



Post-trade made easy

Special resolution

CS 9 – 2022, Participants' undertakings in relation to new sanction regulations

Euroclear Sweden

In accordance with General terms and conditions for account operations and clearing 2022:1

Applies from 11 April 2022

Participants' undertakings related to sanctions

The objective of this special resolution is to ensure that Euroclear Sweden (ES) is able to comply with its obligations pursuant to Council Regulation (EU) 833/2014 and Council Regulation (EC) 765/2006 and in order to achieve that, clarify the obligations of and give instructions to the Participants to take certain actions. ES, as a central securities depository, must comply with Article 5e of Council Regulation (EU) 833/2014 and Article 1x of Council Regulation (EC) 765/2006 (the "Sanction Regulations"). Further amendments and widened scope of the Sanction Regulations cannot be excluded given the geopolitical situation.

Account Operators reporting and notification obligations

Pursuant to paragraph A 9.2 of the General Terms and Conditions Account Operations and Clearing, Account Operators are generally obliged to provide ES with any information regarding their operations and circumstances as is necessary in order for ES to perform its duties in accordance with the ES Account Rules and in compliance with the laws.

In order for ES to comply with the Sanction Regulations, ES wants to clarify that upon request each Account Operator must continuously provide ES with relevant information (for example residency, citizenship, place of incorporation and establishment) of any and all persons, entities and bodies to which ES determines that the Sanction Regulations may apply.

Participants' obligations to take action pursuant to the Sanction Regulations

Any account in scope of the Sanction Regulation are referred to as an "Identified Account". Each Participant must immediately and in any case no later than on the close of business on 12 April 2022 implement measures to make sure that no transferable securities issued after 12 April 2022 are booked on any Identified Account.

If a Participant does not comply with the above obligations, ES reserves the right to take necessary measures and restrictions in relation to such Identified Account, including freezing (*Sw. kontospärr*) the Identified Accounts on behalf of the relevant Account Operator.