

Index Announcement

Bloomberg Short-Term Bank Yield Index Consultation Update

Revision to Trimming Methodology

On June 15, Bloomberg Index Services Limited (“BISL”) held a [market consultation](#) regarding a proposal to adjust the ‘trimming method’ used to exclude outliers from the determination of the BSBY rate. The proposal was for the adjusted methodology to apply to all tenors other than the overnight tenor.

The consultation ran until Friday 22nd July 2022.

Following the end of the consultation period, BISL has determined that the methodology will be revised per the original proposal in the consultation. This was supported by feedback which was either supportive or neutral on the changes. The trimming method will be applied by dividing the ‘Days to Maturity’ (“DTM”) corridors of all tenors, other than the overnight tenor, into three sub-corridors and eliminating the top and bottom 25% of observations at the sub-corridor level, as follows:

BSBY rate	Corridor	Sub Corridors used for Trimming		
1M	6 to 45 DTM	6 to 15	16 to 25	26 to 45
3M	46 to 125 DTM	46 to 72	73 to 98	99 to 125
6M	126 to 240 DTM	126 to 164	165 to 202	203 to 240
12M	241 to 400 DTM	241 to 294	295 to 347	348 to 400

The methodology change will take effect for BSBY rates published on and from Monday, 15th August 2022. The updated BSBY Methodology can be found in the Resources section of the BSBY website at, www.bloomberg.com/professional/product/indices/bsby/

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. © 2022 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](https://www.bloomberg.com/indices)

Beijing +86 10 6649 7500	Hong Kong +852 2977 6000	New York +1 212 318 2000	Singapore +65 6212 1000
Dubai +971 4 364 1000	London +44 20 7330 7500	San Francisco +1 415 912 2960	Sydney +61 2 9777 8600
Frankfurt +49 69 9204 1210	Mumbai +91 22 6120 3600	São Paulo +55 11 2395 9000	Tokyo +81 3 4565 8900