

FEAS NEWSLETTER

FEAS 9th Onsite Training took place in Almaty, Kazakhstan

October 2022



FEAS 9TH ONSITE TRAINING

ALMATY, KAZAKHSTAN



After two years of online events, FEAS Onsite training is back and 9th round was held on 6-8 September, in Almaty, Kazakhstan.

Kazakhstan Stock Exchange, a Board member of FEAS, kindly hosted 16 young professionals from FEAS Members' Companies.

Since its inception, the Onsite Training Program has been hosted by Borsa Istanbul, Tehran Stock Exchange, Muscat Securities Market, the Egyptian Stock Exchange - twice, Iran Fara Bourse and Kazakhstan Stock Exchange (KASE) was hosting the second time

Participants selection criteria was the same as for the previous years. Candidates were chosen based on their working experience, field and position, English proficiency and the results of the interview conducted by FEAS Secretariat. The results of the selection were shared with all FEAS Members. At the end of the program, each fellow was awarded a certificate.

Sixteen fellows from FEAS members attended the 2022 program which took place on 6-8 September, at the meeting hall of Rahat Palace Hotel Almaty. Participating members were Central Securities Depository of Iran, the Egyptian Exchange, Iran Fara Bourse, Muscat Stock Exchange, Muscat Clearing & Depository, Republican Stock Exchange Tashkent, Tehran Stock Exchange and Uzbek Commodity Exchange.
2022 Fellows: Mr Ahmed Mohamed Elbachir, Ms

Maha Mostafa Mahmoud Abdallah, Mr Amr Wagih Abdullatif Elsaadi, Mr Ahmed Mohamed Salman (The Egyptian Exchange), Ms Majeda Shaikhan Majid Al Mamari, Mr Yaqoob Ali Hamed Mohammed Al Omairi (Muscat Stock Exchange), Mr Ibrahim Ahmed Sulaiman Al Balushi (Muscat Clearing and Depository), Ms Indira Khabubulina, Ms Afsona Kuilieva (Republican stock Exchange), Mr Shoaib Rezaie, Mr Reza Ghafouri (Tehran Stock Exchange), Mr Masoud Sedghi, Ms Faeze Ghazanfari (Central Securities Depository of Iran), Ms Sara Farokhisagharchi (Iran Fara Bourse), Mr Islombek Ibrogimov, Mr Elyor Sadikov (Uzbek Commodity Exchange).

The training started on September 6th with an opening presentation by **KASE Chairman Ms Alina Aldambergen**. Ms Aldambergen gave an overview of the Kazakhstan capital market and key indicators, shared the information about KASE Infrastructure: trading instruments, KASE members, KASE indices, trading volume, KASE official list structure. Regarding the equity market as of the end of August the market cap decreased by 27%, average daily volume of deals decreased by 36% and the main investor category on the secondary market were individuals.

Coming to the ESG market, KASE has an ESG Bond market that consists of green bonds (3 issues) and social bonds (4 bonds). State securities are also part of the KASE market and in 2022 Government Securities Indices were implemented. Ms Aldambergen also shared the short overview of KASE strategy and upcoming plans of development.

Second speaker was **Mr Alexander Kamchatny the Head of securities market development division, Agency of the Republic of Kazakhstan for regulation and development of the financial market**. He introduced the main functions of the agency that includes, for example:

- Conducts state policy to ensure the functioning and formation of the infrastructure of the securities market, protection of interests of investors.
- Adopts regulatory legal acts on the regulation, control and supervision of the securities market.
- Recognizes financial market assets as securities, determines the procedure for their registration, conditions and procedure for issuance, circulation, repayment.
- Issues licenses for types of activities in the securities market, suspends, renews and revokes licenses,
- Defines the conditions and procedure for suspending and resuming trading on the stock exchange,

Mr Kamchatny also shared some insights about investor's rights protection measurements and mechanisms as well as about encouraging mechanisms for issuers to enter the securities market.

Next session was held by **Ms Tamara Shadiyeva Head of the Strategy and Development Sector of Kazakhstan CSD**, she introduced participants to the CSD services, such as:

- Depository & Registrar services,
- Corporate governing and proxy voting service,
- Payment agent service,
- Banking (cash) operations services,
- National numbering agency services,
- Information services,
- Trade repository service;

Ms Shadiyeva also shared key highlights of the last 8 months and showed the map of upcoming developments of the depository and strategic directions.



The last session of the day was held by **Ms Zhansaya Karabayeva and Ms Akerke Sultanbay** from **KASE Information and Statistics Department**. They introduced KASE market data products as well as recently launched IRIS Finance service for subscribers, KASE Info-Bot via Telegram and services for vendors, as well as global trends in market data developments. Ms Sultanbay gave a review of KASE Indexes and different indicators of KASE markets.

Day 1 was closed with the visit to KASE Museum, where **KASE deputy Chairman Zhainar Sarzhakov** told about KASE foundation and long way of development.

The 2nd day of the training started with the presentation by **Mr Vyacheslav Khan, Deputy director of the trading department**. He spoke about key markets and instruments in KASE. shared the overview of trading and clearing systems (ASTS+): as of September KASE has 1379 instruments, including 894 securities issues; 236 instruments in the T + list. Second session was about CCP and Clearing: How to manage risks. **Ms Aiyngul Shamkenova, Leading Specialist of the Clearing House of KASE** spoke about the concept of CCP and KASE Market Infrastructure and gave the overview of Clearing Funds and Levels of Protection of the CCP and managing risks. In the end she introduced a new product of KASE launched from August 2022: KASE launched a new version of the ASTS+ trading and clearing system, which provides an opportunity for trading participants to make repo transactions with clearing participation certificates (GCC). Non-issue collateralized perpetual securities issued by the Exchange and certifying the right of their owners to a share in assets that are in a specially created guarantee fund of KASE – the property pool. The exchange, as a clearing organization, issues a GCC in exchange for assets contributed by clearing participants to the Property Pool.

The 3rd session was held by **Ms. Zaure Esimova, Director of Surveillance division and Mr Omar Mdikha, Leading specialist of Surveillance division**. They told about Scila Surveillance solution that is a turnkey market surveillance solution for exchanges, trading participants and regulators that seeks to apply modern technology to obtain a seamless route from early detection of market abuse to presentable evidence. The solution covers all asset classes and market models. Training participants were introduced to the key functionalities of the system and discussed different use cases. Next topic of the day was presented by **Ms Raushan Jamaldinova, Senior specialist of Listing Department**.



She talked about the official list of instruments of the KASE and basic requirements to listing in each markets and requirements of Regulator in terms of issuing stocks. Coming to ESG topic she highlighted listing process of ESG bonds in KASE.

The final session of the 2nd day was held by **Mr Yernur Bekbauov, Specialist of Issuers and Exchange members monitoring department**. He gave the the overview of members of KASE market, KASE membership admission procedures, then spoke about the monitoring of listing companies and KASE members and shared the information about the indicators implemented by KASE.

The 3rd day of the training was fully devoted to ESG topic and started with the presentation by guest speaker **Mr Vassiliy Kalabin, Manager, ESG Advisory Team PwC Kazakhstan**. He spoke about ESG Development in Kazakhstan. Shared the latest updates about Project of Kazakhstan's strategy for the decarbonisation of the economy and Green taxonomy of Kazakhstan and Sustainable bonds in Kazakhstan. As conclusion he presented the ESG Disclosure Rating and key figures implemented by PwC Kazakhstan.

Next session was held by **Ms Zarina Abitayeva, Director of Issuers and Investors Relations Department of KASE**. She presented the Benefits of listing and trading ESG bonds at KASE, KASE listing criteria for ESG bonds, Tax benefits for ESG bonds at KASE, Development of ESG practices and Successful case studies of ESG bonds at KASE as well as Conditions for issuing SME bonds.

The final session of the training was devoted to ESG Reporting and Listing at KASE and was held by **Mr Yernur Bekbauov, Specialist of Issuers and Exchange members monitoring department**. He talked about information disclosure procedures, factors influencing the degree of transparency, legislative norms and list of information, types of documents required for disclosure. He also introduced electronic document management system implemented by KASE, chronology of the Exchange's requirements for disclosure of ESG information by listed companies as well as general principles of the annual report preparation and annual reports competition methodology.

The conclusion of the day was the certificate award ceremony. Ms Alina Aldambergen congratulated and handed the certificates to training participants with hope that the received information and shared experience would be helpful for upcoming developments.





What participants think about the training...

"FEAS onsite trainings ensure the establishment of close friendly contacts for the exchange of experience, news and achievements in our professional field."

"We should try to play our important role efficiently about sustainability and ESG issues in stock exchanges."

"Many thanks to the FEAS team for organizing this training and providing the opportunity to exchange experience and knowledge with colleagues from other countries."

TSETMC MET KASE

BILATERAL MEETINGS

On September 7-8, 2022, the delegation of Tehran Securities Exchange Technology Management Co (TSETMC) visited KASE.

The purpose of the visit was to exchange information on technological solutions of Exchanges. During the visit, several meetings were organized with KASE and KCSD (Central Securities Depository). TSETMC presented their IT infrastructures, including clearing, risk management, derivatives market and systems. The participants of the meeting also talked about traded financial instruments and issuers, discussed how companies attract capital through initial placement or sale of corporate bonds.



WORKSHOP AND DISCUSSION

in collaboration with FEAS Member Iran Fara Bourse.



On September 19, 2022, the FEAS - Federation of Euro-Asian Stock Exchanges alongside with its member Iran Fara Bourse Securities Exchange held special workshop and discussion on a topic of "Regulatory Sandbox" which is organized within FEAS Task Force.

The workshop was delivered by IFC (Iran Financial Center) which is the administrator for Sandbox activities in Iran from November 2021. The presenter - Mr. Ebrahimkhan, Secretary of Sandbox at Iranian Ministry of Economic Affairs and Finance.

We thank Mr. Ebrahimkhan for covering this interesting topic for our members, Iran Fara Bourse Securities Exchange for leading the task force, and of course all our members who participated today in the discussion.

FEAS PARTNER EVENT



17-18 October 2022 – Abu Dhabi, UAE

FEAS is happy to announce about a new partnership between FEAS and The Network Forum Middle East Meeting.

This Meeting is the key gathering point for over 100+ capital market leaders from post-trade, asset management and servicing, investment banking and custody backgrounds.

We wish success to our #PartnerEvent!

FEAS INTERVIEW



Ziyoviddin Badriddinov

Uzbek Commodity Exchange

MEMBER WEEK

Special week dedicated to FEAS New Member Uzbek Commodity Exchange. During the week, FEAS published several facts, statistics, news and other informative content related to the FEAS New Member.

New Member Campaign is federation's unique social media campaign, during which federation shares insights and presents its new members to the public, through different social media platforms.

About UZEX Infographic:

[CLICK HERE](#)

Facts Article:

[CLICK HERE](#)

The History of Development:

[CLICK HERE](#)

Member Page:

[CLICK HERE](#)

COMIC BOOK

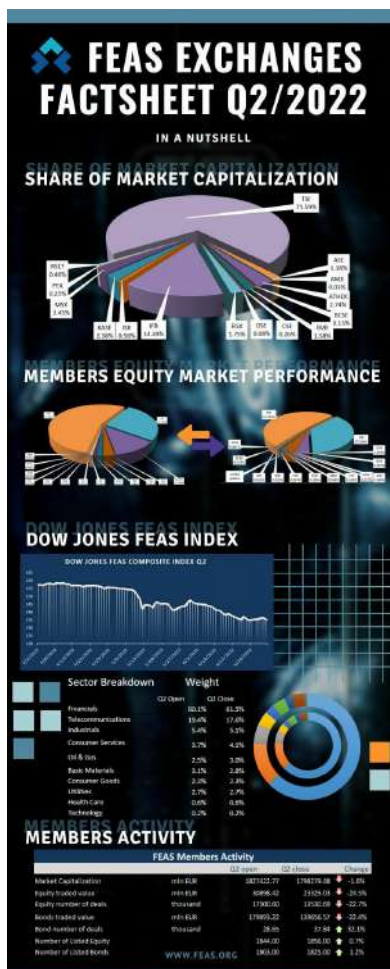


"Borsa City" Comic book is now available in 7 languages.

- English
- Russian
- Armenian
- Arabic
- Persian
- Greek
- Kazakh

Visit comics.feas.org for more details.

FACTSHEET



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SOCIAL MEDIA





**THANK YOU
FOR BEING A
PART OF FEAS!**

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