

Submission Date

15/11/2019

ESMA_QA_1328

Status: Answer Published

Additional Information

Level 1 Regulation

Securitisation Regulation (EU) 2017/2402

Topic

Securitisation Disclosure Templates

Subject Matter

Fields relating to index rates

Question

- (a) How should fields relating to index rates ('Current Interest Rate Index', 'Current Interest Rate Index Tenor', etc.) be completed for fixed-rate arrangements?
- (b) If the interest rate index is tracking a central bank policy rate or single variable rate, would the Current Interest Rate Index Tenor be classified as 'OTHR' (representing 'Other')?
- (c) How should fields relating to the index be completed when the applicable index rate is in

negative territory and a contractual floor applies?

ESMA Answer

15-11-2019

Original language

[ESMA 33-128-563 Securitisation Q&A, Q&A 5.2.9]

- (a) These fields should be completed with 'ND5' ('Not applicable').
- (b) These fields should also be completed with 'ND5' ('Not applicable'), insofar as these indices do not have a tenor in the same manner as other interest rate indices and, therefore, these fields are not applicable.
- (c) Even in these situations, the contractual floor must be *disregarded* and the index provided. The contractual floor is reflected in other fields in the templates (i.e. RREL49; CREL119; CRPL59; AUTL46; CMRL43; LESL42; ESTL44).