

**Kroll Recommended
Eurozone Equity Risk Premium (ERP) and
Corresponding Risk-free Rates (R_f);
December 2019–Present**

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Date	Risk-free Rate (R_f)	R_f (%)	Kroll Recommended Eurozone ERP Range (%)	What Changed
Current Guidance:				
September 02, 2026 – UNTIL FURTHER NOTICE*	Spot 15-year German government bond yield	Spot	5.0–5.5	R_f
January 30, 2026 – September 01, 2026**	Normalized Risk-free Rate – Germany	2.5	5.0–5.5	ERP
March 31, 2024 – January 29, 2026**	Normalized Risk-free Rate – Germany	2.5	5.5–6.0	R_f
October 18, 2022 – March 30, 2024***	Normalized Risk-free Rate – Germany	3.0	5.5–6.0	R_f
May 17, 2022 – October 17, 2022	Normalized Risk-free Rate – Germany	2.0	5.5–6.0	R_f
September 21, 2021 – May 16, 2022	Normalized Risk-free Rate – Germany	1.5	5.5–6.0	R_f
March 31, 2020 – September 20, 2021	Normalized Risk-free Rate – Germany	2.0	5.5–6.0	ERP
January 31, 2020 – March 30, 2020	Normalized Risk-free Rate – Germany	2.0	5.0–5.5	ERP
December 31, 2019 – January 30, 2020	Normalized Risk-free Rate – Germany	2.0	4.5–5.0	ERP Initialized
June 30, 2019 – December 30, 2019	Normalized Risk-free Rate – Germany	2.0	n/a	R_f
March 31, 2017 – June 29, 2019	Normalized Risk-free Rate – Germany	2.5	n/a	R_f
March 31, 2014 – March 30, 2017	Normalized Risk-free Rate – Germany	3.0	n/a	R_f Initialized

* We recommend using the spot 15-year German government bond yield as the proxy for the risk-free rate. This guidance is effective when developing EUR-denominated discount rates as of September 02, 2026 and thereafter.

** We recommend using the spot 15-year German government bond yield as the proxy for the risk-free rate, if the prevailing yield as of the valuation date is higher than our German normalized risk-free rate of 2.5%. This guidance is effective when developing EUR-denominated discount rates as of March 31, 2024 through September 01, 2026. Based on current economic and financial market conditions, the Kroll Recommended Eurozone ERP has decreased to a range of 5.0% to 5.5%, but we believe that an ERP towards the higher end of the range (i.e., closer to 5.5%) is likely more appropriate when developing EUR-denominated discount rates as of January 30, 2026, and thereafter.

*** When developing EUR-denominated discount rates as of October 18, 2022 through March 30, 2024, we recommend using the spot 15-year German government bond yield as the proxy for the risk-free rate, if the prevailing yield as of the valuation date was higher than our recommended German normalized risk-free rate of 3.0%.

German risk-free rate and Eurozone equity risk premium (ERP) are for use in EUR-denominated discount rates from a German investor perspective. Additional country risk adjustments may be warranted when estimating discount rates for other countries in the Eurozone.

"Normalized" in this context means that in months where the risk-free rate is deemed to be abnormally low, a proxy for a longer-term sustainable risk-free rate is used. If using a spot yield when normalization was warranted, the Kroll Recommended Eurozone ERP should be adjusted upwards accordingly (i.e., adding the spread between the normalized risk-free rate and the spot yield).

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