

Clearing Notice No 1
Confidential

Zurich, 23 April 2003

In paragraph 5 of its decree dated 19 March 2003 concerning the granting of a banking licence to SIS x-clear AG, the Swiss Federal Banking Commission has enacted the following:

It is ascertained that clearing transactions of x-clear participants settled via SIS x-clear AG do not need to be incorporated into the counterparty's risk position during the period starting on trade date and ending on the second bank working day (including) after the agreed value date.

Settlement risk is therefore not subject to the regulations on the diversification of risks. (SFBC Bulletin 36,55)