

(Tentative translation)

Cross-Industry Committee on Japanese Yen Interest Rate Benchmarks
Minutes for the November 11, 2021 Meeting
5:00—6:00 PM
(Via conference call)

I. Update on International Discussions on Interest Rate Benchmarks

The Secretariat informed the Committee of the latest discussions on interest rate benchmarks in major jurisdictions.

II. Discussion about the Outcome of the Public Consultation

1. Regarding the public consultation on the treatment of tough legacy contracts in Japan, the Secretariat reported that a total of 38 entities from a wide range of industries had provided comments to the public consultation during the comment solicitation period from September 28 to October 19, 2021, and that a large majority of the respondents had agreed with the views on all items subject to public comments presented by the Committee. The Secretariat explained the main points of the comments received on each item subject to public comments and the Committee's views in line with the final report on the results of the public consultation.
2. The chair suggested that the final report on the results of the public consultation would be published by the end of November and this was approved by the members.
3. The Financial Services Agency (JFSA) made the following comments.
 - The JFSA and the Bank of Japan released "Key Results of the Brief Survey on the Use of JPY LIBOR" on November 1. When responses were collected for the survey, no existing contracts fell under the category of legacy contracts that cannot feasibly be transitioned away from JPY LIBOR and there were no contracts for which the use of synthetic yen LIBOR was expected.
 - However, there remained risks that the transition might not be completed by the end of December and uncertainties that were associated with such risks. Therefore, the JFSA would like market participants to continue with their preparations for the transition away from LIBOR and, in the case of using synthetic yen LIBOR as a safety net, pay attention to conduct risks as well as the points to be noted that were indicated in the public consultation.

(Tentative translation)

III. AOB

The vice-chair made several announcements about the Committee's commitment to external communication and its future policy.

Cross-Industry Committee on Japanese Yen Interest Rate Benchmarks

Attendance for the November 11, 2021 Meeting

(Members)

Chair	MUFG Bank	GODA Kenichiro
Vice Chair	Nomura Securities	NONOMURA Shigeru
	Sumitomo Mitsui Banking Corporation	ORIHARA Takashi
	Bank of Yokohama	OKAMOTO Yasunori
	The Tochigi Bank	ONO Kazuhiro
	Deutsche Bank	MORITA Shigeki
	Daiwa Securities	INADA Yuichiro
	Goldman Sachs	TAGUCHI Kengo
	Morgan Stanley MUFG Securities	EZUKA Takeshi
	Japan Post Bank	ICHIKAWA Tatsuo
	The Norinchukin Bank	HARADA Noriyuki
	Shinkin Central Bank	TANAKA Hiroyuki
	The Dai-ichi Life Insurance Company	KAI Akifumi
	Tokio Marine Holdings	KATO Hiromitsu
	Daiwa Asset Management	TAKAO Norihisa
	Mitsui&Co.	GOTO Takashi
	Mitsui Fudosan	KANEKO Yutaka
	East Japan Railway Company	ISHIMARU Mikito
	Mitsubishi HC Capital	HASHIDA Kei
	Nippon Telegraph and Telephone Corporation	MOMOSE Shinya

(Observers)

JBA TIBOR Administration	KOYAMA Hirotaka
International Swaps and Derivatives Association	MORITA Tomoko
Financial Law Board	TOTSUKA Takaharu (Attorney-at-Law)
Tokyo Financial Exchange	NONAKA Atsushi

Japan Securities Clearing Corporation	KANEKO Takahiko
Japanese Bankers Association	TAKAHASHI Tetsuo
Japan Securities Dealers Association	NISHIMURA Yoshiko
Financial Services Agency	KATO Hiroki
Bank of Japan	SHIMIZU Yoshimitsu
Bank of Japan	CHIBA Makoto
Bank of Japan	YOSHIMURA Haruka

The chairs of the sub-groups and the coordinator of the working group attended the meeting.

Chair of the Sub-Group on Loans	Mizuho Bank	SHIBATA Noriyuki
Chair of the Sub-Group on Bonds	Nomura Securities	HASHIMOTO Shigeru
Chair of the Sub-Group for the Development of Term Reference Rates	Citigroup Global Markets Japan	WATANABE Atsuya
Chair of the Sub-Group for the Development of Term Reference Rates	MUFG Bank	TSUCHIDA Masaya
Coordinator of the Working Group on Currency Swaps	Sumitomo Mitsui Banking Corporation	ISHIKAWA Satoshi