

To Euro 11,000,000 Class A Asset Backed Noteholders

To Euro 2,000,000 Class B Asset Backed Noteholders

Dear Sirs,

- **Re: Euro 11,000,000 Class A Asset Backed Notes ISIN codes XS1600646761 due 1 March, 2024 and Euro 2,000,000 Class B Asset Backed Notes ISIN XS1600646928 due 1 March, 2028 (hereinafter, the “Notes”) issued on 5 May, 2017 by Sovereign Credit Opportunities SA acting in respect of its compartment Iraq Paris Club**

as far as the Notes are concerned, we hereby inform you that:

- The following amounts (hereinafter the “Collections”) owned under the receivables referred to under the Notes’ terms & conditions by the Republic of Iraq at the repayment date falling on January 1, 2018 were paid:

Principal Amount: € 777.434,85

Interest Amount: € 324.427,18

**Total EUR 1.101.862,03**

- the Collections net of any applicable expenses were credited on December 29, 2017.

The collection and payment account of Sovereign Credit Opportunities SA – Compartment Iraq Paris Club with UBI Banca International SA, the Paying Agent, already showed a positive balance of € 86,95.

As a result, as of January 31, 2018 the above mentioned collection and payment account shows a positive balance of **€ 1.101.948,98**

Yours sincerely,

**UBI Trustee SA**  
in its capacity as  
**Fiscal & Calculation Agent**