

THE ASSOCIATION OF GLOBAL CUSTODIANS

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By Electronic Delivery

Mr. Peter Gnepf
ISSA c/o UBS
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P.O. Box
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RE: ISSA's Issuance of its Global Corporate Actions Principles

Dear Peter:

We write on behalf of the members of the Association of Global Custodians to compliment and congratulate the International Securities Services Association on its publication of the Global Corporate Actions Principles and the related Working Group Report (collectively, the "Principles"), May 2010, and express the Association's endorsement of the global principles laid out in those two documents. In addition, the Association appreciates ISSA's acknowledgment (in the Principles Part I.4) of the Association's own Statement of the Need for Universal, Standardized Messaging in Corporate Actions, which we published in June 2007.

As is evident from both the Association's and ISSA's publications, our two organizations share a common view with respect to the recommendations and action steps described in the Principles and the importance of progressive evolution toward risk reduction and increased efficiency in the processing of complex events. Commonality of views is not surprising given overlap in our respective membership and constituencies.

The Association fully supports ISSA's effort to provide regional updates in the Principles regarding the current status of processing as well as the evolutionary developments underway in several markets. Providing a baseline for this information and a means to track progress should materially increase evolutionary momentum. As

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you know, global custodians routinely monitor regional and local market developments to ensure that custodians operate with the best available information. In this regard, it may be useful for the Association and ISSA to explore ways to share the work effort involved in maintaining current and accurate regional updates.

Association members will further discuss how to best to leverage endorsement of the Principles and what steps to take to appropriately publicize and reinforce these ISSA publications. Members will also discuss what initiatives could be pursued to promote global acceptance and use of the recommendations and action steps the Principles identify, including across product types and with respect to fixed income P&I processing and corporate governance, where many similar STP issues exist.

We look forward to continued interaction with ISSA on these subjects. If you have questions or would like further dialogue, please contact the undersigned at 1.312.861.2620 as an initial matter.

Sincerely yours,



Dan W. Schneider
Baker & McKenzie LLP
Counsel to the Association