

MARKET RISK ADVISORY COMMITTEE MEETING
September 9, 2019

U.S. Commodity Futures Trading Commission
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AGENDA

<u>Time</u>	<u>Item</u>
3:00 p.m.	Welcome and Opening Remarks <ul style="list-style-type: none">• Rostin Behnam, MRAC Sponsor and Commissioner, Commodity Futures Trading Commission (CFTC)• Nadia Zakir, MRAC Chair and Executive Vice President and Deputy General Counsel, Pacific Investment Management Company LLC (PIMCO)
3:05 p.m.	Report from Interest Rate Benchmark Reform Subcommittee <ul style="list-style-type: none">• Thomas Wipf, Subcommittee Chairman, Vice Chairman, Institutional Securities, Morgan Stanley
3:15 p.m.	Interest Rate Benchmark Reform Subcommittee Recommendation regarding Plain English Disclosures <p>Description: A discussion of “plain English” disclosures, developed by the Subcommittee, that market participants can use as they determine appropriate. The MRAC will discuss the importance for market participants to use some type of plain English disclosure with all counterparties with whom they continue to transact derivatives referencing LIBOR and other IBORs.</p> <p>Key Speakers:</p> <ul style="list-style-type: none">• Ann Battle, Subcommittee Disclosure Working Group Leader, Assistant General Counsel, International Swaps and Derivatives Association, Inc. (“ISDA”)

<u>Time</u>	<u>Item</u>
3:35 p.m.	<p>Central Counterparty Adjustments to Discounting/Price Alignment Interest Environment</p> <p>Description: A discussion of the CME and LCH proposals for transitioning price alignment interest and discounting for U.S. dollar over-the-counter cleared swaps to the Secured Overnight Financing Rate, including areas for coordination and risk considerations.</p> <p>Key Speakers:</p> <ul style="list-style-type: none"> • Dennis McLaughlin, Chief Risk Officer, LCH • Agha Mirza, Managing Director and Global Head of Interest Rate Products, CME Group
4:35 p.m.	<p>Clearing Treatment for Certain Physically-Settled Swaptions</p> <p>Description: A discussion of the clearing treatment for certain physically-settled swaptions. Particularly, valuation considerations for swaptions that may not be discounted using the Secured Overnight Financing Rate and may be physically settled into cleared swaps after the Single Step transition for discounting and price alignment interest has occurred in clearinghouses.</p> <p>Key Speakers:</p> <ul style="list-style-type: none"> • Thomas Wipf, Subcommittee Chairman, Vice Chairman, Institutional Securities, Morgan Stanley
5:00 p.m.	Closing Remarks
5:05 p.m.	Adjournment