

## Member's Profile

<b>Organization Name:</b>	Misr for Central Clearing, Depository and Registry (MCDR)
<b>Country/ Region:</b>	Egypt
<b>Name of CEO:</b>	Mohamed Soliman Abdel Salam
<b>Capital (US\$):</b>	7.1 million US\$
<b>Number of Officers and Employees:</b>	400
<b>Ownership and Governance (Main Shareholders)</b>	Cairo and Alexandria Stock Exchanges 5%. Banks and financial institutions-custodians 50% Securities intermediaries 45%

### Brief History

August 1994, Issuing the Capital Market Authority's decree to establish Misr for Central Clearing, Settlement and Depository (MCSD) with an authorized capital of L.E. 10 million and an issued capital of L.E three million distributed on 30,000 shares with a par value of L.E. 100 per share.

October 1996, MCSD started its activities in the Egyptian Capital Market through applying clearing and settlement system.

Registering the first issuer (Misr International Bank) at the central depository system

August 1997, The Clearing and Settlement Department has moved from the ground floor of the Stock exchange premises to the MCSD's premises at 1 Sekkat El Fadl Street

May 1998, Registering securities pledge in MCSD's shareholders records.

Opening MCSD's branch in Alexandria

October 1998, Developing the rules and mechanisms of dividend payment for centrally deposited securities in cooperation with some banks.

March 1999, Establishing an electronic link between the MCSD and the securities bookkeepers through a new system to replace the French system of a separate database for each bookkeeper. The new system includes working on a standard database limiting the access of each party to the data relevant to its clients.

Decree # 117 of 1999 was issued by the Board of

Directors of the Capital Market Authority to establish a Settlement Guarantee Fund to guarantee timely settlement of transactions effected on securities traded at the stock exchange

January 2000, Starting the actual operation of the Settlement Guarantee Fund.

June 2000, Launching the website of the MCSD on the Internet.

July 2000, Opening the MCSD's branch in 70 Al Gomhoria street- Cairo.

The Central Depository and Registry Law # 93 of 2000 were issued.

December 2000, The company's organizational structure was modified to coincide with the law 93/2000.

August 2001, Increasing the authorized capital to L.E. 15 million and the Issued capital to L.E. 15 million distributed on 150,000 shares with a par value of L.E. 100/share.

Issuing the executive regulations of the Central Depository and Registry Law #93 of 2000.

January 2002, Securities balances delivered from bookkeepers to the MCSD as a transitional phase until the application of the Custodians' system as required by Law #93 of 2000.

Increasing the authorized capital to L.E. 50 million and the Issued capital to L.E. 18,750 million distributed on 187,500 shares with a par value of L.E. 100/share.

May 2002, MCSD was assessed as one of the best performing five international central depository companies by JP Morgan chase.

September 2002, Purchasing data storage units with a large storage capacity measured in terabytes.

Linking all issuing companies' members at the Central Depository system to a system that provides access to the relevant shareholders' records and trading transactions.

October 2002, MCSD awarded the gold star award in total quality from BID international, Switzerland.

March 2003, Getting a license from the CMA to start the reform process as per the requirements of the Central Depository & Registry Law and undertake restructuring procedures to

accommodate all members.

MCSD started to develop an action plan to establish a specialized call center to provide services to investors wishing to do balance inquiry through a secured system. The call center will also respond to the questions and inquiries directed by shareholders.

May 2003, Developing the settlement system to be able to settle trading transactions at four different time frames starting from T+1 to T+4.

Provide information services to investors on their securities portfolios and trading transactions through different means (internet- electronic mail- registered mail- fax- mobile telephone- voice services).

June 2004, Selecting the smart village as the premises of the Arab Stock Exchange and assigning the MCSD to undertake clearing and settlement for the transactions done at the Arab Stock Exchange. Selecting EFG –Hermes as the financial advisor to the Arab Stock Exchange.

August 2004, Modification of the Settlement Guarantee Fund rules according to the provisions of article 18 of law #93 of 2000 as amended by law #143 of 2004.

October 2004, Electing the members of the Settlement Guarantee Fund committee according to the new rules.

A decree issued for the Prime Minister to establish a fund to protect capital market participants from non-commercial risks resulting from activities of securities intermediaries.

December 2004, MCSD delivers securities balances related to clients of the former bookkeeping companies to banks licensed by the CMA as custodians.

January 2005, Transfer of the (ISIN Code) from the CMA to the MCSD to use this code locally and internationally. This will help increase the overseas investors in the Egyptian capital market as it enables them to get information about the Egyptian securities through the international code assigned according to the international coding standards.

March 2005, Linking the stock exchange trading system to the clearing and settlement system of the MCSD, the custodians and the securities intermediaries.

April 2005, Establishing AMEDA (Africa and the Middle East Depositories Associations).

Selecting Egypt as the President of AMEDA and

Jordan as the Vice President.

Developing the electronic programs at all securities intermediaries so that they can print all the required reports directly from their premises.

June 2005, Approving the new articles of association from the extraordinary general assembly of the MCSD and the CMA and publishing same at the official gazette.

Increase the MCSD's issued capital from L.E. 18,750 million to L.E. 40 million.

Completing the design of the automated trading system at the Arab Stock Exchange.

July 2005, Designing the Margin trading automated programs.

Designing the document and automated clearing and settlement system at the Arab Stock Exchange.

October 2005, Designing the automated system and rules of the Same Day Trading System.

November 2005, Modifying the name of the MCSD to be MCDR (Misr for Central Clearing, Depository and Registry).

Reformation of the MCDR's Board of Directors according to the provisions of the new articles of association.

Electing Mr. Mohamed Soliman Abdel Salam as the MCDR Chairman and Managing Director

Selecting Dr. Tarek Ezzat Abdel Bary as a professional member at the MCDR Board of Directors and assigning him to be a second Managing Director.

MCDR is licensed to undertake the Central Registry activity according to the new concept included into law 93 of 2000 and its executive regulations.

July 2006, Signing an agreement with the Libyan Capital Market and the MCDR to assign the latter to develop the rules of establishing a capital market in Libya. Such rules include regulations for all market participants, establishment of securities intermediaries and training of capital market employees.

**Types and number of Participants**

Brokers: 154

Custodian Bank of 40

Issuing companies:1450

<b>Regulatory Environment</b>	Clearing & settlement Banks:7 <ul style="list-style-type: none"> <li>- The Law of the Capital Market.</li> <li>- Listing Rules</li> <li>- Clearing and Settlement policy.</li> </ul>
<b>Stock Exchanges</b>	1 Stock Exchange
<b>Other CSDs or clearing organization in your country</b>	Nothing
<b>Services Provided</b>	Clearing & Settlement. Central Depository. Central Registry. Settlement Guarantee Fund. Pledging Securities. Corporate Actions. Dividends. S.W.I.F.T. Arab Intermediaries. Training. Other Services.
<b>Eligible Securities</b>	Stock. Bonds.
<b>Corporate Action services Provided? Yes/No</b>	Yes. Shareholders lists to the issuing companies. Distributing the cash dividends threw the banks to the shareholders.
<b>(If yes, what kinds of services provided?)</b>	
<b>Value of Securities in Custody (US\$):</b>	NA
<b>Amount of Cash Settled per annum (US\$):</b>	NA
<b>Percentage of Securities Immobilized/ Dematerialized:</b>	NA
<b>Market Capitalization/ Trading volume per annum (US\$):</b>	NA
<b>Total Revenue/ Expense and Net income Per annum (US\$):</b>	NA
<b>Memorandum of Understanding/ Business Agreement (Date)</b>	NA
<b>Cross-Broader Transaction (Counterpart)</b>	NA
<b>Withholding Tax Treatment of Cross-Border Trading Transactions (Details)</b>	NA
<b>DVP Implementation (Yes/No)</b>	NA
<b>Settlement Period</b>	T+0 – T+2 - T+3
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