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**23<sup>rd</sup> Annual General Meeting**  
**Sep 9<sup>th</sup>-12<sup>th</sup>, 2019 Kathmandu, Nepal**

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# **THE 23<sup>RD</sup> ACG GENERAL MEETING AGENDA**

September 11, 2019  
ACG Secretariat

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# 1. Congratulatory Message

## 2. Confirmation of Minutes of 22<sup>nd</sup> ACG General Meeting

- Please refer to the minutes of the 22<sup>nd</sup> AGM (**Annex 1**)

## **3. WFC Activity Report 2019 & Future Plans**

### 3. WFC Activity Report 2019 & Future Plan (1)

#### WFC 2019 (Marrakech, Morocco)

	Date	Participants	Agenda
<b>ACG Regional Meeting</b>	April 8 (15:00 – 17:00)	39 participants (12 organizations)	<ul style="list-style-type: none"><li>• <b>ACG22 Follow-Up Measures</b></li><li>• <b>WFC Working Group Progress</b></li><li>• <b>CTS21 Update &amp; TF Future Plan</b></li><li>• <b>Discussion:</b> How to boost collaboration among ACG members</li><li>• <b>2019 ACG Events</b></li></ul>
<b>WFC Board Meeting</b>	April 9 (09:00 – 12:00)	30 participants (5 regional CSD associations & invitees)	<ul style="list-style-type: none"><li>• <b>WFC Working Group Update:</b> Single Disclosure, E-learning, World CSD Fact Book</li><li>• <b>Related Organization Update:</b> AGC/GLEIF/SWIFT</li><li>• <b>Regional CSD Association Update</b></li></ul>

#### (WFC Board)

1. **WFC Chairman:** Mr. Mohamed Abdel Salam of the AMEDA (MCDR) became the new WFC chairman, while Mr. Byungrhae Lee of the ACG (KSD) became the WFC Vice-Chairman
2. **WFC Secretariat:** As requested by Mr. Mohamed Abdel Salam, KSD continues to serve as WFC Secretariat for the next two years

### 3. WFC Activity Report 2019 & Future Plan (2)

#### WFC Subcommittee Meeting (Conference call on July 9, 2019)

- ❖ **Purpose:** How to promote the 3 ongoing WFC projects, ① E-learning, ② Single Disclosure, and ③ World CSD Fact Book
- ❖ **Participant:** Secretariat for ACG/WFC, AECSD, ECSDA, and NSDL

#### ① E-learning

- Moving E-learning platform to the AECSD website
  - Adding user-friendly interface to the platform (search by company/topic/country)
  - Recently uploading materials from ACG CTS21 (27 files, July 3) as well as AECSD seminar; Total 63 materials posted compare to 11 last year
  - Systematically notifying users of any update on the platform by subscribing to “E-learning News” on the AECSD website
- **AECSD Secretariat requested assistance to increase E-learning usage**



### 3. WFC Activity Report 2019 & Future Plan (2)

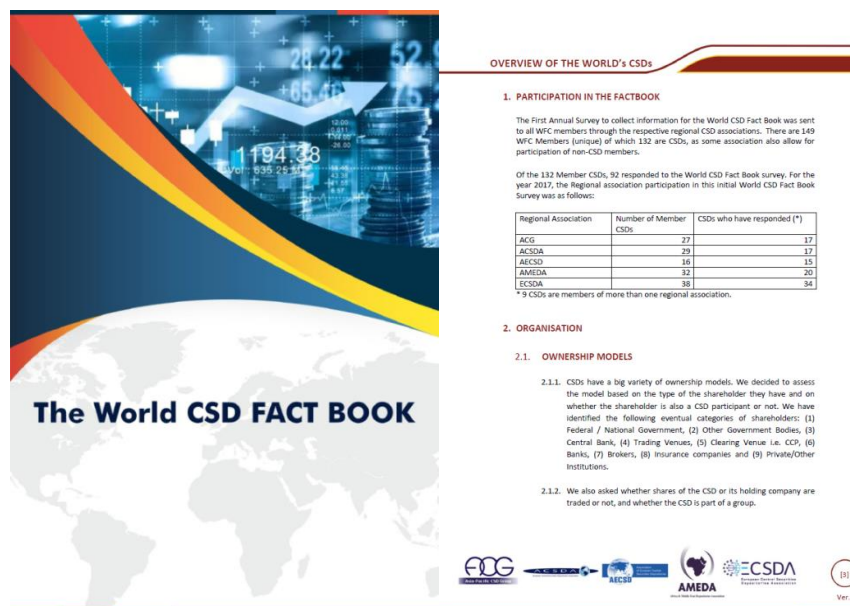
#### ② Single Disclosure

- Single channel (online tool) for AGC DIGP & CPMI-IOSCO (PFMI) questions
  - No significant progress since the last WFC Board Meeting in April 2019
  - Members are currently allowed to download all information relating to the single disclosure, but some of them do not want the PFMI part. Thus, ECSDA asked the developer to add a selective download function
  - AECSD raised concerns that CSDs still have to fill out different forms of questionnaires for ICSDs, global custodians, etc. along with single disclosure
- **With NSDL's proposal, ECSDA agreed to conduct a survey on WFC members about the reasons of inactive usage**
- **We could invite AGC and IOSCO representatives, and discuss the feasibility of using Single Disclosure during upcoming WFC Board Meeting**

### 3. WFC Activity Report 2019 & Future Plan (2)

#### ③ World CSD Fact Book

- To provide consolidated data on the CSD industry worldwide
  - Company Info, Market structure(account/instruments), Services, Statistics etc.
- Of the 27 ACG member CSDs, 17 responded to the World CSD Fact Book survey. **NSDL** has put a lot of efforts into making this, and reviews/updates were also made recently



### 3. WFC Activity Report 2019 & Future Plan (3)

#### ACG Committee for WFC Initiatives

##### ❖ Background

- (Apr. 9) During the WFC board meeting, ACG Secretariat suggested assigning a person in charge in each ACG member to strengthen participation in Working Group initiatives
- (Jun. 5) ACG Chairman requested ACG members to assign a staff member to ACG Committee for WFC Initiatives with 21 members responding

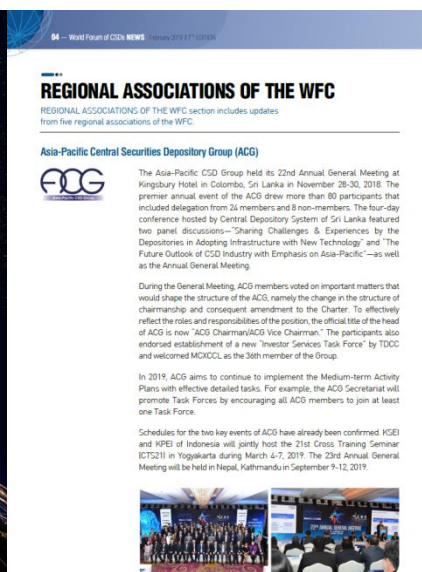
##### ❖ Update & Follow-up

- (Jul. 11) ACG Secretariat contacted the staff members and requested them to subscribe E-learning News on the AECSD website
- (Aug. 30) 11 members have confirmed their subscription

# 3. WFC Activity Report 2019 & Future Plan (4)

## Publication of WFC Newsletter

- ❖ Issued 7th & 8th WFC Newsletter (February & July 2019)
- Recent events; Updates from regional associations; WFC Projects etc.



### 3. WFC Activity Report 2019 & Future Plan (5)

#### Upcoming WFC Board Meeting

- ❖ **Date & Time:** Sunday, September 22, 2019 (2 pm – 5 pm)
- ❖ **Venue:** Room 18 in the South Gallery, ExCel London (Sibos 2019)

#### Participants

WFC Board Members	<ul style="list-style-type: none"><li>• Secretariats of regional CSD associations:<ul style="list-style-type: none"><li>- ACG, AECSD, AMEDA, ECSDA</li></ul></li></ul>
Invitees	<ul style="list-style-type: none"><li>• WFE, ISSA, GLEIF, SWIFT, AGC, IOSCO etc.</li><li>• Members of regional associations</li></ul>

#### Discussion

- Turning WFC into an official organization (at the suggestion of WFC Chairman)
- How to enhance the usage of Single Disclosure, reducing the burden of WFC members
- Necessity to establish a website for WFC
- Regional association updates on recent activities

## **4. ACG Activity Report 2019**

## 4. ACG Activity Report 2019 (1)

### Major Activities

- ❖ Major tasks were discussed and implemented through **four Executive Committee (EC) representative-level meetings** and **two EOGMs**

Meeting	Date	Agenda
EC	Feb. 18	<ul style="list-style-type: none"> <li>• Implementation of ACG Medium-term Activity</li> <li>• Preparations for ACG Reform &amp; ACG23</li> <li>• Results of Non-physical EOGM (Extraordinary General Meeting)</li> <li>• Change in ACG Membership</li> <li>• ACG Fund Administration</li> <li>• WFC-related Activities</li> </ul>
EC	May. 20	
EC	Jun. 19	
EC	Aug. 19	
EOGM	May. 9-24	<ul style="list-style-type: none"> <li>• 2019 Budget Amendment: <ul style="list-style-type: none"> <li>- WFC project maintenance fee (\$891 → \$823)</li> </ul> </li> </ul>
EOGM	Jul. 17-31	<ul style="list-style-type: none"> <li>• Election of 3 Voted Members of the EC for the Next Term</li> </ul>

## 4. ACG Activity Report 2019 (2)

### Implementation of ACG Medium-term Activity

#### ① Changing Structure of Chairman/Vice Chairman

- Changed in the title to ACG Chairman/Vice Chairman to reflect R&R

#### ② Associate Membership

- (ACG 22) Agreed on accepting associate members with USD 2,000 fee
- (Dec. 2018) Sent the invitation letter and application form to potential members, and the announcement was posted on the ACG website
- (Jul. 2019) Received the application from two organizations
  - **“Asia Focus Committee of the Association of Global Custodians”** (Jan. 2)
  - **“Deutsche Bank AG Singapore”** (May. 28)
- (1Q, 2020) Fee invoice will be issued with payment due in March 2020



## 4. ACG Activity Report 2019 (2)

### ③ Strengthening Cross-Training Seminar (CTS)

- (Jan. 28) Circulated “TF Promotional Leaflet” to all ACG members to encourage them to join more TFs  
→ **From 19 members (5 TFs, 2017) to 29 members (6 TFs, 2019)**

TF (Convener)	No. of Member	New Member in 2019
Exchange of Information TF (JASDEC)	15	CSDI, HKMA, SHCH
Investor Services (TDCC)	23	TSD
Legal TF (CSDC)	15	CDBL, SHCH
New Business Initiative TF (KSD)	16	CDBL, HKMA, TSD
Risk and Recovery Management TF (CDCPL)	12	MCXCCL
Technical TF (NSDL)	10	SHCH

- (Mar. 4 – 7) **CTS21** was held in Yogyakarta, Indonesia by **KSEI/KPEI**  
→ **Invited other CSD group members and players (NSD, SWIFT)**

## 4. ACG Activity Report 2019 (3)

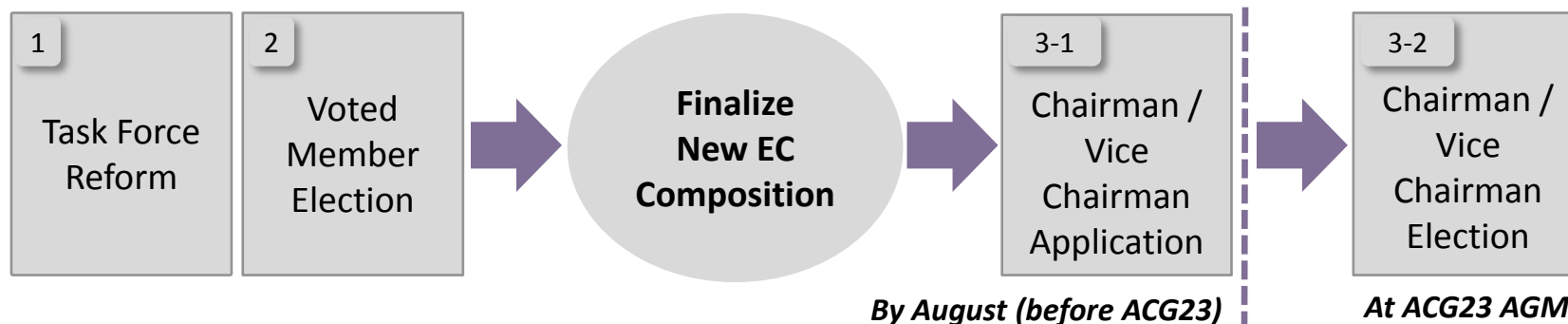
### ACG Reform at Every Third Annual General Meeting (ACG23)

**(Previous)** Decisions on the TF reform, election of voted members, and election of Chairman & Vice Chairman are all carried out *at the AGM*

**(Current)** TF reform (reappointment, or reform & appointment of TF conveners) and the election of voted members are completed *before the AGM*;

- For efficient time management at the AGM
- To offer fair opportunity for members unable to attend at ACG23

**→ Finalize the composition of the new Executive Committee and apply for Chairmanship & Vice Chairmanship before the AGM**



## 4. ACG Activity Report 2019 (3)

### ACG Reform Progress

#### ① Task Force Reform: *Completed*

- 6 existing TF conveners confirmed their reappointment

#### ② Voted Member Election: *Completed*

- 3 voted members were selected through the EOGM in July 2019

No.	New Executive Committee Member	Task Force / Voted Member
1	Central Depository Company of Pakistan Limited	Risk and Recovery Management TF
2	China Securities Depository and Clearing Corp.	Legal TF
3	Japan Securities Depository Center, Inc.	Exchange of Information TF
4	Korea Securities Depository	New Business Initiative TF
5	National Securities Depository Limited (India)	Technical TF
6	Taiwan Depository & Clearing Corporation	Investor Services TF
7	Central Depository Services (India) Limited	Voted
8	Central Securities Depository of Iran	Voted
9	Singapore Exchange Ltd	Voted

# 4. ACG Activity Report 2019 (4)

## Publication of ACG Newsletter

### ❖ Issued 5th & 6th ACG Newsletter (January & July 2019)

- Market updates; Member profile; Recent events; TF Contributions etc.



## 5. ACG Fund Administration

# **5-1. Presentation of Audit Report by Auditor (VSD)**



TRUNG TÂM LƯU KÝ CHỨNG KHOÁN VIỆT NAM  
VIETNAM SECURITIES DEPOSITORY



# 2019 AUDITING REPORT

## (End of 2018 - 8th August 2019)

**Kathmandu, Nepal – September 2019**

**Vietnam Securities Depository (VSD) has audited the financial statements provided by CSDC Hong Kong – ACG’s Treasurer as of 8th August 2019 (dated on the balance sheet and the Statement of income) and other explanatory information. The financial statements have been reviewed and approved by EC members.**



# 1. Revenue (USD)

- Surplus – WFC Conference: 249,417
- Bank interest income: 176.57
  - + 2018 bank interest: 139.71
  - + 2019 bank interest (8 months): 36.86
- \* **Total: 249,593.57**

## 2. Expenses (USD)

- **2018 expenses** (*bank charges, WFC annual single disclosure and city tour fee -20th ACG CTS*): **3,801.54**

- **2019 expenses: 918.70**

+ WFC Single Disclosure: 823

+ Bank charges: 95.70

**\* Total: USD 4,720.24**

### 3. Account balance as of 8th August 2019

Net surplus (retained profit):

244,873.33  
USD



## Auditor's opinion

**The Financial statements gives a true and fair view of income and expenditure of ACG fund, and all expenditures are executed in accordance with the approved budget**



TRUNG TÂM LƯU KÝ CHỨNG KHOÁN VIỆT NAM  
VIETNAM SECURITIES DEPOSITORY



# Thank you

## 5-2. Report on Investment & 2020 Budget (1)

### Budget Support Proposal for Upcoming ACG Event in 2019

- **Purpose:** To invite one expert on the cross-border investment fund transactions for the “**4<sup>th</sup> AFSF Knowledge Sharing Forum**” in Nov. 2019
  - AFSF (Asia Fund Standardization Forum) is a special working group as part of the New Business Initiative Task Force
- **Date & Place:** Nov. 13 – 15, Bangkok, Thailand
- **Reason for spending:** Knowledge transfer of SICAV (open-ended investment fund) structure from ASIC (Australian Securities & Investment Commission)
- **Expected Spending Amount: approx. \$3,300**
  - Round trip flights (business class) & 2 nights stay

Inviting an Expert from	Air Flight	Hotel	Total
ASIC (Australian Securities & Investments Commission)	\$3,000	\$300	<b>\$3,300</b>

## 5-2. Report on Investment & 2020 Budget (2)

### Expected Fund Balance

Expected Surplus	Expected Expenditure
<ul style="list-style-type: none"><li>Interest Income from time deposit: \$6,793.06 (maturity on Dec. 12)</li><li>Bank Interest Income: \$55</li></ul>	<ul style="list-style-type: none"><li>Bank Charge: \$95.70 (paid)</li><li>Single Disclosure/World CSD Fact Book: \$823 (paid)</li><li>4<sup>th</sup> AFSF Knowledge Sharing Forum: \$3,300</li></ul>
<b>Expected Total : USD 6,848.06</b>	<b>Expected Total : USD 4,218.70</b>

- Expected Fund Balance (Year End 2019): USD 248,384.53**  
= \$245,755.17 (Year End 2018) + Expected Surplus – Expected Expenditure

## 5-2. Report on Investment & 2020 Budget (3)

### Fund Investment Plan

- Expected Fund Balance (Year End 2019): USD 248,384.53
- Invest USD 200,000 in 1-year time deposit with expected interest rate of 3.35%
- Rollover annually thereafter through AGM budget approval

### 2020 Budget Plan

Expected Surplus	Expected Expenditure
<ul style="list-style-type: none"> <li>• Interest Income from time deposit: \$8,320</li> <li>• Bank Interest Income: \$55</li> </ul>	<ul style="list-style-type: none"> <li>• Bank Charge: \$100</li> </ul>
Expected Total : USD 8,375	Expected Total : USD 100



## **5-3. Approval of 2019 Financial Statements & 2020 Budget Plan**

## 6. Associate Member Admission

- Please refer to the associate membership application documents (**Annex 2**)

## **6-1. Approval of Associate Member**

## **7. Announcement of Voted Members of ACG Executive Committee**

## 8. Endorsement of Task Force Conveners

## **9. Endorsement of New ACG Chairman & Vice-Chairman**

# **10. Announcement of CTS22**

# **11. Announcement of ACG24**





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**23<sup>rd</sup> Annual General Meeting**  
**Sep 9<sup>th</sup>-12<sup>th</sup>, 2019 Kathmandu, Nepal**

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