

Sydnee 578 LLC
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July 5, 2025

Re: Transition Away from the ICE Swap Index for your Enterprise Bank & Trust Loan

Dear Valued Client,

We are writing to provide you with information about an upcoming change to your Enterprise Bank & Trust 5-Year ICE Swap variable rate loan.

Intercontinental Exchange, Inc. (NYSE:ICE), a leading global provider of data, technology, and market infrastructure, announced that ICE Benchmark Administration Limited (IBA) has published a consultation on its intention to cease the publication of all ICE Swap Rate[®] settings based on USD LIBOR[®].

IBA does not expect sufficient (or perhaps any) input data required to calculate USD LIBOR ICE Swap Rate settings (i.e. data based on eligible interest rate swaps referencing USD LIBOR settings) to be available after June 30, 2023.

You Have a 5-Year ICE Swap Variable Rate Loan

Your loan is a fixed rate loan that adjusts to a 5-Year ICE Swap variable rate loan at a later point in time. At the adjustment date, this loan will be composed of an index and a margin that is used to adjust the interest rate. The index, in this case ICE Swap, is a benchmark rate that adjusts periodically. The margin is a set amount added to the index to arrive at the interest rate on the loan. The original index and the margin adjustment are specified in your loan documents.

Why is My Index Changing from ICE Swap?

For over 40 years, LIBOR has played a significant role in the worldwide financial services industry and ICE Swap rates are calculated based upon LIBOR. However, an ongoing slowdown in the unsecured bank debt market has now diluted LIBOR's relevance. Following the 2008 financial crisis, the integrity of LIBOR was questioned. LIBOR rates became a less reliable benchmark and regulatory guidance required banks to cease making new ICE Swap loans by the end of 2021 and shift existing ICE Swap loans to other indexes.

The replacement of your index will not change other terms of your loan, such as the maximum interest rate paid during the term of the loan or the timing of any interest rate resets.

When Will My Index Change?

Enterprise Bank & Trust will transition your loan tied to the 5-Year ICE Swap index on **8-5-2025**. Your index will change at your next regularly scheduled adjustment date as specified in your loan documents.

What is My New Index?

Enterprise Bank & Trust is replacing the ICE Swap index with the Constant Maturity Treasury ("CMT") index as reported by the Wall Street Journal.

What is My New Margin Adjustment?

The margin adjustment is the number of percentage points added to the index by Enterprise Bank & Trust to get your total interest rate. For illustrative purposes, Index + Margin Adjustment = Your Interest Rate. Repricing ICE Swap contracts is complex because the LIBOR, upon which the ICW Swap is based, and CMT indexes have several important differences. A credit spread adjustment is needed to make CMT based loans more economically equivalent to ICE Swap based loans.

Enterprise Bank & Trust conducted a review of the ICE Swap and CMT indexes over a 10-year period and will **adjust your margin by adding 7 basis points.**

What Do You Need to Do?

No action is needed on your part. Enterprise Bank & Trust will adjust your index and margin on your next regularly scheduled adjustment date and your account statement will reflect the new 5-Year CMT index and margin adjustment. You may refer to your account statement for the current interest rate on your loan.

We're Here for You

Your loan is very important to us. We want to help you understand the terms of your loan and any changes related to the index replacement and margin adjustment. If you have concerns about your loan, the index change and your margin adjustment, your relationship manager would be happy to provide further information. **If you have any questions or would like to discuss these changes to your loan, please contact liborcommercial@enterprisebank.com.**

For more information on the discontinuation of LIBOR, see the Alternative Reference Rates Committee website, which is maintained by the Federal Reserve Bank of New York and is available at: <https://www.newyorkfed.org/arrc>.

Sincerely,

The Enterprise Bank & Trust Team