

TO: iTraxx Market Participants

FROM: CME Clearing

ADVISORY #: 16-245

DATE: Wednesday, June 22, 2016

SUBJECT: **REMINDER: Credit Event Advisory - Norske Skogindustrier ASA Auction Results & Final Processing**

Please be advised that an auction administered by Creditex and Markit resulted in the final prices listed below for Norske Skogindustrier ASA.

CME Product Code	CME Contract Code and Maturity	Corresponding Maturity Bucket	Final Price
NSIRMB	202106	Bucket 2	29.625
NSIRMB	202612	Bucket 4	12

For any triggered transaction, the auction for each maturity bucket will happen on June 22. For your reference, see the complete calendar below:

- ~~Triggering period: June 6-10~~
  - ~~Seller Trigger deadline June 7~~
  - ~~Buyer Trigger deadline June 10~~
- ~~On June 13, ISDA DC will determine the maturity buckets that will hold auction~~
- ~~Movement dates: June 13 – June 16th~~
- Auction date: June 22
- CME Final Processing Date: June 23
- CME Final Settlement Date: June 24

Please note the following operational points related the auction & CME Final Processing date.

**June 20, 2016 – Coupon Date:**

- ~~At close of business Friday, June 17<sup>th</sup>, CME Clearing will calculate a coupon payment on all Norske positions. On triggered positions, this coupon payment will comprise of 26 days (from the prior coupon date of March 21<sup>st</sup> through the EDD of April 15<sup>th</sup>). On untriggered positions, CME will calculate the coupon normally.~~

**June 22, 2016 – Auction Date:**

- ISDA will conduct an auction on the various maturity buckets and publicly report the final auction price.
- No operational action at CME will take place.
- CME issues advisory with auction price.

**June 23, 2016 – CME Final Processing Date:**

- CME Clearing will calculate and settle the final compensation amount.
- All compensation amounts will display as normal on regular end of day reporting.
  - On the POS591 report, you will see the compensation amount listed as “Compensation.”
  - On the Position Summary Report, you will see the compensation amount listed as “Compensation.”
- After the auction price is declared, CME Clearing plans to issue an additional advisory containing the auction price.

**June 24, 2016 – CME Final Settlement Date**

- All cash flows related to positions in the CME single name will settle at each CME Clearing Member’s settlement bank.
- CME Clearing will remove the triggered single name positions from the trade register report.

**Reminder: Any un-triggered NSIRME trades will remain on the books & records of CME until maturity.**

If you have questions, please contact the CME Client Services Team at [onboarding@cmegroup.com](mailto:onboarding@cmegroup.com).