

LIBOR Reform Regulatory Update

Global IBOR Reform Timing and Key Highlights



Key Developments in 2021

- On **December 31, 2021**, publication for **24 out of 35 LIBOR settings ceased**: all Euro, Swiss franc, Japanese yen Pound Sterling, as well as the 1-week and 2-month settings for US dollar LIBOR.
- **1-, 3-, 6- and 12-month USD LIBOR** will continue to be published until **June 30, 2023**. As of January 1, 2022, market participants must cease entering into USD LIBOR contracts, except in very limited cases.
- 6 GBP and JPY settings will continue for the duration of 2022 and will be published using a changed methodology (“synthetic LIBOR”). New use of the synthetic LIBOR rates is not allowed, but the FCA permits use of synthetic GBP and JPY LIBOR to value/price all legacy contracts, except for cleared derivatives.
- While the LIBOR transition is unprecedented in scale, the first days of trading without non-USD LIBOR in 2022 did not result in any significant market disruptions – a testament to all market participants’ efforts and focus on readiness to operate and transact in new RFRs.
- Market participants are also focused on final preparations for the USD LIBOR cessation on June 30, 2023. All USD LIBOR-based transactions (legacy) must transition to alternatives by June 30, 2023, through active transition or operation of robust fallbacks.