

Obligatory decision as per Record 21/15.09.2006 of the Board of Directors of BSE-Sofia with reference to the implementation of the BSE Rules and Regulations about listing, trading and settlement of transactions in Government securities

1.1. Issues of Government Securities shall be considered listed for trading on the Market of Government Securities as from the moment of accomplishment of the initial auctions for their issuance pursuant to Ordinance No 5 about terms and procedures for acquisition, repayment and trading in Government Securities (Ordinance No 5) issued by the Minister of Finance and the Manager of Bulgarian National Bank, on the grounds of list-applications received by the Exchange from its members – Primary Dealers of Government Securities.

1.2. The Exchange code of Government Securities issues shall be identical with the seven letter-digit symbols following the country identifier in the ISIN code of the respective issue.

2.1. Registration of transactions in Government Securities in the System could be executed through:

- 2.1.1.** Transactions resulting from orders and their automated execution by the System;
- 2.1.2.** Transactions, which have been negotiated out of the Market of Government Securities or through the communication channels of the System. These shall be registered by one of the transacting parties and confirmed by the other.

2.2. Brokers, entering sell orders or registering transactions in Government Securities into the Trading System, shall specify the code of the primary dealer, who maintains the Registry of the respective securities. The first three digits of the code of the broker of the primary dealer shall be specified. The specification shall be made into the “memo:”-field of the “sell order”- or “trade report”-screen.

2.3. The Board shall be entitled to decide to eliminate the opportunity for registration of any transactions as of items 2.1.1 or 2.1.2, as well as to adopt another method for execution of transactions.

2.4. The Exchange System shall allow generating of a report on transactions in Government Securities to the parties in transaction in real time or four times a day at least. After the end of each trading session, the System shall report the transactions in Government Securities to the parties in transaction, to the primary dealer of the sellers of Government Securities and in case of request – to Bulgarian National Bank. The report shall contain the following minimum information sufficient for transaction settlement:

- Transaction code
- Transaction time
- Codes of the orders in the respective transaction
- Codes of the parties in transaction as well as information if they have traded for own or client’s account
- Code of the primary dealer of the seller in transaction
- ISIN code of the security
- Name of the issuer
- Number of Government Securities
- Unit clean price
- Total value of transaction excluding the interest currently accrued.

3. Transactions shall be settled within the terms and procedures of Ordinance No 5.

4. Trading in issues of Government Securities shall be terminated in the cases provided by in Ordinance No 5 or upon an order by BNB but not later than six working days before maturity. Trading in issues of Government Securities shall be temporarily suspended six working days before the date of the respective interest payment and shall be resumed on the day following the date of the interest payment.

5.1. The Exchange shall publish in its bulletin information about the transactions executed in Government Securities.

5.2. The Exchange shall also publish information about dates of issuing, maturity and next interest payment; interest rate and type of interest as well as open price of each listed issue of Government Securities.