



CF Cryptocurrency Index Family

Oversight Oversight Function Meeting Minutes

May 19<sup>th</sup> 2021

# Contents

Attendees & Quorum	2
Ms Evelien Van Den Arend (Oversight Function) Sui Chung (Administrator) The meeting began at 1200 London Time	
Conflicts of Interest The Oversight Function confirmed it was not subject to any conflicts of interest that have arisen since the previous meeting and that none of the agenda items presented a conflict. 1	Standing
Items	2
2 Launch of CF BAT-USD Settlement Prices & Spot Rate	2
3 Launch of CF ALGO-USD Settlement Prices & Spot Rate	2
4 Launch of CF Cosmos-USD Settlement Prices & Spot Rate	3
5 Launch of CF DAI-USD Settlement Prices & Spot Rate	3
6 Change to the Administrators Republishing Policy and Potential Changes to CF Settlement Prices Methodology	3
7 Update on Constituent Exchanges	4
8 A.O.B.	4

# Attendees & Quorum

Ms Evelien Van Den Arend

Administrator: Sui Chung

## Conflicts of Interest

The Oversight Function confirmed it was not subject to any conflicts of interest that have arisen since the previous meeting and that none of the agenda items presented a conflict.

### 1 Standing Items

The Administrator presented the monthly reports to the Oversight Function. The Oversight Function will return via email if they have any questions regarding the reports. The Administrator added that they plan to automate these reports, which will ensure they are with the Oversight Function monthly.

The Administrator detailed areas for review and possible change in the benchmark surveillance process. The Oversight Function agreed to review any changes once made.

The Oversight Function stated that the alert process had recently been held up by data gathering issues. The Oversight Function and the Administrator discussed some ways to triage alerts.

### 2 Launch of CF BAT-USD Settlement Prices & Spot Rate

The Administrator presented the metrics for the proposed BAT-USD settlement price & spot rate. The Oversight Function reviewed the parameters (standard for CF Settlement Price and Spot Rates) and the trading volumes observed

The Oversight Function resolved to approve the CF BAT-USD indices launch.

### 3 Launch of CF ALGO-USD Settlement Prices & Spot Rate

The Administrator presented the metrics for the proposed ALGO-USD settlement price & spot rate.

The Oversight Function reviewed the parameters (standard for CF Settlement Price and Spot Rates) and the trading volumes observed. One constituent did drop out during the observation period, the Administrator confirmed that this was due to maintenance on the constituent exchange.

The Oversight Function resolved to approve the CF ALGO-USD indices launch.

## 4 Launch of CF Cosmos-USD Settlement Prices & Spot Rate

The Administrator presented the metrics for the proposed COSMOS-USD settlement price & spot rate.

The Oversight Function reviewed the parameters (standard for CF Settlement Price and Spot Rates) and the volumes observed.

The Oversight Function resolved to approve the CF COSMOS-USD indices launch.

## 5 Launch of CF DAI-USD Settlement Prices & Spot Rate

The Administrator gave the Oversight Function some context to the DAI stable coin.

The Administrator added that the observation window included a time where DAI was fee free on the Bitstamp exchange; this fee free period meant Bitstamp was only included for around 14 out of the observed 90 days. The Administrator confirmed that DAI order books had been observed and showed adequate liquidity and sufficiently deep order books.

The Oversight Function reviewed the parameters (standard for CF Settlement Price and Spot Rates) and the trading volumes observed

The Oversight Function resolved to approve the CF DAI-USD indices launch.

## 6 Change to the Administrators Republishing Policy and Potential Changes to CF Settlement Prices Methodology

The Administrator presented proposed changes to the Administrators Republishing Policy and CF Settlement Prices Methodology.

The Oversight Function asked if the indices that will be launched soon (Cosmos, Algo, DAI), will be listed as changing too.

The Administrator confirmed that they will be.

The Oversight Function asked that a footnote be added to indices not live at the time of notification of the methodology changes.

The Oversight Function resolved to approve the proposed changes.

## 7 Update on Constituent Exchanges

The Administrator updated the Oversight Function on progress being made to adding a constituent exchange to the CF Constituent Exchanges. The Oversight Function acknowledged this update.

## 8 A.O.B.

The Administrator stated that the Firm may be launching its first non-crypto index soon. This would be a bitcoin futures index, using CME BTC Futures data. The Administrator expects that if this was to be launched, a review of the Administrator's policies and procedures would be required to ensure that references to physical crypto transactions were amended where required.

The Oversight Function added that as the data will only be coming from the CME, not a pool of constituents, there will be additional changes due to this.

The meeting was adjourned at 16:30 London Time.