

Credit Sensitivity Group Workshop 1
June 4, 2020

Agenda

1. Introduction

2. Purpose of Workshops, Background and Approach

- a. Review the purpose and approach of the CSG workshops.
 - i. Build shared understanding of the challenges of banks of all sizes and their borrowers in transitioning loan products to SOFR.
 - ii. Explore the methodologies to create a robust lending framework that considers a credit sensitive rate/spread that could be added to SOFR that meets the needs of banks and borrowers.
- b. Review background and purpose of the transition away from LIBOR to robust reference rates.
- c. Review antitrust guidance.

3. Presentation and Panel on Potential Challenges Transitioning Loan Products from LIBOR

- a. Review bank funding dynamics.
- b. Discuss potential challenges in transitioning specific loan products to SOFR and impact on borrowers, lenders.
- c. Discuss potential approaches to address the challenges, including through the use of a credit sensitive rate/spread that could be added to SOFR.

4. Closing Remarks and Next Steps