

**Public Minutes of a Meeting of the  
LIBOR Oversight Committee of  
ICE Benchmark Administration (“IBA”)  
held on Wednesday, 23 May 2018 15:00 BST**

<b>PRESENT:</b>	<p>Mr A Villeneuve, Interim Chairman  Mr S Bullock, Lloyds  Mr D Clark, EVIA (by phone)  Ms C Dawson, LMA (by phone)  Ms G Dimitrova, The Investment Association  Mr J Grout, Independent  Mr S Schumacher, Swiss National Bank (Observer) (by phone)  Mr R Kennedy, UBS (by phone)  Ms C Koederitz, IBA NED  Ms P Madoff, IBA NED (by phone)  Mr W Parry, Bank of England (Observer)  Mr V Reddy, Barclays  Mr F Sturm, CME  Ms K Yoh, Independent</p>
<b>IN ATTENDANCE:</b>	<p>Ms A Adams, IBA  Mr T Evans, IBA  Ms J ten Elsen, IBA (Committee Secretary)  Mr S Tselikas, IBA  Ms E Vick, IBA</p>
<b>APOLOGIES:</b>	<p>Mr T Bowler, IBA President  Mr D Bowman, FRB (Observer)  Mr G Handjinicolaou, Piraeus Bank  Mr R Thurlow, Mizuho</p>
<b>CIRCULATION:</b>	<p>IBA Website</p>

	<p><b>Chairman’s Welcome and Apologies</b>  The Chairman welcomed the Members to the LIBOR Oversight Committee (the Committee) meeting and noted the apologies as listed above. The Chairman welcomed Ms Koederitz and Ms Madoff as new members of the Committee and advised that Ms Madoff would assume chairmanship from the July 2018 meeting onwards.</p>
	<p><b>Declaration of any Conflicts of Interest</b>  One Committee Member declared new memberships of a number of working groups. The Committee had no objection to the appointment.</p>
	<p><b>LIBOR Oversight Committee Minutes</b>  <b>Full Minutes</b>  The minutes for the LIBOR Oversight Committee meetings held on</p> <ul style="list-style-type: none"> <li>• 21 March 2018</li> <li>• 29 March 2018</li> <li>• 23 April 2018</li> </ul> <p>were considered and approved.</p>

	<p><b>Public Minutes</b></p> <p>The public minutes for the LIBOR Oversight Committee meetings held on</p> <ul style="list-style-type: none"> <li>• 21 March 2018</li> <li>• 29 March 2018</li> <li>• 23 April 2018</li> </ul> <p>were approved for publication.</p>
	<p><b>Matters Arising</b></p> <p>IBA referred to the action items from the previous meeting noting that items were either complete or presented that day.</p>
	<p><b>Dashboard</b></p> <p>IBA presented the dashboards for March and April 2018, which were in line with expectations and alerts affected by market news.</p>
	<p><b>Incidents</b></p> <p>The Committee was informed that there had been one incident.</p> <p>The Committee noted that the error had been rectified, the FCA informed and changes implemented as well as checks carried out. The Committee further noted that this type of error should not re-occur due to the changes implemented as well as a newly created daily report.</p>
	<p><b>EU Benchmarks Regulation (BMR) Update</b></p> <p>IBA drew the Committee's attention to the BMR Update highlighting a number of IBA's responsibilities now that IBA was BMR authorised, including the revised Code of Conduct.</p>
	<p><b>Review</b></p> <p><b>Contingency Policy</b></p> <p>IBA presented the Contingency Policy highlighting some suggested drafting changes.</p> <p>The Committee considered and approved the annual review of the Contingency Policy.</p> <p>IBA agreed to review at a later stage whether a shortened version of the Contingency Policy could be made publicly available.</p>
	<p><b>LIBOR Evolution Update</b></p> <p>IBA provided the Committee with an update on LIBOR Evolution, highlighting that:</p> <ul style="list-style-type: none"> <li>• since the LIBOR Report publication on 25 April 2018, IBA had received only a few questions, mostly relating to the pace at which banks would be transitioning; and</li> <li>• the LIBOR Survey would be starting from June 2018 and was targeting three different groups, i.e. panel banks, other global banks and users.</li> </ul> <p>The Committee engaged in a discussion around the purpose of the survey and how the questions should be phrased to receive insightful and meaningful responses. The Committee also raised concerns on how to reach relevant users, IBA invited advice and suggestions on how to ensure outreach to as many users as possible. The Chairman thanked everyone for their valued comments and suggestions and added that the Survey was not a standalone tool but required diligent dialogue and engagement to ensure a good and meaningful outcome.</p> <p><b>Notes On Market Reactions Re Post 2021 LIBOR Transition</b></p> <p>A Committee Member presented a paper to the Committee highlighting discussions with seven large US banks to ascertain 1) the degree of awareness, 2) whether institutions were actively engaged in developing strategies and contingency plans, and 3) the assumptions about what the future may hold.</p> <p>With regards to the awareness, the Committee Member added that unsurprisingly the large banks were well aware and actively engaging in dialogue while most small and regional banks as well as corporate end-users had not yet started actively looking into the issue.</p>

	<p>In its discussion, the Committee also touched on the following points that:</p> <ul style="list-style-type: none"> <li>• some market participants wished to have at least two years of back data from risk free rates;</li> <li>• LIBOR and risk free rates were not just an issue for large corporates but also for territories such as Africa, where awareness was growing but progressing slower than in major economies; and</li> <li>• major banks' capital markets sales teams still use LIBOR on a daily basis to enable long-term assets and liability management for fixed-rate borrowers and issuers as well as funds that needed to secure longer-term returns.</li> </ul> <p><b>Funding Locations</b></p> <p>IBA drew the Committee's attention to the Funding Locations document highlighting that the Cayman Islands were regulated by the Cayman Islands Monetary Authority (CIMA) and added that CIMA has agreements with many foreign regulators, including the FCA.</p> <p>IBA confirmed that if the Committee approved the Cayman Islands as a funding location, it would be included in the List of Approved Funding Locations but applicable funding locations are agreed with the individual banks on a bilateral basis.</p> <p>After due consideration, the Committee approved the Cayman Islands as an Approved Funding Location.</p>
	<p><b>Any Other Business</b></p> <p>With there being no further business to discuss, the Chairman closed the meeting.</p>

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André Villeneuve

Interim Chairman