



CRITERIA

applied upon selection of banks as Primary Dealers and evaluation of primary Dealers' activity in the dematerialized state securities market

(Stipulated in the Instruction of the Ministry of Finance and the National Bank of Moldova on Placement, Circulation and Redemption of State Securities in Book Entry Form approved by the MoF under no. 08/3-1/308 on 10.08.2007 and by Decision of the Council of Administration of the NBM no.201 of 09.08.2007)

1. **The Bank is active in the State Securities (SS) market 3 months at least and conducts acquisition of SS for own portfolio.**
2. **The Bank has and maintains its minimum required capital in compliance with National Bank of Moldova (NBM) provisions.**
3. **No remedial measures were applied towards the Bank by NBM forbidding deposits acceptance.**
4. **The Bank maintains the current account with the National Bank of Moldova.**
5. **The Bank participates at the BES system of the NBM and has a book-entry automated system at level 2.**
6. **The participation at auctions of state securities selling in the primary market shall provide as follows:**
 - **primary Dealers, whose assets' value exceeds or equals to 800 million lei, shall participate at every auction (every ISIN number) of state securities selling;**
 - **primary Dealers, whose assets' value is lower than 800 million lei, shall participate at minimum 50% of total number of auctions of state securities selling (every ISIN number) conducted within the period of one month.**
7. **The Bank shall procure, within a quarter, SS at face value in a minimum quantum of:**
 - **2.0% of the average quarterly value offered by the Ministry of Finance over the previous four quarters – for primary Dealers, whose assets' value exceeds or equals to 800 million lei;**
 - **1.0% of the average quarterly value offered by the Ministry of Finance over the previous four quarters – for primary Dealers, whose assets' value is lower than 800 million lei.**
8. **The Bank contributes to the establishment of SS secondary market liquidity by performing, on a quarterly basis, transactions in a minimal value of 1.5% of total selling/buying transactions with SS conducted by all primary Dealers (except NBM open market operations) in the previous quarter.**
9. **The Bank has a separate room and required qualified staff – at least one person responsible for operations with securities.**
10. **The bank has: phone and fax lines and Reuters connection or internet.**

Note:

* Criteria may be subject to modification and completion by the National Bank of Moldova and the Ministry of Finance following consultation with the Banks' Association of Moldova (respective subdivision), based on market conditions and on the activity of primary Dealers in the market.

** Ps. 6, 7 and 8 refer only to the period of activity as primary Dealer.