

## **Eighth meeting of the euro short-term rate (€STR) Oversight Committee**

Held on Monday, 28 February 2022

### **Summary**

#### **€STR quarterly market and methodology reporting**

Attendees were given a presentation on the €STR quarterly market and methodology report covering the fourth quarter of 2021. The report assessed whether the methodology fulfilled its objectives, i.e. first, whether it accurately measured the underlying interest<sup>1</sup> represented by the €STR within the scope defined, and second, whether the scope of the €STR remained relevant for capturing the underlying interest. The assessments of data sufficiency, rate accuracy and representativeness were positive, confirming that the methodology for measuring the underlying interest is appropriate. The rate and its main metrics had remained stable overall in the fourth quarter of 2021. The members took note of the main messages of the report.

#### **EONIA-€STR transition update**

Attendees were given a presentation on the progress of the transition from the euro overnight index average (EONIA) to the €STR, with the publication of EONIA having ceased in January 2022. Data from the money market statistical reporting (MMSR) and the London Clearing House showed that the shift towards the €STR had been completed in European markets.

#### **The €STR determination process and control framework**

Attendees were given a presentation on the operational experience of the €STR determination process since the last meeting of the €STR Oversight Committee on 29 October 2021. It was indicated that procedures were working correctly overall. On 3 January 2022, the publication based on data from 31 December 2021 had followed the contingency procedure, in accordance with the arrangements set out in the €STR methodology. The quarterly transparency on errors table covering the third quarter of 2021 had been published on 2 November and had included eight errors relating to late submissions of data by

---

<sup>1</sup> *Underlying interest* is the market or economic reality a benchmark rate seeks to measure.

reporting agents. The quarterly transparency on errors table covering the fourth quarter of 2021 had been published on 4 February 2022 and had included two errors relating to late submissions of data by reporting agents. Finally, the members took note of the formal and informal measures (including those already implemented or in the process of being implemented/considered) aimed at enhancing the effectiveness of the data reporting obligation of reporting agents under the MMSR.

### **Other matters**

With reference to the established complaints mechanism, as provided for in Article 11 of the [€STR Guideline](#), members were informed that, to date, no complaints had been received.

### **Participants**

- Members of the €STR Oversight Committee
- Representatives from the Banque de France and the Banca d'Italia
- ECB officials from the Directorates General Market Operations, Legal Services, Secretariat and Statistics