

DSB PRODUCT COMMITTEE MEETING MINUTES

Meeting: The 179th DSB Product Committee Meeting

Date: 08-Mar-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	Apologies
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	Absent
Uwe Hillnhuetter	Product Committee Member	Tradeweb	Yes
Nicholas Moger	Product Committee Member	J.P Morgan	Yes
Navraj Panesar	Product Committee Member	Citigroup	Absent
Gregg Rapaport	Product Committee Member	DTCC	Yes
Kirston Winters	Product Committee Member	OSTTRA	Yes
Mari Asakura	Regulatory Observer	JSDA	Absent
Davide Panadori Cino	Regulatory Observer	ESMA	Apologies
Giulia Ferraris	Regulatory Observer	ESMA	Apologies
Eiichiro Fukase	Regulatory Observer	JSDA	Apologies
Dr Olaf Kurpiers	Regulatory Observer	BaFin	Yes
Frank Lasry	Regulatory Observer	AMF	Apologies
Jean Obray	Regulatory Observer	FCA	Yes
Alex Stirling	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
Fiona Willis	Observer	GFMA	Apologies
Emma Kalliomaki	DSB Board Sponsor	DSB Board	Yes
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 were approved and are now considered final.

5 Open Actions

485	The DSB are to work with the PC to produce best practice guidance on the treatment of the funding leg in the generation of UPIs.	DDO	OPEN
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508	PC to discuss feedback from CFI maintenance agency regarding NDF's on Bitcoin.	ISO	OPEN
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Update: Awaiting review and feedback from ISO.

514	This new OTC ISIN status and status reason regarding Orphan ISINs to be reflected in the OTC ISIN status materials.	DDO	OPEN
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Update expected in Q1 2022.

515	The DSB to revert with a date for PC review of the UPI Status document.	DDO	OPEN
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Update expected in Q1 2022.

517	The DSB to ask responsible institutions for information concerning the creation of Non-Standard Options without Option Type / Exercise Style.	DDO	OPEN
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Update: The DSB are yet to receive meaningful and useful feedback from institutions. The DSB are to reach out once again in the new year. Target Date extended to mid Feb 2022

519	The DSB provide data confirming what underlying asset values were currently being referenced – for each of FX Forwards and FX Options - in the creation of OTC ISINs when using the CFI 2015 standard.	DSB	OPEN
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522	The DSB to revert with implementation timelines following completion and sign-off of the CFI 2019 Transition change request document.	DDO	OPEN
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537	The DSB organize a session with interested PC Members to review the day 1 UPI workflows to be supported by the DSB	DDO	OPEN
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538	The DSB to consider the legal implications of relying on a data provider for UPI underlier ID mapping and to present conclusions to the PC.	DDO	OPEN
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542	The DSB to ask members of the PC for guidance on the identification of Indices for the UPI and OTC ISIN.	DSB	OPEN
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545	The DSB are to present any common trends seen in the incoming emails from users regarding the UPI to the PC	DDO	OPEN
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546	The PC are going to investigate the possibility of joining the ISO20022 discussions that will impact UPI.	DSB Chairs	OPEN
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547	The DSB to review UPI Product templates once finalised and suggest appropriate best practice guidance on all appropriate attributes.	DSB	Q2/3 2022
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5 Announcements

1. The OTC ISIN Annual Industry Consultation is now OPEN and closes on 30th May 2022. PC members were encouraged to communicate this within their organisations.
2. Malavika Solanki announced her plans to step down as DDO and away from the Product Committee. Whilst a timeline is still being finalized, Malavika will continue to work with the PC to ensure a smooth transition period. The PC Chairs thanked Malavika for her contribution to date, a statement echoed by the DSB Board representatives on the call
3. The component release discussed at the last PC has been rescheduled and will be released into UAT on Saturday 12th March followed by Production on Sunday 3rd April. This release is a key dependency for the Dynamic Enumerations project which has been impacted by these delays. We will provide a further update at the next PC meeting on the status of the component release and the timeline for the Dynamic Enumerations project.

6-7	Current DSB Tasks	Status	Priority	Med
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	Low
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.		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	High
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-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	Med
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	Low
DSB-133	Prop Index Process Analysis Analyse the Proprietary Index management provision to identify efficiency and service improvements.		Tech	High

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.	Sched	Med
DSB-1120	ISDA 2021 New GUI Titles To provide solution options in implementing ISDA 2021 changes in the GUI to enhance user-experience. <i>Scheduled for release: Jan 2022</i>	Sched	Low
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.	Tech	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.	Sched	Med
DSB-1440	ISIN : OTHER : OTHER : Non Standard Update ISIN Request and Record Template Definition for Other Other Non Standard to align with the UPI requirement.	Tech	Med
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.	Tech	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.	Tech	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)	Sched	Low
DSB-1574	Header Attributes Add hierarchy attributes to OTC ISIN Header in preparation for UPI go-live.	Tech	High
DSB-1696	Reference Rate "OTHER" Enumeration Rates - Add "OTHER" as an enumeration for Reference Rate attribute.	Sched	Med
DSB-1697	LEI "OTHER" Value	Sched	Med

Credit - Add "OTHER" as a valid value for Underlier Instrument LEI attribute.

8 New Templates : UPI/OTC ISIN – CDIDE Initial Response

The DSB previously presented 6 of the 12 proposed new templates to the PC asking them to approve their implementation as both UPI and OTC ISIN product templates. In some cases the PC were not able to establish an business case for the the new templates and asked the CIDIDE for example use cases & metrics to support the decision to implement these templates.

The CDIDE accepted these comments, but as only half of the proposed templates had been presented to the PC for review it was decided that the the DSB should only submit feedback received once the PC had reviewed all 12. The CDIDE have agreed to present a more detailed breakdown of their product requirements at a future meeting of the PC once they have reviewed the PC decisions.

9 New Templates : UPI/OTC ISIN

The implementation of 12 new product templates has been proposed by the CDIDE following its review of the tempates published by the DSB for public consultation. To maintain the hierarachy, each new template will be implemented at UPI and OTC ISIN level.

The DSB previously presented 6 of the 12 proposed new templates to the PC asking them to approve their implementation as both UPI and OTC ISIN product templates with the the remaining being presented today;

Rates : Forward : Debt – The PC agreed to advise the CDIDE that implementation of this template was **REQUIRED**, but to be implemented as both Rates and Credit Forward Templates.

Credit : Forward : CFD - The PC agreed to advise the CDIDE that implementation of this template was currently **NOT REQUIRED**. The PC proposed this be captured in the Credit Forward Debt template.

Credit : Forward : Non -Standard - The PC agreed to advise the CDIDE that implementation of this template was **REQUIRED**.

Commodities : Forward : CFD – The PC were unable to identify any business case the addition of this product and agreed to request example use cases & metrics from the CDIDE to support the decision to implement this template.

Commodities : Options : Non -Standard - The PC were unable to identify any business case the addition of this product and agreed to request example use cases & metrics from the CDIDE to support the decision to implement this template.

FX : Swap : Non-Standard – This is to be presented at the next PC meeting.

The DSB will submit the PC's decisions to the CDIDE and come back to PC with any further feedback or supplemeantary detail provided.

AOB

A PC member asked what event or decision would be the "waterfall" moment for the UPI having received questions form industry. It was acknowlaged that would still likely be as a result of a major regulatory mandate but was suggested this be brought up at an upcoming PC meeting to ensure PC members and DSB have clarity and are aligned.

Respectfully submitted,

DSB Secretariat

Minutes Approved on: 22/03/2022

Summary of Open Actions		Owner	Target Date
485	The DSB are to work with the PC to produce best practice guidance on the treatment of the funding leg in the generation of UPIs	DDO	TBC
508	PC to discuss feedback from CFI maintenance agency regarding NDF's on Bitcoin.	DDO	TBC
514	This new OTC ISIN status and status reason regarding Orphan ISINs to be reflected in the OTC ISIN status materials.	DDO	TBC
515	The DSB to revert with a date for PC review of the UPI Status document.	DDO	TBC
517	The DSB to ask responsible institutions for information concerning the creation of Non-Standard Options without Option Type / Exercise Style.	DDO	19-Oct-21
519	The DSB provide data confirming what underlying asset values were currently being referenced – for each of FX Forwards and FX Options - in the creation of OTC ISINs when using the CFI 2015 standard.	DSB	02-Nov-21
522	The DSB to revert with implementation timelines following completion and sign-off of the CFI 2019 Transition change request document.	DDO	TBC
537	The DSB organize a session with interested PC Members to review the day 1 UPI workflows to be supported by the DSB	DDO	TBC
538	The DSB to consider the legal implications of relying on a data provider for UPI underlier ID mapping and to present conclusions to the PC.	DDO	TBC
542	The DSB to ask members of the PC for guidance on the identification of Indices for the UPI and OTC ISIN.	DSB	25-Jan-22
545	The DSB are to present any common trends seen in the incoming emails from users regarding the UPI to the PC	DDO	08-Mar-22
546	The PC are going to investigate the possibility of joining the ISO20022 discussions that will impact UPI.	DSB Chairs	08-Mar-22
547	The DSB to review UPI Product templates once finalised and suggest appropriate best practice guidance on all appropriate attributes.	DSB	Q2/Q3 22

Summary of New or Updated DSB Tasks		Status	Priority
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