



# CF Digital Asset Index Family Oversight Function Meeting Minutes (SUMMARY)

July 31<sup>st</sup> 2024

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# 1 Attendees & Quorum

**Oversight Function:** Lana Sinelnikova

**Administrator:** Sui Chung

**Administrator Compliance:** Alise Kane

**Conflicts of Interest:** There being no conflicts of interest the meeting began at 09:33 London Time.

## 2 Standing Items

### **Surveillance Alerts**

The Administrator summarised the surveillance alerts that had been triggered and reviewed. The Administrator then went on to explain that some alerts were below materiality threshold and would not require further assessment.

The Administrator then discussed Staking Reward Rates and confirmed the exceptions are driven by staking providers facing technical issues.

The Oversight Function had no further questions regarding these alerts.

### **Assets Benchmarked**

The Administrator then confirmed that Assets Benchmarked as of December 29th, 2023, remain below the €50bn threshold and therefore CF Benchmarks indices will remain “Non-Significant”.

### **Quarterly Metrics Reports**

The Administrator reminded the Oversight Function of the quarterly metrics reports that had been provided since the previous meeting.

The Administrator then explained its reasoning for demising ENJUSD\_RR and ENJUSD\_RTI and confirmed that it also proposes to remove Bitstamp as a constituent exchange from YFI USD; SUSHI USD; SAND USD; DAI USD and BAT USD asset pairs due to demising liquidity on the exchange.

The Oversight Function to resolve on both proposals.

## 3 Review of Constituent Custodial Services Providers

The Administrator moved on to discuss the review of constituent custodial services providers.

The Administrator and the Oversight Function discussed safeguarding permissions the existing Constituent Custodial Services Providers hold and a proposal to include Payward Financial, Inc. (Kraken Financial) as a new provider.

The Oversight Function resolved on the review of the existing Constituent Custodial Services Providers and addition of Payward Financial, Inc. (Kraken Financial) as a new Constituent Custodial Services Provider.

## 4 Annual Review of CF DACS

The Administrator introduced the agenda item by explaining that the Administrator implemented CF Digital Asset Classification Structure (“CF DACS”) where:

- **Section 5** stipulates that CF DACS methodology is subject to an internal review by the Administrator and CF Oversight Functions at least annually or more frequently as Digital Asset evolution dictates to ensure it remains representative of the asset class and fit for purpose.
- **Section 4.2** stipulates that Annual Asset Review Process begins in July and is subject to an internal review by the Administrator and CF Oversight Functions at least annually or more frequently.

The Administrator summarised the information that was provided to the Oversight Function in the meeting agenda. The Oversight Function reviewed reclassified assets, discussed licensing of this product and resolved on CF DACS Methodology and Annual Asset Review process.

## 5 Launch of CF Institutional Digital Asset Index (IDAX)

The Administrator introduced the next agenda item by explaining that it wishes to propose the launch of both once a day Settlement Prices and a corresponding once a second Spot Rate for new investable indices CF Institutional Digital Asset Index (IDAX). The indices seek to track the performance of a portfolio of digital assets that are within the 95th percentile of the CF Liquid Universe that are recognised as being in conformance with prevailing capital markets regulations of major financial jurisdictions.

The Administrator and the Oversight Function discussed that the indices will entirely rules based in its constituent selection, portfolio weighting and calculation. The index methodology and underlying CF Cryptocurrency Index Family - Multi Asset Series Ground Rules are public. The Administrator then confirmed that Settlement Prices will be launched in the form of 3-time variants i.e. London, New York and Asia Pacific.

The Oversight Function reviewed input data sufficiency analysis and resolved for the CF Institutional Digital Asset Index (IDAX) as a member of the **“CF Digital Asset Index Family - Multi Asset - Capitalization Defined Series”**.

## 6 Launch of Solana Staking Reward Rate Series

The Administrator proposed to launch Solana Staking Reward Rate Series to be covered by the CF Staking Series:

- CF SOL Staking Reward Rate Index
- CF SOL Staked Return Index
- CF SOL Staked Return Index Blends

The Administrator and the Oversight Function discussed input data analysis and updates to the CF Constituent Staking Provider Criteria.

The Oversight Function resolved on the new product launch as members of CF Staking Series, consisting of: **CF SOL Staking Reward Rate Index; CF SOL Staked Return Index and CF SOL Staked Return Index Blends Series.**



## 7 Review of CF Cryptocurrency Oversight Function Documentation

The Administrator presented the Oversight Function with documents which are subject to an annual review, suggested changes were included as mark-up(s).

The Oversight Function and the Administrator discussed the changes to the documents, most of which were minor updates with no substantial changes in terms of their aims or approaches.

The Oversight Function resolved that it had reviewed the documentation and agreed to proposed changes for the following documents:

- CF Oversight Function Specifications
- CF Digital Asset Index Family Multi Asset Series - Ground Rules
- CF Constituent Staking Provider Criteria

## 8 A.O.B

There being no further business the meeting was adjourned at 11:13 London Time.