

Czech Financial Benchmark Facility (“CFBF”) Redacted Minutes

Meeting: PRIBOR Oversight Committee Meeting

Date: 3 December 2019, 14:00 – 16:30 CET

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

Participants:

Chair: Neil Donaldson (GRSS) - voting member (ND)
Daniel Heler (CLCF) – voting member (DH)
Josef Jeřicha (CFMA & ČSOB) - voting member (JJ)
Daniel Maděra (CFMA & Ceska sporitelna) - voting member (DM)
Miloš Smáha (CFMA & UniCredit Bank)- voting member (MS)
Markéta Smáhová (CFBF) - voting member (MaS)
Tomáš Kvapil (CFBF) - non-voting member (TK)
Andrej Chudožilov (CFBF) - non-voting member (AC)

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

Apologies:

Pavel Štěpánek (CBA) - voting member (PS)
Andrej Henžel (KB) - voting member (AH)
Petr Budinský (VSFS) - voting member (PB)

Invited attendees:

Ladislav Slaník (CNB) – observer (LS)
Sandy Robertskon – observer (SR)
Jesper Mortensen – observer (JM)

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

1) Introduction

- The Chairman welcomed members.
- The Chairman welcomed Ladislav Slanik (CNB), Jesper Mortensen (DFBF) and Sandy Robertson (DFBF) as observers.
- ND introduced new member of the Committee, Mr. Daniel Heler, who introduced himself briefly.
- The Chairman declared the quorum for meeting is met.
- The Chairman asked all presented members to declare any conflict of interest. No members present declared any conflict of interest in respect to the agenda.
- The Chairman noted that the Minutes from the last Committee meeting were circulated and accepted by Oversight Committee members.
- ND thanked all members for their continued commitment to the PRIBOR Oversight Committee and declared all OC members were formally reappointed by the CFBF Board for a further one-year term.
- ND asked all present OC members to update their Declaration of interest.
- Mr. Kvapil reviewed action points arising from the previous PRIBOR OC meeting, no outstanding points were registered.

2) Oversight & Determination Methodology

- MaS presented the CFBF Compliance Report. She declared that all reporting's were completed and there was no complaint, no whistleblowing nor breach report received. She advised the next back-up disaster recovery plan test is scheduled later in December.
- Updated PRIBOR Metrics based on pre and post calculation tests were presented and discussed in detail. The Committee resolved all the issues as anomalous input data, no issue was considered suspicious input data, no additional action was requested.

3) Governance, Regulatory & Supervisory Issues

- Amendments to Code of Conduct were discussed at later stage of the meeting.
- Policies related directly to functioning of the Committee - PRIBOR OC Terms of Reference and PRIBOR OC Rules and Procedures – were circulated as part of supporting documentation. These were acknowledged by OC on ongoing basis.
- TK informed about results of the Panel Banks external audits, these were acknowledged by the OC. The Committee agreed to the CFBF proposal to further monitor Panel Banks' compliance with the Code of Conduct.
- OC reviewed third parties involved in provision of PRIBOR same as procedures for cessation of PRIBOR and acknowledged there haven't been any changes since December 2019 and no

recommendation received from the auditors who performed an external review in June 2019.

4) Evolution of PRIBOR

- TK informed about the outcome of Panel Bank Working Group, which convened on 14th November 2019 to discuss the proposed slight changes to the Code of Conduct on a plenum of all Panel Banks as recommended by OC.
It was agreed the modified Code of Conduct will become effective as at 1 April 2020
After review, the Committee resolved the current PRIBOR Definition and Methodology continue to be suitable for their intended purpose.

5) Board & Stakeholder Communication

- TK advised the updated Code of Conduct will be published via CFBF's website on 31 December 2019.

6) Any other Business

- The next OC meetings are planned as follows: as follows: 3.3.2020, 2.6.2020, 8.9.2020 and 1.12.2020.
- Upon ND proposal Mr Daniel was ratified as new chairman of the PRIBOR OC.

Meeting formally closed