

## Company Profile

<b>Organization Name:</b>	Securities Depository Center Company (Edaa)
<b>Country/ Region:</b>	Saudi Arabia
<b>Name of CEO:</b>	Mamdooh AlSedairy
<b>Capital (US\$):</b>	SAR 400,000,000
<b>Number of Officers and Employees:</b>	Between 50 – 100 Employees
<b>Ownership and Governance (Main Shareholders)</b>	100% Owned by Saudi Stock Exchange (Tadawul)

### Brief History

Securities Depository Center Company (Edaa) was established in 2016 as a Closed Joint Stock Company in accordance with the Saudi Companies Law issued by Royal Decree No. M/3 dated 28/01/1437H.

The establishment was upon the Capital Market Authority (CMA) approval of Tadawul's Board of Directors request in relation to converting the Securities Depository Center into a Joint Stock Company in accordance with the Capital Market Law (CML) issued by Royal Decree No. M/30 dated on 2/6/1424H.

(Edaa) aims to emulate Capital Market Strategic objectives in relation to developing infrastructures and subsequent procedures to execute transactions in alignment with international standards. It also aims to enhance the efficiency of securities deposit and registration services offered by the Securities Depository Center in alignment with Saudi Vision 2030 through developing a more resourceful environment that fosters excellence within all sectors related to the capital market.

### Types and number of Participants

As of 31 Dec. 2019:

- 31 Custody Members
- 15 Settlement Member
- 182 Listed Companies in Main Market
- 5 Listed Companies in Parallel Market (NOMU)
- 82 Unlisted Companies
- 110 SUKUK & Bonds
- 03 ETFs
- 17 REITs

<b>Regulatory Environment</b>	Saudi Stock Exchange, Capital Market Law, ...
<b>Stock Exchanges</b>	Saudi Stock Exchange (Tadawul)
<b>Other CSDs or clearing organization in your country</b>	No
<b>Services Provided</b>	<ul style="list-style-type: none"> <li>- Operate and maintain the Depository and Settlement System (DSS), an electronic book-entry system used to record and maintain securities</li> <li>- Register the ownership of securities,</li> <li>- Managing the Assembly General Meetings,</li> <li>- Remote Voting Service (e-Voting),</li> <li>- Reporting,</li> <li>- Notifications,</li> <li>- Maintenance of critical core data</li> </ul>
<b>Eligible Securities</b>	Equity, Debt, SUKUK and Bonds, ETFs, REITs, Mutual Funds, and CEFs.
<b>Corporate Action services Provided? Yes/No</b>	Yes
<b>(If yes, what kinds of services provided?)</b>	<ul style="list-style-type: none"> <li>- Organizing General Meetings</li> <li>- Paying Agent Services</li> <li>- Capital Increase/Decrease</li> </ul>
<b>Value of Securities in Custody (US\$):</b>	US\$ 5,715,501,533,742.45 (As of 31 Dec. 2019)
<b>Amount of Cash Settled per annum (US\$):</b>	US\$ 472,181,794,627.152 (As of 31 Dec. 2019)
<b>Percentage of Securities Immobilized/ Dematerialized:</b>	99.6% (As of 31 Dec. 2019)
<b>Market Capitalization/ Trading volume per annum (US\$):</b>	US\$ 2,406.78 billion (As of 31 Dec. 2019)
<b>Total Revenue/ Expense and Net income Per annum (US\$):</b>	NA
<b>Memorandum of Understanding/ Business Agreement (Date)</b>	<p>In 2019, Edaa signed agreements with “Bahrain Clear Company” and “Abu Dhabi Securities Exchange ADX” to enhance bilateral cooperation with Bahrain financial markets and UAE financial markets.</p> <p>The objective of the agreement includes - sharing knowledge and expertise, people development and explore future opportunities related to capital market development and policy alignment initiatives. The initiative will enable cross-listing of securities across the markets and enhance issuer reachability to the investors across the markets.</p>
<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>	Yes

<b>Settlement Period</b>	T+2
<b>Contact Information</b>	Abdulsalam Alshahrani Manager, Business Support e-mail: <a href="mailto:abdulsalam.shahrani@edaa.com.sa">abdulsalam.shahrani@edaa.com.sa</a> Tel.: +966-11-218-9331
<b>Remarks</b>	<ul style="list-style-type: none"><li>- Edaa develops its systems to enable enhanced business services to be introduced through state-of-the-art technology and improved reporting services. These developments are aligned with many of the strategic initiatives and are being implemented accordingly.</li><li>- A fund platform is to be implemented which will enable new fund service offerings. This will facilitate subscription/redemption of fund units issued by different fund managers and will pave the way to introduce new products. The process will be supported by fund administration services to provide economies of scale to the fund markets.</li><li>- International CSD links will be developed to give easier access to international investors and create a single pool of liquidity for Saudi Government Bonds/Sukuks at Edaa.</li><li>- The securities borrowing and lending (SBL) framework is being enhanced to facilitate access and widen the participants eligible to participate in SBL transactions. The roadmap to introduce Repos (short-term dealing in government securities) has been drawn up.</li><li>- Given its current achievements and the capabilities it has demonstrated we can be confident that Edaa will meet any challenges the future may bring, and play an expanding role in the development of the Saudi Stock Exchange.</li></ul>