER” is considered redundant in this case.

Note: The PC asked for the DSB to examine the possible use of a complete ISIN dataset in the validation of underlying ISINs in order to improve data quality.

2. Underlying Credit Index

The members of the PC recommended that “OTHER” should be supported within a separate Underlier Type for the entry of Credit Indices that are not identified by an IHS Long Name. This recommendation was proposed because the IHS Long Name was considered to provide a golden source of data for such derivatives and it was important to recognize that an underlier without an IHS Long Name would be subject to a different issuance regime.

It was noted that, at this time, no other set of Credit Indices have been proposed as alternatives to the IHS Long Name list and that if the UPI included the value “OTHER” in this field then additional colour/identification of the Index would be provided in the body of the Regulatory Report.

3. Currency Code

The members of the PC recommended that “OTHER” should not be supported as an additional value for Currencies since many regulations specified ISO 4217 as a standard for this attribute and it could clash with existing identifiers within the ISO standard. The members of the PC proposed that the use of “XXX” (a valid value within ISO 4217) would provide a valid alternative – with a change to the DSB best practice guidance that advises against its use.

The DSB was asked to send an email asking PC members to provide their views on the support of “OTHER” as a valid value in three specific attributes of the Non-Standard OTC ISIN and UPI templates by COB Thursday 24th November. >**Action 561**

AOB

N/A

Respectfully submitted,

DSB Secretariat

Minutes Approved on: 29/11/2022

Summary of Open Actions		Owner	Target Date
552	DSB to provide clarity over the UPI go-live timelines and an update from the DSB Board.	DSB	28-Jun-22
560	DSB to share the Orphan ISIN approach with appropriate regulatory organisations.	DSB	29-Oct-22
561	DSB to send an email asking PC members to provide their views on the support of "OTHER" as a valid value in three specific attributes of the Non-Standard OTC ISIN and UPI templates.	DSB	29-Nov-22

Summary of New or Updated DSB Tasks		Status	Priority
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