

LIBOR Contracts Cessation

by 31 December 2021

- 1 Global issuance of new LIBOR contracts will cease by **31 December 2021**.
- 2 Similarly, Bank Negara Malaysia requires banks to cease issuance of LIBOR contracts by **31 December 2021** and to reference new products against alternative rates.
- 3 As a bank customer, you are advised to:
 - Ensure capacity and system readiness to transact new products in the alternative rates before **31 December 2021**;
 - Incorporate fallback provisions for affected LIBOR contracts to avoid any potential legal implications; and
 - Contact your banks as soon as possible to avoid delay in transitioning to alternative rates.

More information about LIBOR transition in Malaysia is available in **Box Article - Developments of the Benchmark Rate Reform in Malaysia**.



BANK NEGARA MALAYSIA
CENTRAL BANK OF MALAYSIA