

EMEA DC Meeting Statement 5 September 2022

regarding settlement of credit derivative transactions in relation to the Russian Federation

Issue number 2022052501

1. The EMEA DC refers to its previous Meeting Statement of 31 August 2022 (the **31 August Statement**). The purpose of this Meeting Statement is to further clarify the expected settlement arrangements as described in the 31 August Statement. Eligible Market Participants should review the 31 August Statement and the draft Auction Settlement Terms in relation to the Auction in respect of the Russian Federation.
2. The EMEA DC notes that Clearstream Banking have also published an announcement stating that Clearstream Banking and Euroclear Bank have decided to open the Bridge to support the Auction process. The announcement is available here: <https://www.clearstream.com/clearstream-en/products-and-services/settlement/a22071-3219774>.
3. The Final List includes a number of Bonds and the settlement considerations for each Bond may differ. Eligible Market Participants should make their own assessment of any settlement considerations. To aid Eligible Market Participants, the EMEA DC notes:
 - (a) **Bonds with RU ISINs:** The EMEA DC understands that such Bonds can only be transferred within Euroclear on a free of payment basis. This means that a recipient of such Bonds will need access to an account at Euroclear into which such Bonds can be transferred (including via a custodian or prime broker or otherwise). Note that Bonds with RU ISINs that are held solely in the NSD (i.e. not currently held within Euroclear) are not Deliverable Obligations.

In relation to the RU ISINs that represent interests in the Restricted Global Note (i.e. those issued pursuant to Rule 144A), the resale restrictions relating to Rule 144A (as stated in the relevant Prospectus) will apply. The EMEA DC understands that such Bonds cannot be converted into the alternative unrestricted ISIN.
 - (b) **Bonds with XS ISINs:** The EMEA DC understands that such Bonds are not transferable within DTC and cannot be converted into the alternative US ISIN format. This means that a recipient of such Bonds will need access to a Euroclear or Clearstream account into which such Bonds can be Delivered (including via a custodian or prime broker or otherwise).
 - (c) **Bonds with US ISINs:** The EMEA DC understands that such Bonds cannot be converted into the alternative XS ISIN format. As such Bonds represent interests in the Restricted Global Note (i.e. those issued pursuant to Rule 144A), the resale restrictions relating to Rule 144A (as stated in the relevant Prospectus) will apply.
4. All Eligible Market Participants that will participate in the Auction are encouraged to prepare in advance in order to aid the orderly settlement of the RASTs.
5. Eligible Market Participants are responsible for their compliance with all applicable laws and sanctions.