

DRAFT REPORT

OIC MEMBER STATES' STOCK EXCHANGES FORUM
8 TH MEETING

İSTANBUL, NOVEMBER 11, 2014

Raffles Hotel
İstanbul, November 2014

TABLE OF CONTENTS

Draft Report of the Eighth Meeting of the OIC Member States' Stock Exchanges Forum

ANNEXES

- I. Presentations by Mr. Mahmut AYDOĞMUŞ
- II. Presentation by Mr. Zamir IQBAL
- III. Presentation by Mr. Jahangir SULTAN
- IV. Presentation by Mr. Muammer ÇAKIR

Original: English

DRAFT REPORT
OIC MEMBER STATES' STOCK EXCHANGES FORUM
8 TH MEETING
(İstanbul, November 11, 2014)

1. The Eighth Meeting of the OIC Member States' Stock Exchanges Forum convened in İstanbul on November 11, 2014.
2. The Meeting was attended by the representatives of the following capital market institutions of the OIC Member States:

A. STOCK EXCHANGES OF THE OIC MEMBER STATES

1. Amman Stock Exchange, Jordan
2. Borsa İstanbul, Turkey
3. BRVM Mali, Mali
4. Bursa Malaysia, Malaysia
5. Dhaka Stock Exchange, Bangladesh
6. Iran Fara Bourse, Iran
7. Iraq Stock Exchange, Iraq
8. Islamabad Stock Exchange, Pakistan
9. Lahore Stock Exchange, Pakistan
10. Muscat Securities Market, Oman
11. Qatar Exchange, Qatar
12. Saudi Stock Market (Tadawul), Saudi Arabia
13. Tehran Stock Exchange, Iran
14. Tirana Stock Exchange, Albania

**B. CENTRAL DEPOSITORIES, CLEARING AND REGISTRY INSTITUTIONS
OF THE OIC MEMBER STATES**

1. Central Registry Agency of Turkey, Turkey
2. Istanbul Custody and Settlement Bank, Turkey

3. National Clearing Company of Pakistan Ltd. (NCCPL), Pakistan

C. OTHER ORGANIZATIONS

1. COMCEC Coordination Office
2. Islamic Development Bank (IDB)
3. World Bank Global Islamic Finance Development Center

Opening and Seminar Session

3. Following a brief introduction of the program, the meeting was opened by Mr. İbrahim M. TURHAN, Forum Chairman, and Chairman & CEO of Borsa İstanbul. Mr. TURHAN welcomed all delegates and seminar guests to İstanbul on the occasion of the eighth meeting of the OIC Member States' Stock Exchanges Forum and expressed his honour and contentment for opening the OIC Member States' Stock Exchanges Forum for the third time. Mentioning that the Muslim world must work harder and invest in human capital, "we are here today to determine our roadmap; to set up an action plan and look forward to the future from which the participating exchanges and their economies benefit at maximum level" stated Mr. TURHAN and gave the floor to Mr. Selçuk KOÇ, Director at COMCEC Coordination Office, to give a welcome speech and briefed on the activities of COMCEC background of the Forum's activities.
4. Mr. TURHAN, as moderator of the meeting, invited Mr. Mahmut AYDOĞMUŞ to give a background of Forum activities and suggestions for future mission and activities of the Forum. Mr. AYDOĞMUŞ then made a presentation on the OIC Exchanges Statistics Report, which was shared with Forum Members on the occasion of this Meeting. The presentation summarized key market highlights of OIC markets on equity, debt instruments and derivatives market.

(Copies of Mr. Mahmut AYDOĞMUŞ's presentations are herewith attached as Annex 1)

5. Mr. Zamir IQBAL, Head of World Bank Global Islamic Finance Development Center, made a presentation on opportunities provided to small and medium sized enterprises by Islamic finance.

(A copy of the presentation by Mr. Zamir IQBAL is herewith attached as Annex 2)

6. Mr. Jahangir SULTAN, Professor of Finance at Bentley University, delivered a presentation entitled "Promoting Responsible Financing in OIC Countries".

(A copy of the presentation by Mr. Jahangir SULTAN is herewith attached as Annex 3)

7. Mr. Muammer ÇAKIR, Head of Derivatives Market of Borsa İstanbul, made a presentation on derivatives market.

(A copy of the presentation by Mr. Muammer ÇAKIR is herewith attached as Annex 4)

DECISIONS

The following decisions were taken at the meeting:

1. The Forum's main objective is to gather OIC Exchanges in an annual basis and to provide an opportunity for open debate. The Forum Coordinator will show its best effort to ensure communication and coordination among Forum Members. Members are asked to provide topics and/or questions for discussion for the next meetings.
2. The Forum mandates the Task Force on Indices to collaborate with index providers and work on the creation of sub-indices for the S&P OIC COMCEC Shariah 50 Index and report it back to the Forum. Forum Members will show best effort to promote the index in their markets.
3. The Forum mandates the Task Force on Commodities Market to meet regularly via conference calls to discuss developments in their respective commodities markets, potential cooperation areas such as product development and Islamic derivatives, and report it back to the Forum.
4. The Forum appreciates OIC Exchanges' Integrated Statistics Report prepared by the Forum Coordinator. The Forum mandates the Forum Coordinator to publish the report on an annual basis. All Forum Members are encouraged to participate actively to the survey distributed by the Forum Coordinator. The survey will include more comprehensive questions on products and listed companies in OIC Exchanges. Information on foreign participation and intra-OIC markets capital flow will be included if sources are available. The survey will also be sent to central depositories of OIC Members.
5. The Forum will create a more interactive environment for free flow of information among Forum Members.
6. Given that the World Bank Global Islamic Finance Development Center has become operational, the Forum mandates the Forum Coordinator to collaborate with the Center to share their studies on Islamic finance with Forum Members, and publish such studies on Forum website. The Forum Coordinator will also show best effort to this end to coordinate with other key institutions such as Islamic Development Bank (IDB), International Islamic Financial Market (IIFM), Islamic Financial Services Board (IFSB) and Statistical,

Economic and Social Research and Training Center for Islamic Countries (SESRIC) and others with Forum Members.

7. The Forum Coordinator will continue to distribute the quarterly newsletter updating members on the recent developments on OIC markets and Islamic finance.
8. The conclusions of the meeting will be reported to the 30th session of COMCEC to be held in Istanbul on November 25-28, 2014.
9. The next annual meeting of the Forum is planned to be held in Sept – Oct 2015 in Istanbul.