

Chair & Rapporteur: Darren Pearson - Principal Consultant - TRG Post-Trade Services

Kiri Self, CEO – TRG Post-Trade Services

Venue: BT Centre, 81 Newgate Street, London

- Introduction by DP whom welcomed attendees to the first Standards subject-group meeting.
- DP expressed thanks to BT for hosting the event.
- DP advised that 'Chatham House' rule applies to facilitate full & frank debate.
- Brief introduction to the floor by each attendee.

Overview:

- KS reiterated key messages from CAS subject-group launch meeting in February 2012

Meeting Scope & objective

- To discuss & agree 3 initial actionable items for the initial plenary meeting on *Wednesday 30 May, 2 - 5pm* at The London Stock Exchange, 10 Paternoster Square, EC4M 7LS. [Register Here](#)
- DP opened the floor for questions

The following is a list of issues/questions raised & discussed:

- Legal Entity Identifiers (LEI's)
 - 1/ What will be the impact of the roll-out of LEI's in July'12?
 - 2/ What level of mapping & data-base change is likely to be required to facilitate use of LEI's?
 - 3/ Will this impact staff-costs?
 - 4/ Can the industry agree a single instrument id to be the standard applied globally? e.g. cusip, isin, sedol etc
 - 5/ Can a true 'one-for-all' security id be enforced by regulators as voluntary-usage is unlikely? *

* It was commented upon by an attendee from ISO that when this very question has been put to regulators previously, regulators have historically felt that any such standard should be agreed by financial-services participants themselves. It was felt that this was very much worth revisiting in the 'new' climate now prevalent in the industry.

- CCP clearing – Are the existing standards being utilized sufficiently by the market e.g. messaging formats & the impact to trade-data flows.
- FACTA & payment standards – It was requested that retail payments are also incorporated into discussions in this area per interest expressed from the floor.
- T+2 and the impact to post-trade processes e.g. fund allocation, confirmations, and settlement instructions ++. How will this shortened time-line impact these processes? These areas will suffer from timeline 'compression' so it is hoped that this will feed through to stricter guidelines & discipline in terms of timely trade-bookings. The impact otherwise shall be increased cost in-terms of failed-trades, late-matching, buy-ins which can likely trigger further-issues downstream in Operations.
- T2S – Will this change aid or hinder standards globally?

Summary:

Agreed actionable items for the subject-groups initial plenary meeting:

1/ LEI; – All aspects detailed above

2/ LEI; can the industry agree a single instrument id to be the standard applied globally, e.g. cusip, isin, sedol etc?

Group governance: Proposals for full-time Chair, Co-Chair or Rapporteur (Notary) will be announced at the forthcoming plenary session on **Wednesday 30 May, 2 -5pm** at The London Stock Exchange, 10 Paternoster Square, EC4M 7LS. [Register Here](#)

This & other CAS WG subject groups were created to gather discuss & agree proposals on wider-industry concerns. With this mind, the full-suite of subject-groups is as follows: Regulation, Standards & Market-Infrastructure

Kiri Self – CEO – Post-Trade Services, The Realization Group

Darren Pearson – Principal Consultant – Post-Trade Services, The Realization Group

Ends.