

## Impact of United States Executive Order 14042 on Russian Government Bonds in FTSE Fixed Income Indexes

FTSE Russell announces guidance on the impact of [United States Executive Order 14042](#) issued on April 15, 2021 and the associated [Directive 1](#) on Russian government bonds in FTSE fixed income indexes. The Directive prohibits U.S. financial institutions from participation in the primary market for ruble and non-ruble denominated bonds issued after June 14, 2021 by the Central Bank of the Russian Federation, the National Wealth Fund of the Russian Federation, or the Ministry of Finance of the Russian Federation (collectively, "Russian Issuers"). Absent restrictions on secondary market transactions, affected securities will continue to be included in FTSE hard and local currency indexes, such as the FTSE World Broad Investment Grade Index (WorldBIG) and the FTSE Emerging Markets Government Bond Index (EMGBI) provided they meet other index eligibility criteria.

FTSE Russell will continue to monitor the liquidity and investability of Russian government bonds. In the event that index replicability has been deemed to be materially impaired as a result of the sanctions, FTSE Russell will further review its treatment.

FTSE Russell also confirms that two EUR-denominated Russian government bonds issued subsequent to the August 2019 [directive](#) under [U.S. Executive Order 13883](#) prohibiting U.S. banks from participating in the primary market for non-ruble denominated Russian sovereign bonds are currently included in the FTSE WorldBIG. Details for these securities can be found in Figure 1.

**Figure 1. Russian Government Bonds Affected by U.S. Executive Order 13883 included in FTSE Fixed Income Indexes**

ISIN	Issuer	Coupon	Maturity Date	Currency	Amount Outstanding*
RU000A102CL3	Russia Govt NT	1.850	11/20/2032	EUR	1,250
RU000A102CK5	Russia Govt NT	1.125	11/20/2027	EUR	750

\* in EUR millions. Source: FTSE Russell. Data as of 31 May 2021.

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