

Press statement on publication of FBIL Polled Term MIBOR dated 23rd Sep, 2015

FBIL issued a press release on 22nd June 2015 announcing the commencement of operations with the publication of Overnight traded benchmark rate (FBIL Overnight MIBOR) wef 22nd July 2015. CCIL is the calculation agent. The benchmark is being displayed on the websites of CCIL as well as FIMMDA every Mumbai business day.

In continuation of these efforts, FBIL now proposes to publish Polled TERM MIBOR for three tenors 14-day, 1 month and 3- months. NSE was publishing these rates obtained from market participants by means of Polls.

The term money market is currently not liquid but to provide some idea about the market participants view on the Term money rates, these rates will continue to be computed out of Polled rates from identified Submitters based on their expert judgement and not necessarily out of trades. Participants may exercise their discretion in using the same.

In terms of synergy in the work process, M/S CCIL will be the calculating agent for the Term Mibor rates which they will undertake out of polls from identified Submitters of the market. The detailed methodology is being placed on the websites of FIMMDA as well as M/S CCIL as well as appended to this press release for information. **FBIL Polled Term MIBOR will start publishing from Wednesday 23rd September 2015** by M/S CCIL and will be displayed on FIMMDA and CCIL websites. NSE will stop publishing FIMMDA-NSE Term Mibors from the same date.

FBIL Board noted that the methodology will be continuously reviewed in the light of further data and developments in best practices for domestic and global markets.

Polled Term MIBOR Rate Computation (14 Day, 1 Month, 3 Months) –Methodology

- FIMMDA/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.
- NDS-Call system will receive the mid-rates from approved Submitters between 11.00AM to 11.15AM using the specific Module inside the System.
- The Submitters would submit the rates in two decimal places.
- 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.

- 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.
- A Rate Range will be computed using Mean Rate +/- (3*Standard Deviation) for each category of Rates.
- 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.
- 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.
- The Polled Term MIBOR Rates will be disseminated to the Market through CCIL website/NDS-CALL system and FIMMDA website by 12:45 PM.
