

REGISTRATION PROCEDURES
OF THE NATIONAL DEPOSITORY FOR SECURITIES

Valid as at 1 July, 2011

Explanation of symbols and abbreviations used in the procedures:

FFFF	– Institution code
AAAA or BBBB	– Symbols indicating the parties to a given operation
W	– Ownership type
YY	– Participation status type
UR	– Representation arrangements
RR	– Account type
NKK	– Client classification number
PP	– Portfolio
SA	– Status of assets/Subaccount
KKKK	– Counterparty's code

Note: Structure elements of entity accounts, rather than their ID numbers, are used in registration procedures to identify deposit (entity) accounts to make the reading of accounting entries easier.

Registration of corporate actions – spot market

Registration, primary market operations and deregistration of securities

1.1. Registration of securities on a deposit account

1.1.1. Registration of securities on the account of the lead manager

basis for entry: KDPW instruction for the Issue Letter (operation type – RZ, operation stage type code - OPEN)

Dt – 0001 0 01 00 99 NKK PP (AVAI)

Ct – FFFF 2 03 00 00 NKK PP (AVAI)

1.1.2. Registration of securities on the account of a participant operating securities accounts (including on the account of the commitment underwriter)

basis for entry: KDPW instruction for the Issue Letter (operation type – RZ, operation stage type code - OPEN)

Dt – 0001 0 01 00 99 NKK PP (AVAI)

Ct – FFFF W YY UR 00 NKK PP (AVAI)

1.2. Registration of securities of a company on the account of the participant performing the role of issue agent for these securities

1.2.1. Registration of securities on the account of the issue agent

basis for entry: KDPW instruction for the Issue Letter (operation type – RZ, operation stage type code - OPEN)

Dt – 0001 0 01 00 99 NKK PP (AVAI)

Ct – FFFF 0 06 00 00 NKK PP (AVAI)

1.2.2. Transfer of securities from the account of the issue agent to the accounts of participants operating securities accounts

basis for entry: settlement instruction (operation type – OW/OE)

Dt – FFFF 0 06 00 00 NKK PP (AVAI)

Ct – FFFF/BBBB W 01 UR 00 NKK PP (AVAI), FFFF/BBBB 2 01 UR 02 NKK PP (AVAI)

1.3. Registration of securities through the account of a technical agent on the basis of settlement instructions, including registration of Treasury bills

1.3.1. Registration of securities on the accounts of participants operating securities accounts
basis for entry: matched settlement instructions (operation type – RZ)

Dt – FFFF 0 06 00 00 NKK PP (AVAI)

Ct – FFFF W YY UR 00 NKK PP (AVAI)

1.3.2. Registration of securities on the account of a technical agent
basis for entry: KDPW instruction issued for matched settlement instructions (operation type – RZ, operation stage type code - OPEN)

Dt – 0001 0 01 00 99 NKK PP (AVAI)

Ct – FFFF 0 06 00 00 NKK PP (AVAI)

1.4. Registration of commitment underwriting and initial public offering

basis for entry: KDPW instruction for the Issue Letter (operation type – RZ operation stage type code - OPEN)

Dt – 0001 0 01 00 99 NKK PP (AVAI)

Ct – FFFF W YY UR 03 NKK PP (AVAI)

1.5. Allocation of securities processed by participant

basis for entry: settlement instruction (operation type – TR)

Dt – FFFF W YY UR 03 NKK PP (AVAI)

Ct – KKKK W YY UR RR NKK PP (AVAI)

1.6. Processing of securities issued under public subscription

1.6.1. Registration of rights to shares of a new issue (PNE) on technical accounts

basis for entry: KDPW instruction for the Issue Letter (operation type – RZ operation stage type code – OPEN)

Dt – 0001 0 01 00 99 NKK PP (AVAI)

Ct – FFFF W YY UR 03 NKK PP (TECH)

1.6.2. Allocation of rights to shares of a new issue (PNE)

basis for entry: KDPW_CCP settlement instruction for a settlement instruction from the market (operation type – TR) or a settlement instruction from the offering agent (operation type – OT)

Dt – FFFF W YY UR 03 NKK PP (TECH)

Ct – FFFF W YY UR RR NKK PP (TECH)

1.6.3. Closing of rights to shares of a new issue (PNE) accounts

basis for entry: KDPW instruction (operation type – AS)

Dt – FFFF W YY UR RR NKK PP (TECH)

Ct – 0001 0 01 00 99 NKK PP (AVAI)

1.6.4. Registration on accounts of PDA (rights to shares) or shares of a new issue

basis for entry: KDPW instruction (operation type – AS)

Dt – 0001 0 01 00 99 NKK PP (AVAI)

Ct – FFFF W YY UR RR NKK PP (AVAI)

1.6.5. Closing of PDA (rights to shares) accounts and registration of shares of a new issue

The closing of rights to shares accounts and registration of shares of a new issue according to balances on the rights to shares accounts is performed according to the principles described in the procedures defined in 5.2 “Assimilation of securities”.

1.6.6. Transfer of PNE (rights to shares of a new issue) between brokerage houses and banks

basis for entry : settlement instruction (operation type – OT)

Dt – FFFF 2 01 UR 02 NKK PP (TECH)

Ct – BBBB W 01 UR 00 NKK PP (TECH)

1.6.7. Transfer of PDA (rights to shares) between brokerage houses and banks

basis for entry : settlement instruction (operation type – OW/OE)

Dt – FFFF 2 01 00 02 NKK PP (AVAI)

Ct – BBBB W 01 UR 00 NKK PP (AVAI)

1.7. Deregistration of Treasury bills as a result of their transfer from the auxiliary accounts managed for the National Depository by the National Bank of Poland

1.7.1. Transfer execution order submitted by participant

basis for entry: asset status change instruction (operation type – ZS)

Dt – FFFF W YY UR 00 NKK PP (AVAI)

Ct – FFFF W YY UR 00 NKK PP (BLWR)

1.7.2. Deregistration of Treasury bills from depository

basis for entry: KDPW instructions issued after receiving a confirmation of securities transfer from accounts managed for the National Depository (operation type – WZ, operation stage type code – CL01)

Dt – FFFF W YY UR 00 NKK PP (BLWR)

Ct – 0001 0 01 00 99 NKK PP (AVAI)

1.8. Deregistration of securities from depository in KDPW

basis for entry: KDPW instruction (operation type – WZ, operation stage type code - CLOS)

Dt – FFFF W YY UR RR NKK PP (XXXX)

Ct – 0001 0 01 00 99 NKK PP (AVAI)

1.8a. Deregistration of securities through the account of a technical agent on the basis of settlement instructions

1.8a.1. Deregistration of securities from the accounts of participants operating securities accounts

basis for entry: matched settlement instructions (operation type – WZ)

Dt – FFFF W YY UR 00 NKK PP (AVAI)

Ct – FFFF 0 06 00 00 NKK PP (AVAI)

1.8a.2. Deregistration of securities from the account of a technical agent

basis for entry: KDPW instruction for matched settlement instructions (operation type – WZ, operation stage type code - CLOS)

Dt – FFFF 0 06 00 00 NKK PP (AVAI)

Ct – 0001 0 01 00 99 NKK PP (AVAI)

1.9. Cancellation of some securities

1.9.1. Registration of securities presented for cancellation

basis for entry: asset status change instruction (operation type – ZS)

Dt – FFFF W YY UR 00 NKK PP (AVAI)

Ct – FFFF W YY UR 00 NKK PP (BLCA)

1.9.2. Deregistration of securities presented for cancellation

basis for entry: KDPW instruction (operation type – WZ, operation stage type code - CLOS)

Dt – FFFF W YY UR 00 NKK PP (BLCA)

Ct – 0001 0 01 00 99 NKK PP (AVAI)

1.10. Transfer of foreign securities

1.10.1. Foreign institution code

Foreign institution code may be recorded according to ISO using one of three formats:

P – BIC format code

R – DataSourceScheme, where the code is recorded in two fields: DSS (code issuer ID), Mmbld (identifier according to code issuer)

Q – free identifier (not registered)

1.10.2. Operation codes used

KDPW operation code	ISO 15022 operation code	Description of the operation
TR	TRAD	Transfer related to settlement of a transaction
MD	MKDW	Transfer related to decrease of securities positions held by the ICSD custodian
MU	MKUP	Transfer related to increase of securities positions held by the ICSD custodian
OE	OWNE	Transfer of securities between accounts operated by different entities / participants

1.10.3. Registration of securities – receipt of securities

The participant sends a settlement instruction containing the following:

- 1) operation type – TR, MU or OE;
- 2) Dt side – Foreign Counterparty (format P, R or Q);
- 3) Ct side – Participant Code, entity account ID;

basis for entry: the above mentioned settlement instruction following confirmation by CSD/ICSD (operation type – TR, MU, OE)

Dt – 0001 0 01 00 99 NKK PP (AVAI)

Ct – FFFF W YY UR 00 NKK PP (AVAI)

1.10.4. Deregistration of securities – delivery of securities

The participant sends a settlement instruction containing the following:

- 1) operation type – TR, MD or OE;
- 2) Dt side – Participant Code, entity account ID;
- 3) Ct side – Foreign Counterparty (format P, R or Q);

basis for entry: the above mentioned settlement instruction (operation type – TR, MD, OE)

Dt – FFFF W YY UR 00 NKK PP (AVAI)

Ct – FFFF W YY UR 00 NKK PP (BLWR)

and

basis for entry: KDPW instruction issued after receipt of CSD/ICSD confirmation of the transfer of securities from accounts operated for KDPW (operation type – WZ, operation stage type code – CL01)

Dt – FFFF W YY UR 00 NKK PP (BLWR)

Ct – 0001 0 01 00 99 NKK PP (AVAI)

1.10.5 Waiver of deregistration of securities – blocking release

basis for entry: asset status change instruction (operation type – ZS), accepted by KDPW

Dt – FFFF W YY UR 00 NKK PP (BLWR)

Ct – FFFF W YY UR 00 NKK PP (AVAI)

1.10.6. Refusal of deregistration of securities – blocking release

basis for entry: asset status change instruction (operation type – ZS) issued by KDPW after receipt of CSD/ICSD refusal to transfer securities from accounts managed for KDPW

Dt – FFFF W YY UR 00 NKK PP (BLWR)

Ct – FFFF W YY UR 00 NKK PP (AVAI)

2. Settlement of transactions on the secondary market

2.1. Settlement of transactions concluded on the organised market

a/ Securities purchase transaction

basis for entry: KDPW_CCP settlement instruction for a settlement instruction from the market (operation type – TR)

Dt – 0013 0 06 00 00 NKK PP (AVAI), KKKK W YY UR RR NKK PP (AVAI)

Ct – FFFF W YY UR 00 NKK PP (AVAI), FFFF 2 01 UR 01 NKK PP (AVAI)

b/ Securities sale transaction

basis for entry: KDPW_CCP settlement instruction for a settlement instruction from the market (operation type – TR)

Dt – FFFF W YY UR 00 NKK PP (AVAI), FFFF 2 01 UR 01 NKK PP (AVAI)

Ct – 0013 0 06 00 00 NKK PP (AVAI), KKKK W YY UR RR NKK PP (AVAI)

2.2. Post-transaction settlement of transactions concluded on the basis of an order placed by an entity not having a securities account in a brokerage office

a/ Securities purchase transaction

basis for entry: matched settlement instructions (operation type – TR)

Dt – FFFF 2 01 UR 00 NKK PP (AVAI), FFFF 2 01 UR 01 NKK PP (AVAI)

Ct – BBBB W YY UR 00 NKK PP (AVAI)

b/ Securities sale transaction

At the request of the Brokerage House, the Depositor blocks the securities to be sold

basis for entry: asset status change instruction (operation type – ZS)

Dt – BBBB 3 01 00 00 NKK PP (AVAI)

Ct – BBBB 3 01 00 00 NKK PP (BLTR)

basis for entry: matched settlement instructions (operation type – TR)

Dt – BBBB W YY UR 00 NKK PP (AVAI)

Ct – FFFF 2 01 UR 00 NKK PP (AVAI), FFFF 2 01 UR 01 NKK PP (AVAI)

Once the securities have been blocked by the Depositor:

basis for entry: matched settlement instructions (operation type – TR, operation stage type code – 0002)

Dt – BBBB 3 01 00 00 NKK PP (BLTR)

Ct – FFFF 2 01 UR 00 NKK PP (AVAI), FFFF 2 01 UR 01 NKK PP (AVAI)

2.3. Settlement of transactions concluded outside the organised market

basis for entry: matched settlement instructions (operation type – TR)

Dt – FFFF W YY UR RR NKK PP (AVAI)

Ct – KKKK W YY UR RR NKK PP (AVAI)

2.4. Settlement of repo transactions without blocking and sell/buy-back transactions

a/ Opening transaction

basis for entry: matched settlement instructions or a settlement instruction from the market (operation type – RE, operation stage type code – OPEN, repo type – R1/R4)

Dt – FFFF W YY UR 00 NKK PP (AVAI)

Ct – KKKK W YY UR 00 NKK PP (AVAI), KKKK 2 01 UR 01 NKK PP (AVAI)

b/ Closing transaction

basis for entry: matched settlement instructions or KDPW instruction for a transaction opening a forward repo or sell/buy-back (operation type – RE, operation stage type code – CLOS, repo type – R1/R4)

Dt – KKKK W YY UR 00 NKK PP (AVAI), KKKK 2 01 UR 01 NKK PP (AVAI)

Ct – FFFF W YY UR 00 NKK PP (AVAI)

2.5. Settlement of repo transactions, securities blocked on the account of the buyer

a/ Opening transaction

basis for entry: matched settlement instructions or a settlement instruction from the market (operation type – RE, operation stage type code – OPEN, repo type – R2)

Dt – FFFF W YY UR 00 NKK PP (AVAI)

Ct – KKKK W YY UR 00 NKK PP (CORE)

b/ Closing transaction

basis for entry: matched settlement instructions or KDPW instruction for a transaction opening a forward repo (operation type – RE, operation stage type code – CLOS, repo type – R2)

Dt – KKKK W YY UR 00 NKK PP (CORE)

Ct – FFFF W YY UR 00 NKK PP (AVAI)

or

asset status change instruction of the buyer if the parties to the repo transaction do not conclude the closing transaction (operation type – ZS) accepted by KDPW

Dt – KKKK W YY UR 00 NKK PP (CORE)

Ct – KKKK W YY UR 00 NKK PP (AVAI)

2.6. Settlement of repo transactions, securities blocked on the account of the seller

a/ Opening transaction

basis for entry: matched settlement instructions or a settlement instruction from the market (operation type – RE, operation stage type code – OPEN, repo type – R3)

Dt – FFFF W YY UR 00 NKK PP (AVAI)

Ct – FFFF W YY UR 00 NKK PP (CORE)

b/ Closing transaction

basis for entry: matched settlement instructions or KDPW instruction for a transaction opening a forward repo (operation type – RE, operation stage type code – CLOS, repo type – R3)

Dt – FFFF W YY UR 00 NKK PP (CORE)

Ct – FFFF W YY UR 00 NKK PP (AVAI)

2.7. Settlement of obligatory redemption

2.7.1. Blocking of securities on the accounts of the redeemer

basis for entry: asset status change instruction generated by KDPW for accounts specified by the intermediary, in relation to which securities accounts of the party redeeming the securities on an obligatory basis are managed (operation type – ZS)

Dt – AAAA W YY UR 00 NKK PP (AVAI)

Ct – AAAA W YY UR 00 NKK PP (BLWY)

2.7.2. Settlement of transaction for obligatory redemption

basis for entry: KDPW instruction (operation type – TR)

Dt – FFFF W YY UR RR NKK PP (XXXX)

Ct – AAAA W YY UR RR NKK PP (BLWY)

2.7.3. De-blocking the securities on the accounts of the redeemer

basis for entry: asset status change instruction issued by participant, accepted by KDPW (operation type – ZS)

Dt – AAAA W YY UR RR NKK PP (BLWY)

Ct – AAAA W YY UR RR NKK PP (AVAI)

3. Settlement of securities lending

3.1. Making securities available for borrowing

basis for entry: asset status change instruction (operation type – ZS)

Dt – AAAA W YY UR 00 NKK PP (AVAI)

Ct – AAAA W YY UR 00 NKK PP (AVLE)

3.2 Withdrawal of securities made available for borrowing by the lender

basis for entry: asset status change instruction (operation type – ZS)

Dt – AAAA W YY UR 00 NKK PP (AVLE)

Ct – AAAA W YY UR 00 NKK PP (AVAI)

3.3. Grant of an automatic loan

Where securities made available for borrowing are used by KDPW

basis for entry: KDPW instruction (operation type – BO, operation stage type code – OPEN)

Dt – AAAA W YY UR 00 NKK PP (AVLE)

Ct – 0001 0 06 00 00 NKK PP (AVAI)

and

basis for entry: KDPW instruction (operation type – LE, operation stage type code – OPEN)

Dt – 0001 0 06 00 00 NKK PP (AVAI)

Ct – FFFF W YY UR 00 NKK PP (AVAI), FFFF 2 01 UR 01 NKK PP (AVAI)

Note: in response to a notification by KDPW of demand for securities for lending, the participant issues an asset status change instruction and changes securities status to AVLE according to section 3.1.

3.4. Return of securities loans, on due date or at request of the borrower

basis for entry: settlement instruction from the borrower or KDPW instruction (operation type – BO, operation stage type code - CLOS)

Dt – FFFF W YY UR 00 NKK PP (AVAI), FFFF 2 01 UR 01 NKK PP (AVAI)
Ct – 0001 0 06 00 00 NKK PP (AVAI)

and

basis for entry: KDPW instruction (operation type – LE, operation stage type code - CLOS)

Dt – 0001 0 06 00 00 NKK PP (AVAI)
Ct – AAAA W YY UR 00 NKK PP (AVAI), AAAA W YY UR 00 NKK PP (AVLE)

In the return instruction, in the field “Loan ID”, the reference number of the settlement instruction on the basis of which the automatic securities loan was registered should be entered.

3.5. Lender substitution vis-a-vis the borrower in the case of a request for the return of a loan

basis for entry: settlement instruction from the lender or KDPW instruction (operation type – LE, operation stage type code - SUBS)

Dt – NNNN W YY UR 00 NKK PP (AVAI), NNNN W YY UR 00 NKK PP (AVLE)
account of securities for lending of the new lender
Ct – 0001 0 06 00 00 NKK PP (AVAI)

and

Dt – 0001 0 06 00 00 NKK PP (AVAI)
Ct – AAAA W YY UR 00 NKK PP (AVAI), AAAA W YY UR 00 NKK PP (AVLE)
account of the previous lender

Loan collateral in the form of securities

3.6. Presenting securities to be used as loan collateral

basis for entry: asset status change instruction (operation type – ZS)

Dt – FFFF W YY UR 00 NKK PP (AVAI)
Ct – FFFF W YY UR 00 NKK PP (AVCO)

3.7. Transfer of securities to be used as collateral

basis for entry: asset status change instruction issued by KDPW (operation type – ZS)

Dt – FFFF W YY UR 00 NKK PP (AVAI), FFFF W YY UR 00 NKK PP (AVCO)
Ct – FFFF W YY UR 00 NKK PP (COLE)

3.8. Unblocking securities to be used as collateral

basis for entry: asset status change instruction (operation type – ZS)

Dt – FFFF W YY UR 00 NKK PP (COLE)
Ct – FFFF W YY UR 00 NKK PP (AVAI), FFFF W YY UR 00 NKK PP (AVCO)

3.9. Withdrawal of securities which may be used as loan collateral

basis for entry: asset status change instruction (operation type – ZS)

Dt – FFFF W YY UR 00 NKK PP (AVCO)
Ct – FFFF W YY UR 00 NKK PP (AVAI)

3.10. Termination of securities lending and borrowing agreement

Procedure applicable in the case of a transfer of collateral to the lender.

basis for entry: KDPW instruction (operation type – TZ)

Dt – FFFF W YY UR 00 NKK PP (COLE)
Ct – 0001 0 06 00 00 NKK PP (AVAI)

and

Dt – 0001 0 06 00 00 NKK PP (AVAI)
Ct – AAAA W YY UR 00 NKK PP (AVAI)

3.11. Granting on-request securities loans

basis for entry: matched settlement instructions or a settlement instruction (operation type – RE, operation stage type code – OPEN, repo type – R5)

Dt – AAAA W YY UR 00 NKK PP (AVAI)
Ct – FFFF W YY UR 00 NKK PP (AVAI), FFFF 2 01 UR 01 NKK PP (AVAI)

3.12. Return of on-request securities loans

basis for entry: matched settlement instructions or KDPW instruction in the case of term loans a settlement instruction (operation type – RE, operation stage type code – CLOS, repo type – R5)

Dt – FFFF W YY UR 00 NKK PP (AVAI), FFFF 2 01 UR 01 NKK PP (AVAI)

Ct – AAAA W YY UR 00 NKK PP (AVAI)

4. Special operations

4.1. Crediting a securities account

basis for entry: settlement instruction (operation type – OW/OE)

Dt – FFFF/KKKK 2 03 00 00 NKK PP (AVAI)

Ct – FFFF/KKKK W YY UR 00 NKK PP (AVAI)

For technical accounts

basis for entry: settlement instruction (operation type – OT)

Dt – FFFF/KKKK 2 03 00 00 NKK PP (TECH)

Ct – FFFF/KKKK W YY UR 00 NKK PP (TECH)

4.2. Portfolio transfer

basis for entry: settlement instruction (operation type – PT)

Dt – FFFF W YY UR 00 NKK PP (AVAI)

Ct – KKKK W YY UR 00 NKK PP (AVAI)

For technical accounts

basis for entry: settlement instruction (operation type – OT)

Dt – FFFF W YY UR 00 NKK PP (TECH)

Ct – KKKK W YY UR 00 NKK PP (TECH)

4.3. Error correction

basis for entry: settlement instruction (operation type – OI)

Dt – FFFF/KKKK W YY UR RR NKK PP (AVAI)

Ct – FFFF/KKKK W YY UR RR NKK PP (AVAI)

For technical accounts

basis for entry: settlement instruction (operation type – OT)

Dt – FFFF/KKKK W YY UR RR NKK PP (TECH)

Ct – FFFF/KKKK W YY UR RR NKK PP (TECH)

4.3b. Removing the blocking relating to the exercise of rights – performed on the basis of a disposition from the participant

basis for entry: asset status change instruction issued by participant, accepted by KDPW (operation type – ZS)

Dt – FFFF W YY UR RR NKK PP (BLCA)

Ct – FFFF W YY UR RR NKK PP (AVAI)

or

Dt – FFFF W YY UR RR NKK PP (BLTE)

Ct – FFFF W YY UR RR NKK PP (TECH)

4.4. Pledge over bonds for the collateralisation of Lombard credit granted by the National Bank of Poland

4.4.1. Creation of pledge

basis for entry: asset status change instruction (operation type – ZS) accepted by the National Bank of Poland

Dt – BBBB 1 01 00 00 NKK PP (AVAI), BBBB 3 01 00 00 NKK PP (AVAI)

Ct – BBBB 1 01 00 00 NKK PP (PLLO), BBBB 3 01 00 00 NKK PP (PLLO)

4.4.2. Release of pledge

basis for entry: asset status change instruction of the pledger (operation type – ZS) accepted by the National Bank of Poland

Dt - BBBB 1 01 00 00 NKK PP (PLLO), BBBB 3 01 00 00 NKK PP (PLLO)

Ct - BBBB 1 01 00 00 NKK PP (AVAI), BBBB 3 01 00 00 NKK PP (AVAI)

4.5. Creation of a pledge other than for the benefit of the National Bank of Poland (including for the benefit of the Bank Guarantee Fund (BFG), the European Investment Bank (EBI), or the Ministry of Finance (MF))

Pledge creation is based on an agreement with KDPW.

4.5.1. Creation of pledge

basis for entry: asset status change instruction (operation type – ZS) accepted by KDPW after the fulfilment of formal requirements

Dt – BBBB W YY UR 00 NKK PP (AVAI)

Ct – BBBB W YY UR 00 NKK PP (PBFG/PEBI/PLMF/PKFW/PCEB/PCCO)

4.5.2. Release of pledge

basis for entry: asset status change instruction of the pledger (operation type – ZS) accepted by the pledgee respectively

Dt – BBBB W YY UR 00 NKK PP (PBFG/PEBI/PLMF/PKFW/PCEB/PCCO)

Ct – BBBB W YY UR 00 NKK PP (AVAI)

4.6. Transfer of collateral in connection with a credit operation of the National Bank of Poland (technical credit)

4.6.1. Creation of collateral

basis for entry: settlement instruction (operation type – CB)

Dt – BBBB 1 01 00 00 NKK PP (AVAI), BBBB 3 01 00 00 NKK PP (AVAI)

Ct – 0952 3 01 00 00 NKK PP (AVAI)

4.6.2. Return of collateral

basis for entry: settlement instruction from the National Bank of Poland (operation type – CB)

Dt – 0952 3 01 00 00 NKK PP (AVAI)

Ct – BBBB 1 01 00 00 NKK PP (AVAI), BBBB 3 01 00 00 NKK PP (AVAI)

4.7. Contribution of securities to the Clearing Fund and the ATS Settlement Guarantee Funds

4.7.1. Contribution of securities to the Clearing Fund and the ATS Settlement Guarantee Funds

basis for entry: asset status change instruction (operation type – ZS)

Dt – FFFF 1/3 01 00 00 NKK PP (AVAI)

Ct – FFFF 1/3 01 00 00 NKK PP (PRRG/PAGP/PABS)

and

basis for entry: subordinated KDPW instruction issued on the basis of the above participant's instruction

Dt – FFFF 1/3 01 00 00 NKK PP (PRRG/PAGP/PABS)

Ct – 0011 3 01 00 00 NKK PP (PRRG/PAGP/PABS)

4.7.2. Return of securities

basis for entry: asset status change instruction (operation type – ZS)

Dt – FFFF 1/3 01 00 00 NKK PP (PRRG/PAGP/PABS)

Ct – FFFF 1/3 01 00 00 NKK PP (AVAI)

and

basis for entry: subordinated KDPW_CCP instruction issued on the basis of the above participant's instruction

Dt – 0011 3 01 00 00 NKK PP (PRRG/PAGP/PABS)

Ct – FFFF 1/3 01 00 00 NKK PP (PRRG/PAGP/PABS)

4.7a. Contribution of initial margin in the form of securities

4.7a.1. Contribution of initial margin

basis for entry: asset status change instruction (operation type – ZS)

Dt – FFFF 1/3 01 00 00 NKK PP (AVAI)

Ct – FFFF 1/3 01 00 00 NKK PP (MARI)

and

basis for entry: subordinated KDPW instruction issued on the basis of the above instruction

Dt – FFFF 1/3 01 00 00 NKK PP (MARI)

Ct – 0010 3 01 00 00 NKK PP (MARI)

4.7a.2. Return of initial margin

In the case of a surplus of contributed margin over the required volume, or if other collateral is provided.

basis for entry: asset status change instruction (operation type – ZS)

Dt – FFFF 1/3 01 00 00 NKK PP (MARI)

Ct – FFFF 1/3 01 00 00 NKK PP (AVAI)

and

basis for entry: subordinated KDPW_CCP instruction issued on the basis of the above participant's instruction

Dt – 0010 3 01 00 00 NKK PP (MARI)

Ct – FFFF 1/3 01 00 00 NKK PP (MARI)

4.7b. Contribution of maintenance margin in the form of securities

4.7b.1. Blocking collateral in the form of securities on the client's account

basis for entry: asset status change instruction (operation type – ZS)

Dt – FFFF W YY UR 00 NKK PP (AVAI)

Ct – FFFF W YY UR 00 NKK PP (MARG)

4.7b.2. Unblocking of securities on the client's account

basis for entry: asset status change instruction (operation type – ZS)

Dt – FFFF W YY UR 00 NKK PP (MARG)

Ct – FFFF W YY UR 00 NKK PP (AVAI)

4.7b.3. Contributing collateral in the form of securities in favour of KDPW_CCP

basis for entry: asset status change instruction (operation type – ZS)

Dt – FFFF 1/3 01 00 00 NKK PP (AVAI)

Ct – FFFF 1/3 01 00 00 NKK PP (MARS)

and

basis for entry: subordinated KDPW instruction issued on the basis of the above instruction

Dt – FFFF 1/3 01 00 00 NKK PP (MARS)

Ct – 0010 3 01 00 00 NKK PP (MARS)

4.7b.4. Return of securities

basis for entry: asset status change instruction (operation type – ZS)

Dt – FFFF 1/3 01 00 00 NKK PP (MARS)

Ct – FFFF 1/3 01 00 00 NKK PP (AVAI)

and

basis for entry: subordinated KDPW_CCP instruction issued on the basis of the above participant's instruction

Dt – 0010 3 01 00 00 NKK PP (MARS)

Ct – FFFF 1/3 01 00 00 NKK PP (MARS)

4.7c. Transfer of collateral at the request of KDPW_CCP

basis for entry: registration certificate issued on the basis of a KDPW_CCP instruction (operation type – TZ)

Dt – FFFF W YY UR 00 NKK PP (MARG) account of blocked securities of the participant from which positions are transferred

Ct – KKKK W YY UR 00 NKK PP (MARG) account of blocked securities of the participant to which positions have been transferred

4.8. Blocking securities on request of a participant

4.8.1. Blocking securities

basis for entry: asset status change instruction (operation type – ZS)

Dt – FFFF W YY UR 00 NKK PP (AVAI)

Ct – FFFF W YY UR 00 NKK PP (BLOK/PLED/FOSG)

4.8.2. Unblocking securities

basis for entry: registration certificate issued on the basis of an asset status change instruction (operation type – ZS)

Dt – FFFF W YY UR 00 NKK PP (BLOK/PLED/FOSG)

Ct – FFFF W YY UR 00 NKK PP (AVAI)

5. Corporate actions (operations on securities)

5.1. Exchange of securities

5.1.1. Split of securities

On the day of the exchange, KDPW registers the number of securities following the exchange basis for entry: KDPW instruction issued on the basis of the Issue Letter (operation type – WY)

Dt – 0001 0 01 00 99 NKK PP (AVAI)

Ct – FFFF W YY UR RR NKK PP (XXXX)

5.1.2. Reverse split of shares

5.1.2.1. Registration of securities not incorporated into a global note (remaining securities)
basis for entry: asset status change instruction (operation type – ZS)

Dt – FFFF W YY UR 00 NKK PP (AVAI)

Ct – FFFF W YY UR 00 NKK PP (BLCA)

5.1.2.2. Deregistration of securities not incorporated into a global note (remaining securities)
from participants' accounts
basis for entry: KDPW instruction (operation type – CH)

Dt – FFFF W YY UR 00 NKK PP (BLCA)

Ct – 0001 0 01 00 99 NKK PP (AVAI)

5.1.2.3. Registration of securities not incorporated into a global note (remaining securities)
under a separate code
basis for entry: KDPW instruction (operation type – AS)

Dt – 0001 0 01 00 99 NKK PP (AVAI)

Ct – FFFF W YY UR RR NKK PP (AVAI)

5.1.2.4. Incorporation of shares into a global note

basis for entry: KDPW instruction issued on the basis of the Issue Letter (operation type – WY)

Dt – FFFF W YY UR RR NKK PP (XXXX)

Ct – 0001 0 01 00 99 NKK PP (AVAI)

5.1.3. Reverse split of shares ensuring fractional shares are compensated

5.1.3.1. Registration of securities to be deregistered

basis for entry: asset status change instruction (operation type – ZS)

Dt – FFFF W YY UR 00 NKK PP (AVAI)
Ct – FFFF W YY UR 00 NKK PP (BLCA)

5.1.3.2. Deregistration of securities following reverse split operation
basis for entry: KDPW instruction (operation type – WZ, operation stage type code - CLOS)

Dt – FFFF W YY UR 00 NKK PP (BLCA)
Ct – 0001 0 01 00 99 NKK PP (AVAI)

5.2. Assimilation of securities

5.2.1. Closing of accounts used to register securities receiving the code of the basic issue
basis for entry: KDPW instruction (operation type – AS)

Dt – FFFF W YY UR RR NKK PP (XXXX)
Ct – 0001 0 01 00 99 NKK PP (AVAI)

5.2.2. Crediting basic issue accounts with balances of the closed accounts
basis for entry: KDPW instruction (operation type – AS)

Dt – 0001 0 01 00 99 NKK PP (AVAI)
Ct – FFFF W YY UR RR NKK PP (XXXX)

5.3. Conversion of securities / partial assimilation

5.3.1. Registration of securities presented for conversion
basis for entry: asset status change instruction (operation type – ZS)

Dt – FFFF W YY UR 00 NKK PP (AVAI)
Ct – FFFF W YY UR 00 NKK PP (BLCA)

5.3.2. Deregistration of securities presented for conversion
basis for entry: KDPW instruction (operation type – CH)

Dt – FFFF W YY UR 00 NKK PP (BLCA)
Ct – 0001 0 01 00 99 NKK PP (AVAI)

5.3.3. Registration of securities following the conversion
basis for entry: KDPW instruction (operation type – AS)

Dt – 0001 0 01 00 99 NKK PP (AVAI)

Ct – FFFF W YY UR 00 NKK PP (AVAI)

Note: In the case of conversion, by request of the issuer, of all shares bearing a given code, where the securities are assimilated with securities bearing a different ISIN code, the operation is executed pursuant to the procedure “Assimilation of securities” in section 5.2.

6. Processing the performance of issuers’ obligations towards securities holders

6.1. Capital increase by way of a new issue, with exercising subscription rights

6.1.1. Registration of individual subscription rights (JPP)

6.1.1.1. Registration of individual subscription rights (JPP) on the technical accounts managed in KDPW for participants is performed on the basis of balances on the relevant accounts in underlying securities on the basis of a KDPW instruction (operation type – RZ, operation stage type code OPEN)

Dt – 0001 0 01 00 99 NKK PP (AVAI)

Ct – FFFF W YY UR RR NKK PP (TECH)

6.1.1.2. Registration of individual subscription rights (JPP) for shares not kept in KDPW is performed using technical accounts managed in KDPW for participants, on condition the number of these accounts does not exceed five, or on the technical account managed for the account of the issue agent

basis for entry: KDPW instruction for the Issue Letter (operation type – RZ, operation stage type code - OPEN)

Dt – 0001 0 01 00 99 NKK PP (AVAI)

Ct – FFFF W 01/03 UR RR NKK PP (TECH), FFFF 0 06 00 00 NKK PP (TECH)

6.1.1.3. Transfer of individual subscription rights (JPP) from the technical account of the issue agent onto the technical account of participants

basis for entry: settlement instruction (operation type – OT)

Dt – FFFF 0 06 00 00 NKK PP (TECH)

Ct – FFFF W YY UR RR NKK PP (TECH)

6.1.1.4. Transfer of individual subscription rights (JPP) from the technical accounts onto registration accounts following receipt of information confirming the admission of the

individual subscription rights to trading in the organised market, on the basis of a KDPW instruction (operation type – ZS)

Dt – FFFF W YY UR RR NKK PP (TECH)

Ct – FFFF W YY UR RR NKK PP (AVAI)

6.1.2. Subscription for shares, made within exercising subscription rights

6.1.2.1. Transfer of individual subscription rights (JPP) to the account of the brokerage office in order to exercise individual subscription rights (JPP) for a custodian, the custodian's clients or depositor.

basis for entry: settlement instruction (operation type – OE)

Dt – BBBB W YY UR 00 NKK PP (AVAI)

Ct – FFFF 2 01 UR 02 NKK PP (AVAI)

or

basis for entry: settlement instruction (operation type – OT)

Dt – BBBB W YY UR RR NKK PP (TECH)

Ct – FFFF 2 01 UR 02 NKK PP (TECH)

6.1.2.2. Exercising subscription rights on the basis of individual subscription rights (JPP)

basis for entry: asset status change instruction (operation type – ZS)

Dt – FFFF W YY UR 00 NKK PP (AVAI), FFFF 2 01 UR 02 NKK PP (AVAI)

Ct – FFFF W YY UR 00 NKK PP (BLCA), FFFF 2 01 UR 02 NKK PP (BLCA)

or

Dt – FFFF W YY UR 00 NKK PP (TECH), FFFF 2 01 UR 02 NKK PP (TECH)

Ct – FFFF W YY UR 00 NKK PP (BLTE), FFFF 2 01 UR 02 NKK PP (BLTE)

6.1.3. Closing of individual subscription rights (JPP) accounts

in exercised individual subscription rights (JPP)

basis for entry: KDPW instructions (operation type – PP, operation stage type code – 0001)

Dt – FFFF W YY UR 00 NKK PP (BLCA), FFFF 2 01 UR 02 NKK PP (BLCA)

Ct – 0001 0 01 00 99 NKK PP (AVAI)

or

Dt – FFFF W YY UR 00 NKK PP (BLTE), FFFF 2 01 UR 02 NKK PP (BLTE)

Ct – 0001 0 01 00 99 NKK PP (AVAI)

in non-exercised individual subscription rights (JPP)

basis for entry: KDPW instructions (operation type – PP, operation stage type code – 0002)

Dt – FFFF W YY UR RR NKK PP (XXXX)

Ct – 0001 0 01 00 99 NKK PP (AVAI)

6.1.4. Allocation of rights to shares of a new issue (PNE) to participants' accounts

basis for entry: KDPW instruction - in the case of a primary subscription (operation type – PP, operation stage type code – 0003) or an instruction of the entity processing for allocation - in the case of allocation based on additional subscription (operation type – PP, operation stage type code – 0004)

Dt – 0001 0 01 00 99 NKK PP (AVAI)

Ct – FFFF W YY UR 00 NKK PP (TECH), FFFF 2 01 UR 02 NKK PP (TECH)

6.1.5. Closing of rights to shares for a new issue (PNE) accounts

basis for entry: KDPW instruction (operation type – AS)

Dt – FFFF W YY UR 00 NKK PP (TECH), FFFF 2 01 UR 02 NKK PP (TECH)

Ct – 0001 0 01 00 99 NKK PP (AVAI)

6.1.6. Registration of rights to shares (PDA) or new issue shares on accounts

basis for entry: KDPW instruction (operation type – AS)

Dt – 0001 0 01 00 99 NKK PP (AVAI)

Ct – FFFF W YY UR 00 NKK PP (AVAI), FFFF 2 01 UR 02 NKK PP (AVAI)

6.1.7. Closing of rights to shares (PDA) accounts and registration of shares of a new issue

The closing of PDA accounts and registration of shares of a new issue according to balances on PDA accounts is performed in the manner described in the “Assimilation of securities” procedures, section 5.2

6.1.8. Transfer of rights to shares of a new issue (PNE) in connection with the exercise of individual subscription rights (JPP) for custodians, the custodian's clients or depositor

basis for entry : settlement instruction (operation type – OT)

Dt – FFFF W YY UR 02 NKK PP (TECH)

Ct – BBBB W YY UR 00 NKK PP (TECH)

6.1.9. Transfer of rights to shares (PDA) or new issue shares in connection with the exercise of individual subscription rights (JPP) for custodians, the custodian's clients or depositor
basis for entry: settlement instruction (operation type – OE)

Dt – FFFF 2 01 UR 02 NKK PP (AVAI)

Ct – BBBB W YY UR 00 NKK PP (AVAI)

6.2. Replacement of convertible bonds with new issue shares

6.2.1. Registration of “Statements of replacement of bonds with shares”
basis for entry: asset status change instruction (operation type – ZS)

Dt – FFFF W YY UR 00 NKK PP (AVAI)

Ct – FFFF W YY UR 00 NKK PP (BLCA)

6.2.2. Withdrawal of convertible bonds
basis for entry: KDPW instructions (operation type – CH)

Dt – FFFF W YY UR 00 NKK PP (BLCA)

Ct – 0001 0 01 00 99 NKK PP (AVAI)

6.2.3. Transfer of new issue shares to the accounts
basis for entry: KDPW instructions (operation type – AS)

Dt – 0001 0 01 00 99 NKK PP (AVAI)

Ct – FFFF W YY UR 00 NKK PP (AVAI)

6.2a. Exercise of rights to acquire or subscribe for shares of a new issue from convertible bonds, bonds with priority rights and subscription warrants on the basis of matched settlement instructions

6.2a.1. Deregistration of convertible bonds, bonds with priority rights and subscription warrants
- transfer of convertible bonds, bonds with priority rights and subscription warrants presented for exercise of rights to the agent's account
basis for entry: matched settlement instructions (operation type – ZW)

Dt – FFFF W YY UR 00 NKK PP (AVAI)
Ct – AAAA 0 06 00 00 NKK PP (AVAI)

- cancellation of exercised convertible bonds, bonds with priority rights and subscription warrants
basis for entry: KDPW instruction (operation type – WZ, operation stage type code - CLOS)

Dt – AAAA 0 06 00 00 NKK PP (AVAI)
Ct – 0001 0 01 00 99 NKK PP (AVAI)

6.2a.2. Registration of shares of a new issue

- registration of shares of a new issue on an agent's account
basis for entry: KDPW instruction (operation type – RZ, operation stage type code - OPEN)

Dt – 0001 0 01 00 99 NKK PP (AVAI)
Ct – AAAA 0 06 00 00 NKK PP (AVAI)

- registration of shares of a new issue on accounts from which convertible bonds, bonds with priority rights and subscription warrants were exercised
basis for entry: KDPW instruction (operation type – ZW)

Dt – AAAA 0 06 00 00 NKK PP (AVAI)
Ct – FFFF W YY UR 00 NKK PP (AVAI)

6.2b. Bond subscription

This operation is performed in the same manner as the subscription of State Treasury bonds described in section 6.3.5.

6.3. Processing of Treasury bonds and BGK Bank (Bank Gospodarstwa Krajowego) bonds underwritten or guaranteed by the State Treasury

6.3.1. Registration of Treasury bonds on the account of the Ministry of Finance (MF) and BGK bonds underwritten and guaranteed by the State Treasury on the BGK account – according to section 1.1.2. or 1.3.

6.3.2 Settlement of Treasury/BGK bond auction (purchase)

basis for entry: settlement instruction of the National Bank of Poland or matched settlement instructions of the National Bank of Poland and the bank keeping the securities account of the auction participant not being a direct KDPW participant (operation type – TR)

Dt – 0100/FFFF 0 01 00 00 NKK PP (AVAI)

Ct – FFFF W YY UR 00 NKK PP (AVAI)

6.3.3. Settlement of Treasury/BGK bond auction (redemption)

basis for entry: settlement instruction NBP (operation type – TR)

Dt – FFFF W YY UR 00 NKK PP (AVAI)

Ct – 0100/FFFF 0 01 00 00 NKK PP (AVAI)

Cancellation of redeemed bonds – according to section 1.8

6.3.4. Settlement of Treasury/BGK bond auction (exchange)

Exchange auction is a combination of a purchase auction and a redemption auction for bonds (sections 6.3.2 and 6.3.3). An exchange auction is settled on the basis of settlement instructions of the National Bank of Poland (operation type – TR)

6.3.5. Subscription of Treasury bonds

6.3.5.1. Following the receipt of a client's instruction to use the amounts receivable from roll-over bonds to cover the price of bonds of new issues, participants send to KDPW an execution instruction. Each instruction corresponds to an order from one client.

basis for entry: asset status change instruction issued by KDPW for a participant's execution instruction (operation type – ZS)

Dt – FFFF W YY UR 00 NKK PP (AVAI)

Ct – FFFF W YY UR 00 NKK PP (BLCA)

6.3.5.2. In the case of over-subscription, KDPW makes necessary corrections and unblocks the bonds not to roll over.

basis for entry: asset status change instruction issued by KDPW (operation type – ZS)

Dt – FFFF W YY UR 00 NKK PP (BLCA)

Ct – FFFF W YY UR 00 NKK PP (AVAI)

6.3.5.3. Crediting participants' accounts with new issue bonds on redemption date

basis for entry: KDPW instruction issued, on a summary basis, for instructions generated as a result of allocation (operation type – PP, operation stage type code – 0004)

Dt – 0001 0 01 00 99 NKK PP (AVAI)

Ct – FFFF W YY UR 00 NKK PP (AVAI)

6.3.5.4. On the date of redemption of Treasury bonds, KDPW closes the accounts of the bonds subject to redemption.

The accounts of the bonds subject to redemption are closed according to section 1.8.

6.4. Early redemption of securities

6.4.1. Voluntary redemption

6.4.1.1. Participants send to KDPW an execution instruction. Each instruction corresponds to a voluntary redemption order from one client.

basis for entry: asset status change instruction issued by KDPW for a participant's execution instruction (operation type – ZS)

Dt – FFFF W YY UR 00 NKK PP (AVAI)

Ct – FFFF W YY UR 00 NKK PP (BLCA)

6.4.1.2. If voluntary redemption takes place, the redeemed bonds are cancelled on redemption date:

basis for entry: KDPW instruction (operation type – WZ, operation stage type code - CLOS)

Dt – FFFF W YY UR 00 NKK PP (BLCA)

Ct – 0001 0 01 00 99 NKK PP (AVAI)

6.4.1.3. If voluntary redemption is not executed, or if the number of bonds presented for voluntary redemption is reduced, the relevant number of bonds is unblocked according to section 6.3.5.2.

6.4.2. Obligatory redemption

Participants send to KDPW an execution instruction. Each instruction corresponds to a redemption order from one client. The redeemed bonds are cancelled on redemption date.

basis for entry: KDPW instruction (operation type – WZ, operation stage type code – CLOS)

Dt – FFFF W YY UR 00 NKK PP (AVAI)

Ct – 0001 0 01 00 99 NKK PP (AVAI)

6.4.3. Redemption at the request of the bondholder

6.4.3.1. Registration of securities marked for redemption at the request of the bondholder

basis for entry: asset status change instruction (operation type – ZS)

Dt – FFFF W YY UR 00 NKK PP (AVAI)

Ct – FFFF W YY UR 00 NKK PP (BLCA)

6.4.1.2. Deregistration of securities marked for redemption at the request of the bondholder
basis for entry: KDPW instruction (operation type – CH)

Dt – FFFF W YY UR 00 NKK PP (BLCA)

Ct – 0001 0 01 00 99 NKK PP (AVAI)

6.5. Exercise of warrants

6.5.1. Settlement of exercise of warrants within the exercise period

6.5.1.1. Presenting warrants for exercise

basis for entry: asset status change instruction (operation type – ZS)

Dt – FFFF W YY UR 00 NKK PP (AVAI)

Ct – FFFF W YY UR 00 NKK PP (BLCA)

6.5.1.2. Deregistration of executed warrants

basis for entry: KDPW instruction (operation type – WW)

Dt – FFFF W YY UR 00 NKK PP (BLCA)

Ct – 0001 0 06 00 00 NKK PP (AVAI)

6.5.2. Registration of a waiver to exercise rights in warrants

basis for entry: status change instruction (operation type – ZS)

Dt – FFFF W YY UR 00 NKK PP (AVAI)

Ct – FFFF W YY UR 00 NKK PP (PENR)

6.5.3. Settlement of warrants on the date of expiry of a given series

basis for entry: KDPW instructions (operation type – WW)

Dt – FFFF W YY UR 00 NKK PP (AVAI)

Ct – 0001 0 06 00 00 NKK PP (AVAI)

6.5.4. Cancellation and deregistration of warrants

basis for entry: KDPW instructions (operation type – WZ, operation stage type code CLOS)

Dt – 0001 0 06 00 00 NKK PP (AVAI)

Ct – 0001 0 01 00 99 NKK PP (AVAI)

6.5.5. Cancellation of warrants remaining on the account of participants offering warrants and of warrants for which a waiver of exercise was presented - on the date of expiry of a given series

basis for entry: KDPW instructions (operation type – WZ, operation stage type code - CLOS)

Dt – FFFF W 01 00 03 NKK PP (AVAI), FFFF W YY UR 00 NKK PP (PENR)

Ct – 0001 0 01 00 99 NKK PP (AVAI)

6.5.6. Collateral in the form of securities

6.5.6.1. Supplying collateral:

basis for entry: asset status change instruction (operation type – ZS)

Dt – FFFF 1 YY 00 00 NKK PP (AVAI)

Ct – FFFF 1 YY 00 00 NKK PP (COWA)

6.5.6.2. Unblocking of margin

basis for entry: asset status change instruction (operation type – ZS)

Dt – FFFF 1 YY 00 00 NKK PP (COWA)

Ct – FFFF 1 YY 00 00 NKK PP (AVAI)

6.6. Processing of investment certificates

6.6.1. Registration of investment certificates presented for redemption

Participants send investment certificates redemption instructions to KDPW. Where the terms of investment certificates redemption allow for a reduction, each instruction corresponds to a redemption order for certificates designated for exercise from one securities account; otherwise, instructions for the aggregate number of investment certificates presented for redemption by clients can be sent.

basis for entry: asset status change instruction issued by KDPW for certificates redemption instructions (operation type – ZS)

Dt – FFFF W YY UR 00 NKK PP (AVAI)

Ct – FFFF W YY UR 00 NKK PP (BLCA)

In the case of a reduction in the number of investment certificates presented for redemption, the relevant number of certificates is unblocked according to section 6.3.5.2.

6.6.2. Registration of investment certificates not redeemed on the set date
basis for entry: asset status change instruction issued by KDPW (operation type – ZS)

Dt – FFFF W YY UR 00 NKK PP (BLCA)

Ct – FFFF W YY UR 00 NKK PP (PECL)

6.6.3. Cancellation of investment certificates on redemption date
basis for entry: KDPW instruction (operation type – WZ, operation stage type code - CLOS)

Dt – FFFF W YY UR 00 NKK PP (BLCA)

Ct – 0001 0 01 00 99 NKK PP (AVAI)

6.6.4. Cancellation of investment certificates not redeemed on redemption date
basis for entry: KDPW instruction (operation type – WZ, operation stage type code - CLOS)

Dt – FFFF W YY UR 00 NKK PP (PECL)

Ct – 0001 0 01 00 99 NKK PP (AVAI)

6.6.5. Registration and cancellation of investment certificates following the liquidation of an investment fund

Deregistration of investment certificates from registration accounts following the transfer to KDPW participants of the amount of payable entitlements according to section 1.8.

Registration of operations on derivatives

1. Registration of operations on derivatives

basis for entry: KDPW_CCP settlement instruction for a settlement instruction from the market (operation type – TR)

a) registration of derivatives purchase transactions

Dt – 0010 0 01 00 00 NKK PP (AVAI)

Ct – FFFF W YY UR 00/01 NKK PP (AVAI)

b) registration of derivatives sale transactions

Dt – FFFF W YY UR 00/01 NKK PP (AVAI)

Ct – 0010 0 01 00 00 NKK PP (AVAI)

2. Registration of closing positions in derivatives on expiry date

basis for entry: KDPW_CCP instructions (operation type – XP)

a) closing a long position

Dt – FFFF W YY UR 00 NKK PP (AVAI)

Ct – 0010 0 01 00 00 NKK PP (AVAI)

b) closing a short position

Dt – 0010 0 01 00 00 NKK PP (AVAI)

Ct – FFFF W YY UR 00 NKK PP (AVAI)

3. Waiving the right to exercise an option

basis for entry: KDPW_CCP instruction issued on the basis of an order waiving the exercise of an in-the-money option (operation type – NE)

Dt – FFFF W YY UR 00 NKK PP (AVAI)

Ct – 0010 0 01 00 00 NKK PP (AVAI)

The other party to the transaction is determined by KDPW_CCP at random
basis for entry: KDPW_CCP instruction (operation type – XP)

Dt – 0010 0 01 00 00 NKK PP (AVAI)

Ct – KKKK W YY UR 00 NKK PP (AVAI)

4. Transfer of positions in derivatives on the basis of an order from a clearing member (UR)

Transfer of position with ownership

Transfer of positions registered on the previous day. Basis for entry: settlement instruction of participant or matched settlement instructions of participants (operation type – OW/OE)

Dt – FFFF/KKKK W YY UR 00 NKK PP (AVAI)

Ct – FFFF/KKKK W YY UR 00 NKK PP (AVAI)

Error correction – transfer of positions from and to the same participant. Basis for entry: participant's instruction (operation type – OI)

Dt – FFFF W YY UR 00 NKK PP (AVAI)

Ct – FFFF W YY UR 00 NKK PP (AVAI)

Transfer from the account of the manager. Basis for entry: participant's instruction or matched instructions of participants (operation type – OW/OE, operation stage type code – BLOC)

transfer of a long position

Dt – FFFF/KKKK W YY UR 01 NKK PP (AVAI)

Ct – FFFF/KKKK W YY UR 00 NKK PP (AVAI)

transfer of a short position

Dt – FFFF/KKKK W YY UR 00 NKK PP (AVAI)

Ct – FFFF/KKKK W YY UR 01 NKK PP (AVAI)

Give-up Take-up transfer – position transfer between different participants. Basis for entry: matched instructions of participants (operation type – OE, operation stage type code – GVUP)

Dt – FFFF/KKKK W YY UR 00 NKK PP (AVAI)

Ct – FFFF/KKKK W YY UR 00 NKK PP (AVAI)

Transfer of position without ownership.

Transfer of positions registered on the previous day. Basis for entry: participant's settlement instruction or matched settlement instructions of participants (operation type – PT)

Dt – FFFF/KKKK W YY UR 00 NKK PP (AVAI)

Ct – FFFF/KKKK W YY UR 00 NKK PP (AVAI)

Error correction – transfer of positions from and to the same participant. Basis for entry: participant's instruction (operation type – OI)

Dt – FFFF W YY UR 00 NKK PP (AVAI)

Ct – FFFF W YY UR 00 NKK PP (AVAI)

5. Transfers executed at the request of KDPW_CCP

If KDPW_CCP decides to transfer clients' positions between participants, KDPW_CCP issues instructions by which clients' positions are transferred to the accounts of selected participants.

Entries in the records – as in the case of ordinary transfers.

6. Exercise of index participation units

In terms of transaction registration, position transfer and position closing on expiry, registration procedures applicable to index participation units are identical to those for futures contracts.

Index participation units exercise orders are accepted from purchase day to day S-1 (day S - day of expiry of index participation units).

Day T – day of reporting the exercise of index participation units

basis for entry: asset status change instruction requesting the exercise (operation type – ZS)

Dt – FFFF W YY UR 00 NKK PP (AVAI)

Ct – FFFF W YY UR 00 NKK PP (BLCA)

and

basis for entry: status change instruction issued by KDPW_CCP (operation type – ZS)

Dt – KKKK W YY UR 00 NKK PP (BLCA)

Ct – KKKK W YY UR 00 NKK PP (AVAI)

Day (T+1) – accounting day following the day of reporting exercise
KDPW_CCP closes positions in index participation units
basis for entry: KDPW_CCP instruction (operation type – XP)

Dt – FFFF W YY UR 00 NKK PP (BLCA)

Ct – 0010 0 01 00 00 NKK PP (AVAI)

basis for entry: KDPW_CCP instruction (operation type – XP)

Dt – 0010 0 01 00 00 NKK PP (AVAI)

Ct – KKKK W YY UR 00 NKK PP (BLCA)

7. Exercise of derivatives by delivering an underlying instrument from the cash market:

7.1. Blocking of securities

basis for entry : asset status change instruction (operation type – ZS)

Dt – FFFF W YY UR 00 NKK PP (AVAI)

Ct – FFFF W YY UR 00 NKK PP (BLDE)

7.2. Unblocking of securities

basis for entry: asset status change instruction (operation type – ZS)

Dt – FFFF W YY UR 00 NKK PP (BLDE)

Ct – FFFF W YY UR 00 NKK PP (AVAI)

7.3. Delivery of underlying instrument

basis for entry: KDPW_CCP instructions (operation type – EO)

For parties which deliver the underlying instrument:

Dt – FFFF W YY UR 00 NKK PP (BLDE)

Ct – 0010 0 06 00 00 NKK PP (AVAI)

For parties which receive the underlying instrument:

Dt – 0010 0 06 00 00 NKK PP (AVAI)

Ct – FFFF 0 06 00 00 NKK PP (AVAI)

Transfer of securities by the participant

basis for entry: settlement instruction (operation type – OW)

Dt – FFFF 0 06 00 00 NKK PP (AVAI)

Ct – FFFF W YY UR 00 NKK PP (AVAI)