

# WACHOVIA

## **Securities Regulators Announce Settlement with Wachovia Over Sale of Auction Rate Securities**

Under the terms of the agreement, Wachovia will repurchase illiquid ARS securities from all non-profit charities, as well as all individuals and businesses with account or household values up to \$10 million, no later than November 28, 2008. All other investors will be able to redeem their ARS securities no later than June 30, 2009.

Wachovia will also:

- Fully reimburse all retail investors who sold their auction rate securities at a discount after the market failed in February 2008;
- Consent to a special, public arbitration procedure to resolve claims of consequential damages suffered by retail investors as a result of not being able to access their funds, in which Wachovia will not contest its liability related to the sale of ARS securities; and
- Reimburse all refinancing fees to municipal issuers who issued auction rate securities through Wachovia since August 1, 2007, and who refinanced those securities after the market failed.

Courtesy North American Securities Administrators Association, *Securities Regulators Announce Settlement With Wachovia Over Sale of Auction Rate Securities*, August 15, 2008.