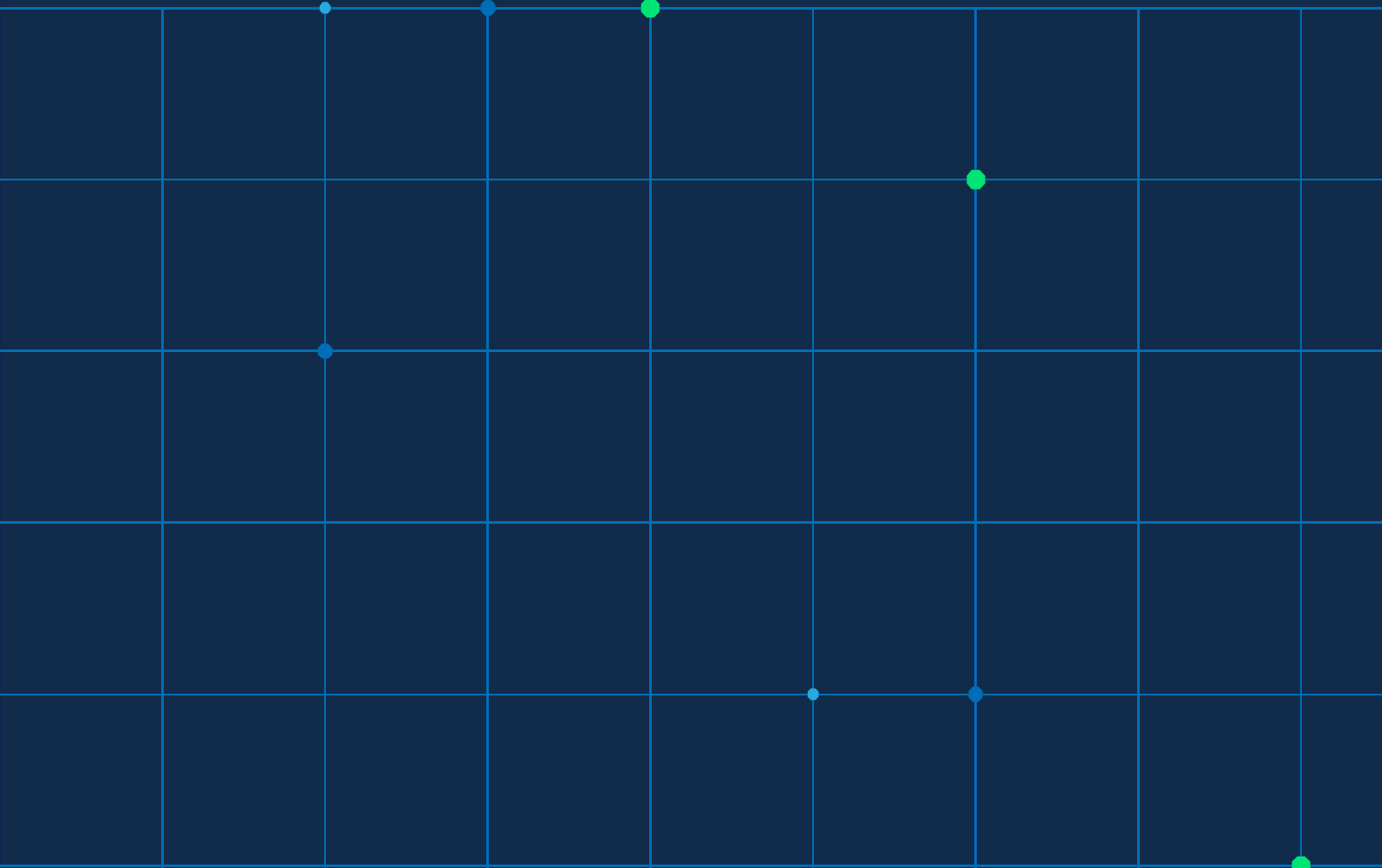


# Term SOFR Oversight Committee

Oversight Committee meeting minutes

CME Group Benchmark Administration Limited

June 27<sup>th</sup>, 2023



## Attendees:

### Members:

Harriet Hunnable (HH)	Independent	Present
Robert Merton (RM)	Independent	Present
Sam Priyadarshi (SP)	Independent	Present
Meredith Coffey (MC)	LSTA	Present
Udesh Jha (UJ)	CME Group – Post-Trade Services Risk Management	Present
Agha Mirza (AM)	CME Group – Interest Rate Products	Present
Owain Johnson (Chair) (OJ)	CME Group – Research & Product Development	Present

### Observers & Guests:

Gavin Lee (GL)	CME Benchmark Administration	Observer
Graham Stride (GS)	CME Benchmark Administration	Observer
Max Ruscher (MR)	CME Benchmark Administration	Observer

## 1. Introduction

Committee members welcomed and reminded the committee of their obligations. UJ welcomed to the committee as a new member.

## 2. Conflict of Interest declaration

Committee Members declared no additional conflicts of interest

## 3. Prior Meeting Minutes

The Committee approved the prior meeting.

## 4. Benchmark Administrator Update

The Administrator presented the management information covering:

- Performance of the Term SOFR Reference Rates
- Underlying Volumes and Open Interest
- Validation Checks and Monitoring
- Market volatility
- OIS analysis
- Usage of Term SOFR

## 5. Term SOFR Methodology Review

The Administrator took the committee through the review and updates to the methodology including:

- Comparison of Term SOFR to similar market data points.
- Updates to sections 7 to 9 of the methodology

Post discussion, the Administrator agreed to revert on elements around the committee's role and the Terms of Reference. The Committee approved updates to the methodology.

## 6. Licensing Update

The Administrator updated the committee on the number of licensed firms

## 7. Administrator Governance

The Administrator updated the committee on the following topics:

- FCA Market Data Study
- ESG Dear CEO Letter
- SOFR OIS

## 8. Interest Rate Market Update

A committee member provided an update on the interest rate market covering:

- Fed rate changes
- Fed rate expectation
- SOFR futures and options volumes
- Eurodollar to SOFR conversion.