

TO: Clearing Member Firms; Back Office Managers

FROM: CME Clearing

ADVISORY #: 18-471

DATE: November 28, 2018

SUBJECT: OTC IRS Production Advisory – EURIBOR Tenor Discontinuation

Please be advised CME will discontinue support for the 2 week, 2 month, and 9 month EURIBOR tenors on December 3, 2018. EMMI will cease the calculation and publication of these tenors on the same date. The changes are available now for testing in the New Release environment.

A subset of EUR-denominated IRS are impacted by this change. CME will amend Production trades to reference only the remaining tenors. The December 3rd Production IRS Trade Register will reflect these changes. CME will not send amendment messages to Clearing Firms unless requested. New Release trades referencing the 2 week, 2 month, and 9 month tenors will be terminated.

Tenor Change Logic

For interpolated stub rates, the next highest or lowest tenor will be substituted:

Example:

1w – 2w	➔	1w – 1m
2w – 1m	➔	1w – 1m
6m – 9m	➔	6m – 1y

For standalone rates, the new rate will be interpolated between the next highest and lowest tenor:

2w	➔	1w – 1m
2m	➔	1m – 3m
9m	➔	6m – 1y

For any questions, please contact Onboarding_Clearing@cmegroup.com

Regards,

CME Clearing