

**SUGGESTED FORM OF POST-PUBLICATION LETTER TO
WHOLESALE CUSTOMERS ON FINANCIAL BENCHMARK CHANGES**

14th April 2018

[Recipient]

Dear Madam/Sir,

CHANGES TO FINANCIAL BENCHMARKS - TRANSITION IN REFERENCE RATES FOR MIFOR, MITOR, MIOIS, INBMK, CMT AND MIOCS

1) Thomson Reuters has, vide their email notifications announced the discontinuation of publication of certain Indian benchmark rates, viz. MIFOR, MITOR MIOIS, INBMK, CMT and MIOCS (each as defined below), with effect from 2nd April 2018. With a view to enhance the robustness, transparency and efficiency of the benchmark contribution process in India, the Fixed Income Money Market and Derivatives Association of India (“**FIMMDA**”) and the Financial Benchmarks India Pvt. Ltd. (“**FBIL**”) during discussions with market participants, discussed the methodologies and proposed changes in relation to these benchmarks, as set out below:

(a) New benchmark rates:

FBIL, the benchmark administrator recognized by the Reserve Bank of India (“**RBI**”), will make the following arrangements for publication of MIFOR, MITOR and MIOIS:

Financial Benchmark	Source of publication		Reference Rate		Last Day of publication of existing reference rates for Financial Benchmarks	First Day of publication of new reference rates for Financial Benchmarks
	Existing	New	Existing	New		
FIMMDA-Thomson Reuters Mumbai Interbank Forward Offered Rate (“ MIFOR ”)	Thomson Reuters	FIMMD A / FBIL / CCIL	Polled rate	FBIL-MIFOR (As per the methodology published by FBIL)	28 th March 2018	2 nd April 2018
FIMMDA-Thomson Reuters MITOR (“ MITOR ”)	Thomson Reuters	FIMMD A / FBIL / CCIL	Polled rate	FBIL-MIFOR (As per the methodology published by FBIL)	28 th March 2018	2 nd April 2018
FIMMDA-Thomson Reuters Mumbai Interbank Overnight Indexed	Thomson Reuters	FIMMD A / FBIL / CCIL	Polled rate	FBIL-MIBOR-OIS (As per the methodology published by FBIL)	28 th March 2018	2 nd April 2018

Financial Benchmark	Source of publication		Reference Rate		Last Day of publication of existing reference rates for Financial Benchmarks	First Day of publication of new reference rates for Financial Benchmarks
	Existing	New	Existing	New		
Swaps (“MIOIS”)						

(b) Cessation of Benchmark rates:

As regards INBMK, CMT and MIOCS, the rates will cease to exist with effect from 2nd April 2018. For valuation of any outstanding transactions referencing these benchmarks, below approach will be adopted:

Financial Benchmark	Existing Source of publication	Existing Reference Rate	Last day of publication of existing reference rates for Financial Benchmarks	Reference rate for outstanding transactions post Last Day of publication of existing reference rates
Thomson Reuters Indian Benchmark Yield Curve (“INBMK”) and Thomson Reuters Constant Maturity Treasury Rate (“CMT”)	Thomson Reuters	Polled rate	28 th March 2018	FBIL/FIMMDA par yield of government securities being published daily on FBIL’s / FIMMDA’s website by 7.00 p.m. India Standard Time
FIMMDA-Thomson Reuters Mumbai Inter-bank MIFOR Swap Benchmark (“MIOCS”)	Thomson Reuters	Polled rate	28 th March 2018	As may be mutually agreed by and between the parties

- 2) To facilitate a smooth transition in relation to the above financial benchmarks, FIMMDA has published a Bilateral Amendment Agreement (**2018 - BAA**) on 14th March 2018. The 2018 - BAA will assist parties to mutually agree to amend their relevant contracts referencing the financial benchmarks in line with the changes as above.
- 3) The 2018 - BAA will apply to OTC derivatives. In addition, the 2018 - BAA will apply to the ISDA English or New York law governed Credit Support Documents. As between any two parties to the 2018 - BAA, the relevant transactions or Credit Support Documents between them will be amended only if and to the extent that such transactions or Credit Support Documents have a fixing of the reference rate for the financial benchmarks that is to take

place (i) on or after the 2018 - BAA effective date, i.e. 2nd April 2018 and (ii) after the last date of publication of existing reference rates for financial benchmarks, i.e. 28th March 2018 .

- 4) We also enclose a copy of the 2018 - BAA for your convenient reference and execution. You can also find the 2018 - BAA on the FIMMDA website.
- 5) We would urge you to take action so that your outstanding affected transactions are transitioned smoothly. If you do not do so, the valuation and settlement of your outstanding affected transactions will be handled in accordance with the contractual fallback mechanisms. These fallback mechanisms may result in a delay in the valuation and settlement of your transactions.
- 6) In the meantime, if you have any questions, please contact the bank's treasury or Ms. Nikita Chawla of Juris Corp at 022 6720 5564.

Yours faithfully,