

**Best Practices in regard to Reference Obligation Amendments for Succession Events**

Where there has been a Succession Event on a Credit Derivative Transaction, firms agree to utilize the new RED preferred for the surviving successor entity or entities for the respective Senior and Sub obligations for automated Succession Event processing via DTCC

In the event that there is no available RED preferred, the CIG will ask Markit to expedite the respective scrubs to allow firms to process transactions on the requisite RED preferred.

In the event that a Reference Entity does not trade with a reference obligation (i.e. Monoline entity such as XL Capital Assurance Inc.), or there is no outstanding debt to be re-scrubbed (e.g. Kelda Group Limited), for the purposes of Succession Event processing these Transactions will be updated to XSNOREFOBL00.

**Capitalised terms have the meaning given to them in the relevant ISDA definitional booklet.**

**The precise documentation of each Transaction remains the responsibility of the parties concerned. ISDA assumes no responsibility for any use to which this Best Practice Statement may be put.**

**Each party following the recommendations contained in this Best Practice Statement should satisfy itself that those recommendations are appropriate to reflect the commercial intentions of the parties.**