

WORKING GROUP ON SHORT-TERM REFERENCE RATE

1. MEETING - MINUTES

February 11, 13:00 – 15:00 CET

1. Welcome

Welcome by Governor Signe Krogstrup followed by a short introduction of all the members.

2. Introduction to mandate and deliverables

Danmarks Nationalbank made a short presentation of the mandate of the working group as stipulated in the Terms of Reference and expected deliverables. The two main deliverables of the working group will be:

1. Make an evaluation of the short-term reference candidates in Danske kroner and make a recommendation on the preferred short-term reference rate in Danish krone.
2. Develop an adoption plan for DESTR and a proposal for the discontinuation of the existing Tom/Next rate. *In case DESTR is recommended in the first deliverable as the preferred short-term reference rate the working group should create an adoption plan for DESTR, including a transition plan and a timeline for the transition from and discontinuation of the Tom/Next rate.*

After the short introduction, Nicolaj Verdelin, Nykredit, was unanimously elected as Chairman of the working group.

3. Organisation of work-streams

It was agreed that the work on the two deliverables should be structured in two workstreams, where each workstream consists of a limited number of working group members. The following banks volunteered to participate in the two workstreams:

Workstream 1: Danske Bank (lead), Handelsbanken and Spar Nord.

Workstream 2: Nordea (lead), Danske Bank, Nykredit and Jyske Bank.

Danmarks Nationalbank reiterated the timeline set out in the terms of reference.

4. Update on DESTR

Danmarks Nationalbank gave a short update on the work on DESTR. Due to the shift in responsibility from Finance Denmark to Danmarks Nationalbank a review of the data and methodology will be conducted. In addition new reporting entities has been added that changes the underlying data.

As a consequence, there will be no regular updates on the pre-DESTR time-series on the website until review and analysis of data has been completed.

The first publication of DESTR is still expected in the beginning of 2022.