

EXCO
Meeting Minutes
18 April 2018

Attendees:

- Daisuke Miyauchi (DMI), JSCC
- Dale Michaels (DM), OCC
- Elaine Tang (ET) on behalf of Agnes Koh, SGX
- Erica Brown (EB), Nasdaq
- George Kormas (GK), TMX
- Hamish Treleaven (HT), ASX
- Kausick Saha (KS), CCIL
- Ketan Patel (KP), HKEX
- Kevin McClear (KM), ICE
- Marcus Zickwolff (MZ), CCP12
- Piyush Chourasia (PC), ICCL
- Slawomir Panasiuk (SP), KDPW
- Teo Floor (TF), EUREX
- Timothy Cuddihy (TC), DTCC
- Vikram Kothari (VK), NSCCL

Other attendees:

- Nora Pelamo (NP), CCP12
- Ryan Ingram (RI), HKEX

Agenda

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1. Approval of ExCo meeting minutes from March 2018	Presenter
The March meeting minutes were approved.	MZ

2. Draft agenda for AGM on the 27th June 2018	Presenter
MZ presented the drafted agenda for the upcoming Annual General Meeting in Shanghai on the 27 th of June.	MZ
Requests were made to start earlier and to adjust time on all the items accordingly.	
It was agreed to circulate the agenda once more for final edits before sending out all official invites on Monday the 23 April.	

3. Updated Budget proposal	Presenter
The proposed budget proposal had been provided to the ExCo in advance, however many expressed their need to digest in more detail.	MZ
MZ informed that the budget needs to be approved at least for 2018, regardless of any other upcoming project or co-operation. Furthermore, the awarded funds from the Shanghai Municipal Government will make a remarkable change within our business agenda. The CCP12 Office is working on an allocation of funds strategy as well as a business plan for secondments. Lastly, MZ reminded everyone to keep in mind that the office rent will start to take effect in our budget in 2019.	
KP suggested considering the use of consulting firms to further enhance our policy stance and applicable research similar to other trade associations, which generally gained support from the ExCo for interim deliverables however there were some concerns on the longer term use of external resources.	
It was agreed then to take the budget discussion further in the next ExCo in May.	
MZ also promised to provide more clarity based on the Shanghai Municipal Funds received and the protocol that can be expected.	

4. Committee updates	Presenter
Topics proposed for the PWC:	MZ
<ul style="list-style-type: none"> • Cross jurisdiction CCP recognition • Possible meeting with the FSB on financial resources for CCP resolution • US Banking Regulators proposed amendments to the calibration of the supplementary leverage ratio 	

<p>MZ noted that the FSB’s work on ‘Resources for CCP Resolution’ is in a very early stage, however according to the information provided to him they are interested in meeting with CCP12 in Basel.</p> <p>MZ continued that on first hand our own standpoint should be agreed before meeting with the FSB and proposed to reach out to the PWC for input.</p> <p>The feedback from the ExCo to work on this subject was positive. Early June timeframe was estimated for a meeting.</p> <p>PWC Regarding the Policy Working Committee call RI mentioned that quite a few topics of high interest, thus prioritizing is needed to proceed. RI also requested if the ExCo feels still strongly about approaching the CPMI-IOSCO via letter in order to reiterating our stance on the SST.</p> <p>Since the RWC did not have anything to add from a technical point of view, it was agreed that the PWC can proceed with the letter on SST to the CPMI-IOSCO.</p> <p>Finally RI wanted to raise up an update regarding the US Banking regulators who are proposing amendments to the US calibration of the Supplementary Leverage Ratio (SLR). RI added that Robert Taylor had suggested CCP12 to comment. ExCo agreed to delegate to the PWC to move forward with a letter.</p> <p>RWC</p> <ul style="list-style-type: none"> • Review of final SST report – check above. • Default management notification email list is to be updated: MZ informed that the email list on our website has to be refreshed as it contains expired membership contacts and new members need to be added. DM fully supported to go forward with this. CCP12 office will assist to proceed. <p>OWC - No further updates were made. The OWC updates will be discussed in the May ExCo call.</p> <ul style="list-style-type: none"> • Update on Cyber Security sub-group • Update on the PQD Bulletin • Final report on critical OTC derivatives data by CPMI-IOSCO 	
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<p>5. Follow up on the CCP12/EACH combination</p>	<p>Presenter</p>
<p>KP updated the group on the last working group meeting held a week ago. The main topics discussed were namely debating the issues of governance jurisdictionally and regionally speaking; as EACH has been merely focused on European topics mainly, therefore bespoke holistic planning is needed to clarify our strategy.</p>	<p>MZ</p>

<p>KP added that our plan now is to approach different themes 'topic by topic' to so the governance can appropriately adjust to bespoke topics and/or regional issues. General support is to move forward and continue to explore the proposed merger.</p> <p>TF emphasized that the theme related to the fee structure still needs to be discussed as well as how the division of merits and power structure in this proposed combination would be. Thus, further details needed.</p> <p>GK informed that RT and himself had gone through some details regarding budgeting and promised to approach the working group from that perspective.</p>	
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6. AOB	Presenter
Update from the IOMA Chicago. No further updates were announced.	MZ
Update on Clearing Symposium 26 June in Shanghai. No further updates were announced.	

7.1 New Follow-ups	By	Deadline
CCP12 Budget pre approval & detailed assessment	EXCO	16 May
Official AGM Invites to be send out	CCP12 Office	23 April
7.2 Open Follow-ups from recent calls		
CCP12 Office will prepare a business & fund location plan for received funds	MZ, CCP12 Office	26 April
GARP to be added on the SGM discussion list in October	MZ, DTCC	July
Update on the discussed statistical bulletin proposal on the PQD data	TF	16 May
CCP12 SGM (alongside FIA EXPO Week in Chicago) will take place on Thursday 18 October 2018.	MZ, chairs	completed
Invoices have been sent to members, target payment date Jan 31, 2018	All members	completed
CCP12 will re-send SGM minutes due to minor editorial changes have been made	MZ	completed
Draft survey on CCP Access to Central Bank Liquidity to be discussed with PWC chairs	MZ	completed
PSG in Frankfurt on the 22 nd of February 2018: participants asked to contact CCP12 Office. Teo Floor can arrange a dinner for participants on 21 st Feb.	MZ, TF	completed

Position on MRAC Auction papers to be discussed by RWC.	AN, DM	completed
ESMA consultation on draft guidelines on Anti-Procyclicality Margin Measures for CCP's to be discussed in next RWC call	AN, DM	completed
The PWC to take on EMIR 2	PWC	completed
PSG update and Klaus Loeber meeting update	MZ	completed
The OWC to form a sub-committee on Cyber Security	OWC	completed
Working Group will be organized to further explore a possible combination of EACH & CCP12.	LB, MZ	completed