



# LIBOR



December 2, 2020

## **IMPORTANT: Regulators Announce Updates to End Date for USD LIBOR**

Given recent regulatory developments, we wanted to provide a London Interbank Offer Rate (LIBOR) update regarding the anticipated timeline for the transition.

On Monday, November 30, the [Federal Reserve Board](#), along with the Office of Comptroller of the Currency (OCC) and other U.S. and U.K. regulators, welcomed and supported the release of a proposal and supervisory statements that would enable a clear end date for U.S. Dollar (USD) LIBOR and promote the safety and soundness of the financial system.

With this plan, the [ICE Benchmark Administration \(IBA\)](#) will consult on its intention to cease the publication of the 1-week and 2-month USD LIBOR settings immediately following the LIBOR publication on December 31, 2021, and the remaining USD LIBOR settings (1-, 3-, 6- and 12-month, as well as O/N) immediately following the LIBOR publication on June 30, 2023. Extending the publication of certain USD LIBOR tenors until June 30, 2023, would allow a portion of legacy USD LIBOR contracts to mature before LIBOR ends, mitigating disruptions.

The guidance further notes that entering into new USD LIBOR-based contracts creates safety and soundness risks; therefore, these agencies encourage banks to stop entering into new USD LIBOR-based contracts by the end of 2021.

MUFG is committed to partnering with you to make this transition as smooth as possible and we will continue to provide updates as more information becomes available.

If you have questions for the MUFG team, please send them to us at [MUFGLIBORQ&A@us.mufg.jp](mailto:MUFGLIBORQ&A@us.mufg.jp).