

# CASH ACCOUNTS & NEW OPPORTUNITIES

CENTRAL DEPOSITORY OF ARMENIA

**NASDAQ OMX** | ARMENIA

# ARMENIA

## Great Country. Smart Opportunities.

A steady macroeconomic environment (GDP CAGR to 2020 is 3.5% for Armenia vs. CAGR of 2.7% for global GDP), low inflation rate, and stable exchange rate provide a predictable and favorable basis for investment.



Population: 2986.1 thousand



GDP: \$10.56 billion



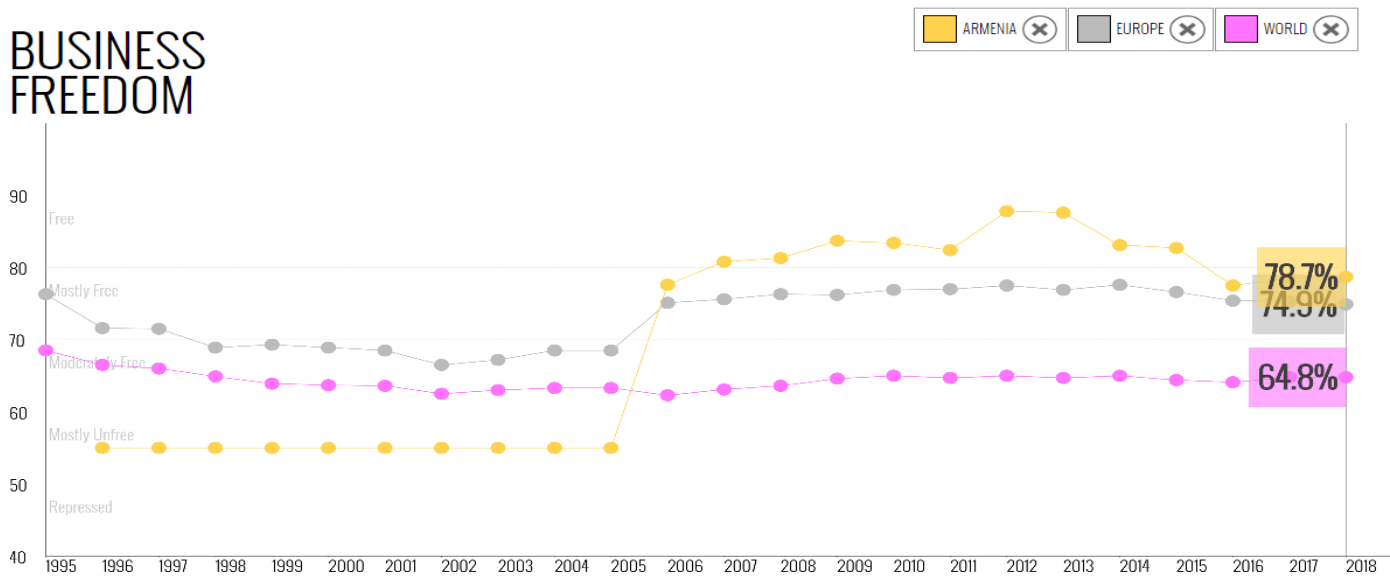
GDP per capita: USD 3 600



Average Labor Cost: \$395/month

Armenia's economic freedom score is 68.7, making its economy the 44th freest in the 2018 Index by the Heritage Foundation.

### BUSINESS FREEDOM



# Cash Accounts Overview

The Central Depository of Armenia started opening cash accounts for its system members starting from October, 2017. At this moment cash may actually be kept at the Central Bank of Armenia, Clearstream and Euroclear.

## Opportunities of Cash Accounts

- ✓ External replenishment of Account
- ✓ External transfer from Account
- ✓ Internal transfer
- ✓ Cash funds conversion (FX) instructions by the Partner financial organization (only for investment funds)
- ✓ Delivery versus Payment (DvP) transactions
- ✓ Payment versus Payment (PvP) transactions
- ✓ Temporary limitation (blockage) of cash funds
- ✓ Opportunity to make transactions with cash 24/7.
- ✓ Other services

## Cash Accounts Beneficiaries

The cash accounts are opened for system members and Investment Funds.



# Cash

At this moment cash may be actually kept at:

- Central Bank of Armenia,
- Clearstream Banking Luxembourg, S.A. ,
- Euroclear.



CENTRAL BANK  
OF ARMENIA

clearstream | DEUTSCHE BÖRSE  
GROUP



# Interest & Dividend Payments

## Securities Types

### Equities

Based on Agreement  
between CSD and  
Issuer

### Corporate bonds

Based on Agreement  
between CSD and  
Issuer

### Government bonds

Mandatory for all kind  
of government bonds

## Calculations

The Central Depository of Armenia makes all the calculations regarding the interest/dividend amount and tax and process the actual payments.

## Notifications

The Central Depository notifies the Issuer about the payments made and based on the agreement can notify other entities (such as regulator).



# Development Opportunities

## Key Points

- FX services in Exchange and OTC market
- Using cash as collateral in Tri-party repo model
- Open links for cash in other high-rated financial institutions
- Full services with cash in one window
- Open cash accounts for our foreign partners
- Become a two-sided link for foreign and domestic investors



# Thank You

---

5b Mher Mkrtchyan street, 0010  
Yerevan, Armenia  
Phone: +374 10 543 321 ext.: 126  
Email: [levon.klekchyan@nasdaqomx.am](mailto:levon.klekchyan@nasdaqomx.am)