

# FOREIGN EXCHANGE JOINT STANDING COMMITTEE

**Tuesday 22 September 2009**

Bank of England, Threadneedle Street, London, EC2R 8AH

## MINUTES

### **In attendance**

Rob Loewy	Bank of China
Richard Gill	Bank of New York
Sean Comer	Barclays
Cassandra Kenny	BBA
Vincent Leclercq	Caylon
James Bindler	Citi
Zar Amrolia	Deutsche Bank
Heather Pilley	FSA
Nick Burgin	Goldman Sachs
Susan Balogh	Goldman Sachs (Chair, Operations sub-group)
Frederic Boillereau	HSBC
Troy Rohrbaugh	JP Morgan Chase
Sarah Edgington	Morgan Stanley
Richard Gladwin	Nomura
James Potter	Tullet Prebon
Darren Coote	UBS
Huw Evans	UBS
Alex McDonald	WMBA
Mike Cross	Bank of England (Chair)
Grigoria Christodoulou	Bank of England (Secretariat)
Sumita Ghosh	Bank of England (Secretariat)
Jacqueline Joyston-Bechal	Bank of England (Legal sub-group)

### **Apologies**

Brian Welch	ACT
Rob Close	CLS
Phil Weisberg	FXAll
Roger Hawes	RBS
Richard Leighton	Standard Chartered
Susan Revell	Morgan Stanley (Chair, Legal sub-group)

## **1. Apologies for absence**

Apologies were received from Brian Welch, Rob Close, Phil Weisberg, Roger Hawes, Richard Leighton and Susan Revell.

The Chair welcomed Huw Evans (UBS, Chair of the FX Market Working Group)

## **2. Minutes of 1st July 2009 meeting and matters arising**

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

## **3. FX Market Working Group paper on the FX Market**

At their July 2009 meeting, the Committee commissioned a review of the foreign exchange market and its operation during the recent financial crisis. A special working group was established chaired by Huw Evans and comprising of representatives of the Main Committee, Operations and Legal sub-groups. The working group convened during the summer and produced a draft report.

Huw Evans presented the report to the Main FXJSC members and asked for their endorsement. The Committee endorsed the report and released it for publication.

## **4. Results of the April 2009 FXJSC Turnover Survey**

Mike Cross gave a presentation of the highlights of the April 2009 FXJSC turnover survey published on 27 July.

The average total daily turnover in April was \$1,356bn, down from \$1,699bn in October 2008, with spot FX turnover falling by 28%. Attendees noted that the fall might have been exaggerated by the unusually high turnover in October 2008.

#### **5. Update on the Operations sub group**

The work on introducing electronic confirmations for non-deliverable options is progressing in cooperation with ISDA and the FXC Operational Managers Working Group.

Settlement risk reduction remains a key workstream for the Operations subgroup which, together with CLS, is looking at the challenges of introducing same-day settlement.

Mike Cross thanked Susan Balogh on behalf of the Committee for her work as Chair of the Operations sub group. A new Chair for the sub group will be announced in due course.

#### **6. Global FX committees meeting**

The FXJSC secretariat noted that the global FX Committees' meeting is now scheduled to take place on 2 December and will be hosted by the Singapore Foreign Exchange Markets Committee.

#### **7. 2009 Market-wide Business Continuity Exercise**

The FXJSC secretariat alerted the members of the Committee to the 2009 market-wide Business Continuity Exercise scheduled to take place later this year.

**8. Any other business**

**- *FXJSC Annual Dinner***

The annual FXJSC dinner will take place on 11 November, following the November Main FXJSC meeting.

**- *FXJSC 2010 meeting dates***

The meeting dates for 2010 have been agreed.

**The next meeting of the FXJSC will be held on Wednesday 11 November 2009 at the Bank of England, followed by the FXJSC Annual Dinner.**