



Date: 19th January 2024

# Consultation regarding the ICAP Benchmarks Family.

## Introduction

The purpose of the consultation is to ensure that the ICAP Benchmark Family are consistent with the index objectives and reflect the dynamic nature of the markets. Parameta Solutions is committed to transparency when developing or reviewing benchmark methodologies or considering material changes to its benchmarks.

The feedback received from the consultation will assist Parameta Solutions in its consideration of potential future enhancements to the Benchmarks.

The consultation will close on 2<sup>nd</sup> February 2024 ("Consultation Close") and the results will be published within two weeks of the Consultation Close.

Any methodology changes resulting from the consultation will be communicated in advance. Potential changes to methodologies may be implemented over an extended period of time to ensure an orderly transition.

## Responding to the Consultation

The information set out in this consultation document are included in order to gather feedback and may or may not result in changes to our indexes or data solutions.

Please email your response to the questions included in this consultation to [benchmarkqueries@parametasolutions.com](mailto:benchmarkqueries@parametasolutions.com). All responses will be treated as confidential.

Parameta Solutions may publish a summary of the consultation results, but no individual responses will be published, and no respondents will be named.

## Consultation Background

Parameta Solutions seeks to ensure that its benchmarks evolve as markets and industry conditions change, however the methodologies cannot capture every circumstance. As a consequence, Parameta Solutions wishes to consult on the following aspect of the methodologies for the ICAP Benchmark Family.

Appendix 1A and 1C amendments to explicitly clarify where no impact will occur.

Parameta Solutions will (subject to any feedback reflecting the contrary), amend the matrix of notional trade/trading interest sizes as set out in the appendix ([effective 2<sup>nd</sup> February 2024](#)). These changes are made to ensure the economic reality is reflected appropriately in the ICAP Benchmarks.

## Appendix:

Methodology effective 2<sup>nd</sup> February is located [here](#)



## New tables

TABLE 1A - OUTRIGHT IRS

	No impact on mid	Mid reflection plus a margin	Block
1y	0 to <250	250+	1000
2y	0 to <200	200+	500
3y	0 to <150	150+	300
4y	0 to <100	100+	300
5y	0 to <100	100+	300
6y	0 to <100	100+	300
7y	0 to <75	75+	200
8y	0 to <50	50+	200
9y	0 to <50	50+	200
10y	0 to <50	50+	200
11y	0 to <40	40+	200
12y	0 to <40	40+	200
15y	0 to <40	40+	150
20y	0 to <25	25+	100
25y	0 to <25	25+	100
30y	0 to <25	25+	100
35y	0 to <25	25+	75
40y	0 to <25	25+	75
45y	0 to <25	25+	75
50y	0 to <25	25+	75
60y	0 to <25	25+	75

TABLE 1C - OUTRIGHT BASIS NOTIONAL AMOUNTS FOR 3X6 BASIS

	No impact on mid	Mid reflection plus a margin	Block
1y	0 to <500	500+	1500
2y	0 to <250	250+	750
3y	0 to <250	250+	600
4y	0 to <250	250+	600
5y	0 to <200	200+	500
6y	0 to <200	200+	500
7y	0 to <200	200+	500
8y	0 to <200	200+	400
9y	0 to <150	150+	400
10y	0 to <150	150+	350
11y	0 to <100	100+	350
12y	0 to <100	100+	350
15y	0 to <100	100+	250
20y	0 to <75	75+	200
25y	0 to <50	50+	200
30y	0 to <50	50+	200
35y	0 to <50	50+	100
40y	0 to <50	50+	100
45y	0 to <50	50+	100
50y	0 to <50	50+	100
60y	0 to <50	50+	100



## Current tables

TABLE 1A - OUTRIGHT IRS

	No impact on mid	Mid reflection plus a margin	Block
1y	0 to <200	250+	1000
2y	0 to <100	200+	500
3y	0 to <100	150+	300
4y	0 to <50	100+	300
5y	0 to <50	100+	300
6y	0 to <50	100+	300
7y	0 to <50	75+	200
8y	0 to <25	50+	200
9y	0 to <25	50+	200
10y	0 to <25	50+	200
11y	0 to <25	40+	200
12y	0 to <25	40+	200
15y	0 to <25	40+	150
20y	0 to <20	25+	100
25y	0 to <15	25+	100
30y	0 to <15	25+	100
35y	0 to <15	25+	75
40y	0 to <15	25+	75
45y	0 to <15	25+	75
50y	0 to <15	25+	75
60y	0 to <15	25+	75

TABLE 1C - OUTRIGHT BASIS NOTIONAL AMOUNTS FOR 3X6 BASIS

	No impact on mid	Mid reflection plus a margin	Block
1y	0 to <250	500+	1500
2y	0 to <150	250+	750
3y	0 to <100	250+	600
4y	0 to <100	250+	600
5y	0 to <100	200+	500
6y	0 to <100	200+	500
7y	0 to <100	200+	500
8y	0 to <100	200+	400
9y	0 to <100	150+	400
10y	0 to <100	150+	350
11y	0 to <75	100+	350
12y	0 to <75	100+	350
15y	0 to <75	100+	250
20y	0 to <40	75+	200
25y	0 to <30	50+	200
30y	0 to <25	50+	200
35y	0 to <25	50+	100
40y	0 to <25	50+	100
45y	0 to <25	50+	100
50y	0 to <25	50+	100
60y	0 to <25	50+	100



### Consultation Questions

1. Do you believe the changes detailed in the appendix would have a negative impact on you, your firm or the industry?

Yes

No

Comments:

2. If your answer to the above is “Yes”, what in your opinion should the respective market sizes be?

Comments:

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