

MINUTES – Extraordinary STIBOR Oversight Committee Meeting
per capsulam 7 July 2022

Participants

Chair: Per Henriksson (PH)
Bengt Edholm (Independent) (BE)
Tomas Ernhagen (Independent) (TE)
Per Åkerlind (Independent) (PÅ)
Ulf Jakobson (Swedbank) (UJ)
Fredrik Jönsson (SBAB) (FJ)

Invited attendees

Catharina Hillstrom (SFBF) (CH)

1. INTRODUCTION:

a. Introductory remarks by the Chair

The Chair welcomed the participants and it was noted that the meeting is held per capsulam by e-mail confirmation from all participants.

b. Declaration of potential conflicts of interest with respect to meeting agenda

The Chair inquired if the agenda and topics to be discussed would result in a conflict of interest for any of the present members – no conflict of interest were noted. The chair also noted that the requirements to form a quorum had been met.

c. Overview of agenda

The Chair guided the participants through the agenda and enquired whether any last-minute additions should be added.

2. OVERSIGHT

a. For decision - Changes to Metrics Report Flags

In order to make the reporting to the OC more relevant in light of the volatile market it is proposed the reporting threshold level be adjusted. Follow-up will be made by SFBF weekly. The weekly reports will be summarised in the metrics reports presented to the OC quarterly.

The OC supports and approves the change.

b. For decision - Changes to STIBOR MAF

The ongoing review of the methodology since its implementation has indicated that the methodology can be improved by moving away from the use of SOFR/SONIA Futures contracts for USD and GBP MAF to the recently introduced Secured Overnight Financing Rate (SOFR) forward looking Term rate for USD and the Sterling Overnight Index Average (SONIA) forward looking Term rate for GBP transactions. The SOFR and SONIA forward looking Term rates denote the derivative market's predictions for the interest rates rather than the prior day's overnight performance. Analysis of the use of SOFR and SONIA forward looking Term rates, in replacement to futures contracts, has proven to be a more dynamic basis for adjusting historical transactions with the application of the MAF.

It was noted that the proposed change is not considered material to the STIBOR Calculation Methodology and does not warrant a public consultation.

The OC supports and approves the change.

3. BOARD & STAKEHOLDER COMMUNICATION

The committee recommends the SFBF Board of Directors to support the changes.

4. AOB

N/A

Minutes approved by:

Per Henriksson

Per Henriksson, Chairperson