

DSB PRODUCT COMMITTEE MEETING MINUTES

Meeting: The 157th DSB Product Committee Meeting

Date: 23-Mar-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
Martyn Cole	Product Committee Member	Refinitiv	Yes
Jourik De Lange	Product Committee Member	Smartstream RDU	Yes
Dawd Haque	Product Committee Member	Deutsche Bank	Yes
Dominic Harth	Product Committee Member	Union Investment Privatfonds GmbH.	Yes
Uwe Hillnhuetter	Product Committee Member	Tradeweb	Yes
Nicholas Moger	Product Committee Member	J.P Morgan	Yes
Navraj Panesar	Product Committee Member	Citigroup	Yes
Gregg Rapaport	Product Committee Member	DTCC	Yes
Kirston Winters	Product Committee Member	IHS Markit	Yes
Mari Asakura	Regulatory Observer	JSDA	Absent
Ayo Fashina	Regulatory Observer	FCA	Yes
Giulia Ferraris	Regulatory Observer	ESMA	Yes
Eiichiro Fukase	Regulatory Observer	JSDA	Yes
Emma Kalliomaki	Regulatory Observer	DSB Board	Apologies
Dr Olaf Kurpiers	Regulatory Observer	BaFin	Yes
Frank Lasry	Regulatory Observer	AMF	Apologies
Robert Stowsky	Regulatory Observer	CFTC	Yes
Dominik Zeitz	Regulatory Observer	BaFin	Yes
Andrew Bayley	Observer	ISDA	Yes
David Broadway	Observer	Investment Association	Yes
Lisa Taikitsadaporn	Observer	FIX Trading Community	Yes
Fiona Willis	Observer	GFMA	Yes
Malavika Solanki	DDO	DSB	Yes
Simon Wiltshire	Alternate DDO	DSB	Yes
Adam Grace	Alternate DDO	DSB	Yes
Alison Bargeron	PMO	DSB	Yes

No Topics

1 Introduction & Agenda

2 Competition Law Reminder

Presented

3 Review Minutes from Previous Meeting

The prior meeting's minutes were updated as requested and are now considered final.

4 Announcements

DSB Current COVID19 Status

The DSB (TAC) are considering extending the current heightened awareness period through to the May 31st 2021

Arrivals & Departures

New Product Committee (PC) Members were welcomed and introduced by the DDO and Co-Chairs on the first day of a new PC Term (see next announcement). Outgoing members were thanked for their contributions as Members' engagement is essential in determining the conclusions reached by the group.

New Product Committee Term.

Product Committee Members were reminded of their obligations, the role of the PC, and DSB processes to support PC activities at the start of the third two-year PC term (2021-23).

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. <i>Update: The PC requested that a status update be provided at the next meeting</i>	DDO	OPEN
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
432	The DDO to work with the CDIDE Chairs and PC Members to identify, address and document the industry's information needs	DDO	OPEN
435	CFTC to present agreed UPI masking requirement for less liquid underliers to the PC.	CFTC	OPEN
438	ISDA to provide an update to the PC once FRO related changes have been finalized.	ISDA	OPEN
455	ISDA to update the PC on the results of the gap analysis of the FpML Matrix Term Schema.	ISDA	OPEN
457	The DSB to publish best practice guidelines relating to the product variations between CDS's with a Non-Standard Contract Type and Non-Standard Contract Type to assist the user community.	DDO	CLOSED
459	The DSB to reach out to users to communicate the work it is doing to assist with IBOR reform related matters as part of efforts to promote data quality and consistency.	DDO	CLOSED
461	The DSB will present possible options for the treatment of legacy OTC ISINs following the addition of the Contract Specification attribute to the UPI and OTC ISIN definitions.	DSB	OPEN
463	DSB to publish best practice guidance for CDS Single Name Products.	DDO	CLOSED

464	DSB to share the Introduction of Portfolio Swap CFI Category slides with PC members.	DSB	CLOSED
465	AG1 to present details of the proposed ISO 20022 changes <i>Update: Date amended to 6th April 2021</i>	AG1	OPEN
466	The DSB to establish a sub-committee to discuss the Portfolio Swap CFI Category Proposal and report back to the PC with a agreed view	DDO	CLOSED

6-8	Current DSB Tasks	Status	Priority
DSB-8	Review Source of Commodity Index DSB to continue discussion with Commodity index providers with the aim of having an agreed design and an agreement in principle by end of Q3 2020.	In Prog	Med
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 DSB-managed service that will return CFI codes for any OTC derivative products without the associated generation of an ISIN (Analysis Only).	Tech	Med
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-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-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-370	CFI 2019 Support Support the updated 2019 ISO Standard for CFI (10962) throughout the DSB product suite.	In Prog	High
DSB-972	Update FpML Reference Rates Update FpML Reference Rates following ISDA 2021 Definitions Review	In Prog	High

DSB-974	New Attribute: Standard Contract Type Add Standard Contract Type to Single Name CDS templates	In Prog	Med
DSB-1002	ISDA 2021: New FROs The DSB will need to support all of the new FROs as new entries in the enumerated list used across Rates and Non-Standard templates that include FROs as an underlier.	In Prog	High
DSB-1076	Structured Email Messages To allow users to specify the types of DSB notification that they receive.	In Prog	Low
DSB-1120	ISDA 2021 New GUI Titles To provide solution options in implementing ISDA 2021 changes in the GUI to enhance user-experience.	In Prog	High
DSB-1132	Search Only User Type To provide a cost-effective solution for DSB API users who wish to perform searches against the OTC ISIN database in real-time without the ability to create ISINs.	In Prog	Low
DSB-1266	New Reference Rate : USD-AMERIBOR (x3) Add three new USD-AMERIBOR to the enumerated list of Reference Rates for RATES and Non-Standard templates.	Tech	Med

8 UPI Project Timeline

The DSB (UPI PMO) presented the PC with the current UPI Project Timeline, including both the ISO Timelines and the DSB's Project Plan. The DSB will be making the UPI Project Milestones publicly available via the DSB website. >**Action468**

9 UPI Product Definition – Progress Summary

The DSB presented the PC an overview of the progress made with the UPI product definitions to date, broken down by asset class and under the current agreed principles.

The PC suggested that the UPI should be implemented with CFI 2019 values. The DSB confirmed that the CFI 2019 migration was still the subject of technical design and that this suggestion would be communicated to the design team for consideration.

The DSB are to establish how the UPI specification can be shared with PC members. >**Action469**

10 UPI Product Definitions - Principles

The DSB presented the following key principle to the PC:

- The DSB aims to follow the PC's agreed approach with respect to preserving the OTC ISIN – UPI – CFI hierarchy.
- The input attributes and values used in the creation of a UPI will be consistent with those used for the OTC ISIN.
- This means that some of the UPI input values will be based on ISO 20022 (RTS 23) - as they are now for the OTC ISIN.

In addition, the DSB presented the following text to be included in UPI design documentation:

“All UPI records stored on the DSB RDL will include the ISO 10962 (CFI) code associated with the UPI along with an equivalent text value for all attributes that are included in the definition of the CFI.

Following discussion this approach was **APPROVED** by the PC.

11 UPI Product Definitions - Issues

SWAPTION

The DSB presented a proposal for the design of the Swaption templates - focused on the identifier that is to be used for the Underlying Swap. To ensure that UPI-Only users are not required to generate an OTC ISIN, it was proposed that for the generation of an UPI Swaption, the user will be required to input the UPI of the underlying Swap. Following discussion, the PC agreed to hold over approval until a future meeting.

Action 470: PC Co-chairs to provide updated materials to aid the discussion at the next meeting

FX SWAPS

The DSB presented a proposal for the design of FX Swap templates – focused on the absence of a requirement to support the Expiry Date of the constituent FX Forwards. The DSB proposed that for the generation of a UPI FX Swap, the user will be required to input the Currency Pair (directly) and will not be required to enter an identifier for the underlying FX Forwards. Following discussion, the PC **APPROVED** this proposal.

12 DSB-974 : Contract Specification

Held over

13 Underlying Debt Tenor

Held over

14 ISDA 2021

Held over

15 Product Release Status

N/A

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
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
438	ISDA to provide an update to the PC once FRO related changes have been finalized	ISDA	19-Feb-21
455	ISDA to update the PC on the results of the gap analysis of the FpML Matrix Term Schema.	ISDA	23-Feb-21
457	The DSB to publish best practice guidelines relating to the product variations between CDS's with a Non-Standard Contract Type and Non-Standard Contract Type to assist the user community.	DDO	23-Mar-21
465	AG1 to present details of the proposed ISO 20022 changes.	AG1	06-Apr-21
468	The DSB to make the UPI Project Milestones available via the DSB website.	DDO	06-Apr-21
469	The DSB are to establish how the ISO 4914 (UPI) specification can be shared with PC members	DSB	06-Apr-21
470	PC Co-chairs to provide updated materials to aid the discussion regarding Swaption templates at the next meeting.	DSB	06-Apr-21

Summary of New or Updated DSB Tasks		Status	Priority
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