

DEBT SECURITIES CLEARING AND SETTLEMENT TEAM

Subject: Automatic Electronic Funds Transfer (EFT) of cash receivables Debt Securities Market to Banks

Related Parties: Banks
Participation Banks

Dear General Manager,

As is known, the cash settlement receivables arising from the transactions executed by our Members in BİAŞ Debt Securities Market are "Credited to the members 'Member Free Current Account' no. 11 at Takasbank. The TRY denominated cash receivables of the banks are transferred to their TIC accounts at the CBRT." as stated in Article 27, paragraph 6 of the Istanbul Settlement and Custody Bank Inc. Borsa Istanbul Inc. Debt Securities Market Clearing, Settlement and Central Counterparty Service Principles Procedure (Procedure).

In this context, the aforementioned transfer transactions are currently carried out according to the rule announced in the General Letter dated 19/04/2018 and numbered 1427: "With the Bistech transition, because of the central counterparty service will start to be given procedure "Clearing" titled 22nd substance within the framework some markets will not be included Clearing. However, determining amount which is send to Banks with automatic EFT will be sent based on the net amount of receivables for all markets. Except from the Debt Securities Market net cash receivables, the necessity for the Banks to send the amount using Takasbank screens will remain.

In line with the requests received from our members regarding this issue, the following improvements been implemented as part of the Bistech 3.10. transition.

- The cash settlement receivables of our members in the Debt Securities Market are divided into two groups as *Committed Transactions Market cash receivables* and other *Debt Securities Market cash receivables*, and the cash gross receivables of the Committed Transaction Market of the Banks will be sent in a way that they will not be netted with other Debt Securities Market cash receivables.

- Debt Securities Markets cash receivables, with the *exception* of Committed Transaction Market cash receivables, will be netted as CCP and NCCP and sent as a single amount.
- In case our members request their cash receivables from the Committed Transaction Market and other Debt Securities Markets at different times during the day, the possibility of sending the EFT in parts has been introduced. If no partial sending is requested, cash receivables will be sent at once the sum of the two groups.
- Currently, it is observed that cash settlement receivables of the Committed Transaction Market and other net Debt Securities Markets are being withdrawn by some of our members. With this transition, our members who *do not want* their cash settlement receivables sent automatically are required to send a written instruction, and all cash settlement receivables will be sent by Takasbank unless otherwise instructed.
- In the event that our members do not have sufficient funds in their accounts during the transfer of cash settlement receivables calculated in accordance with the above-mentioned rules, the management of the receivables will be under the responsibility of the member.

The above-mentioned improvements are planned to come into effect on **08/07/2024**.

Kindly submitted for your information.

Sincerely Yours,

TAKASBANK
ISTANBUL SETTLEMENT AND CUSTODY BANK INC.

Muhterem ÇELİK
Director

Gökhan ELİBOL
Executive Vice President

