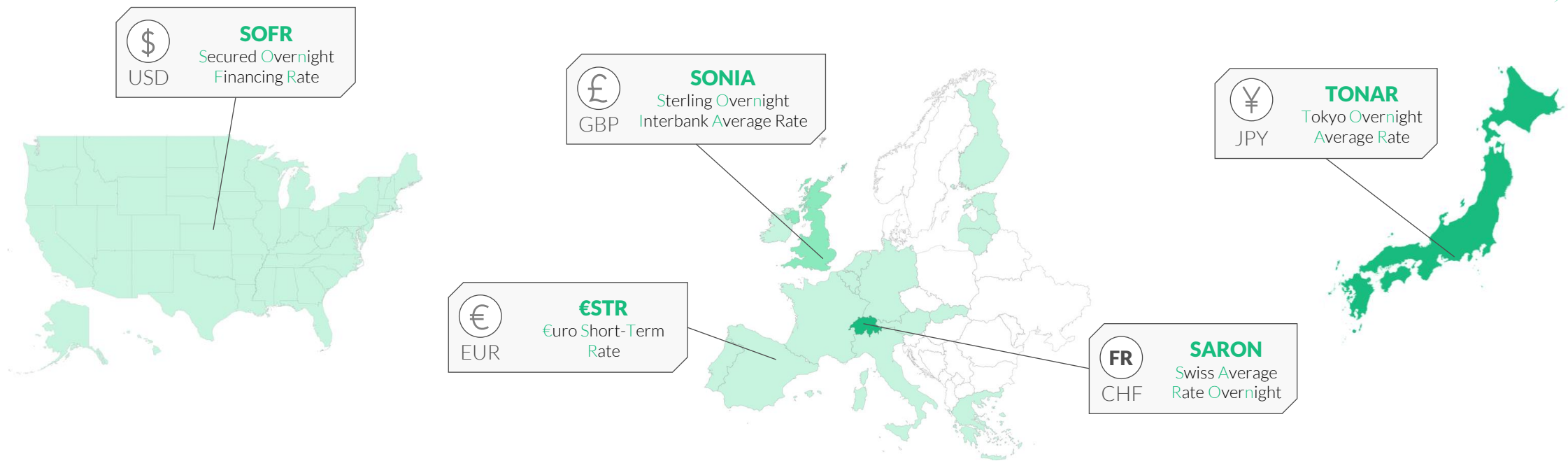


Part 1: LIBOR Recap

**Summary**

LIBOR will cease from 2022 respectively mid 2023 (USD-Libor apart from 1-week and 2-month tenors). The above-mentioned successors are overnight rates which means they are:

- Published every business day representing the rate of overnight lending
- Missing a meaningful term and credit component

Therefore, risk free rates should not be seen as direct LIBOR replacements neither should they expected to fully correlate with them.

Main challenges

End of Libor brings two main challenges:

- Handling of LIBOR-linked legacy contracts
- Signing of new contracts referencing on LIBOR alternatives