Market Notice 2018-08-07_02

AIX settlement procedure for the Ministry of Finance Eurobonds on exchange trades

Date	07/08/2018

Unless otherwise prescribed by way of Market Notice, the settlement workflow hereafter applies to the Ministry of Finance Eurobonds trades.

Please note, that for successful settlement assets must be delivered to your accounts opened with Public Joint-Stock Company ROSBANK.

AIX hereby confirm its obligation to compensate damage (actual damage) arose because of AIX fault.

Please contact AIX Post-trade by phone, +77172 235305, or email, PTD@aix.kz, for any additional information.

SETTLEMENT OF THE MINISTRY OF FINANCE EUROBONDS ON EXCHANGE TRADES

Step number	Sender	Document	Recipient	Action taken by Recipient	Next step	Notes
T+0						
1	MP	Order	AIX	Receive order in AIX trading system and send trade confirmation upon matching.	2	Order must contain RB accounts which should be used for settlement.
2	AIX	Request for providing the information about missing or wrong RB accounts	MP	Send to AIX the information about correct RB accounts.	3	This step is only used when the MP did not provide RB accounts in the order or provided an incorrect RB account. Request for providing the information will be put at PDF format at SFTP server (Access will be granted after AIX appointment as a Custody Account Operator). MP can provide such information voluntarily without a request from the AIX if they noticed this first. The template of a request for providing the information is in Appendix 2.
3	MP	Confirmation of ability to settle	AIX	Reconcile Confirmation of ability to settle with trade confirmation.	5	Confirmation of ability to settle must be put at PDF format at SFTP server (Access will be granted after AIX appointment as a Custody Account Operator). MP can send the Confirmation of ability to settle (step 3) and Information about correct RB account (step 4) in one file. The template of confirmation of ability to settle is in Appendix 3.
4	MP	Information about correct RB accounts	AIX	Once the missing RB account information provided by MP to	5	Information about correct RB accounts must be put at PDF format at SFTP server (Access will

Step number	Sender	Document	Recipient	Action taken by Recipient	Next step	Notes
				AIX, it will be added to the trade reports.		be granted after AIX appointment as a Custody Account Operator). MP can send the Confirmation of ability to settle (step 3) and Information about correct RB account (step 4) in one file. The template of information about missing or wrong RB accounts is in Appendix 3.
5	AIX	Settlement instruction	RB	Register Settlement instruction in RB system and send a confirmation to AIX.	7	Settlement instruction is sent when: AIX received confirmation of ability to settle, and both trade report contains correct RB account.
T+1 (Please, note the steps in T+1 will only apply for MPs who failed in steps 3 and 4)						
6	AIX	Request for Confirmation of ability to settle	MP	Send AIX Ability confirmation	8	Request for Confirmation of ability to settle is sent to these MPs **who did not send it on T+0** Request for providing the confirmation will be put at PDF format at SFTP server (Access will be granted after AIX appointment as a Custody Account Operator). MP can provide such information voluntarily without a request from the AIX if they noticed this first. AIX can send the Request for Confirmation of ability to settle (step 6) and Request for providing the information about missing RB accounts (step 8) in one file. The template of a request for confirmation of ability to settle is in Appendix 2
7	AIX	Request for providing the information about missing RB accounts	MP	Send to AIX the information about correct RB accounts	9	This step is only used when the MP did not provide RB number accounts in the order or provided an incorrect RB number account in the order. MP can provide such information voluntarily without a request from the AIX if they noticed this first.

Step number	Sender	Document	Recipient	Action taken by Recipient	Next step	Notes
						Request for providing the information will be put at PDF format at SFTP server (Access will be granted after AIX appointment as a Custody Account Operator). AIX can send the Request for Confirmation of ability to settle (step 6) and Request for providing the information about missing RB accounts (step 7) in one file. The template of a request for providing the information is in Appendix 2.
8	MP	Confirmation of ability to settle	AIX	Reconcile Confirmation of ability to settle with trade confirmation.	11	Confirmation of ability to settle must be put at PDF format at SFTP server (Access will be granted after AIX appointment as a Custody Account Operator). MP can send the Confirmation of ability to settle (step 8) and Information about correct RB account (step 9) in one file. The template of confirmation of ability to settle is in Appendix 3.
9	MP	Information about correct RB accounts	AIX	Once the correct RB account information provided by MP to AIX, it will be added to the trade reports.	10	Information about correct RB accounts must be put at PDF format at SFTP server (Access will be granted after AIX appointment as a Custody Account Operator). MP can send the Confirmation of ability to settle (step 8) and Information about correct RB account (step 9) in one file. The template of information about correct RB accounts is in Appendix 3.
10	AIX	Settlement instruction	RB	Register Settlement instruction in RB system and send a confirmation to AIX.	11	Settlement instruction is sent when: AIX received confirmation of ability to settle, and both orders contain correct RB account.
T+2						

Step number	Sender	Document	Recipient	Action taken by Recipient	Next step	Notes
11	RB	Settlement confirmation	AIX	Confirm settlement to MP	12	Settlement output may be: 1. Positive in case of successful settlement; 2. Negative in case of failed settlement.
12	AIX	Settlement confirmation	MP	-	-	Settlement output from AIX must be put at PDF format at SFTP server not later than the next business day (Access will be granted after AIX appointment as a Custody Account Operator).

Abbreviations:

MP   Market participant
AIX   Astana International Exchange
RB   Rosbank
RB account   Account opened MP in RB

AIX REQUEST

[name of Brokers]

Pursuant Market Notice yyyyy-mm-dd_xx "AIX settlement procedure for the Ministry of Finance Eurobonds on exchange trades, AIX hereby request Members and Market Participants to provide to AIX:

Trade details:

N	Trade No	Type of trade[1]	Price[2]	Quantity	broker short Name	RB account	Order No	Trade Date	Settlement Date	Enter "X" in necessary columns		
										Request about missing RB account	Request about correct RB account	Request the Confirmation of ability to settle

1. Signatures:

For and behalf **(AIX Post trade team)**	Date:	
Full Name		
Signature		

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[1] Sell or Buy

[2] Price for one Ministry of Finance Eurobond used for settlement.

BROKERS CONFIRMATION

[name of Brokers]

Pursuant Market Notice yyyyy-mm-dd_xx "AIX settlement procedure for the Ministry of Finance Eurobonds on exchange trades, [name of Broker] hereby confirm to AIX:

Trade details:

N	Trade No	Type of trade[3]	Price[4]	Quantity	broker short Name	RB account	Order No	Trade Date	Settlement Date	Enter "X" in necessary columns	
										Information about correct RB account	Confirmation of ability to settle

For and behalf **(Member Firm)**	Date:	
Full Name		
Signature		

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[3] Sell or Buy

[4] Price for one Ministry of Finance Eurobond used for settlement.