

Member's Profile

Organization Name:	Central Depository AD / CDAD /
Country/ Region:	Bulgaria
Name of CEO:	Mr. Vasil Golemanski
Capital (US\$):	BGN 1000000 (EUR 511292)
Number of Officers and Employees:	26
Ownership and Governance (Main Shareholders)	<p>Structure of share capital as of 31/05/2013:</p> <p>Ministry of Finance: 43.70%</p> <p>Bulgarian Stock Exchange – Sofia: 6.61%</p> <p>Banks: 37.01%</p> <p>Investment Intermediaries: 5.53%</p> <p>Others: 7.15%</p> <p>CDAD is a joint-stock company with one-tier system of governance. A five-member Board of Directors is the operational body which exercises management control over its activity. The Board of Directors appoints one of its members as a Chief Executive Officer who leads and manages the daily activities and reports to the rest of the Board members at least once a month. Representatives of Financial Supervision Commission may also attend the BOD's sessions.</p>
Brief History	<p>CDAD was established in August 1996 under Art. 91 of the Securities, Stock Exchanges and Investment Intermediaries Act (superseded by the Law on Public Offering of Securities, effective from December 31, 1999). Operations commenced in January 1997. CDAD maintains a reliable system for book-entry registration of dematerialized securities. The depository performs also clearing and settlement of transactions in dematerialized securities as well as administration of such securities. Use of the depository for safekeeping and settlement of all dematerialized securities, except Bulgarian Government Bonds, is compulsory. All transactions are subject to the rules and procedures approved by the Board of Directors, agreed and accepted by participants upon joining.</p>
Types and number of Participants	<p>According to Art. 131 of the Law on Public Offering of Securities, members of CDAD may be: banks, investment intermediaries, stock exchanges, market operators when different from exchanges, foreign depository and clearing institutions. Members are obliged to meet some financial, technical and operational criteria, described in CDAD's Rules and Regulations. Participants are required to sign an agreement upon joining.</p> <p>Number of participants: 107 as of 31/05/2014.</p>

Regulatory Environment

The Law on Public Offering of Securities, the Law on Markets in Financial Instruments and Ordinance No 8 of the Financial Supervision Commission set the basic rules for the organization and operation of CDAD. The institution performs its activities in conformity with the established Rules and Regulations of CDAD.

The deputy chairperson of the Financial Supervision Commission (FSC), the Minister of Finance and the Bulgarian National Bank exercise control over the activity of CDAD. The ongoing regulation and supervision of CDAD is mainly exercised by the FSC, which exercises a market related control and focuses on protection of the investors.

Stock Exchanges

Bulgarian Stock Exchange

Other CSDs or clearing organization in your country

Yes.

The Government Securities Settlement System, owned and operated by the Bulgarian National Bank acts as the issuer CSD and securities settlement

system for the Bulgarian government securities.

CDAD maintains the national registration system for dematerialized securities and performs:

- registration of dematerialized securities and of transfers of dematerialized securities, as well as storing and maintaining of data about dematerialized securities by opening and keeping of accounts of their issuers and holders;
- clearing and settlement of transactions in dematerialized securities;
- administration of dematerialized securities, including keeping of a book of the holders of dematerialized securities, distribution of dividends, interests and other payments;
- registration of special pledges on dematerialized securities;
- blocking and unblocking of dematerialized securities;

- ISIN allocation

Eligible Securities

Dematerialized securities registered at CDAD include: shares, shares rights, corporate bonds, municipal bonds, compensation instruments, units of collective investment schemes, warrants.

Corporate Action services Provided?

Yes

Yes/No

Administration of dematerialized securities includes: keeping of a book of the holders of dematerialized securities, effecting of payment of dividends, interests, principals and other payments through the System for gross settlement in real time at the Bulgarian National Bank, registration of capital

(If yes, what kinds of services provided?)

increase/decrease, general meetings notification, etc.

Value of Securities in Custody (US\$):**Amount of Cash Settled per annum (US\$):****Percentage of Securities Immobilized/ Dematerialized:**

Market Capitalization/ Trading volume per annum (US\$):**Total Revenue/ Expense and Net income Per annum (US\$):**

TR 2013: 2152000 BGN / EUR 1100300

TE 2013: incl. profit tax - 1947 000 BGN EUR 995 485

NI: 205 000 BGN / EUR 104 815

EUR 1 = BGN 1.95583 /fixed with the Law on the Bulgarian National Bank

Memorandum of Understanding/ Business Agreement (Date)**Cross-Broader Transaction (Counterpart)**

Not yet

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

Not

DVP Implementation (Yes/No)

Yes

Settlement Period

CDAD operates a single intra-day settlement processing cycle, with DVP gross settlement of securities and netting of cash (BIS Model 2). Clearing and settlement of securities takes place on T+2.

Contact Information

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