APPENDIX 1

to the Terms and Conditions of Bank Services of NSD

**NSD's Regulations Governing Settlement of Trades**

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# NSD’s Regulations for the Securities Market Sector \*

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| --- | --- | --- |
| **#** | **Action/Transaction** | **Time** |
| 1. | Delivery of a Trading Account Statement to NCC | 9:00 am |
| 2. | Funds transfer from Trading Bank Accounts to a Clearing Account on the basis of a Funds Transfer Order received from NCC | within 15 minutes after the fulfilment of paragraph 1 of these Regulations |
| 3. | Execution, **in the course of a trading session,** of transactions in Trading Bank Accounts on the basis of an Instruction for Cash Funds Transfer received from NCC | 9:30 am – 7:00 pm |
| 4. | Execution, **upon completion of a trading session,** of transactions in Trading Bank Accounts on the basis of an Instruction for Cash Funds Transfer received from NCC | 7:40 pm – 8:00 pm |

# NSD’s Regulations for the NSD Clearing Sector \*

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| --- | --- | --- |
| **#** | **Action/Transaction** | **Time** |
| 1. | Acceptance of Client's Instructions to change Trading Bank Account balances | 8:30 am - 7:40 pm |
| 2. | Execution of transactions in Trading Bank Accounts on the basis of a Summary Statement of Cash Liabilities and Claims, as received following the completion of settlements in the following clearing sessions:- first clearing session- second clearing session- third clearing session- fourth clearing session- fifth clearing session- sixth clearing session- seventh clearing session - eighth clearing session  - ninth clearing session | 10:00 am  12:00 pm (midday)  1:00 pm  2:00 pm  3:00 pm  4:00 pm  6:00 pm  6:45 pm  7:40 pm |

# NSD’s Regulations for the NSD Commodity Clearing Sector\*

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| **#** | **Action/Transaction** | **Time** |
| 1. | Acceptance of Client's Instructions to change Trading Bank Account balances | 8:30 am - 3:00 pm |
| 2. | Execution of transactions in Trading Bank Accounts on the basis of a Summary Statement of Cash Liabilities and Claims, as received following the completion of settlements in the following clearing sessions:- first clearing session- second clearing session | 9:00 am  15:00 pm |

*Note:*

|  |  |
| --- | --- |
| *(\*)* | *These Regulations are subject to change in the event of clearing session times change.* |

**NSD’s Regulations Governing Execution of Trade Instructions**

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| --- | --- | --- |
| **#** | **Операция / Transaction** | **Время / Time** |
|
| 1. | Start of Operational Day | 8:30 am |
| 2. | Acceptance of Trade Instructions:  a) submitted to NSD via the EDI System or SWIFT  b) submitted to NSD in hard copy | 8:30 am - 8:15 pm  8:30 am - 8:00 pm |
| 3. | Acceptance of instructions for securities transfer with cash settlement control (**Form MF170**)\*\* | 9:30 am - 8:00 pm |
| 4. | Execution of Trade Instructions | in real-time, subject to the provisions of clause 2.5 of Section II of the Terms and Conditions and subject to the applicable currency control procedures prescribed by the Russian laws |
| 5. | Delivery to the Client of a Notice confirming execution of Trade Instructions | upon execution of the Trade Instruction |
| 6. | Close of Operational Day | 8:30 pm |

Notes:

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| (\*\*) | For RUB Transactions only. |

**NSD's Regulations Governing Settlement of Trades**

**(through a Foreign Organization)**

|  |  |  |
| --- | --- | --- |
| **#** | **Action/Transaction** | **Time (in Moscow)** |
| 1. | Crediting by NSD of funds transferred by the Client to an Account for the purpose of Trade settlement:   * in Russian rubles * in a foreign currency | during Operational Day, in real-time  during Operational Day, in real time, subject to the applicable currency control procedures prescribed by the Russian laws |
| 2. | Crediting by NSD of funds to an Account upon completion of Trade settlement:  in Russian rubles  in a foreign currency | during Operational Day, in real-time  during Operational Day, in real time, subject to the applicable currency control procedures prescribed by the Russian laws |
|  | Crediting by NSD of funds to an Account for transactions connected with the process of automatic reallocation of distributions paid on securities covered by a Trade, which is implemented by a Foreign Organization   * in Russian rubles * in a foreign currency | Upon receipt of a Corporate Action Notification  during Operational Day, in real-time  during Operational Day, in real time, subject to the applicable currency control procedures prescribed by the Russian laws |
|  | Blocking of funds in an Account for the purpose of Trade settlement | during Operational Day, in real-time, until execution of the Trade Payment Order or until cancellation of the Client's instruction |
|  | Debiting of funds from an Account for the purpose of Trade settlement | during Operational Day, in real-time, upon receipt of a Trade Confirmation, subject to the applicable currency control procedures prescribed by the Russian laws |
|  | Debiting of funds from an Account for transactions connected with the process of automatic reallocation of distributions paid on securities covered by a Trade, which is implemented by a Foreign Organization | during Operational Day, in real-time, upon receipt of a Corporate Action Notification |