



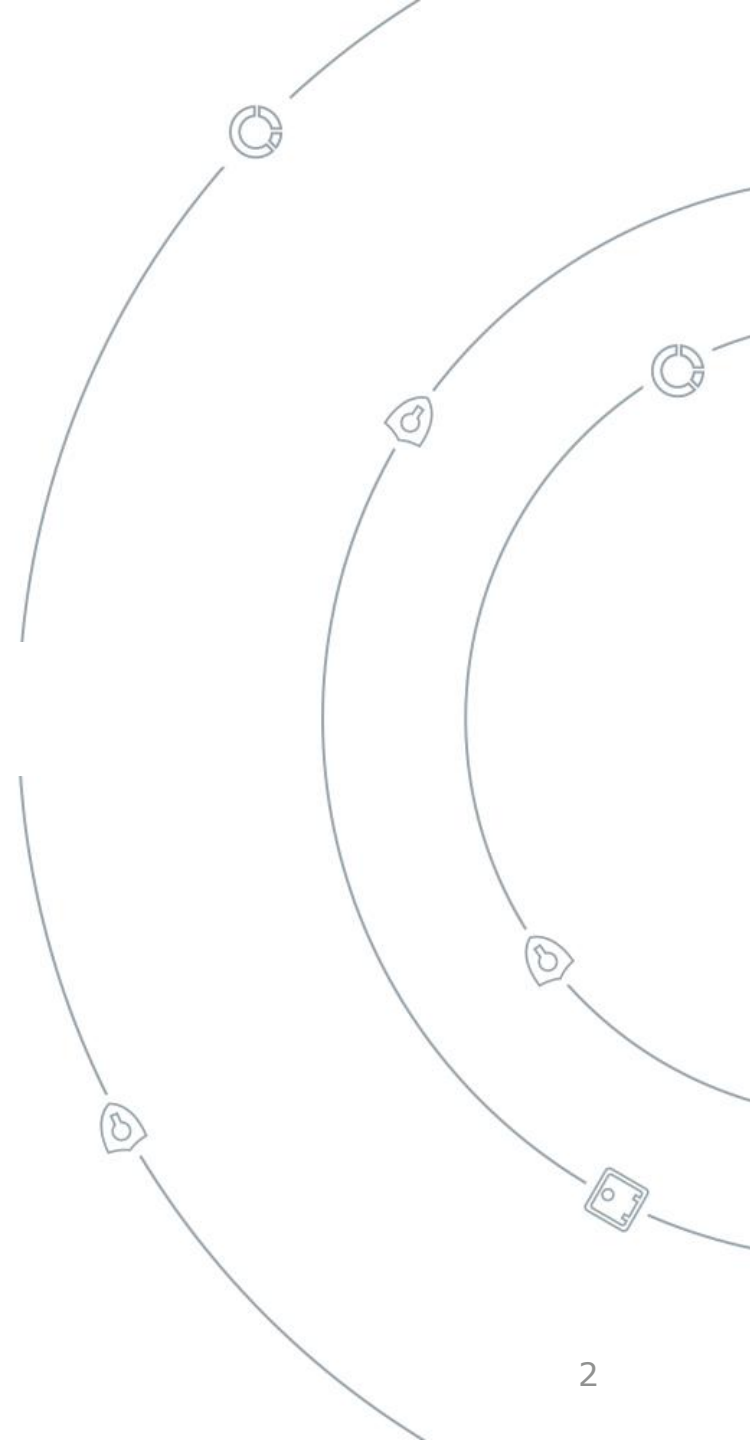
INFINITUM
COMPANY GROUP

INFORMATION SUPPORT FOR SPECIALIZED DEPOSITORY ACTIVITY

Minsk 2017



SPECIALIZED DEPOSITORY FUNCTIONS IN RUSSIA



SPECIALIZED DEPOSITORY FUNCTIONS IN RUSSIA



Custody



**Safekeeping
of property**



**Accounting
for asset
transactions**



**Monitoring
and coordinating
transactions
for disposal
of property**



**Calculation
of net asset
value (NAV)**

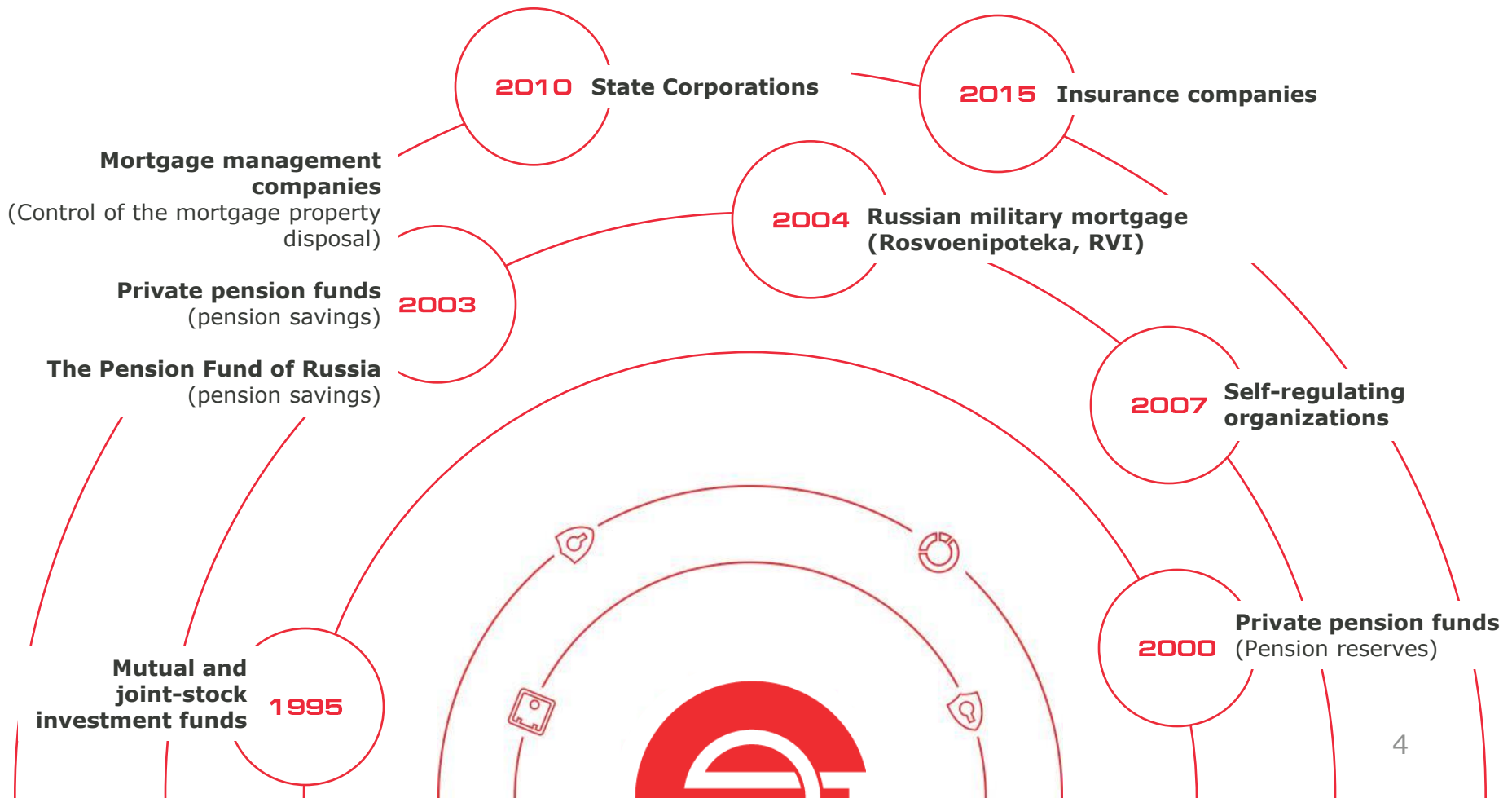


**Keeping
a register
of investment fund
units holders**



**Compilation
of mandatory
and optional reporting**

SPECIALIZED DEPOSITORY AREA OF RESPONSIBILITY IN RUSSIA





**SPECIALIZED DEPOSITORY
IN RUSSIA –
“A FACTORY FOR INFORMATION
PROCESSING”**



WHAT INFORMATION DOES THE SPECIALIZED DEPOSITORY NEED?



SECURITIES ISSUERS

- Information about issuers, including foreign ones:
 - any information from issuers, including:
 - identification of subsidiaries and dominant companies
 - changes in the legal form
 - changes in the composition of affiliated persons
 - admitted defaults
- Issuance documents, parameters, methods of accrual of coupon income for securities, including foreign ones

FINANCIAL INFORMATION

- Daily composition and structure, value of units (including foreign ETF), as part of assets
- Own funds of brokers
- Monthly changes in financial indicators and events for credit institutions meeting regulatory requirements
- Estimated values, information on dividends, information from issuers included in client's portfolio for investment of pension savings, funds of RVI

MONEY INTELLIGENCE

- Daily results of exchange trades
- News and daily changes in financial market indicators
- Listing on authorized exchanges of foreign securities
- Quotations, trading volumes from 66 foreign exchanges, at the request of dealers, data to determine the liquidity of foreign securities

OTHER INFORMATION

- Changes in the credit ratings of banks, issuers, issues of securities
- The entry into force of changes in the pension investment funds' rules, licenses, other mandatory information of the regulator
- Information on the bankruptcy of credit institutions and issuers
- Excerpts from the Unified State Register of Real Estate in respect of real estate facilities to monitor any changes in restrictions on the title to and encumbrances of a property



SOURCES OF INFORMATION FOR A SPECIALIZED DEPOSITORY

INFORMATION MONITORING:

- Over **1,500** issuers, including foreign ones
- Over **3,000** records in the directory of the subsidiaries/affiliates
- Over **1,000** audits of changes in the composition of affiliated persons per month
- Over **50** websites of asset management companies
- Over **25** broker websites
- Over **30** credit institution websites
- Website of the **Russian trade organizers and the National Settlement Depository (Non-Profit Organization NSD, JSC)**
- **5+** websites of information agencies (including such information systems as **BLOOMBERG, SPARK, Cbonds**)

LEGAL MONITORING

- Over **700** laws, legal acts, and information letters

- **16** websites of foreign stock exchanges to check passing the official listing procedure
- **66** websites of foreign stock exchanges to check data on quotes and volume of securities trading
- **6** websites of foreign rating agencies
- **2** websites of national rating agencies accredited with the Central Bank of Russia (ACRA, RAEX (Expert RA))
- Websites and publications of the **Central Bank of Russia**
- Website of the **Federal Tax Service** (including obtaining data from the Unified State Register of Legal Persons), the **Federal Service for State Registration, Cadastre and Cartography** (the service of obtaining data from the Unified State Register of Titles to Real Estate Transactions with the Same), the **Unified Federal Register of Bankruptcy Information's** database

INCOMING DOCUMENTS PROCESSING

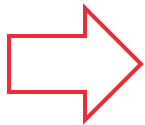
- **Over 1,300,000** incoming documents per year
- **160** procedures for processing structured documents



RESOURCES AND COSTS AS EXEMPLIFIED BY INFINITUM

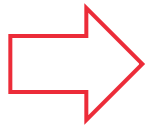
319

employees in total



201

certified experts
in the financial market



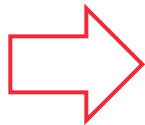
196 have 6.0 series certificates
178 have 4.0 series certificates
59 have 3.0 series certificates



51

employees

engaged directly in the information
support business processes



\$1 mln
annual wage fund

\$2 mln

total costs for maintenance and servicing
of information systems



JOINT INFORMATION CENTERS IN RUSSIA





JOINT INFORMATION CENTERS IN RUSSIA

Center for Corporate Information

NSD

Objectives:

- Infrastructure development
- Increase in investment attractiveness and transparency of the Russian financial market

Information:

- Issuer's information related to the implementation of the title to securities

(if a personal account of the Central Depository's nominal holder is opened for the issuer, or if the Central Depository is the person performing the mandatory centralized custody of securities)

RU DATA

NSD + INTERFAX

Objective:

- Creating a single source of reference and price information for all financial instruments traded in the Russian capital market, including issues of foreign issuers

Information:

- Data confirmed by the accounting system
- Information from issuers and registrars passing through the CCI
- Operational information coming directly from issuers from SPARK



INFORMATION CENTER OF THE COLLECTIVE INVESTMENT MARKET

WHAT IS THE CURRENT SITUATION?

- There is no official source accumulating legal information about the participants in the securities market, the collective investment market (brokers, management companies, dealers)
- Information is scattered over various information sources (not always legal)
- Part of the information is not available in the public domain

POSSIBLE SOLUTIONS

The Bank of Russia has/can have structured information about its supervised organizations, which is necessary for market players to make investment decisions and to carry out the control procedure



SUGGESTIONS:

- Provide for the Bank of Russia to grant access to the required information about its supervised organizations, including financial statements, information of joining financial and industrial groups, ratings, etc. for subsequent use and automatic processing of information

OUTCOME:

- Increased market transparency
- Minimizing the costs of market participants

CHALLENGES AND OPPORTUNITIES OF THE TECHNOLOGICAL REVOLUTION



Developing financial technology, technological revolution:

- Support to financial technology at level of the Central Bank of Russia
- Prevention of cybercrimes in the financial sphere
- Financial institutions are increasingly becoming similar to technology companies
- Regulating technology: new approaches to the regulation and supervision for adequate risk management by financial institutions



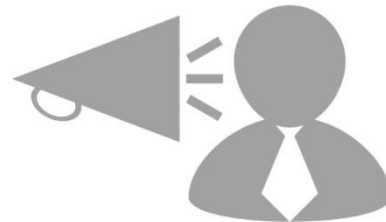
Creating the national financial technology infrastructure:

- Remote identification for the provision of financial and public services
- Creating an instant retail payment platform, for the consumer to be able to easily make payments and transfers, regardless of where he or she has an account
- Creating marketplaces for offering individuals financial products and services and assisting them in choosing profitable and safe products
- Developing the national payment system, a fundamentally new quality of payment infrastructure for the country

**PROSPECTS FOR USE
“FACTORY FOR INFORMATION PROCESSING”**



**Information not only
on Russia, but also
on the AECSD**



**Possibility to
distribute
information among
the customers**



**One-stop information
service for foreign
investors, infrastructure
organizations within
AECSD**



1st place

The PARTAD National Rating of Specialized Depositories, according to the results of 2016

AAA

The PARTAD National Depositories Reliability Rating

ruAA

The Expert RA Depository Reliability Rating

\$52.9 bln

amount of controlled assets

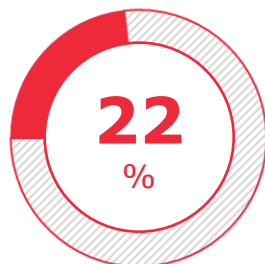
\$28.2 bln

amount of assets in custody

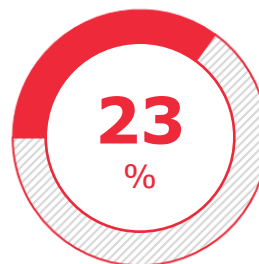
588 pcs.

number of controlled investment portfolios

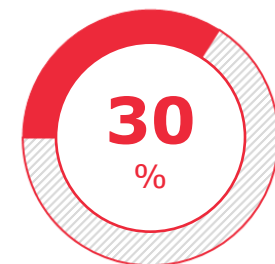
Market share in term of the number of mutual investment funds



Market share in term of the number of private pension funds



Market share in term of the number of insurance companies





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**THANK YOU
FOR YOUR ATTENTION!**

Minsk 2017

