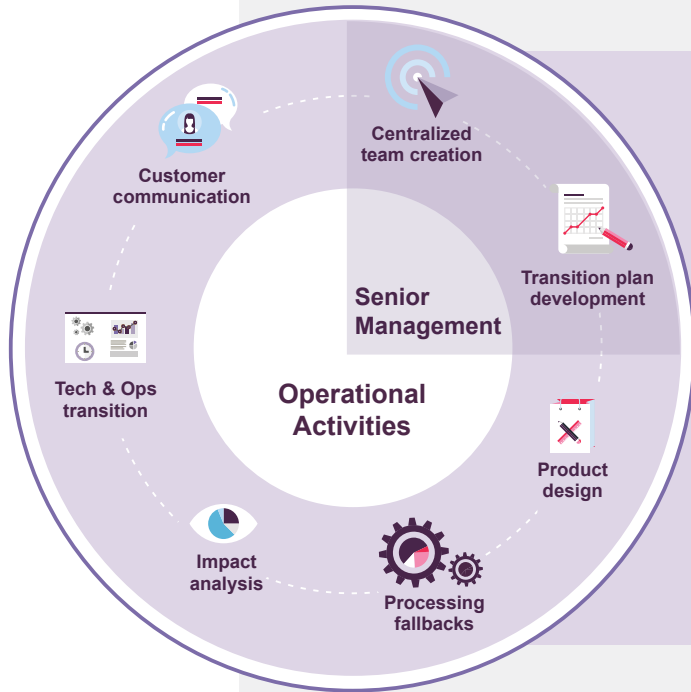




LIBOR Transition Solutions

Mitigating Covid-19 Impact on LIBOR Transition Timetable

LIBOR Transition Roadmap

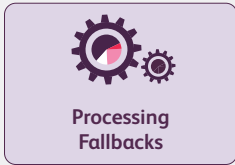


As the deadline to phase out the use of LIBOR approaches, the pressure for banks and financial institutions to transition to alternative risk-free rates is intensifying even more under the impact of COVID-19. Because of the complexity of the transition, banks need to have large numbers of their staff in loan departments working on it, but the current global scenario is requiring them to focus on providing urgently needed assistance to their clients. While it's uncertain whether the FCA will consider extending the deadline, it is clear that it had already been perceived by the market as challenging. However, setting up a customized transition roadmap with help from subject matter experts could make the bankers' lives much easier.

Evalueserve's Services for LIBOR Transition Activities



- Assistance with financial instruments and pricing libraries migration to adopt new benchmarks and rates
- Recalibration of model as per ISDA recommendations, followed by setup and production
- Assistance with developing rates, credit premiums, basis risk and fallback adjustments
- New methodology development to migrate legacy transactions / contracts and to standardize the new ones



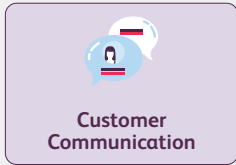
- Identification of legacy contracts that do not fall under ISDA amendments
- Collation and analysis of fallback clauses from the contracts
- Application of standardized methodology to set price ranges for renegotiation of legacy contracts



- Risk and sensitivity calculations at portfolio and financial instrument level
- Exposure and limits impact at aggregate and individual counterparty level
- Balance sheet impact
- Report and dashboard creation to monitor the transition impact



- Impact analysis of transition on legacy tools, reports, products, and interfaces
- Preparation of migration schedules from LIBOR processes to RFR processes
- Establishment of quality control framework
- Design and development of RFR processes

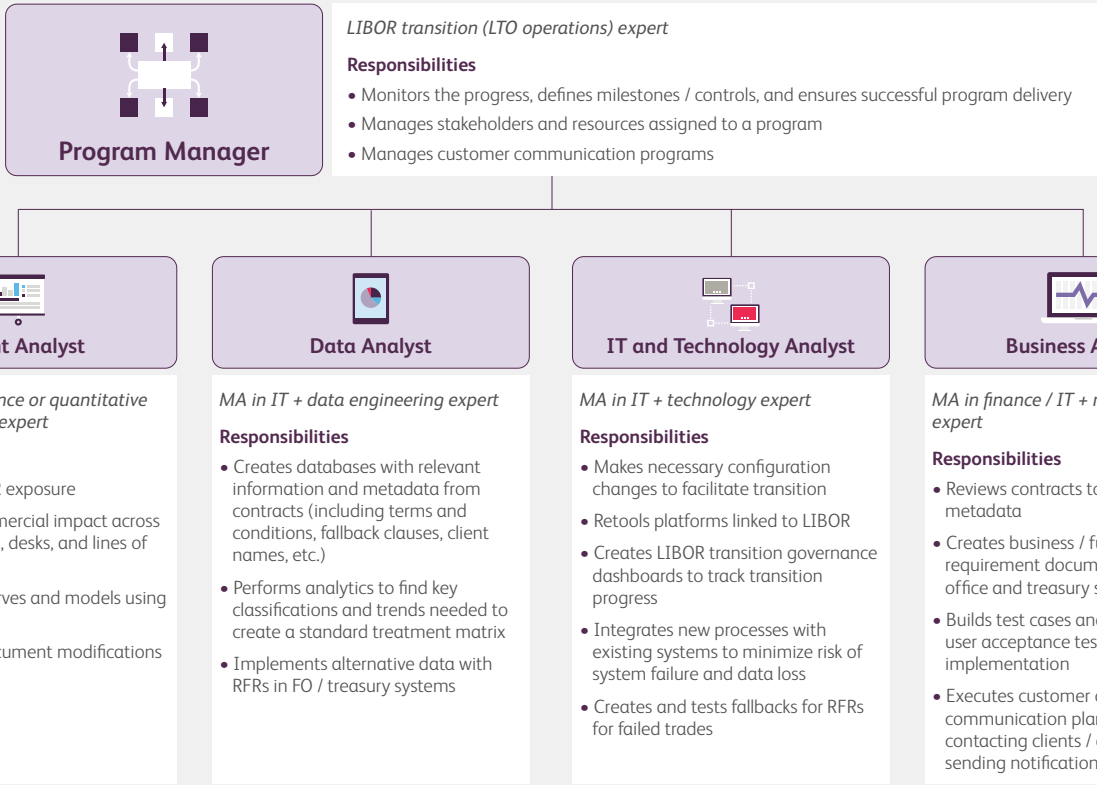


- Contact identification for contract renegotiations
- Notifications / consent requirements processing for minimizing value transfer

Evalueserve adapts the scope of each project according to the level needed by each client, from complete project management to modular support.

It offers customized working model through teams that fully operate from an onshore or an offshore location, or teams that divide their operations between an onshore and an offshore location.

Evalueserve Team



Evalueserve – powered by mind+machine™

Evalueserve is a leading analytics and research partner helping clients increase effectiveness and efficiency of their core processes via its mind+machine™ methodology.

For over 25% of the Fortune 1000, mind+machine™ weaves human expertise with digital products and platforms to build analytics' capabilities that enable successful business outcomes.

Our financial services clients include 8 of the top 10 global investment banks, 6 global commercial banks, and 8 investment management and advisory firms. Our relationships with many of them span close to 20 years.

In Finance, we acknowledge that while the objectives may be similar, the starting points are different, hence we are providing a suite of tailor-made Quant / Data and Technology solutions backed up by innovative features and micro-automations.

LIBOR support: fs-solutions@evalueserve.com | www.evalueserve.com



ANNA SLODKA-TURNER Global Head of Risk and Compliance Practice

- 15+ years of banking experience
- Led large and global benchmarking initiatives with focus on banking, insurance and risk
- PhD in Business Administration
- Ex McKinsey and E&Y

✉ Anna.Slodka-Turner@evalueserve.com



ANU B. GUPTA Global Head of Index and Quant Practice

- 15+ years of experience in leading cross functional teams for global FIs
- Developing quant and trading strategies, econometric modelling and macroeconomic research
- PhD in Economics

✉ Anu.Bhayana@evalueserve.com