



Press release

Brussels, 1 July 2022

Public consultation on the euro forward- looking term rate EFTERM[®]

After introducing the Beta EFTERM[®] Rates on 13 June 2022, The European Money Markets Institute (EMMI) is now launching a public consultation on the euro forward-looking term rate EFTERM[®].

This consultation represents a major milestone in the development of this fallback rate. It's also a very good news for EURIBOR[®] users as EFTERM[®] will be an easily accessible option to comply with relevant legal requirements¹ to have robust plans in place for the event that a benchmark ceases to exist.

From 1 July to 31 August 2022, all interested parties will have the opportunity to respond to the questions that are published on the EMMI website. The draft methodology is detailed therein. It is based on the recommendations issued by the Euro Risk Free Rate Working Group.

The summary of the stakeholders' feedback and the final methodology for EFTERM[®] will be available during the fourth quarter of 2022.

Link to the EFTERM[®] consultation paper:

<https://www.emmi-benchmarks.eu/globalassets/documents/pdf/efterm/D0252A-2022---EFTERM-Consultation-Paper.pdf>

Link to the Beta EFTERM[®] webpage:

<https://www.emmi-benchmarks.eu/benchmarks/FallbackRates/BetaEfterm/>

¹ Article 28 II of the EU Benchmarks Regulation (Regulation (EU) 2016/1011 of the European parliament and of the Council on indices used as benchmarks in financial instruments and financial contracts or to measure the performance of investment funds)

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About The European Money Markets Institute

Based in Brussels, The European Money Markets Institute (EMMI) is a non-for-profit association founded in 1999 by the national banking associations of the Member States of the European Union, along with the introduction of the euro.

The European Money Markets Institute is an Authorised Administrator under the Benchmarks Regulation of the European Union (BMR). As such, we develop and administer Euribor®, a robust critical benchmark. We work continuously to reinforce transparency and enhance the governance framework of our benchmarks, in order to preserve their high quality and integrity. Emmi is supervised by the European Securities and Markets Authority (ESMA).

EURIBOR® is the unsecured money market reference rate for the euro. The benchmark was declared a critical benchmark by the European Commission in 2016 because of its systemic importance for financial stability.

The European Money Markets Institute also promotes standards, practices, and labels like STEP, standing for Short-Term European Paper. STEP establishes common practices and standards for the documentation of short-term paper programmes in Europe.

The European Money Markets Institute also explores new initiatives to answer market needs, always in compliance with the current regulatory context and market recommendations.

More info: www.emmi-benchmarks.eu