



## Discount Rates for Premium Collected After the Zero Point

1. In order to convert Minimum Premium Rates (MPR) into spreads and the Market Benchmark Minimum Premium Rates into up-front rates, Participants have agreed on discounting conventions.

2. There are two discounting conventions:

Convention A - applicable if any part of the premium is collected after the starting point of the credit. In this case, the discount rate is the CIRR base rate. The relevant maturity of the bonds to be used is determined based on the weighted average life of the repayment period of the transaction, which simplifies to  $0.5 \times \text{repayment period} + 0.25$  for equal semi-annual repayments.

Convention B - applicable if the premium is collected in full after the first drawing/disbursement but before the starting point of the credit. In this case, the discount rate is the six-month average of the 5-year government bond CIRR base rate. This rate is calculated in January and in July.

Currency of country	Maturity of government bond used (in years)	Convention A			Convention B		
		The following rates are valid from			The following rates are valid from		
		15 February 2024	through	14 March 2024	15 January 2024	through	14 July 2024
Australian Dollar	3			3.56	4.00		
	4			3.55			
	5			3.59			
	6			3.68			
	7			3.79			
	8			3.88			
	9			3.95			
	10			3.98			
Canadian Dollar	3			3.78	3.89		
	4			3.60			
	5			3.42			
	6			3.38			
	7			3.33			
	8			3.34			
	9			3.34			
	10			3.35			
Czech Koruna	3			3.87	4.16		
	4			3.70			
	5			3.61			
	6			3.73			
	7			3.71			
	8			3.74			
	9			3.79			
	10			3.81			
Danish Krone	3			2.37	2.54		
	4			2.22			
	5			2.25			
	6			2.29			
	7			2.31			
	8			2.34			
	9			2.36			
	10			2.37			
Hungarian Forint	3			6.00	7.19		
	4			5.68			
	5			5.76			
	6			5.67			
	7			5.74			
	8			5.74			
	9			5.86			
	10			5.74			
Japanese Yen	3			0.05	0.26		
	4			0.13			
	5			0.24			
	6			0.27			
	7			0.37			
	8			0.48			
	9			0.57			
	10			0.66			
Korean Won	3			3.27	3.77		
	4			3.28			
	5			3.30			
	6			3.31			
	7			3.32			
	8			3.33			
	9			3.34			
	10			3.35			

Currency of country	Maturity of government bond used (in years)	Convention A		Convention B	
		The following rates are valid from		The following rates are valid from	
		15 February 2024	through 14 March 2024	15 January 2024	through 14 July 2024
New Zealand Dollar	3	4.50		4.86	
	4	4.43			
	5	4.42			
	6	4.47			
	7	4.54			
	8	4.58			
	9	4.61			
	10	4.66			
Norwegian Krone	3	3.44		3.79	
	4	3.39			
	5	3.39			
	6	3.41			
	7	3.43			
	8	3.46			
	9	3.48			
	10	3.50			
Polish Zloty	3	4.98		5.31	
	4	4.97			
	5	5.06			
	6	5.03			
	7	5.08			
	8	5.15			
	9	5.22			
	10	5.29			
Swedish Krona	3	2.43		2.79	
	4	2.24			
	5	2.17			
	6	2.17			
	7	2.16			
	8	2.16			
	9	2.22			
	10	2.23			
Swiss Franc	3	0.85		0.92	
	4	0.80			
	5	0.78			
	6	0.78			
	7	0.79			
	8	0.80			
	9	0.82			
	10	0.83			
UK Pound	3	3.77		4.31	
	4	3.68			
	5	3.68			
	6	3.71			
	7	3.77			
	8	3.82			
	9	3.88			
	10	3.93			
US Dollar	3	4.11		4.41	
	4	4.04			
	5	3.98			
	6	4.01			
	7	4.03			
	8	4.04			
	9	4.05			
	10	4.06			
Euro	3	2.28		2.55	
	4	2.14			
	5	2.10			
	6	2.11			
	7	2.14			
	8	2.19			
	9	2.24			
	10	2.29			

Notes:

1 The zero point is defined as the time of the first drawing of a credit.

