

Circular no. 01/2020, of 28 January

**MEMBERSHIP PROCEDURE FOR ENTITIES JOINING THE SECURITIES SETTLEMENT
SYSTEM MANAGED BY IBERCLEAR. MODIFICATION OF TECHNICAL AND FUNCTIONAL
REQUIREMENTS**

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

Circular No. 4/2017, of 4 September, on the procedure for entities joining the securities settlement system managed by IBERCLEAR, as partially modified by Circular No. 1/2018, of 30 January, approved the procedure for entities joining the ARCO settlement system (the ARCO System).

Appendix 1 of the aforementioned Circular, "Requirements for participants", includes the technical and functional requirements that entities must meet to access and remain participants in the ARCO System.

This Circular modifies Appendix 1, deleting EDITRAN as a method for exchanging information in file transfers. As of the entry into force of this Circular, the products approved by IBERCLEAR for file transfers will be sFTP and SWIFTNet FileAct.

Appendix 2a, "Specific conditions for membership", has also been updated. A section has been added in which entities may specify the email addresses they wish to register in the mailing list for daily trades sent from the address "IBERCLEAR ARCO system".

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

Single Rule. - Requirements for participants and specific conditions for membership.

Appendix 1, "Requirements for participants", and Appendix 2a, "Specific conditions for membership", of Circular 4/2017 are hereby replaced by those attached as Appendices to this Circular.

ADDITIONAL PROVISIONS

1. Appendix R1, "Requirements for participants", of the ARCO System Manual is also being updated, in line with the new wording of Appendix 1, "Requirements for participants", of Circular No. 4/2017. This is available to entities in the private area of the IBERCLEAR website.
2. Updated versions of the following documents are attached to this Circular as appendices, for information only:
 - Appendix 1. Requirements for participants.
 - Appendix 2. Contract for membership of the Securities Settlement System managed by Sociedad de Gestión de los Sistemas de Registro, Compensación y Liquidación de Valores S.A. (IBERCLEAR).
 - Appendix 2a Specific conditions for membership.
 - Appendix 2b. Acceptance document for the use of technical resources.
 - Appendix 2c. Document accepting debits to the dedicated cash account (DCA).
 - Appendix 2d. Document accepting direct debits for billing in the payments module account (RTGS).
 - Appendix 2e. Letter of authorisation to the Bank of Spain or the central bank with which the payments module account is held.
3. Those participants who use EDITRAN as a method for exchanging information in file transfers, must send the connectivity form, indicating the new product approved by IBERCLEAR that will use for this purpose, at least, one month before of the entry in force of this circular.



FINAL PROVISION

This Circular will enter into force on 30 June 2020.

Madrid, 28 January 2020

Francisco Béjar Núñez

Chief Operating Officer