

Circular 01/2018 of 30 January

PROCEDURE FOR MEMBERSHIP OF ENTITIES OF THE SECURITIES SETTLEMENT SYSTEM MANAGED BY IBERCLEAR. MODIFICATION OF THE LETTER OF AUTHORISATION FOR CREDITING AND DEBITING THE PAYMENTS MODULE ACCOUNT

Please note that only the Spanish version of this document produces legal effect. Any translation is provided for commercial purposes only.

Circular 4/2017 of 4 September, regarding the procedure for membership of entities of the securities settlement system managed by IBERCLEAR, approves the procedure for entities to join the ARCO Settlement System (hereinafter the ARCO System), including the new features, requirements and procedures resulting from the connection of IBERCLEAR and its participants to T2S.

The letter of authorisation to the Bank of Spain or the Central Bank with which the payments module account is held is attached as Annex 2e of Circular 4/2017.

The purpose of this Circular is to update the specimen letter of authorisation in keeping with the new Bilateral Agreement drawn up between IBERCLEAR and the Bank of Spain, which stipulates that participating entities not only grant authorisation not only for debits and credits on their payments module account in respect of the amounts arising from payment instructions ordered by IBERCLEAR in relation to the collection, within the framework of ARCO System, of fees for trading, registration, clearing, settlement and other services associated to the orders and operations on securities settled using ARCO System, but also for adjustments arising from SENAF operations and corresponding chargebacks.

Therefore, the Board of Directors of IBERCLEAR has approved the following:

Sole Rule. – Letter of authorisation to make debits and credits on the payments module account.



Annex 2e "Letter of authorisation to the Bank of Spain or the Central Bank with which the payments module account is held" to Circular 4/2017 is replaced, and is thus attached as an Annex to this Circular.

TRANSITORY PROVISION

Letters of authorisation signed by participating entities as per Annex 2e to Circular 4/2017 prior to the introduction of this Circular shall remain valid, provided no credits or debits must be made on these accounts for adjustments arising from SENAF operations and corresponding chargebacks.

FINAL PROVISION

This Circular shall come into force on the day following its publication.

Madrid, 30 January 2018

Ana Ibáñez Díaz-Bustamante

Subdirectora General