ISDA®
International Swaps and Derivatives Association, Inc.

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.