

İstanbul, 01/03/2017

General Letter: 1342

Equities Clearing & Settlement Team

Subject: Developments in the Equity market and amendments of Equity market settlement and clearing and collateral management procedure due to the Bistech Phase 2 transition

Related Parties : Brokerage Firms, Banks

Dear General Manager,

Within the scope of transition to Bistech Phase 2 system planned on 06/03/2017, improvement in the Equity market clearing and settlement procedure has been made and developments will come into effect as of the transition date.

In this content, improvements come into effect as of the transition date are provided herebelow.

Rectifies,

- In current situation, while rectify operations may only be made one by one with the same trade order contract, in the direction of the our clients demand with the movement, one member may rectify the security which passes through the same trade (has same trade number) and all contract with the same direction (buying or selling) and active status by collectively and single use. In order mentioned subject to be done, there must not be a pending side at related trade order at order book.
- In current situation, in order to process Borsa İstanbul A.Ş.'s surveillance implementations straight, rectify operations was not possible for trades which ordered at T+0. According to announcement made by Borsa İstanbul with the announcement number 2017/29, with go-live, rectify operations are allowed to be done from the time trades ordered to T+1 end of the session closing time.

Give up – Take up,

Give up – take up is the transfer of a one members position to the another member whose settlement is done to the name of transferee. That transaction is not applicable at current system. With the movement, give up/take up will be in serve of our members.

- After a given up position is accepted by a member who wants to take that position , fees and other responsibilities which are agreed on before will be in the responsible of taken up side of positon.

- Give up – take up operations can be done from the time trades ordered to T+1 end of the session closing time.
- One member can transfer the security passes through the same trade (has same trade number) and all contract with the same direction (buying or selling) and active status by collectively and single use. In order mentioned subject to be done, there must not be a pending side at related trade order at order book.

Moreover; for the improvements under the phase 2 go-live, Istanbul Settlement and Custody Bank. Inc. Borsa Istanbul Inc. Equity Market Clearing and Settlement and Collateral Management Procedure is needed to make some changes. Procedures that contains updated changes can be reached at Procedures headline under the Resources at our website. Mentioned changes will come into effect with transition to Bistech Phase 2.

Sincerely yours,

TAKASBANK

ISTANBUL CLEARING AND CUSTODY BANK INC

Gökhan ELİBOL

Executive Vice President

Mahmut KAYACIK

CEO Board Member