



Minutes of the Foreign Exchange Committee

Meeting, May 21, 2014

Host: Standard Chartered

ADNAN AKANT	Fischer Francis Trees & Watts
ANTHONY BISEGNA	State Street
ROBERT BOGUCKI	Barclays
ROBERT CATALANELLO	Credit Agricole
PETER CONNOLLY	Wells Fargo
JOSE LUIS DAZA	QFR Capital Management
MOHAMMED GRIMEH	Standard Chartered
HARI HARIHARAN	NWI
MOTI JUNGREIS	TD Bank
RUSSELL LASCALA	Deutsche Bank
GIL MANDELZIS	EBS
SENAD PRUSAC	Morgan Stanley
DAVID PUTH	CLS
PAUL RICHARDS	UBS
TROY ROHRBAUGH	JP Morgan Chase
DAVID RUSATE	GE
DANIEL SILBER	HSBC
KOICHI TAKENAKA	Mizuho
PHIL WEISBERG	Thomson Reuters
JOSE LUIS YEPEZ	Citigroup
SARA ZERVOS	Oppenheimer

Federal Reserve Bank of New York Attendees

CHRISTINA GETZ
ANNA NORDSTROM
JAMIE PFEIFER
SIMON POTTER
MICHAEL NELSON, Counsel



1. Update on the Global Foreign Exchange Committee meeting

The FXC Chair, Troy Rohrbaugh, updated the Committee on topics discussed at the [Global Foreign Exchange Committee meeting](#) which included changes in market structure, trade reporting, FX reference rates, codes of conduct, market implications of the implementation of SEF regulations and the focus of individual FXCs in the coming year. Private sector members discussed trends in some of these topics from their individual perspectives such as the impact of volatility on FX market dynamics and volume. Such members also discussed the impact of regulatory changes and compliance efforts on the FX business and the willingness of firms to warehouse risk.

2. Member update on the FX liquidity workstream

Anthony Bisegna updated the Committee on the FX liquidity landscape workstream. The work group is developing a draft outline to help frame its efforts given the broad topic. They expect to review a variety of market data to help better characterize liquidity conditions. In addition they plan to discuss the evolution of firms that provide liquidity in the market. Private sector members commented on their views of current liquidity conditions, with some members noting discussions of slightly wider bid-ask spreads on some FX options.

3. Member presentation on Execution-to-Settlement Recommendations for Non-dealer Participants

Adnan Akant and Sara Zervos reviewed the FXC [Execution-to-Settlement Recommendations for Non-dealer Participants](#) with the Committee. Ms. Zervos gave an overview of the structure and the general purpose of the document. She noted that the document contained recommendations that fall under general areas such as having procedures in place and knowing your customer. Mr. Akant highlighted some areas of the document that the Committee could consider updating to reflect current technology, trading platforms and market regulations.

4. Market discussion

The Chair facilitated discussion on current market conditions, including recent moves in U.S. Treasury yields, global policy expectations, and geopolitical developments. Private sector members discussed various factors contributing to the decline in yields, with some noting temporary factors while others indicated longer-run trends driving the market. They also discussed the potential for monetary policy action by the ECB, as well as economic conditions in China and Japan.

5. Other business

The Chair discussed potential alterations of future FXC meeting dates. The FXC Secretary noted recent work of the FMLG and also discussed an effort to harmonize data collected on the North American FX Volume Survey with other FX surveys.

The next meeting for the FXC is scheduled for July 9 at 4:00 PM and will be hosted by UBS.