

as of August 1, 2010

## **On Approval of Amendments to Regulation on the Procedure of Transactions for Allocation of Domestic Government Debt Bonds**

**Order of the National Bank of Ukraine Board #13 dated January 15, 2010**

**Registered with the Ministry of Justice of Ukraine at #136/17431 on February 8, 2010**

According to Articles 15, 25 and 42 of the Law of Ukraine On the National Bank of Ukraine, in order to bring legal acts of the National Bank of Ukraine on allocation of domestic government debt bonds into compliance with the Cabinet of Ministers of Ukraine Ordinance #363 dated April 14, 2009, On Introduction of Primary Dealers Institute on the Market for Government Securities, and to improve the mechanisms regulating monetary and credit market in Ukraine, the Board of the National Bank of Ukraine hereby **RESOLVES** to:

1. Approve Amendments to Regulation On the Procedure of Transactions for Allocation of Domestic Government Debt Bonds approved by the NBU Ordinance #248 dated June 18, 2003, registered with the Ministry of Justice of Ukraine at #551/7872 on July 7, 2003 (attached).
2. Informatization Department (A. S. Savchenko) shall finalize OVDP-online2 software complex to comply with the aforementioned Amendments.
3. Following state registration of this Order with the Ministry of Justice of Ukraine, the Monetary Policy Department (N. I. Hrebnyk) shall notify it to the Department for Currency Reserves Management and Performance of Transactions on the Open Market (M. O. Melnychuk), Operations Management (V. D. Shchutsky), Central Accounting Chamber of Ukraine (Y. L. Bendersky), Informatization Department (A. S. Savchenko), regional branches of the National Bank of Ukraine, and banks, for them to use it as guidelines in business.
4. The Order shall come into effect 10 days after its state registration with the Ministry of Justice of Ukraine.
5. First Deputy Chairman A. V. Shapovalov shall control the fulfillment of this Order.

**Chairman**

**V. S. Stelmakh**

**APPROVED:**

**First Deputy Minister of Finance of Ukraine**

**I. I. Umansky**

APPROVED

by NBU Order #13 dated January 15, 2010

Registered

with the Ministry of Justice of Ukraine at  
#136/17431 on February 8, 2010

**Amendments  
to Regulation on the Procedure of Transactions for Allocation of Domestic Government  
Debt Bonds**

1. In Chapter I:

1.1. Paragraph one of item 1 shall read as follows:

"1. This Regulation has been drafted in accordance with Article 42 of the Law of Ukraine On the National Bank of Ukraine, Article 10 of the Law of Ukraine on the National Depository System and Special Features of Electronic Securities Circulation in Ukraine, Article 19 of the Law of Ukraine On Deposit Guarantee Fund, the Laws of Ukraine On Banks and Banking Activities and On Domestic Public Debt of Ukraine, the Ordinance of the Cabinet of Ministers of Ukraine #363 dated April 14, 2009, On the Introduction of Primary Dealers Institute on the Market for Government Securities, and other legal acts regulating the procedure for issuance, circulation, record keeping, payment of return and redemption of domestic government debt bonds."

1.2. Paragraph thirteen of item 2 shall read as follows:

"the participants of bond allocation – primary dealers – custodian banks that are the clients of the National Bank of Ukraine (hereinafter referred to as NBU), in fulfilling the functions of government securities depository eligible to participating in allocation of bonds under agreements of cooperation in developing the domestic market for government securities entered into with the Ministry of Justice of Ukraine; NBU".

1.3. Chapter 3 shall read as follows:

**"Chapter 3. Participants of bond allocation**

3.1. The right to file requests for acquisition of bonds is granted to the participants of bond allocation that meet the requirements of Ukrainian legislation regulating professional activities on the stock market, operation of the primary dealers institute and this Regulation.

3.2. The participants of bonds allocation are primary dealers and the National Bank.

Primary dealers shall participate in allocation of bonds on their own behalf and at their expense. They may submit competitive and noncompetitive bids to buy bonds.

3.3. NBU shall participate in allocation of bonds on its own behalf by order and at the expense of its clients, and may submit noncompetitive bids only to buy bonds.

3.4. Depositors of primary dealers and other entities that are not allocation participants shall buy bonds on the secondary market following the procedure as in the legislation of Ukraine".

2. In Chapter 2 of Chapter II:

2.1. Paragraph four of item 2.3 shall be deleted.

2.2. The second sentence of paragraph one of item 2.5 shall be deleted.

3. Paragraph four of item 1.1 of Chapter III shall read as follows:

"information on bids that are not allowed to participate in allocation of bonds, their numbers, the type of bid (competitive or noncompetitive), and the type of owner of the security identified in accordance with the legislation of Ukraine".

4. In Annex 2:

4.1. the language "to the Operating Department of the National Bank of Ukraine  
Directors of banks<sup>1</sup>  
the National Depository of Ukraine<sup>1</sup>"

shall be replaced with the following language

"to Directors of bonds allocation participants  
the National Depository of Ukraine".

4.2. Footnote 1 and the text to it shall be deleted.

5. Column 6 of the table, footnote 2 and the text to it in Annex 3 shall be deleted.

6. Annex 4:

6.1. Column 5 of the table shall be deleted.

With respect to this, columns 6-8 in the table shall read as columns 5-7 respectively.

6.2. Footnote 2 and the text to it shall be deleted.

7. Annexes 5, 6 shall read as the attached version.

8. In Annexes 10 and 13:

8.1. the language "to the Operating Department of the National Bank of Ukraine  
Directors of banks<sup>1</sup>  
the National Depository of Ukraine<sup>1</sup>"

shall be replaced with the following language

"to Directors of bonds allocation participants".

8.2. Footnote 1 and the text to it shall be deleted.

9. In Annex 14:

9.1. the language "to the Operating Department of the National Bank of Ukraine  
Directors of banks<sup>1</sup>  
the National Depository of Ukraine<sup>1</sup>"

shall be replaced with the following language

"to Directors of bonds allocation participants".

9.2. Footnote 1 and the text to it shall be deleted.

With respect to this, footnote 2 shall read as footnote 1.

10. Annex 15 shall read as in the attached version.

11. Footnote 1 and the text to it in Annex 18 shall be deleted.

12. In Annex 20:

12.1. Lines 15-20 in the table shall be deleted.

**Director of Monetary Policy Department**

**N. I. Hrebenyk**

Annex 5  
to Regulation on the Procedure of Transactions  
for Allocation of Domestic Government Debt  
Bonds

**Consolidated list of competitive bids**

Bonds allocation date \_\_\_\_\_ (year)

Bonds allocation number \_\_\_\_\_.

\_\_\_\_\_  
(title of bond, ISIN<sup>1</sup>)

Item	Bid No	Time of bid receipt	Title of participant	Rate of return on bonds	Bonds allocation price <sup>2</sup>	Ordered amount of bonds, pieces
1	2	3	4	5	6	7
Total						

<sup>1</sup> Specified in case of additional allocation of bonds.

<sup>2</sup> In case of coupon bonds allocation their price is not specified.

**Director of Monetary Policy Department**

**N. I. Hrebenyk**

Annex 6  
to Regulation on the Procedure of Transactions  
for Allocation of Domestic Government Debt  
Bonds

**Consolidated list of noncompetitive bids**

Bonds allocation date \_\_\_\_\_ (year)

Bonds allocation number \_\_\_\_\_.

\_\_\_\_\_  
(title of bond, ISIN<sup>1</sup>)

Item	Bid No	Time of bid receipt	Title of participant	Ordered amount of bonds, pieces
1	2	3	4	5
Total				

<sup>1</sup> Specified in case of additional allocation of bonds.

**Director of Monetary Policy Department**

**N. I. Hrebenyk**

Annex 15  
to Regulation on the Procedure of Transactions  
for Allocation of Domestic Government Debt  
Bonds

**E-mail**

National Bank of Ukraine  
Monetary Policy Department  
No \_\_\_\_ dated \_\_\_\_\_

To the Ministry of Finance of Ukraine

**Consolidated breakdown of bonds by allocation participants**

Bonds allocation date \_\_\_\_\_ (year)

Bonds allocation number \_\_\_\_\_.

\_\_\_\_\_  
(title of bond, ISIN<sup>1</sup>)

Interdepository Record Keeping Code	Title of participant	Amount of bought bonds (UAH)		
		total	for competitive bids	for noncompetitive bids
1	2	3	4	5
Total				

<sup>1</sup> Specified in case of additional allocation of bonds.

From the National Bank of Ukraine

Signature

**Director of Monetary Policy Department**

**N. I. Hrebenyk**