

Member's Profile

Organization Name: : Central securities Depository

Country/ Region: Czech Republic

Name of CEO: Ing. Helena Čacká

Capital (US\$): 5 mil USD (100 mil CZK)

Number of Officers and Employees: 41

Ownership and Governance

Central securities depository Prague is a 100 % owned subsidiary of the Prague Stock Exchange

Brief History

The Central Securities Depository Prague has been operating on the capital market since the founding of the Stock Exchange Security Register in 1993; the Register was later transformed in 1996 to the joint-stock company UNIVYC. In 2010, the company took over the records of the Securities Centre and commenced the activities of a central depository under the name of Centrální depozitář cenných papírů, a.s. (Central Securities Depository), which is a member of the [European Central Securities Depositories Association \(ECSDA\)](#).

PX Group and CEESEG

The Central Securities Depository Prague is a fully owned subsidiary of the [Prague Stock Exchange](#). It is part of the PX Group, the most prominent members of which are, in addition to CSD Prague, the [Prague Stock Exchange](#) and [POWER EXCHANGE CENTRAL EUROPE](#). The Prague Stock Exchange is the largest and oldest organizer of the securities market in the Czech Republic, with trades conducted through licensed traders, who are also Exchange members. POWER EXCHANGE CENTRAL EUROPE is a platform for the trading of electricity in the Czech Republic, Slovakia and Hungary.

As a subsidiary of the Prague Stock Exchange, the Central Securities Depository is also a member of the [CEE Stock Exchange Group \(CEESEG\)](#). CEESEG incorporates four Central European stock exchanges: [Vienna Stock Exchange \(Wiener Börse\)](#), [Budapest Stock Exchange \(Budapesti Értéktőzsde\)](#), [Ljubljana Stock Exchange \(Ljubljanska borza\)](#) and [Prague Stock Exchange \(Burza cenných papírů Praha\)](#). The largest stock exchange group today in Central and Eastern Europe, CEESEG provides access to information on four markets from a single location.

Types and number of Participants

27 participants

Credit institutions: 16

Central bank: 1

CSD: 1

Others: 9

Regulatory Environment

CSD Prague and its services are regulated mostly by the Act No. 256/2004 Coll., on Capital Market Undertaking. With respect to CSD, this act provides for rules particularly with respect to organizational aspects of CSD, maintaining of securities

registers, operating of settlement system and supervision of national authority. Securities are regulated separately by new Civil Code (Act No. 89/2012 Coll., effective as of 2014), the act No. 190/2004 Coll., On Bonds, the act No. 90/2012 Coll., on Commercial Corporations, and the act No. 240/2013 Coll., on Investment Firms and Investment Funds.

CSD Prague is a licensed CSD and the supervision is performed by Czech National Bank, mostly via approval of changes in the Operating Manual or Rules of Settlement System.

Stock Exchanges

Prague Stock Exchange

RM-System – Czech Stock Exchange

Other CSDs or clearing organization in your country

NO

Services Provided

Central Securities Depository Prague (CSD Prague), a 100% subsidiary of the Prague Stock Exchange, is an entity that keeps the central register of dematerialised securities issued in the Czech Republic, operates a settlement system for the settlement of exchange as well as OTC trades in dematerialised securities, allocates globally valid identification numbers (Legal Entity Identifier – LEI, initially pre-LEI) to legal entities and international identifying numbers (ISIN) to investment instruments. Other services rendered by the Central Securities Depository Prague to participants, securities issuers and other entities involved in the capital market include:

- settlement of primary issues of dematerialised securities;
- settlement of trades involving dematerialised foreign securities;
- settlement of dematerialised security trades concluded in EUR;
- settlement of executed pledges of securities;
- keeping independent registers of foreign and certificated investment instruments;
- administration of dematerialised foreign securities registered on the CSD Prague accounts in Clearstream or CSD SR;
- administration and safe custody of securities;
- administration of repayments of securities, return of securities and payment of yields from dematerialised securities;
- provision of data to comply with the disclosure duty under Art. 115 of Act No. 256/2004 Coll.;
- administration and management of risks via the Clearing Fund;
- lending and borrowing of domestic as well as dematerialised foreign securities;
- management-focused training for capital market actors;
- records and settlement of issues of dematerialised securities;
- publishing of statistical information.

Eligible Securities

- Bonds
- Stocks
- Investment certificates
- Futures
- Warrants

Corporate Action services Provided? Yes/No

Yes (payments of dividend)

Value of Securities in Custody (US\$):

CZK 3 051 489 000 000 (US\$ 150 320 000 000)

Amount of Cash Settled per annum (US\$):

CZK 3 551 311 000 000 (US\$ 174 971 000 000)

Percentage of Securities Immobilized/ Dematerialized:

99,9%

Market Capitalization/ Trading volume per annum (US\$):

NA

Total Revenue/ Expense and Net income Per annum (US\$):

Revenues = CZK 359 101 000 (US\$ 17 690 000)

Expense = CZK 283 504 000 (US\$ 13 966 000)

Net Profit = CZK 62 356 000 (US\$ 3 072 000)

(1 US\$ = ca. 20,3 CZK)

Memorandum of Understanding/ Business Agreement (Date)

NA

Cross-Broader Transaction (Counterpart)

NA

Withholding Tax Treatment of Cross-Border Trading Transactions (Details)

NA

DVP Implementation (Yes/No)

Yes

Settlement Period

T+3

Contact Information

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Remarks