

Criteria for Evaluation of Government Securities Primary Dealers

1. Primary dealers shall participate on the government securities primary market regularly. Primary dealers' applicants shall acquire for the evaluation period government securities (in nominal value) not less than 3 (three) percent of total government securities issued¹ for this period.
2. Primary dealers shall support the development of liquid and transparent secondary market of government securities. Primary dealers' applicants shall have for the estimation period market share (the proportion between the transactions executed by each primary dealer applicant and the total nominal value of all transactions executed on the secondary market of government securities²) not less than 3 (three) percent.
3. Primary dealers shall offer to their clients accessible government securities services on the primary and secondary market.
4. Primary dealers shall provide to the Ministry of Finance information, concerning their activities on the government securities market.
5. Primary dealers shall participate in consultations with the Ministry of Finance, in respect of the government securities market development; provide analyses regarding current market conditions where it is requested; recommend amending of the Legislation.

The Criteria for Evaluation of Government Securities Primary Dealers are issued pursuant to the Law on the Government Debt (published in the State Gazette, issue 93 of 01.10.2002., amendment in the State Gazette, issue 34 of 19.04.2005, and amendment in the State Gazette, issue 52 of 2007) and Ordinance according to Article. 36, para. 2 of the Law on the Government Debt.

These Criteria shall come into force on November the 1, 2007³.

Approved by the Minister of Finance

¹ For the measuring of the indicator primary dealers' applicants, which have already been primary dealers during the estimation period shall calculate government securities acquired for their own and for the account of their client. Primary dealers' applicants which have not been primary dealers during the estimation period shall calculate government securities which they are acquired in the primary market through primary dealers.

² All transactions with government securities executed on the secondary market (for own and beneficiary account) are reported.

³ In accordance with §3 of the Ordinance No 15 of the MoF and BNB on the Control over transactions in government securities of 2007, the first selection of primary dealers in accordance with these Criteria will be held in March 2008. The applicants will be evaluated for the period from 1st of November 2007 to March 2008. The next evaluation of primary dealers will be held in December 2008, and the evaluation will cover the period from 1st of April 2008 to 30th of November 30, inclusive.