CME Group | Advisory Notice

TO:	CDS Market Participants
FROM:	CME Clearing
DATE:	Thursday, July 7, 2016
ADVISORY #:	16-255
SUBJECT:	**Credit Event Advisory - Credit Event declared for Portugal Telecom International Finance B.V.**

The ISDA Determinations Committee has determined that a Bankruptcy Credit Event ("Credit Event") occurred with respect to Portugal Telecom International Finance B.V. See the following: http://dc.isda.org/documents/2016/07/emea-dc-decision-01072016-portugal-telecom-international-finance-b-v-issue-number-2016062101.pdf.

Portugal Telecom International Finance B.V. is referenced in the following ITRAXX European Crossover Series:

ITXXO17V3.SR.MM.EUR
ITXXO18V3.SR.MM.EUR
ITXXO19V3.SR.MM.EUR
ITXXO20V2.SR.MM.EUR
ITXXO21V3.SR.MM.EUR
ITXXO22V3.SR.MM.EUR
ITXXO23V3.SR.MM.EUR
ITXXO24.SR.MM.EUR

The Event Determination Date will be Monday, June 20, 2016. The Initial Processing Date for this Credit Event will be Wednesday, July 6, 2016.

Event Determination Date (EDD) – is the date on which the credit event was deemed to have occurred. The Event Determination Date is the key date that drives processing and the economics of the contract.

Credit Event Initial Processing Date – the date on which the daily coupon accrual will be calculated through the Event Determination Date. The coupon accrual will still be calculated into the daily variation margin until the Credit Event Final Processing Date.

Note: Since CME Clearing only offers index contracts there will be no single-name contract affected by this Credit Event, nor will there be a recovery swap made available for clearing on this single name.

Additional advisory notices will be published detailing the Auction and Final Processing dates.

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