

COUNTRY REPORT 2019

Status of ISIN, CFI, FISN, LEI and Standardization

Please complete/tick all relevant fields/boxes

Name of your National Numbering Agency

National Settlement Depository

Your Country

RU

1. Identify trigger for allocation of ISINs (please tick all that apply)

- ⇒ Proactive for all instruments identified within your jurisdiction ☐
- ⇒ Automatically for all officially listed instruments ☐
- ⇒ Upon request by the issuer of an instrument ☒
- ⇒ Upon request by a third party institution ☒

1a. SLA for ISIN assignment

Please specify the turn-around time (SLA) for assignment of an ISIN

- Real-time ☐
- Less than 4 hours ☐
- 4-8 hours ☐
- Same day ☒
- Less than 24 hours ☐
- 24 to 72 hours ☐
- Greater than 72 hours ☐

2. ISIN ALLOCATION FOR FINANCIAL INSTRUMENTS (please complete)

Please double click to activate the table hereafter

	ISIN Assigned (Yes/No)	Number Active ISINs	Reason if no ISINs allocated	Anticipated Start Date of ISIN allocation
Equities (E)	Yes	6 932		
Collective investment vehicles (C)	Yes	786		
Debt instruments (D)	Yes	2 175		
Entitlement (rights) (R)	No		no request from market/regulations	consideration
Listed options (O)	No		no request from market/regulations	consideration
Futures (F)	No		no request from market/regulations	consideration
Swaps (S)	No		no request from market/regulations	consideration
Non-listed a. complex listed options (H)	No		no request from market/regulations	consideration
Spot (I)	No		no request from market/regulations	consideration
Forwards (J)	No		no request from market/regulations	consideration
Strategies (K)	No		no request from market/regulations	consideration
Financing (L)	No		no request from market/regulations	consideration
Referential instruments (T)	Yes	259		
Others (miscellaneous) (M)				
Total		10 152		

3. ISIN GUIDELINES (actual version on ANNA website under “ISINs & ISO 6166”)

⇒ Do you follow the latest version of the ISIN Guidelines completely

Yes ☒ No ☐

⇒ If no, please indicate which guideline you don't follow (item no.) and reason:

4. ISIN QUALITY MANAGEMENT CONCEPT (IQM)

Please refer to “ANNA Quality Management” on the ANNA website (ANNA/Formal Documents)

https://www.anna-web.org/wp-content/uploads/2015/10/ISIN_20Quality_20Management.pdf

⇒ Do you follow the IQM concept completely? Yes ☒ No ☐

⇒ If no, please indicate which exception and reason

5. CFI (CLASSIFICATION OF FINANCIAL INSTRUMENTS) - CODE

⇒ Do you allocate the revised CFI:2015 for those instruments for which you are the responsible numbering agency? Yes ☒ No ☐

- If yes, do you send the CFI to the ASB? Yes ☒ No ☐
- If no, please provide date expected to assign?

6. FISN (FINANCIAL INSTRUMENT SHORT NAME) - CODE

⇒ Do you allocate the FISN for those instruments for which you are the responsible numbering agency? Yes ☒ No ☐

- If yes, do you send the FISN to the ASB? Yes ☒ No ☐
- If no, please provide date expected to assign?

7. LEI (LEGAL ENTITY IDENTIFIER) - CODE

⇒ Do you request an LEI during ISIN allocation? Yes ☐ No ☒

- If yes, do you send the LEI to the ASB? Yes ☐ No ☐
- If no, please provide date expected to provide? We send all LEIs issued or served by NSD as LOU together with ISINs to ASB

8. PROVISION OF STANDARD RELATED CODES TO THE ANNA SERVICE BUREAU (ASB)

⇒ Do you provide MIC (Market Identifier Code - ISO 10383) to the ASB? Yes ☐ No ☒

- If no, please indicate date expected to provide? It will be defined later

9. COMMENTS ON ANY OF THE QUESTIONS ABOVE: COMMENT ON QUESTION N°

10. WHICH OTHER ISO STANDARDS (STANDARDS NUMBER AND NAME) ARE USED IN YOUR COUNTRY?

ISO 15022 (SWIFT Data Field), ISO 20022 (Financial services — Universal financial industry message scheme), ISO 10962 (CFI), ISO 17442 (LEI), ISO 9362 (BIC), ISO 9 (Transliteration), ISO 3166

(Country codes), ISO 4217 (Currency codes), ISO 18774 (FISN), ISO 20275:2017 Financial services - Entity legal forms (ELF).

11. WHICH ARE THE MAJOR CHANGES IN FINANCIAL SERVICES IN YOUR COUNTRY AND WHICH CHANGES ARE EXPECTED IN THE NEXT TWO YEARS?

KEY HIGHLIGHTS 2019:

- On 23 April 2019, NSD's Supervisory Board approved the NSD Development Strategy 2019–2024
- Product and service development in accordance with the key strategic priorities:
 - SETTLEMENT AND CUSTODY INFRASTRUCTURE
 - NEW SERVICES AND CUSTOMER SEGMENTS
 - DATA ASSETS

Service development:

SETTLEMENT AND CUSTODY INFRASTRUCTURE

- DVP-2 in Bank of Russia money: new functionality was implemented
- DCS Web-client: migration from LUCH (for settlement and depository services)
- A first foreign nominee account was opened for a foreign custodian bank (RBI)
- NSD passed through GLEIF's One Year AAV, confirming its LOU status for maintaining LEI codes

NEW SERVICES AND CUSTOMER SEGMENTS

- The NSD Payment System is prepared (in terms of compliance and technology) to act as a marketplace settlement platform
- Collateral management was launched for liquidity investment by St. Petersburg
- Development of platform solutions for B2B and B2B2C client segments

DATA ASSETS

- Fair valuation: fair valuation methodologies for floaters, mortgage-backed securities, corporate and Ministry of Finance's Eurobonds were introduced; an option to make repo trades with the Federal Treasury based on fair values calculated by the Valuation Center was offered
- NSDDATA.RU: the functionality and the set of data available were broadened
- Vendor solutions: new vendors were added, the products (including RU DATA PRICE) were modified
- The current data infrastructure was audited
- The Strategy Committee approved a concept of monetization of data (Big Data) collected by NSD.

Maintenance of operational reliability:

- High operational reliability is proven by indicator D0 (99.98)
- NSD successfully passed the ISAE 3402 Type II Operational Audit (SOC1)
- The high maturity level of the risk management and internal control systems was confirmed by the independent audits conducted by EY and Bank of Russia
- DR tests and business continuity drills were conducted, technological monitoring was developed

Protection from cyber threats:

- A Data Loss Prevention (DLP) system was implemented
- The process for secure development of program codes was modernized.

12. PLEASE PROVIDE INFORMATION ON THE GENERAL USE OF ISIN AND CFI CODES (AND OTHER STANDARDS) BY MARKET PARTICIPANTS IN YOUR COUNTRY

ISINs are widely used as a unique identifier of a securities in trading, settlement and depository systems of the Russian market participants as well as for reporting to the Regulating Authority. According to the Russian legislation ISIN and CFI codes of non-Russian financial instruments are used to recognize them as securities for any operations on the Russian market. The legislation covers only several types of non-Russian securities, such as: shares, bonds, structured products, units of collective investment vehicles and depository receipts with shares/bonds/units as underlying securities. These securities can be admitted to the Russian market if they have ISIN and CFI allocated in accordance with the relevant ISO standards.

13. IDENTIFY ANY ISSUES / CONCERNS YOU HAVE FROM YOUR COUNTRY WITH RESPECT TO ISIN / CFI OR OTHER SECURITY IDENTIFICATION RELATED MATTERS

Country Report completed by

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