



Efterm Oversight Committee Meeting minutes



Meeting minutes

Meeting title	7 th Efterm Oversight Committee Meeting
Date and time	5 November 2024, 9:30 -15:00
Location	Via conference call

Attendees	<p>Members:</p> <p>A. COVIN</p> <p>T. MIRONCZUK</p> <p>P. SIMEON</p> <p>J-L. SCHIRMANN (EMMI CEO) – non voting member</p> <p>The European Money Markets Institute:</p> <p>C. JAVAUX; C. BERGAMASCHI, E. BUTLER, R. CAPPARELLI, F. NUNZIANTE CESARO, E. MARINO</p>
Observer	A. HILL (IBA)
Quorum	3 voting members

Agenda items

Item 1 Welcome & Conflict of interest	<p>The Chair reminded everyone that Members of the Oversight Committee are appointed on a personal basis and should not be subject to instructions from the company/organization they are affiliated to (if any). Members are personally responsible to recuse of relevant decision making in the event a conflict of interest situation might arise. Andrew Hill should recuse himself for item 9 on Efterm Risk Assessment.</p> <p>Discussion points:</p> <p>The Committee had no conflicts of interest to declare.</p>
Item 2 Conflict of interest training	<p>Discussion points:</p> <p>Ms Lowet, Member of the EMMI Conflicts of Interest Oversight Committee (CIOC), provided a training on the conflict of interest to the Members.</p>
Item 3 Minutes of the previous meeting	<p>Discussion points:</p> <p>The Members reviewed the minutes of the previous meeting of the Efterm Oversight Committee that took place on the 20 June 2024.</p>

	<p>A. COVIN noted a typo in item 3, a 'not' is missing in the last phrase of the paragraph. The sentence will be amended as follow: 'the Members will not receive the Efterm external audit report'.</p> <p>Decisions & Votes</p> <p>The minutes, pending the above point, were approved unanimously by the Committee.</p>
<p>Item 4 Regulatory update</p>	<p>Discussion points:</p> <p>A. FANEA provided the Members with an update on the latest regulatory and supervisory topics on areas of interest regarding Efterm.</p>
<p>Item 5 Euro Money Market Report</p>	<p>Discussion points:</p> <p>R. CAPPARELLI and F. NUNZIANTE CESARO presented the Euro Money Market Report to the Committee. They provided a comprehensive overview of the euro money markets highlighting the most recent developments on:</p> <ul style="list-style-type: none"> • Eurozone and US economic outlook • Eurozone Rates development and market excess liquidity; • Inflation and inflation expectations; • Secured, unsecured, OIS and Fx markets.
<p>Item 6 Efterm Oversight Report</p>	<p>Discussion points:</p> <p>R. CAPPARELLI presented the Efterm Oversight Report to the Committee. The report showed quantitative and qualitative indicators to monitor Efterm in the last six months.</p> <p>Decisions & Votes</p> <p>The Efterm Oversight Report has been approved by the Members.</p>
<p>Item 7 Efterm data integrity programme</p>	<p>Discussion points:</p> <p>R. CAPPARELLI presented an updated version of the Efterm controls and data integrity programme.</p>
<p>Item 8 2nd Annual review of methodology</p>	<p>Discussion points:</p> <p>R. CAPPARELLI presented the 2nd Annual review of Efterm methodology. He presented the analysis performed by EMMI and suggested the OC that the current Efterm methodology is sound, robust, and consistent with the market's features and the economic reality it seeks to represent. Therefore no change to the methodology is necessary or opportune.</p> <p>Decisions & Votes</p> <p>The Members of the Efterm Oversight Committee recommend the Board to approve the 2nd annual review.</p>
<p>Item 9 Efterm Risk Assessment</p>	<p>For the section focused on the risks related to the calculation agent, A. HILL left the meeting.</p> <p>E. MARINO provided an overview of the Efterm Risk Assessment. The objective of the risk assessment was to identify and analyse the risks associated to the governance, processes and assets needed for the determination and publication of Efterm. The risk assessment on Efterm is conducted on a yearly basis.</p>

<p>Item 10 Efterm Oversight Committee terms of reference</p>	<p>A. HILL rejoined the meeting.</p> <p>E. BUTLER gave a presentation on the review of the Efterm Oversight Committee terms of reference.</p> <p>Decisions & Votes</p> <p>The Members of the Efterm Oversight Committee recommend the Board to approve the review of the Efterm Oversight Committee terms of reference.</p>
<p>Item 11 Efterm Code of Obligations of Calculation Agent & Efterm Governance Code of Conduct</p>	<p>E. BUTLER gave a presentation on the review of the Efterm Code of Obligations of Calculation Agent & Efterm Governance Code of Conduct.</p> <p>Decisions & Votes</p> <p>The Members of the Efterm Oversight Committee recommend the Board to approve the review of the Efterm Code of Obligations of Calculation Agent & Efterm Governance Code of Conduct.</p>
<p>Item 12 Self-assessment of the Oversight Committee</p>	<p>C. BERGAMASCHI informed the members on the upcoming self-assessment of the Oversight Committee. This is the first self-assessment of the Efterm Oversight Committee. All Members will receive a survey to fill out by the end of the year and the results will be discussed in the following meeting.</p>
<p>Item 13 Oversight Committee workplan for 2025</p>	<p>C. BERGAMASCHI presented the Oversight Committee workplan for 2025, foreseeing three meetings, one of which will be in presence at EMMI premises.</p>
<p>Item 14 AOB</p>	<p>There were no additional points to discuss.</p>