

FBIL Term MIBOR

Methodology Document

1st June, 2017

Version 2

FBIL Term MIBOR (Mumbai Interbank Outright Rate) will be computed on daily basis as per the following methodology

Computation Methodology

1. Benchmark Administrator's Authorized Submitters will be having access to Submit the Rates for various Terms (14-Day, 1-Month and 3-Month) using a suitable Module in NDS-Call system.
2. NDS-Call system will receive the mid-rates from approved Submitters between 11.00AM to 11.15AM using the specific Module inside the System. In case the time is extended for the FBIL Overnight MIBOR due to non-fulfillment of the threshold criteria, polling closure time will be suitably extended for the term rate.
3. The Submitters would submit the rates in two decimal places.
4. A minimum of 8 quotes will be required for dissemination of the Term Rate for that Tenor. If the threshold of 8 quotes for a Tenor is not met, CCIL will not disseminate the Rate for that Tenor for the day. The Previous Day's Rate for that Tenor will be displayed with due notification. The same may be repeated maximum for 2 consecutive working days in case the threshold is not met. After that, if the threshold is not met on the third day, CCIL will not calculate/compute any rate for that tenor with due notification and the Banks will follow their own fallback mechanism.
5. After receiving the rates, the Mean Rate and Standard Deviation will be computed for each category of rates. The said calculated numbers will be rounded off to two decimal places at each stage.
6. A Rate Range will be computed using Mean Rate +/- (3*Standard Deviation) for each category of Rates.

7. Any polled Rate outside the said Range (i.e. Rate higher than Max or lower than Min in their respective categories) will be dropped from Final Rate Calculation.

8. After removal of Outliers, the Mean Rate and Standard Deviation will be computed for each category of Rates (viz. 14-day, 1-Month and 3-Months). The said calculated numbers will be rounded off to two decimal places at each stage.

9. The final rates will be released as FBIL TERM MIBOR (Mumbai Interbank Outright Rate) for the day by 11.45AM on the websites of FBIL / FIMMDA / CCIL or such websites as may be notified. If the time is extended, the dissemination time will be suitably extended.
