



Minutes of the Joint Foreign Exchange Committee and Operations Managers Working Group Meeting

Meeting, Jun 2, 2016

Host: Blackrock

FXC Attendees:

ADNAN AKANT	Fischer Francis Trees & Watts
ANTHONY BISEGNA	State Street
ROBERT BOGUCKI	Barclays
JOSE LUIS DAZA	QFR Capital Management
ROBERT EBY	Wells Fargo
MOHAMMED GRIMEH	Standard Chartered
HARI HARIHARAN	NWI
GIL MANDELZIS	EBS
MICHAEL O'BRIEN	Eaton Vance
REBECCA PATTERSON	Bessemer
DAVID PUTH	CLS
JODI SCHENCK	Citi
TROY ROHRBAUGH	JP Morgan Chase
CHRIS TAENDLER	Goldman Sachs
CHRIS VOGEL	Blackrock
PHIL WEISBERG	Thomson Reuters

OMWG Attendees:

JAMES ANDREWS	JP Morgan
KATHY ANDREWS	Bank of America Merrill Lynch
KIM CARABETTA ALLISON	Goldman Sachs
MICHAEL DEBEVEC	Blackrock
RACHEL FELICIANO	Brown Brothers Harriman
JOHN FERRAIUOLO	Barclays
JOHN FUSCO	Bloomberg
ANTHONY GHIBESI	Standard Chartered
COURTNEY GRAHAM	Eaton Vance
RICHARD MALING	State Street
LUKE POLLOCK	Citigroup
MICHAEL PRZEBIELGLEC	HSBC
TONY ROCCHIO	Bank of New York Mellon
KEN ROZYCKI	Brown Brothers Harriman
DANIEL SMITH	Morgan Stanley
MATTHEW SMITH	JP Morgan
PAUL TROTTI	Barclays
JAMES WALLIN	Alliance Bernstein



Federal Reserve Bank of New York Attendees:

CHRISTINA GETZ
ANNA NORDSTROM
SIMON POTTER
LISA KRAIDIN, Counsel
BENJAMIN SNODGRASS, Counsel

1. Welcome

The FXC Chair, Troy Rohrbaugh, welcomed members from the Foreign Exchange Committee (FXC) and the Operations Managers Working Group (OMWG). He also welcomed new FXC member, Jodi Schenk, Head of G10 FX Corporates North America Sales and Solutions and she introduced herself to the Committees.

2. Update on the Global Meeting of Foreign Exchange Committees

The FXC Chair gave an update on the [Global Meeting of Foreign Exchange Committees](#) held at the FRBNY on May 25. Publication of phase one materials of the [FX Global Code](#) was unanimously supported by representatives from each of the eight FXCs¹ at the Global Meeting. The Global Meeting also included discussion on promoting adherence to the FX Global Code, updates by individual FXCs, Global FXC structure, and presentations on electronic trading, prime brokerage and FX market liquidity.

3. Update on the work sponsored by the BIS' Markets Committee Foreign Exchange Working Group

The high level timeline of phase one of the FX Global Code was discussed. The publication of phase two of the FX Global Code will be in May 2017. There was a discussion on ways to improve the framework for soliciting and processing feedback during phase two. One way to submit a comment on phase one material is to email globalfx@ny.frb.org found on the BIS FXWG website.

4. Discussion on electronic trading

Private sector members discussed various aspects of electronic trading in the foreign exchange market and highlighted some of the key areas in electronic trading around pre trade, execution and post trade activities. They discussed various elements and activities that are important in each category such as pricing in an electronic execution environment. They discussed these issues in context of phase one of the FX Global Code and ahead of phase two which will include material on electronic trading.

5. Discussion on prime brokerage

Private sector members discussed various aspects of foreign exchange prime brokerage (PB) and noted that many issues intersect with electronic trading topics. Such issues included the need to

¹ Australian Foreign Exchange Committee, Canadian Foreign Exchange Committee, ECB's Foreign Exchange Contact Group, Hong Kong Treasury Markets Association, London Foreign Exchange Joint Standing Committee, New York Foreign Exchange Committee, Singapore Foreign Exchange Committee, Tokyo Foreign Exchange Market Committee.



have proper controls around algorithmic execution so that an error with the algorithm does not contribute to operational issues for the prime broker or others in the PB transaction.

6. Market discussion

The Committee discussed upcoming events that could potentially impact activity in FX markets such as the UK referendum on membership in the European Union (EU). Private sector members also discussed the outlook for the US economy, expectations for the release of US economic data and domestic political developments. Private sector members noted upcoming political elections in Japan, and how the outcome of those elections could impact the Yen.

7. Other business

The next OMWG meeting is scheduled for October 12 at 3:00 PM and hosted by the Federal Reserve Bank of New York.

The next FXC meeting is scheduled for October 13 at 4:00 PM and hosted by Barclays.