



MEETING AGENDA

Meeting:	FIA - European Operations Committee
Chairman:	Nick Briggs (BAML)
Host:	Andrew Hollowbread (Nomura)
Date/Time:	Wednesday 18th September 2019. 10.00am – 12.00pm
Location:	Nomura, 1 Angel Lane, EC4R 3AB.
Distribution:	FIA European Operations Committee Members

Item	Description	Person Responsible
I. Presentation by EEX / ECC		
i	<p>Viviana Ciancibello (Senior Business Developer) from EEX will give a presentation covering:</p> <ul style="list-style-type: none"> • EEX’s project to extend power futures for Spain, Italy and Germany to Cal+10. • New CCP updates. • C7 migration. 	S Bailey / V Ciancibello
2. Approval of Minutes and Actions list.		
i	Approval of Minutes of the 17 th July 2019 meeting. See attached.	N Briggs
ii	<p><u>Actions</u></p> <p><i>1. <u>Coordination with FIA Asia and US Operations Division.</u></i></p> <p>Don Byron has been appointed as Greg Wood’s successor and will take over running the US Divisions. Don agrees that the EU Ops Committee should be represented at the January Ops Division planning meetings. Open. https://fia.org/articles/fia-announces-don-byron-head-global-industry-operations-execution</p> <p><i>2. <u>The Committee requested an excel calendar of exchange and CCP IT releases/upgrades.</u></i></p> <p>The Committee were asked for assistance. It was noted the US Ops Division receive input from exchanges at the January planning meetings and hence may already have this information. The Committee suggested raising this with Scott and Maria. It was agreed to work on the format of a template and ask exchanges to populate. It was agreed to host the calendar on the new FIA member site once ready. Open.</p>	S Bailey S Bailey / M Condon

	<p>3. <u>Investigate if Ops Committee material can be hosted on a dedicated Ops Committee space.</u></p> <p>Prototype has been specified and reviewed by SB. Go-live date TBC. Open.</p> <p>4. <u>Find out if a US version of the Fee Reconciliation Pain Points table is available</u></p> <p>It was noted there is a US table and that the contact is Anthony Towne. Open.</p> <p>5. <u>Best Practice Recommendations for Average Pricing (indirect clearing).</u></p> <p>It was noted the best practice paper had been circulated and NB will organise a meeting. Open.</p> <p>6. <u>Draft letter to ICE Clear Europe on communication of concentration risk margin requirements.</u></p> <p>It was noted that SB and NB are in discussion with ICE. ICEU will publish concentration risk requirements in CSV format as of 2nd September. Closed. Any feedback for ICEU?</p> <p>7. <u>Issues in supporting the clearing of new non-standard/OTC contracts.</u></p> <p>SB explained the FIA Board had discussed this on 10th July and that a meeting of the sub-group had taken place. It was agreed LR will draw up table of questions and a problem statement. The Committee agreed the need to be able to clear and support these contracts on a long-term basis. What controls CCPs were going to implement was discussed, Committee felt CCPs cannot expect CMs to implement all the controls. Open.</p> <p>8. <u>Short deployment cycles for exchange/clearing releases and recommendations on best practice.</u></p> <p>SB noted input received from FIS, ION and ATEO. The Committee noted Eurex's trading and clearing releases were separate and they would like to see them sync as one impacts the other. It was agreed that once ISV and CM input has been collated the Committee and sub-group can work on best practice document and to ask CCPs for input. Open.</p>	
3. Regulatory updates		
<p>3.i</p>	<p>EMIR Reporting position pairing & matching. John Graham from FIA will provide an update. This industry wide change is expected to go live 1st week of December and industry readiness is going to be an issue. Committee to discuss the impact and next steps:</p> <ol style="list-style-type: none"> 1. Work with CCPs to agree on a consistent definition of 'Position'. 2. As an industry (with CCPs) define the UTI generation logic so both CCPs & Clearing Members (CMs) can generate the UTI themselves. Otherwise CMs would need to consume the UTI generated by CCPs for each position. As positions are created in the EOD batch this will be a big change as CMs would then need to consume EOD files from CCPs in their batches/post batch and merge the UTI with each position created for the CM to CCP leg. 3. Write a letter via FIA to ESMA and NCAs explaining the challenges for this go live date. 	<p>M Sultaria / J Graham</p>



	ICEU will host a CM/FIA EMIR Transaction Reporting workshop at 09:30 BST on Tuesday 8 th Oct to discuss impacts. Contact Reports-ICEClearEurope-Regulatory@theice.com to attend. Also see attached ICEU TOG slides.	
4. CCP / Exchange matters (policy/operations/incidents/issues)		
4.i	LCH SA's Euronext OPTIQ Phase 3 derivatives migration and changes to EOD files. See attached email from Christelle Girad.	S Bailey / Neil Briggs
4.ii	LME New Trading Platform. Currently at initial stages of the project, expected go live late 2021-2022. There will be an update at an LME forum on 25 th September. Does the Committee want to produce a list of its requirements for the upgrade? Population of tag 1031 for example?	S Bailey / C Deguara
4.iii	Response from ICE exchanges re mandating population of tag 1031. See attached. FIA responded "We at FIA / FIA Tech will continue to encourage participants to populate FIX tag 1031 using the new standard values on those markets which support it today and those we are actively working with to support it in the near future. Our hope is this Industry momentum it will make it easier for ICE to mandate population in the future."	S Bailey
4.iii	Clearing new bespoke/OTC contracts. FIA Europe Board have discussed Ops Committee concerns.	S Bailey
4.iv	Options Aggregation – Weekly reconciliations between DPRS and LME Mercury for Options and TAPOs on OSA accounts are currently ongoing. LME Clear Operations is contacting members when breaks are found. If you have any specific questions, contact: lmeclear.operations@lme.com	S Warren
4.v	Deliveries WG update. Initial meeting held 30 th August. Meeting notes and tracker spread sheet will be circulated ahead of next week's meeting.	S Bailey
4.vi	ICE Clear Europe Default Management Tests (see attached ICEU TOG slides (item 3 (i))): <ul style="list-style-type: none"> A small-scale Default Management Test for US Power, US and EU Emissions will be held on 19th September. 2019 Mandatory Default Management Exercise will be held during the week of 4th November. 	S Bailey
4.v	LME Pre Trade Transparency. Please see attached slides from the LME Town hall meeting.	N Briggs / S Bailey
5. AOB		
5.i	ICE Futures Europe, Borsa Italiana, Eurex Deutschland, Euronext, Nasdaq Stockholm and BME Group have established the European Corporate Actions Committee ("ECAC"). See circular: https://www.theice.com/publicdocs/circulars/19137.pdf	L Robinson
Date of next meeting: Wednesday 16th October 2019.		

FIA Europe Operations Committee Code of Conduct

1. The purpose of this meeting is to address operational issues relevant to FIA's European Operations Committee.
2. All the discussions taking place in this meeting, including the acknowledgement of this statement, will be minuted.



3. *All parties participating in this meeting shall at all times comply with and be mindful of their responsibilities under competition/anti-trust laws, rules and regulations.*
4. *Specifically, all parties acknowledge and agree that they must not discuss or disclose any commercially sensitive information (including details of prices, sales volumes, strategy, internal business policies and processes, client lists and details, information on input or supply costs or any other commercially sensitive matter) in violation of competition/anti-trust laws, rules or regulations.*
5. *The information exchanged at this meeting will only be used for the aforementioned purposes. The information exchanged at this meeting must only be sufficient for, and not superfluous to, this purpose.*
6. *It is the responsibility of each attendee at this meeting to ensure that at all times they understand and comply fully with their legal responsibilities.*