

## Company Profile

**Organization Name:** National Depository Center of Azerbaijan Republic

**Country/ Region:** Azerbaijan

**Name of CEO:** Araz Aliyev

**Capital (US\$):** 2.7 mln AZN

**Number of Officers and Employees:**56

**Ownership and Governance**

**(Main Shareholders)**

National Depository Centre is not a joint-stock company.

### Brief History

The concept of National Depository System was first introduced in the “State Program of privatization of the state ownership in Azerbaijan Republic 1995-1998”. In accordance with the State Program the Depository System was formed for regulated holding of dematerialized securities, leading of shareholders registers, registration of owners of securities as well as transactions with them and also for rendering all other depository services. In order to advance the Depository System and its regulatory framework, the presidential decrees "On the National Depository System" and "On the Rules on leading of the shareholder's registry of the joint-stock companies created during the privatization of the state firms and specialized check investment funds" were adopted in 1997. The creation of the National Depository Center was stipulated by the provisions of "On the National Depository System" regulations. On the 18 September, 1997 The National Depository Center was created. The National Property Committee was acting as a holder of 100% shares of the National Depository Center. The shares of NDC were then handed over to the State Committee for Securities after its creation in 1999. As a result NDC was newly founded by the State Committee for Securities on the 8 September 1999 and passed the national registration on 17 September 1999. The National Depository Center has a license on depository, registrar and clearing activity granted by the State Committee for Securities of the Republic of Azerbaijan. According to the above-mentioned regulations the National Depository Center is the state organization, which plays the main role in the National Depository System, engaging the depository activity and carrying records of other depositories that are included in depository system of the country.

On July 14, 2015 the activity of National Depository Center was newly accepted by the “Law of the Azerbaijan Republic on securities market”. According to the new law National Depository Centre is a noncommercial legal entity, established by the executive authority body and the members are investment companies and depository of investment funds.

**Types and number of Participants**

Investment companies and depositories of investment funds

**Regulatory Environment** Civil code, Law of the Azerbaijan Republic on securities market, internal regulations.

**Stock Exchanges** Baku Stock Exchange

**Other CSDs or clearing organization in your country** No

**Services Provided**

- safekeeping and record keeping of securities
- record keeping of accounts of securities owners
- providing and conducting of the electronic system of securities and the accounts of securities owners
- keeping the registry of securities owners
- record keeping of the accounts of nominal holders
- registration of cases of encumbrance of securities with obligations
- providing services stipulated in the activity to its members, issuers, stock exchange and clearing organizations
- presenting statement from the account and information on conducted operations by the requests of the customers
- services defined by the law "On investment funds" of Azerbaijan Republic, notably safekeeping of shares of investment funds and confirming their rights and facts of encumbrance, record keeping and safekeeping of assets managing by the investment funds and documents on them and also opening and keeping of cash accounts and implementation of cash transfer.

**Eligible Securities** Shares, bonds and central bank notes.

**Corporate Action services Provided? Yes/No** Yes

(If yes, what kinds of services provided?)

Organizing of general meetings

Distribution of dividends

**Value of Securities in Custody (US\$):** 20,2 bln AZN (12.6 USD)

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

2.2 bln AZN and 32 bln USD (1.3 bln USD)

**Percentage of Securities Immobilized/ Dematerialized: 99**

**Market Capitalization/ Trading volume per annum (US\$): 5 billion AZN ( 3.1 billion USD)**

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

**Memorandum of Understanding/ Business Agreement (Date) – KSD – Korea, , Hellenic Exchanges S.A – Greece, KDPW Poland, Depozitarul Central S.A. – Romania, MKK – Turkey.**

**Cross-Broader Transaction (Counterpart)**

No

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

No

**DVP Implementation (Yes/No) Yes**

Yes

**Settlement Period**

Government securities – T+0

Other securities – T+1

**Contact Information**

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**Remarks**