



## Service Notification

# SOFR Discounting Transition Mid-Price Auction

16<sup>th</sup> October 2020

LCH SwapClear has completed the Mid-Price Auction relating to the Fed Funds to SOFR discounting transition process. The Mid-Prices will be used for computation of the Cash Compensation Amounts and for determining the terms of Discounting Risk Swaps. The Mid-Prices for each Maturity Bucket determined through the auction process are as follows:

Maturity Bucket	Mid-Price (bp)
2Y	-0.45000
5Y	0.58750
10Y	1.73750
15Y	4.09500
20Y	5.97250
30Y	7.36750

The Mid-Prices listed are in basis points and represent the spread for a swap between Fed Funds flat versus SOFR plus Spread, where both legs of the swaps are Annual Act/360.

The terms of the auction process are exclusively governed by the LCH Rulebook and (available at [www.lch.com/resources/rulebooks/lch-limited](http://www.lch.com/resources/rulebooks/lch-limited)) and the SOFR Cash Settlement Supplement (available at [www.lch.com/Services/swapclear/benchmark-reform](http://www.lch.com/Services/swapclear/benchmark-reform)). Terms used herein and not defined herein have the meaning assigned to them in the LCH Rulebook.

