Index Announcement

Consultation on the Proposed Cessation of the Bloomberg Short-Term Bank Yield Index ("BSBY")

Background

The Bloomberg Short-Term Bank Yield Index (BSBY) was designed as a cost of funding benchmark for lending markets. BSBY is a dynamic, credit sensitive rate which reflects marginal funding costs for Overnight (O/N), 1M, 3M, 6M and 12M tenors. BSBY has been published and calculated daily by Bloomberg Index Services Limited (BISL) since March 2021 using data from underlying markets based upon a transparent methodology.

BISL is seeking feedback on a proposal to cease the publication of BSBY as a benchmark, following a review of commercial opportunities for BSBY. Specifically, BSBY's usage within financial products is limited and unlikely to see significant growth, resulting in insufficient usage of the benchmark.

For the avoidance of doubt, this consultation is not a statement by the Administrator of a cessation of the benchmark, BSBY, as such terminology is typically referenced in contractual arrangements to trigger the use of alternative, fallback rates.

In accordance with the Methodology, “BISL may from time to time terminate one or more BSBY tenors or the Index as a whole (as applicable, “Discontinued BSBY Rates”), whether due to changes in market structure, a lack of requisite input data, insufficient usage, or due to other regulatory or practical concerns.”

The BISL Product, Risk and Operations Committee (PROC) has reviewed and approved a proposal to cease the publication of BSBY. BISL is now consulting with market participants on a proposed cessation.

The results of this consultation process, and any determination to proceed with a cessation of BSBY, will be subject to the oversight of the Benchmark Oversight Committee (BOC) and the approval of the BISL board of directors. Market participants will be provided at least 12 months advance written notice of a cessation of BSBY.

Request for Feedback

The consultation review period is open from September 13th, 2023, through October 13th, 2023. Please use the below questionnaire and send responses to indexconsult@bloomberg.net with the subject heading entitled, "Response to Consultation on BSBY Cessation". Responses received by other methods will not be considered.

Please advise if you require your responses to be kept confidential.

---

1 BSBY is not available for use as a benchmark under UK Benchmark Regulation and must not be used as a benchmark in the United Kingdom.

Consultation Questionnaire

Contact Information

<table>
<thead>
<tr>
<th>Name</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Position</td>
<td></td>
</tr>
<tr>
<td>Company</td>
<td></td>
</tr>
<tr>
<td>Contact Information (Phone/Email)</td>
<td>(Optional)</td>
</tr>
</tbody>
</table>

Questions

1. Do you have existing financial products such as loans, bonds, or open positions in swaps and/or futures referencing BSBY?
   a. If so, can you provide an approximate quantum as to the number of products, counterparties, and notional exposures?

2. What is the longest maturity exposure you have to BSBY and against what tenor?

3. Which BSBY tenors do you have exposure to in financial products?

4. Do you have fallback arrangements written into your financial contracts?

5. Do you receive BSBY data from a licensed distributor other than Bloomberg?
   a. If so, which distributor(s)?
   b. If BSBY were discontinued, would you require the continued receipt of BSBY data through such licensed distributor(s) for the entire 12-month cessation notice period?

6. If BISL were to maintain BSBY for 12 months but restrict use of BSBY in new financial products and other contracts following, for example, 90 days’ notice, are you able to make alternative arrangements following such 90 days’ notice?

7. Can you summarize what, if any, commercial impact on your business will arise from the termination of BSBY?

8. Do you have any further comments or observations on the proposed cessation of BSBY?

9. Do you require BISL to keep your responses confidential?
Disclaimer

BLOOMBERG, BLOOMBERG INDICES, the BLOOMBERG SHORT-TERM BANK YIELD INDEX (the "Index") and BSBY are trademarks or service marks of Bloomberg Finance L.P. Bloomberg Finance L.P. and its affiliates, including Bloomberg Index Services Limited, the administrator of the Index (collectively, "Bloomberg") or Bloomberg's licensors own all proprietary rights in the Index. Bloomberg does not guarantee the timeliness, accuracy or completeness of any data or information relating to the Index. Bloomberg makes no warranty, express or implied, as to the Index or any data or values relating thereto or results to be obtained therefrom, and expressly disclaims all warranties of merchantability and fitness for a particular purpose with respect thereto. It is not possible to invest directly in an Index. Back-tested performance is not actual performance. Past performance is not an indication of future results. To the maximum extent allowed by law, Bloomberg, its licensors, and its and their respective employees, contractors, agents, suppliers and vendors shall have no liability or responsibility whatsoever for any injury or damages - whether direct, indirect, consequential, incidental, punitive or otherwise - arising in connection with the Index or any data or values relating thereto - whether arising from their negligence or otherwise. This document constitutes the provision of factual information, rather than financial product advice. Nothing in the Index shall constitute or be construed as an offering of financial instruments or as investment advice or investment recommendations (i.e., recommendations as to whether or not to “buy”, “sell”, “hold”, or to enter or not to enter into any other transaction involving any specific interest or interests) by Bloomberg or a recommendation as to an investment or other strategy by Bloomberg. Data and other information available via the Index should not be considered as information sufficient upon which to base an investment decision. All information provided by the Index is impersonal and not tailored to the needs of any person, entity or group of persons. Bloomberg does not express an opinion on the future or expected value of any security or other interest and do not explicitly or implicitly recommend or suggest an investment strategy of any kind. Customers should consider obtaining independent advice before making any financial decisions. © 2023 Bloomberg. All rights reserved. This document and its contents may not be forwarded or redistributed without the prior consent of Bloomberg.

The BLOOMBERG TERMINAL service and Bloomberg data products (the “Services”) are owned and distributed by Bloomberg Finance L.P. ("BFLP") except (i) in Argentina, Australia and certain jurisdictions in the Pacific islands, Bermuda, China, India, Japan, Korea and New Zealand, where Bloomberg L.P. and its subsidiaries distribute these products, and (ii) in Singapore and the jurisdictions serviced by Bloomberg’s Singapore office, where a subsidiary of BFLP distributes these products.

Take the next step.
For additional information, email indexhelp@bloomberg.net or press the <HELP> key twice on the Bloomberg Terminal*.
bloomberg.com/indices