

Member's Profile

Organization Name:	Central Depository & Clearing Company Inc. (Hereinafter referred to as: CDCC)	
Country/Region:	Croatia	
Name of CEO:	Stjepko Čičak	
Capital (US\$):	USD 4 million	
Number of Officers and Employees:	45	
Ownership and Governance:	Shareholders	As % of the capital
(Main Shareholders)	Republic of Croatia	62, 30%
	Financial Agency	16, 61%
	Market Participants	21, 09%
	(Custodians, Issuers, Brokerage houses, Stock Exchanges)	

CDCC is governed by the Management Board. Currently the board is made up of 2 members (chairman and his assistant). Supervisory Board consists of representatives from Ministry of Finance, Financial Agency and Market Participants. Croatian Financial Services Supervisory Agency (CFSSA) is independent authority which supervises CDCC.

Brief History

CDCC is the sole central depository in the Croatian market. It was established in April 1997 as legally non-profit company on the basis of the Security Issuing and Exchange Act No. 84 and Companies Act No.177 as Central Depository Agency (CDA). Since January 2009, CDCC is governed primarily by the Capital Market Act, Company Business Rules and Company Directions. By those legal documents CDCC is authorized to:

- Administer Central Security Registry
- Govern Clearing and Settlement Security System
- Issuing securities codes (ISIN and CFI codes)

CDCC provides settlement and depository services for all equities, corporate and government debt. Participants of CDCC are security issuers, brokerage houses, banks, investment companies, credit institutions and investment fund managers.

Types and number of Participants	Issuers: 951 Brokers: 34 Custodians: 20 Money market participants: 18 Investment companies: 3 Total: 1026
Regulatory Environment	<p>Legal documents 'The Capital Market Act' , 'Company Business Rules' and 'Company Directions' determining the activity and operation of CDCC as central depository of securities (hereinafter referred as Depository) and security clearing and settlement authority. On the basis of the aforementioned laws CDCC provides a comprehensive service concerning dematerialized securities. It keeps central securities accounts and securities as specified in the Capital Market Act. CDCC provides the services specified in the Company Business Rules and Company Directions. On the basis of agreements concluded with Zagreb Stock Exchange CDCC performs the clearing and settlement of the transactions concluded at the Stock Exchange. Croatian Financial Services Supervisory Agency (CFSSA) supervises operation of CDCC on the basis of the Capital Market Act.</p>
Stock Exchanges	Zagreb Stock Exchange
Other CSDs or clearing organization in your country	No
Services Provided	<p>I. CDCC acts as Central Depository of Croatia. This includes:</p> <ul style="list-style-type: none"> • Administration of Central Security Registry • Issuing securities codes (ISIN and CFI codes) • Dematerialization of physical securities <p>II. CDCC acts as Central security clearing and settlement authority. As a central counterparty it ensures the clearing and settlement of the trades made in the organized markets of Zagreb Stock Exchange and settlement of OTC transactions. Contractual settlement (CS) enables efficiently and free of risks exchange of funds and securities of market participants. Due to its special role in real-time giro system ('RTGS') of the National Bank of Croatia ('HSVP'), it provides a real time Delivery vs. Payment (DVP) settlement facility.</p> <p>III. In addition of managing of Central Security Registry, CDCC provides corporate action services. Execution of some corporate actions by CDCC are optional (general meeting, dividend payment etc.), and others are mandatory (stock dividend, merger etc.)</p>
Eligible Securities	Regular Share Preferred Share Rights Bond Government Bill Discounted Bond

Commercial paper
Treasury bill

Corporate Action services provided? Yes

(If yes, what kinds of services provided?) At the issuer request CDCC provides execution of corporate actions on securities that are in custody of CDCC. Execution include the exercise of rights based on securities. As a result of execution of corporate action CDCC :

- provides a shareholders lists (e.g. general meeting, ledger balance)
- updates to the register of shareholders (e.g. merger, expiry, reverse split, acquisition)
- for corporate actions with payments it provides a payment to shareholders on a payment date (e.g. dividend payment, interest payment, maturity payment).

Clients are entitled to participate in corporate actions if they hold balances in the securities concerned on the due date of the corporate action.

Value of Securities in custody (US\$):	USD 60 744 359 068
Amount of Cash Settled per annum (US\$):	USD 9 910 763 801 (2010)
Percentage of Securities Dematerialized:	99.9% of total nominal value of securities held with CDCC is dematerialized
Market Capitalization/Trading volume per annum (US\$):	Market Capitalization (2010) Total: USD 48 184 980 329 Trading volume (number of transactions in 2010) Total: 330 393
Total Revenue/Expense and Net income per annum (US\$):	Income from services provided (2010): USD 6 441 755 Operating costs and expenditures of services provided (2010) : USD 5 233 417 Net income before income taxes (2010): USD 2 024 509
Memorandum of Understanding/ Business Agreement (Date)	NA
Cross-Border Transaction (Counterpart)	NA
Withholding Tax Treatment of Cross-Border Trading Transactions (Details)	NA
DVP Implementation (Yes/No)	Yes

Settlement Period

Transactions from Zagreb Stock Exchange are settled in T+3 settlement cycles in line with the DVP (Delivery versus Payment) principle in TFT (Trade-for-Trade) or in CS (Contractual Settlement) manner. CS Settlement is enabled if transaction fulfils a set of conditions (transaction value can't be over 10 million HRK, security CS suitable roles etc.)

Contact Information

Address: Heinzelova 62 A, Zagreb

Phone :+385-1-4607-330

Fax:+385-1-4677-696

Home page: www.skdd.hr

E-mail:skdd@skdd.hr

Remarks