

Czech Financial Benchmark Facility (“CFBF”) Redacted Minutes

Meeting: PRIBOR Oversight Committee Meeting

Date: 4 December 2018, 14:30 – 17:00 CET

Premises: Czech Financial Benchmark Facility, Vodičkova 30, 110 00 Praha 1

Participants:

Chair: Neil Donaldson (CFBF) - voting member
Tomáš Kvapil (CFBF) - non-voting member
Markéta Smáhová (CFBF) - voting member
Andrej Chudožilov (CFBF) - non-voting member
Pavel Štěpánek (CBA) - voting member
Miloš Smáha (CFMA & Unicredit bank) - voting member
Josef Jeřicha (CFMA & ČSOB) - voting member
Andrej Henžel (FinReg Partners) - voting member

CFBF Secretariat: Klára Ivanović (CFBF), Pavel Bakovský (CFBF)

Apologies:
Daniel Maděra (CFMA & CSAS)

Invited attendees:
Mark Beaumont (CFBF) - observer
Radek Urban (CNB) – guest for presentation only

Circulation: Published on the CFBF website www.cfbf.cz

1) Introduction

- The Chairman welcomed members of the Committee and noted apology as listed above.
- The Chairman introduced Mr. Radek Urban (CNB, Executive Director, Head of Resolution Department) as a guest with presentation.
- The Chairman declared the quorum for meeting is met – 8 of 9 members are presented.
- Mr. Beaumont informed that the CNB has authorised the CFBF to operate as a benchmark administrator under BMR. He highlighted that PRIBOR will be the first IBOR authorised outside the London and that the authorisation will come into force on 10th December 2018.
- Mr. Urban (CNB) delivered view of the PRIBOR from the point of view of the Resolution Department
- The Chairman asked all presented members to declare any conflict of interest.
- Ms. Smáhová informed the Committee that Mr. Miloš Smáha is her husband and she is appointed as an executive director in Meridon Funds SICAV p.l.c.
- Mr. Henžel informed that he had changed his employer and is no longer at Deloitte but at legal firm FinReg Partners.
- The Committee accepted both declarations and acknowledged that there is no conflict of interest in respect to the Committee membership. No other members present declared any conflict of interest in respect to the agenda.
- Mr. Kvapil reviewed action points arising from the previous PRIBOR OC meeting and confirmed that according to BMR external audit shall be carried out 6 months after the 10th December 2018 which is the date when the New Code of Conduct will be published and take effect.

2) Oversight & Determination Methodology

- Ms. Smáhová presented the CFBF Compliance Report. She declared that all reporting's were completed and there was no complaint, no conflict of interest and no whistleblowing reported.
- Updated PRIBOR Metrics were presented and discussed in detail. The Committee resolved unanimously issues related to submissions flagged as statistical outliers.

3) Governance, Regulatory & Supervisory Issues

- The Committee was notified of final version of internal policies and procedures.

4) Evolution of PRIBOR

- The Chairman informed the Committee about the Panel Banks response to proposed methodological changes aimed at maximising the observable transactions used to anchor PRIBOR submissions.
- The Committee agreed with the Consultation Process proposed.

5) Board & Stakeholder Communication

- The Committee was informed that two Press Releases announcing authorisation CFBF as a Benchmark Administrator under European Benchmark Regulation (BMR) are being prepared. The first Press Release is from CFBF, the other one from the Global Rate Set Systems (GRSS). Both Press Releases will be officially released on 10th December 2018.

6) Any other Business

- The next OC meetings are planned for each first or second Tuesday of the quarter year 2019. Exact time to be advised.

Meeting formally closed