

TO: CDS Market Participants

FROM: CME Clearing

ADVISORY #: 16-271

DATE: Wednesday, July 13, 2016

SUBJECT: **UPDATE: Credit Event Advisory – CME Clearing Credit Event Processing for Portugal Telecom International Finance B.V.**

The ISDA Determinations Committee has announced that an auction will be held in respect of Portugal Telecom International Finance B.V. on Thursday, July 21, 2016.

The Credit Event Final Processing Date for this credit event will be held on the next valid business day following the Auction Final Price Determination Date (“Auction Date”). This means, if the auction is **successful** on Thursday, July 21, 2016, the Credit Event Final Processing Day will be held on Friday, July 22, 2016.

Credit Event Final Processing Date – the date, on or shortly after the Auction Final Price Determination Date, on which the final cash compensation and coupon amounts are calculated and the open interest is moved to the new version of the affected indices.

The last day of trading for the current version of the affected indices will be on the Auction Final Price Determination Date, Thursday, July 21, 2016. The first day of trading for the new version of the affected indices will be on the Credit Event Final Processing Date, Friday, July 22, 2016.

The new versions of the affected indices are listed below:

ITXXO17V4.SR.MM.EUR	ITXXO21V4.SR.MM.EUR
ITXXO18V4.SR.MM.EUR	ITXXO22V4.SR.MM.EUR
ITXXO19V4.SR.MM.EUR	ITXXO23V4.SR.MM.EUR
ITXXO20V3.SR.MM.EUR	ITXXO24V2.SR.MM.EUR

The Auction Settlement Date will be Monday, July 25, 2016.

Auction Settlement Date – the date on which the final cash compensation is settled. CME Clearing settles the final cash compensation amount two business days after the Auction Final Price Determination Date.

Additional advisory notices will be published detailing the Credit Event Processing in New Release and Auction results.

If you have questions, please contact the CME Client Services Team at onboarding@cmegroup.com.