



Sanctioned Securities Monitoring Service (SSMS)

# SSMS ETF

Sanctions Monitoring Extended to Indirect Investments



## Your Challenge

Effective sanctions compliance depends on the accurate identification of in-scope entities and their issued securities.

Regulations have emerged that require compliance precautions be applied to market offerings that include publicly traded securities issued by a sanctioned entity.

Financial institutions allowing investments into Exchange Traded Funds (ETFs) often have poor transparency into the components and individual weightings within the ETF. While KYC processes could show that an ETF issuer is approved, they do not guarantee that the ETF is devoid of sanctioned securities.

## Our Offer

Based on the Sanctioned Securities Monitoring Service, this module captures ETFs invested in securities identified by SSMS as either sanctioned or bearing high compliance risks.

In addition to the compliance risks that arise through trading an ETF containing sanctioned components, the profitability of the investment may get influenced negatively as prices of sanctioned components often drop significantly due to their illiquidity.

The SSMS ETF module scans all components of an ETF for tainted instruments and outputs the affected ETF and the weight of each sanctioned component in a simple, humanly readable, flat file.

The module helps you avoid significant fines caused by missing data and allows you to trade ETFs with confidence. You will have an up-to-date view of your potential risk exposure across direct and indirect investments, enabling quick reactions when the market changes.

- ✓ Identification of ETFs that contain one or many sanctioned components
- ✓ Identification and output of investment weight per component
- ✓ Identification of components that are under sectoral sanctions and have been issued prior to the sanctions effective date (high compliance risk)
- ✓ Identification of the jurisdiction under which the ETF component is sanctioned
- ✓ Identification of the ordinance / executive order under which the ETF is sanctioned

### Primary Audience

Financial institutions, wealth managers, insurance companies.

### Common Use Cases

Asset servicing, settlement services, trade and transaction processing.

### Available Content

Based on the award winning Sanctioned Securities Monitoring Service SIX, leverages datasets from its ETF-expert subsidiary, [Ultumus](#), that covers over 97% of the worldwide ETF market. Over 10,000 ETFs originating out of the US, Canada, Europe, Asia, and Israel are constantly scanned for sanctioned instruments. All tainted ETFs are sent to clients twice a day.



### Files available

- SSMS ETF Full file: includes all ETFs that contain sanctioned components
- SSMS ETF Delta file: includes the delta compared to the last delivery



### Core Reference Data

- 60+ core reference data fields containing Issuer Name, Instrument Name, Identifiers ISIN, CUSIP, SEDOL
- Detailed description of the ordinance under which an ETC component is sanctioned



Full holding data covering >90% of all worldwide ETFs



Award-winning SIX Sanctioned Securities Monitoring Service



### ETF Module Features

- > Based on existing SSMS regime entitlement
- > Customize the regulators for which you wish to receive updates
- > Additional reference data file with similar data fields to existing service
  - Full- and delta Files
  - ETF Name, Issuer Name, multi-Identifier
  - % weight of sanctioned Component(s) and Component name and Identifiers
  - Detailed information of sanctions ordinance or executive order per sanctioned component etc.

### Features and Associated Benefits

- ✓ Covering sanctions from the following jurisdictions: AU, CA, CH, EU, HK, JP, SG, UK, UN, US OFAC.
- ✓ Identification of ETFs that are in-scope of sanctions regulations due to their investment into sanctioned components.
- ✓ Output under which legal basis a component taints an ETF.
- ✓ Create custom compliance policies based on the cumulative weight of tainted instruments per ETF.
- ✓ Capture grandfathered securities under sectoral sanctions and special purpose vehicles in ETFs.
- ✓ Seamless data integration into your internal tools and processes using standard identifiers such as ISIN, FISN, CUSIP, or SEDOL.

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