



TaxNewsFlash

United States



No. 2020-690
November 9, 2020

KPMG report: Modifications to LIBOR-related contracts

New guidance to taxpayers regarding the transition away from the London Interbank Offered Rate (LIBOR) provides much needed direction to market participants currently modifying contracts to address this important event.

Broadly, if certain requirements are satisfied, these modifications will not result in taxable exchanges of the contracts. Careful planning, along with good coordination between a taxpayer's treasury and tax functions, are essential to provide that the transition away from LIBOR happens smoothly and without unexpected tax consequences.

Read a **November 2020 report** [PDF XX KB] prepared by KPMG LLP: *What's News in Tax: LIBOR-Related Contract Modifications*

The information contained in TaxNewsFlash is not intended to be "written advice concerning one or more Federal tax matters" subject to the requirements of section 10.37(a)(2) of Treasury Department Circular 230, as the content of this document is issued for general informational purposes only, is intended to enhance the reader's knowledge on the matters addressed therein, and is not intended to be applied to any specific reader's particular set of facts. Although we endeavor to provide accurate and timely information, there can be no guarantee that such information is accurate as of the date it is received or that it will continue to be accurate in the future. Applicability of the information to specific situations should be determined through consultation with your tax adviser.

KPMG International is a Swiss cooperative that serves as a coordinating entity for a network of independent member firms. KPMG International provides no audit or other client services. Such services are provided solely by member firms in their respective geographic areas. KPMG International and its member firms are legally distinct and separate entities. They are not and nothing contained herein shall be construed to place these entities in the relationship of parents, subsidiaries, agents, partners, or joint venturers. No member firm has any authority (actual, apparent, implied or otherwise) to obligate or bind KPMG International or any member firm in any manner whatsoever.

Direct comments, including requests for subscriptions, to [Washington National Tax](#). For more information, contact KPMG's Federal Tax Legislative and Regulatory Services Group at + 1 202.533.4366, 1801 K Street NW, Washington, DC 20006-1301.

To unsubscribe from TaxNewsFlash-United States, reply to [Washington National Tax](#).

[Privacy](#) | [Legal](#)