

Financial Markets Lawyers Group Meeting

Federal Reserve Bank of New York
33 Liberty Street
7th Floor, Main Conference Room

Thursday, November 7, 2013
8:30 am – 10:00 am (New York time)

Present: Andrew Alter, Martha Burke (by phone), Victoria Cumings, Sarah Donnelly, Maria Douvas, Luke Farber, Terrence Filewych, Pamela Hutson (by phone), Jill Hurwitz (by phone), Robert Klein, Jeff Lillien, Joanna Perkins (by phone), Lisa A. Shemie (by phone), Garland Sims, Lawrence Young

Federal Reserve Bank of New York participants: Christina Getz, Joyce Hansen, Michael Nelson, David Parkinson, Jamie Pfeifer, Shawei Wang

SEFs and the FX Market

The group discussed continued concerns regarding FX prime brokerage arrangements and swap execution facilities (SEFs). Topics included the continued relevance of designation notices and their possible interaction with pre-trade credit checks, amendments to SEF rulebooks, and various issues surrounding the confirmation process.

Dodd-Frank Operational/Implementation Issues

The group discussed its progress on addressing issues surrounding FX trade reporting and pre-trade mid-market mark disclosure.

FXC/FMLG Administrative Matters

The group revisited the matter of an annual member assessment and was briefed on administrative issues concerning the administration of FXC/FMLG funds.

Legal Opinion Update Project

The group was briefed by Gary Sims, as Chair of the Opinions Subcommittee of the FMLG, on the status of this year's legal opinion update project. Members were informed that letters have been sent to counsel in each of the 34 jurisdictions involved and opinions have begun to come in for review.

PB Clearing Paper

The group decided to table discussion of the PB Clearing Paper until its January meeting.

Updates

Members briefly discussed substituted compliance and trade reporting as well as ISDA's forthcoming agreement for non-U.S. transactions.

The next meeting of the FMLG will be held on Monday, December 9, 2013.