NEW OPPORTUNITIES RELATED TO CORPORATE ACTION SERVICES OF THE CSD OF UKRAINE

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SINCE 2017, THE CENTRAL SECURITIES DEPOSITORY OF UKRAINE HAS BEEN OFFERING ITS CLIENTS A MODERN, FAST AND RELIABLE SYSTEM OF REMOTE CUSTOMER SERVICE - CLIENT'S ACCOUNT IMPLEMENTED IN THE FORMAT OF A WEB APPLICATION.

- ISSUANCE OF INSTRUCTIONS
- RECEIPT OF DOCUMENTS
- WITH A QUALIFIED ELECTRONIC SIGNATURE AND A SEAL (IF ANY)

NDU IS ACTIVELY WORKING TO EXPAND THE FUNCTIONALITY OF THE “CLIENT’S ACCOUNT” WEB-SERVICE IN ORDER TO TRANSFER ALL OPERATIONS INTO THE ELECTRONIC FORM.

MORE THAN 70% OF ACTIVE CLIENTS HAVE CHOSEN THIS CHANNEL OF INTERACTION WITH THE CSD.

ALL DEPOSITORY INSTITUTIONS IN UKRAINE ARE USING “CLIENT’S ACCOUNT” WEB-SERVICE.
“CLIENT'S ACCOUNT” WEB-SERVICE OPPORTUNITIES

- Submit instructions for the disclosure of the shareholders list

- Clients have 24/7 access to issued documents

- Deposit a global certificate in the electronic form

- Have access to managed accounts (by an issuer or an account manager, or an authorized DO)

- Submit instructions for securities transfer operations

- Receive information about transactions and account balances

- Submit instructions for the payment of income (redemption)

- Notify shareholders through the depository system of Ukraine

- Receive certificates on the provision of NDU services
"MEETING ACCOUNT" WEB-SERVICE

UNDER THE PANDEMIC CONDITIONS, THE CENTRAL SECURITIES DEPOSITORY OF UKRAINE PROVIDES THE ISSUER WITH THE FOLLOWING SERVICES:

- Notification of shareholders through the Depository System of Ukraine:
- Services for drawing up a list of owners to be notified about holding a general meeting and a list of shareholders entitled to participate in the meeting
- Remote general meeting services

OF MEETINGS HELD

145
A SOFTWARE AND HARDWARE COMPLEX OF THE CENTRAL SECURITIES DEPOSITORY AUTHORIZED BY THE NATIONAL SECURITIES COMMISSION OF UKRAINE, WHICH MEETS THE REQUIREMENTS AND ENSURES THE IMPLEMENTATION OF THE FUNCTIONS SET FORTH BY THE LEGISLATION TO ENSURE HOLDING OF BONDHOLDERS MEETINGS

- IDENTIFICATION AND REGISTRATION OF SECURITIES HOLDERS (THEIR REPRESENTATIVES)
- OBTAINING DOCUMENTS RELATED TO THE MEETING
- VOTING AND TAKING PART IN THE DISCUSSION ON THE AGENDA ITEMS
- SUMMING UP VOTING RESULTS AND AUTOMATIC GENERATION OF MINUTES, ETC.
BONDHOLDERS MEETINGS

TOOLS

✓ CORPORATE BONDS
✓ INTERNAL BONDS
   (FROM 1 January 2022)
✓ MORTGAGE BONDS
✓ BONDS OF INTERNATIONAL FINANCIAL ORGANIZATIONS

OPPORTUNITIES

• INTRODUCTION OF AMENDMENTS TO THE PROSPECTUS RELATED TO THE AMOUNT OF INTEREST INCOME, AMOUNT AND / OR CURRENCY OF THE PAR VALUE OF BONDS
• TERMS OF INTEREST INCOME PAYMENTS, REDEMPTION, EARLY REDEMPTION
• DENOMINATION OF THE RELEVANT BOND ISSUE, CONVERSION OF BONDS
• AMENDMENTS TO ENSURE THE FULFILLMENT OF OBLIGATIONS ON BONDS

1 July 2021
ROLE MODEL OF BONDHOLDERS MEETINGS

- **PERSON RESPONSIBLE FOR MEETING**
  - Concludes an agreement with the CSD
  - Identifies the person authorized to access the AES to create and manage the meeting

- **CENTRAL SECURITIES DEPOSITORY**
  - Is a technical administrator of the system
  - Provides a service to the person responsible for the meeting

- **DEPOSITORY ORGANIZATIONS**
  - May represent the bondholder at a meeting

- **BONDHOLDER**
  - Provides the DO with information on the representative Votes in AES independently or through a representative
NOTIFICATION THROUGH DEPOSITORY SYSTEM: CSD CLIENT

Sender
- CSD Client
  - Identification data
  - Sending

Central Securities Depository
- Depend
  - List of DOs as of the date

Receiver
- Holder
- Depository organizations
- Other clients

Client’s Account
- Register
  - no

Other clients
NOTIFICATION THROUGH DEPOSITORY SYSTEM - HOLDER
NOTIFICATION OF CSD CLIENTS

Sender

Other clients

Central Securities Depository

Depend

Information about the issuer
List of DOs as of the date

Client’s Account

Receiver

Issuer

Issuer

Depository organizations

Other clients

Holder

Other clients
NOTIFICATION MANAGEMENT SCHEME

Person responsible for the meeting

Issuer

Administrator

Bondholders

Bondholders 25%
NEW INSTRUMENT: BANKS’ DEPOSIT CERTIFICATES

Issuing bank

Central Securities Depository

Investor

Agreement with the CSD; Instruction for BDC listing; Instruction for issue redemption

ISIN, LEI code assignment; BDC issue deposit; Issue registration; Transfer of BDC to the investor; Redemption of BDC issue
BANKS’ DEPOSIT CERTIFICATES

- Convenient and fast mechanism for issuing, purchasing and secondary listing (including on-exchange)
- The issue is registered by the Central Securities Depository of Ukraine in 1 day
- Issue-grade securities (discount securities, interest-bearing securities)
- May be listed, incl. on organized markets
- Redemption and payment of income on the instrument through the Depository System of Ukraine
- Submission of instructions by the issuing bank through the online service of the Central Securities Depository - "Client's Account"

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