Moody's Confirms External Review of European CPDO Rating Process

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NEW YORK--(BUSINESS WIRE)--

Moody's recognizes the seriousness of questions raised by today's Financial Times article concerning the analytical models and methodologies used in our European constant-proportion debt obligation (CPDO) ratings process. The integrity of our ratings and rating methodologies is extremely important; as such, when the questions were recently raised to us, we retained the law firm of Sullivan & Cromwell and initiated a thorough external review of our European CPDO ratings process. Upon completion of the review, we will promptly take any appropriate actions.

Moody's rated 44 European CPDO tranches, representing approximately $4 billion in rated securities.

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Source: Moody's

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