

FOREIGN EXCHANGE JOINT STANDING COMMITTEE

Bank of England
Wednesday 10 September 2008

MINUTES

Attendees

Brian Welch	ACT
Sean Comer	Barclays
Rob Loewy	Bank of China
Richard Gill	Bank of New York
Vincent Delorenzo	Bank of America
James Bindler	Citi
Rob Close	CLS
Zar Amrolia	Deutsche Bank
Heather Pilley	FSA
Phil Weisberg	FXAll
Nick Burgin	Goldman Sachs
Christopher Wilcox	JP Morgan
Sarah Edgington	Morgan Stanley
James Potter	Tullet Prebon
Darren Coote	UBS
Ben Welsh	Unicredit
David Clark	WMBA
Paul Fisher	Bank of England, Chair
Grigoria Christodoulou	Bank of England, Secretariat
Sumita Ghosh	Bank of England, Secretariat
Jaqueline Joyston-Bechal	Bank of England

Other attendees

Apologies

John Ewan	BBA
Andrew Brown	HSBC
Richard Gladwin	Lehman Brothers
Marcus Nysten	SEB
Stewart Lloyd-Jones	WMBA
Susan Balogh	Goldman Sachs, Chair, Operations sub group
Susan Revell	Morgan Stanley, Chair, Legal subgroup

1. Apologies for absence and welcome to the meeting

Apologies from John Ewan, Andrew Brown, Richard Gladwin, Marcus Nysten, Steward Lloyd-Jones, Susan Balogh and Susan Revel who could not attend.

Paul Fisher welcomed Rob Close from CLS and Ben Welsh from Unicredit to their first meeting.

2. Minutes of the 2 July meeting and matters arising

The minutes of the July meeting were agreed. There were no matters arising.

3. Discussion of recent market developments

Attendees noted that liquidity in FX markets, and swaps in particular, has deteriorated. Traded volumes however remained robust. Market participants are now reportedly focusing more on counterparty risk and the risks to particular currencies.

4. Analysis of April 2008 FXJSC Turnover Survey Results

Paul Fisher gave a presentation of the highlights of the FXJSC turnover survey published on 28 July.

5. FX Settlement Working Group

The working group held their second meeting in September and discussed FX settlement risk and what more might be done to address it.

6. Regulatory update

Heather Pilley of the FSA updated the group on recent regulatory developments and initiatives. These included work on settlement risk and technical legal issues stemming from the work of the tripartite authorities.

7. Update on the work of sub-groups

- Operations sub-group

The Operations sub-group met on 4 September. Jackie Farrow (SWIFT Senior Relationship Manager) gave a presentation on the mission and scope of the SWIFT FX Advisory Group. Andreas Gaus (Credit Suisse) also gave a presentation on the main features of the current ACI education portfolio.

- Legal sub-group

The legal sub-group is continuing to participate in the FX options confirmations and the FX settlement risk working groups.

8. NIPS Code

The legal sub-group is currently in the process of reviewing any references in the NIPS Code that have been superseded by the introduction of MiFID.

9. Update on the work of other FX Committees

The Committee was updated on the work streams and discussions that have been taking place in the different financial centres. The next quarterly liaison conference call between the various international committees' secretariats is scheduled to take place in the autumn.

10. Annual FXJSC Dinner

The November FXJSC Main Committee meeting will be followed by the annual committee dinner.

The next FXJSC Main Committee Meeting was to be held on Wednesday 12
November at 4pm at Bank of England

FXJSC Secretariat

September 2008