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## **Interest Rate Benchmark Reform – Phase 2 Cover Note**

### **Objective**

- 1 The objective of this session is to:
  - (a) seek the views of EFRAG TEG on the drafting of the Draft Endorsement Advice on *Interest Rate Benchmark Reform – Phase 2 (Amendments to IFRS 9, IAS 39, IFRS 7, IFRS 4 and IFRS 16)* (the Amendments) (Paper 01-02); and
  - (b) agree and approve the Draft Endorsement Advice on the Amendments, subject to the issuance of the final Amendments by the IASB expected for the last week of August 2020.
- 2 In addition, EFRAG Secretariat has prepared a feedback statement (“Feedback to respondents – EFRAG Final Comment Letter”). This feedback statement describes the main comments received by EFRAG in response to its draft comment letter and how these comments were considered by EFRAG in finalising its comment letter to the IASB. EFRAG TEG members are invited to provide written comments. The feedback statement will not be discussed during this meeting.

### **Questions for EFRAG TEG:**

- 3 Does EFRAG TEG agree with the drafting of the Draft Endorsement Advice?
- 4 Does EFRAG TEG approve the Draft Endorsement Advice in anticipation of the Amendments?
- 5 Does EFRAG TEG have any comments on the Feedback Statement on EFRAG’s draft comment letter?

### **Agenda Papers**

- 6 In addition to this cover note, agenda papers for this session are:
  - (a) Agenda paper 01-02 – Draft Endorsement Advice (mark-up version reflecting discussions at joint EFRAG TEG and EFRAG FIWG meeting 24 July 2020 and EFRAG Board meeting 28 July 2020);
  - (b) Agenda paper 01-03 – Draft Endorsement Advice (clean version);
  - (c) Agenda paper 01-04 – European Commission’s proposal to amend EU rules on financial benchmarks – for background only; and
  - (d) Agenda paper 01-05 – Feedback Statement on EFRAG’s draft comment letter on *ED/2020/1 Interest Rate Benchmark Reform – Phase 2 (Proposed Amendments to IFRS 9, IAS 39, IFRS 7, IFRS 4 and IFRS 16)* - for written comments.