

Results of ISDA

Supplemental Consultation on Spread and Term Adjustments, including Final Parameters thereof, for Fallbacks in Derivatives Referencing EUR LIBOR and EURIBOR, as well as other less widely used IBORs

ISDA received feedback from 57 entities to the [Supplemental Consultation on Spread and Term Adjustments, including Final Parameters thereof, for Fallbacks in Derivatives Referencing EUR LIBOR and EURIBOR, as well as other less widely used IBORs](#). A variety of market participants from a variety of jurisdictions and industry affiliations submitted responses.

Consistent with ISDA's prior [Consultation on Certain Aspects of Fallbacks for Derivatives Referencing GBP LIBOR, CHF LIBOR, JPY LIBOR, TIBOR, Euroyen TIBOR and BBSW, Supplemental Consultation on Spread and Term Adjustments for Fallbacks in Derivatives Referencing USD LIBOR, CDOR and HIBOR and Certain Aspects of Fallbacks for Derivatives Referencing SOR](#) and [Consultation on Final Parameters for the Spread and Term Adjustments in Derivatives Fallbacks for Key IBORs](#), the overwhelming majority of respondents agreed with an implementation based on the **'compounded setting in arrears rate approach with a backward-shift adjustment'** and a spread adjustment based on a **'historical median over a five-year lookback period'** for fallbacks in derivatives referencing EUR LIBOR and EURIBOR and other less widely used IBORs. Respondents cited both support for the substance of these approaches and a strong desire to apply a consistent approach across all benchmarks covered by this supplemental consultation and the prior consultations.

Based on the foregoing ISDA expects to proceed with developing fallbacks for inclusion in its standard definitions based on the **compounded setting in arrears rate with a backward shift and the five-year historical median approach to the spread adjustment for EUR LIBOR and EURIBOR**.

In the coming weeks ISDA will publish an anonymized and aggregated summary of the feedback received in response to the supplemental consultation.