

CSDI NEWSLETTER

Central Securities Depository of IRAN
Vol.9 - Summer 2013

- 
- ETF
 - Statistics
 - Our Solutions
 - MOU SIGNING
 - CSDI Call Center

Dear readers,

The summer 2013 issue of CSDI newsletter is in your hand.

Since the start of the new serie of our newsletter we have rec ived many positive comments from our readers that have encouraged us to put our enthusiasm to dedicate more time and effort in enriching next editions of the newsletter with better content and more detailed and useful information. Hopefully in coming editions we will also be able to resolve the needs of our colleagues.

We truly appreciate your valuable comments and suggestions.

CSDI



SIGNING MOU WITH KSD

In the middle of September 2013, Central Securities Depository of Iran (CSDI) and the Korea Securities Depository (KSD) signed a memorandum of understanding in Tehran aiming to boost collaboration of capital markets.

The MOU will cover several topics including staff training, consultation, human resource development and exchange of information while the main focus is on capital markets linkage.

The MOU was signed in presence of the chairman of Iran Securities and Exchange Organization (SEO), Dr. Ali Saleh Abadi and top officials of Iranian capital market. Addressing the attendees, Dr. Saleh Abadi mentioned the importance of international relations in Iran capital market and com-

mended CSDI efforts in this regard.

Then CEO and chairman of KSD, Mr. Kim expressed his willingness for cooperation on mutually interesting fields. He stated KSD intention to form taskforces to maintain the MOU in a short time.

In this event, CSDI president and CEO, Mr. Soltani Nejad highlighted the technical capabilities of CSDI experts in fulfilling their requirements and stated that CSDI is willing to share these capabilities with its counterparts. He also expressed that CSDI welcomes any opportunity to use the experiences of successful CSDs like Korea Securities Depository.

He wished the MOU, as the first step of KSD and CSDI cooperation, will provide both companies with great opportunities.

Exchange Traded Funds

There are three types of Exchange Traded Funds (ETF): variable-income ETF which comprise of shares, fixed income ETF which comprise of bonds and mixed ETF which comprise of both shares and bonds.

Each one has a different settlement period: T+3 for variable-income ETF, T+2 for mixed ETF and T+1 for fixed income ETF. Commission rates are also different among different types of ETF.

Central Securities Depository of Iran (CSDI) has created commission rates ratios and clearing and settlement necessities via "NetClear" system. Furthermore, clearance of ETF with share trading in Tehran Stock Exchange (TSE) and Iran Farabourse Co. (IFCO) and also in in-

vestment funds is now possible. As a result, settlement of such trades is harmonized.

Advantages of ETFs:

1. More transparency, due to real-time calculation of NAV
2. Clearance and settlement of shares and corporate bonds
3. Lower risk for market newcomers, due to the diversification in funds portfolios
4. Online trading of funds units
5. Higher liquidity rate



Our Solutions

Systems designed and implemented by CSDI during summer of 2013

CERT DISTRO

Online Distribution of Certificates

Cert Distro operates in order to facilitate share certificates distribution in a non-verbal format.

By using this new system shareholders are able to receive their certificates online and there is no need to come to CSDI personally.

All the certificates related to shareholders activities like transfer of shares, modifying shareholders ID and application of missing certificates will be covered by Cert Distro. Currently customers can receive their share certificates through CSDI or their brokerage firms.

This is the first stage of delivery of non-physical delivery of certificates in trade transactions. The ultimate scope is to perform dematerialization thoroughly in near future.

IRRA System

Incremental Risk Reduction & Awareness

This system was designed and implemented by CSDI Issuers Affairs department to fulfill the requirement Securities and Exchange Organization to gather shareholders data. It was initially utilized in exchange traded funds.

Some features of the system are as follow:

- 1- Recording specification of real persons and legal corporates and their attorney or representative
- 2- Creating reports in Microsoft Excel format to backup the software companies.
- 4- Enabling brokers to send text messages to shareholders providing that shareholders information has been stored to the system

CDG

Corporate Data Gateway

CDG is a Windows-based application developed within a flexible environment. It makes it possible for the listed companies to enter and store their shareholders information and also validate and modify them in order to be sent to CSDI.

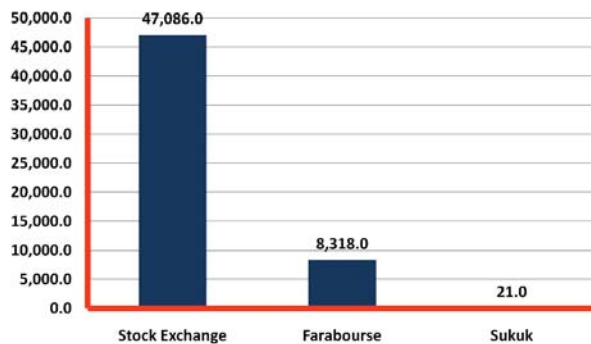
The system is designed to facilitate issuers to assign the Shareholders Identification Codes and also to standardize system communication protocol. Features of this system are:

1. Data entry through Microsoft Excel files
2. Ability to search for information items and applying filters several
3. Data validation with maximum flexibility
4. Identify incorrect information and the reasons of falls information.
5. Reporting valid and invalid number of data entrance
6. Editing, deleting and adding data
7. Generating outputs in Microsoft Excel format
8. Interaction with users

Clearing & Settlement Statistic Summer of 2013

Trades	No. of trades	Trade turnover	Total value of trades (million IRR)
Stock exchange	3,871,726	47,086	217,499,684
Farabourse exchange	890,860	8,325	36,148,201
ETF	1,664	25	244,825
Participation bonds	18,842	21	21,528,432
Energy exchange (mercantile)	67	22,531,952(kg)	162,094
Energy exchange (electricity)	1,154	4,710,609(kw)	210,046
Total	4,784,313		275,793,282

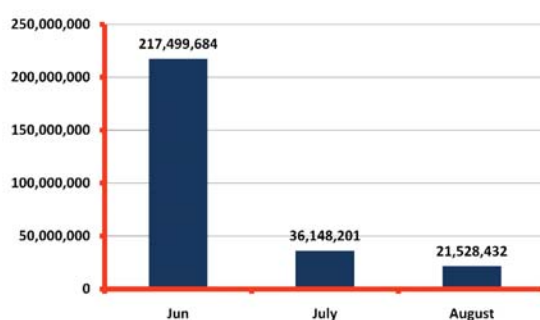
Trade Turnover (million) Summer of 2013



Shareholders Operations Affairs Statistics Summer of 2013

Activity	Qty
No. of pledging requests	75
No. of pledged securities	8,183,426,652
Unblocked securities	258
Total amount of pledged securities	15,458,205,786 IRR
Legal transfer of securities	1,082
Modificatin of shareholders ID	2,107
Changing the supervised broker	4,402

Number of Pledged Securities Summer of 2013



CSDI Call Center

Stakeholders satisfaction is one of the strategic goals of CSDI. Based on this goal, a dedicated unit has been established to interact with stakeholders.

The new call center started functioning on 13 July 2013 and currently responds to more than 27,000 calls per month.



Central Securities Depository of Iran
(CSDI)

Head office:

#13, Naderi St. - Keshavarz Blvd. -
Tehran -Iran - 14166 43114
Tel: +98 21 889 71 525 (10 lines)
csdiran.com - info@csdiran.com