



Per SBA Procedural Notice 5000-846399, “Transition from LIBOR as a Base Rate,” published April 19, 2023, the United Kingdom Financial Conduct Authority will phase-out the London Inter-Bank Offered Rate (LIBOR) on June 30, 2023. Accordingly, on July 1, 2023, the Base Rates of all active SBA LIBOR Pools and all active pooled loans in SBA LIBOR Pools with a “30 Day LIBOR Rate + 3% Adjusted Monthly or “30 Day LIBOR Rate +3% Adj. Calendar Quarterly” will be replaced with the Wall Street Journal Prime Base Rate.

Active Pools with the Interest Rate description of “30 Day LIBOR Rate + 3% Adjusted Monthly” or “30 Day LIBOR Rate +3% Adj. Calendar Quarterly” will use the following Interest Rate descriptions starting on July 1, 2023:

- Monthly Adjusting: “SBA LIBOR Until 7/1/23 Then WSJ Prime Month Adj”
- Quarterly Adjusting: “SBA LIBOR Until 7/1/23 Then WSJ Prime Quarter Adj”

On July 1, 2023, the following changes will be in effect in the following applications:

### Factor Pages

Factor Pages is an online application in the Capital Access Financial System (CAFS) that includes historical Pool data and allows secondary market participants to retrieve Pool details, forecast their scheduled Pool Payout for the next month, and download the monthly Trading Factor Report.

- The “Pool Type” heading in the Factor Pages Browse screens for active Pools that formerly used the SBA LIBOR Base Rate before July 1, 2023, will display “Standard – SBA LIBOR/PRIME” and “WAC –SBA LIBOR/PRIME.”
  - Before July 1, 2023, the headings will remain as “Standard – SBA LIBOR” and “WAC – SBA LIBOR”
- The “Interest Rate” field in the Factor Pages Browse screens for active Pools that formerly used the SBA LIBOR Base Rates of either “30 Day LIBOR Rate + 3% Adjusted Monthly” or “30 Day LIBOR Rate +3% Adj. Calendar Quarterly” before July 1, 2023, will display the following interest rate descriptions:
  - Monthly: SBA LIBOR Until 7/1/23 Then WSJ Prime Month Adj
  - Quarterly: SBA LIBOR Until 7/1/23 Then WSJ Prime Quarter Adj
- In the downloadable Monthly Factor Pages Reports, the “Pool Type” column in column E will display for active Pools that formerly used the SBA LIBOR Base Rate before July 1, 2023, the titles of “Standard – SBA LIBOR/PRIME” and “WAC –SBA LIBOR/PRIME.”



- Before the July 2023 Factor Pages Report is published, the “Pool Type” descriptions in column E will remain as “Standard – SBA LIBOR” and “WAC – SBA LIBOR”

### **LoanList**

LoanList is an online application in the Capital Access Financial System (CAFS) that allows secondary market participants to research current loan information and recent payment history.

- The “Adjustment Frequency” field in LoanList for underlying loans in active SBA LIBOR Pools that formerly used the Interest Rate description of “30 Day LIBOR Rate + 3% Adjusted Monthly” or “30 Day LIBOR Rate +3% Adj. Calendar Quarterly” before July 1, 2023, will display the following “Adjustment Frequency” descriptions:
  - Monthly Adjusting Loans: “949 - SBA LIBOR Until 7/1/23 Then WSJ Prime Month Adj”
  - Quarterly Adjusting Loans: “950 - SBA LIBOR Until 7/1/23 Then WSJ Prime Quarter Adj”