



INFORMATION ON THE SITUATION OF LIBOR

27 April 2023

On 30 June 2023 [the USD Libor will cease to be published](#) in its current configuration. In line with the recent [communication by the Financial Stability Board](#) (FSB), encouraging market participants to conclude as soon as possible the transition of contracts still in force linked to the USD Libor, and as a continuation of the communications by the CNMV in [November 2022](#), [January 2021](#) and [July 2019](#) on the situation of LIBOR, this communication aims to inform on the decisions adopted by the US and UK authorities that may be of interest to Spanish entities which continue to have contracts or instruments using this index as reference rate.

In the case of contracts subject to US Law that cannot be modified to replace the index, [legislation](#) has been passed in the US under which, those referencing daily, 1-, 3-, 6- and 12-Months USD LIBOR settings will be substituted by a replacement index based on the Secured Overnight Financing Rate (SOFR), identified in each case by the Board of Governors of the Federal Reserve System (commonly known as the Federal Reserve Board - FRB).

In the case of contracts not subject to US legislation that may require a brief additional period to conclude the transition, the UK FCA has [announced](#) it will require to the administrator of the index continue to publish synthetic 1-, 3- and 6-Months USD LIBOR settings based on the SOFR. This publication will cease on 30 September 2024.

The CNMV reiterates the recommendations contained in the communication of [November 2022](#) as well as in previous communications, in order for Spanish financial entities and companies with contracts referenced to LIBOR to ensure they are adequately prepared for the end of the publication of such index on the aforementioned dates.

The CNMV will continue to disseminate information and clarify doubts on this matter¹.

¹ The information is published in the [Benchmarks section of the CNMV's website](#). Enquiries can be sent through the following email: CNMV-Benchmarks@cnmv.es.