

Customer Newsletter

November 2014

Dear Customer,

Welcome to the Dow Jones Risk & Compliance customer newsletter. In this issue you will find details of upcoming enhancements to our products and solutions.

Please take time to read this information as some enhancements may require action on your part.

If you have any questions about anything you read in this newsletter, please contact service@dowjones.com.

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 - OFAC Related - Majority owned
 - OFAC Related - Minority owned
 - EU Related - Majority owned
 - EU Related - Minority owned
 - OFAC Related - Ownership Unknown
 - EU Related - Ownership Unknown
2. Renaming of PEP Category = "National NGO Officials" to **International NGO Officials**
3. Additional Ship Data from IHS Fairplay

RISK & COMPLIANCE

1. Introduction of new Description3 values for Enhanced Country Risk profiles

- OFAC Related - Majority owned
- OFAC Related - Minority owned
- EU Related - Majority owned
- EU Related - Minority owned
- OFAC Related - Ownership Unknown
- EU Related - Ownership Unknown

Products affected: Watchlist

Date of enhancement: January 2015

Actions required? Dow Jones Watchlist Feeds will contain these values as part of the existing controlled lists/set list for Description3List. Clients should process the control list to update their data stores.

The Risk & Compliance team is actively monitoring the Russia/Ukraine situation to ensure that our customers and their compliance teams use the highest quality sanctions data. As such, our data now includes entities where reputable sources show that sanctioned individuals or entities hold shares, exercise control or sit on the board of directors of businesses.

The data is available to our existing Watchlist Feed clients and Risk Database Search, Risk Database Research and Risk Database Premium clients.

To date, more than 3,000 entities in over 68 countries have been identified that are at least 10% owned by, or otherwise controlled by, sanctioned subjects (people or entities). Additionally, entities where a sanctioned person holds an executive level role or sits on the Board of Directors have been identified.

The Profile Notes section on these entities provides additional background to clarify the extent of the holdings or control.

In response to the feedback received from clients, we are now adding more granularity to these profiles by adding six new Description3 values to the Watchlist content set.

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The six new values will be:

- OFAC Related - Majority owned
- OFAC Related - Minority owned
- EU Related - Majority owned
- EU Related - Minority owned
- OFAC Related - Ownership Unknown
- EU Related - Ownership Unknown

Each Enhanced Country Risk - Russia profile will include a Description3 of either OFAC Sanctions Related AND/OR EU Sanctions Related values.

If a sanctioned subject, or multiple sanctioned subjects, owns a total of 50% or more of an entity, the OFAC Sanctions Related - Majority owned and/or EU Sanctions Related - Majority owned Description3 will be included.

If a sanctioned subject owns more than 10% and less than 50% of an entity, the OFAC Sanctions Related - Minority owned and/or EU Sanctions Related - Minority owned Description3 will be included.

If a sanctioned subject has undetermined ownership in an entity, the OFAC Sanctions Related - Percentage Unknown and/or EU Sanctions Related - Percentage Unknown Description3 will be included.

Additional Description3 as State Owned Company or Bank could also be present in the profiles as applicable.

This additional classification will help our customers easily identify the Profiles associated with the Russian/Ukraine situation and will ensure that they are better compliant with Russian sanctions.

Illustrations:

Dow Jones Profile ID 3194193 will be given Description3 EU Sanctions Related - Majority owned but not any OFAC Sanctions Related values.

Dow Jones Profile ID 3182971 will be given Description3 OFAC Sanctions Related - Majority owned but not any EU Sanctions Related values. Additionally this profile is already associated with Description3 of State Owned Company.

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Dow Jones Profile ID 1613278 will be given both new Description3 designations: OFAC Sanctions Related - Majority owned and EU Sanctions Related - Majority owned. Additionally, this entity is already associated with Description3 State Owned Company and Bank.

2. Renaming of PEP Category = “National NGO Officials” to “International NGO Officials”

Products affected: Watchlist

Date of enhancement: January 2015

Actions required? Dow Jones Watchlist Feeds will contain these values as part of the existing controlled lists/set list for OccupationList. Clients should process the control list to update their data stores.

Following a complete review of our PEP coverage, the name of the PEP Occupation Category = “National NGO Officials” is being changed to “International NGO Officials” in order to reflect the content. The category contains profiles of the top two officials from 110 major international non-governmental organizations.

3. Additional Ship Data from IHS Fairplay

Products affected: Watchlist

As part of our commitment to our customers and continued efforts to make the Dow Jones data even better, we have now partnered with IHS Fairplay (*formally known as Lloyd's Register – Fairplay*) and as such are now able to include more Vessel profiles as well as additional ship data on our Vessel profiles.

Following this enhancement clients are now able to view the current owner, manager and other companies linked to ships as well as the countries associated with these companies.

The aim is to clarify the relationship and country that prompted the ship's inclusion under the Enhanced Country Risk category.

This additional identifying information is sourced from the official provider of maritime information, IHS.

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The following details have been added, where available, to the top of the Profile Notes of records with Description3 Ship:

ADDITIONAL IHS SHIP DATA:

Group Beneficial Owner:

Group Beneficial Owner Country Of Control:

Group Beneficial Owner Country of Domicile:

Group Beneficial Owner Country Of Registration:

Operator:

Operator Country Of Control:

Operator Country of Domicile:

Operator Country of Registration:

Registered Owner:

Registered Owner Country Of Control:

Registered Owner Country of Domicile:

Registered Owner Country of Registration:

Ship Manager:

Ship Manager Country of Control:

Ship Manager Country of Domicile:

Ship Manager Country of Registration:

Technical Manager:

Technical Manager Country of Control:

Technical Manager Country of Domicile:

Technical Manager Country of Registration:

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There will be no schematic or structural changes to any of the Risk & Compliance Feeds.

Sample Feed Files (*where appropriate*) will be made available one month prior to the enhancement date and can be downloaded from FAQ 8408

(<http://customer.dowjones.com/en/custsvc/csmain.aspx?id=8408>).

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The Dow Jones Risk & Compliance Team