

FINAL REPORT

OIC MEMBER STATES' STOCK EXCHANGES FORUM  
12TH MEETING

SEPTEMBER 11, 2018  
CONRAD İSTANBUL BOSPHORUS

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Original: English

## **Final Report of the Twelfth Meeting of the OIC Member States' Stock Exchanges Forum**

1. The Twelfth Meeting of the OIC Member States' Stock Exchanges Forum convened in İstanbul on September 11, 2018.
2. The Meeting was attended by the representatives of the following capital market institutions of the OIC Member States:

### A. Exchanges of the OIC Member States

1. Albanian Securities Exchange, Albania
2. Amman Stock Exchange, Jordan
3. Baku Stock Exchange, Azerbaijan
4. Borsa İstanbul, Turkey
5. Douala Stock Exchange, Cameroon
6. Indonesia Stock Exchange, Indonesia
7. Iran Fara Bourse, Iran
8. Kyrgyz Stock Exchange, Kyrgyzstan
9. Nigerian Stock Exchange, Nigeria
10. Muscat Securities Market, Oman
11. Palestine Securities Exchange, Palestine
12. Qatar Stock Exchange, Qatar
13. Sarajevo Stock Exchange, Bosnia and Herzegovina
14. Somali Stock Exchange, Somalia
15. Tehran Stock Exchange, Iran
16. Tashkent Republican Stock Exchange, Uzbekistan
17. Uzbek Commodity Exchange, Uzbekistan

### B. Central Securities Depositories and Clearing, Settlement and Registry Agencies of the OIC Member States

1. Albanian Securities Register, Albania
2. Algérie Clearing, Algeria

3. Central Securities Depository of Iran, Iran
4. Central Securities Depository of Turkey, Turkey
5. Maroclear
6. Muscat Clearing & Depository, Oman
7. İstanbul Clearing, Settlement and Custody Bank, Turkey
8. Tunisie Clearing, Tunisia

### C. Other Organisations

1. Accounting and Auditing Organization for Islamic Financial Institutions
  2. COMCEC Coordination Office
  3. Durham University Business School, United Kingdom
  4. Global University of Islamic Finance, Malaysia
  5. International Islamic Financial Market
  6. Islamic Development Bank
  7. Islamic Financial Services Board
  8. World Bank Global Islamic Finance Development Center
3. The meeting was opened by Mr. Selçuk KOÇ, Director of COMCEC Coordination Office, who gave a welcome speech and briefed delegates on the activities of COMCEC Coordination Office and the COMCEC Financial Cooperation Working Group.
  4. Mr. Selçuk KOÇ gave the floor to Mr. Murat ÇETİNKAYA, Forum Chairman and CEO of Borsa İstanbul, who welcomed all delegates to İstanbul on the occasion of the Twelfth Meeting of the OIC Member States' Stock Exchanges Forum and expressed his honor and contentment for hosting the Meeting.
  5. Panel on “Sharia Compliance for Capital Markets Infrastructure Institutions” was held with Dr. Bello Lawal DANBATTÀ, Secretary General, Islamic Financial Services Board (IFSB), Mr. Ijlal Ahmed ALVI, Chief Executive Officer, International Islamic Financial Market (IIFM), Mr. Mohammad Majd BAKIR, Senior Manager, Standards Development, Accounting and Auditing Organization for Islamic Financial Institutions (AAOIFI). Mr. ALVI delivered a presentation entitled “Shari’ah-Compliant Collateral and Margin Maintenance”. (Annex I)

6. Prof. Dr. Obiyathulla Ismath BACHA, INCEIF delivered a presentation entitled “Using Innovative Sukuk Structures to Finance Development Infrastructure, A New Asset Class”. (Annex II)
7. Prof. Dr. Mehmet ASUTAY, Director, Durham Centre for Islamic Economics and Finance, Durham University Business School delivered a presentation entitled “Islamic Capital Markets and SDGs: Towards a Positive Impact for Empowerment”. (Annex III)
8. Mr. ÇETİNKAYA gave the floor to the Secretariat to read the draft decisions of the Forum, which has been ratified by the participating Representatives of the Members. Mr. ÇETİNKAYA mandated the Secretariat to deliver a survey to the Members in order to collect suggestions for agenda items for the following Meetings. Following the consolidation of agenda items, Secretariat is mandated to list topics to be discussed—which may include thorough product development presentations with termsheets of structured instruments/deals—and institutions/individuals to be invited. Mr. ÇETİNKAYA also urged the Forum Members who would like to collaborate on the decisions taken by the Forum to approach to the Secretariat.
9. The following decisions were taken at the meeting:
  1. The Forum welcomes the workshops held by the Task Forces regarding Gold Trading among OIC Member States and Shariah Index and Products among OIC Member States.
  2. The Forum mandates that the Task Force on Precious Metals to undertake necessary work towards providing a gold trading environment for the OIC Member States through utilizing the newly developed trading and storage (1,600 ton capacity) infrastructure of Borsa İstanbul’s Precious Metals and Stones Market (or a functioning electronic trading platform as a secondary alternative) as a preceding step before establishing the OIC Gold Exchange (an international company).
  3. The Forum mandates the Task Force on Precious Metals, with reference to the resolution on the OIC Gold Exchange of the 33<sup>rd</sup> Ministerial Session of COMCEC, with the ultimate aim of establishing the gold exchange among volunteering Member States.
  4. The Forum recommends the Members to promote the S&P OIC COMCEC Sharia 50 Index on their websites.

5. The Forum mandates Task Force on Indices to consider the recommendation regarding of widening the Index universe or altering the Index criteria to include more Members in the Index as a long-term target.
6. The Forum mandates Task Force on Indices to conduct a survey regarding the idea of creation of a sub-index that tracks fewer jurisdictions and other complementary and supplementary topics; and to produce and share the summary of the survey results with the Members.
7. Forum Members agree to make their best effort to promote the S&P OIC COMCEC Shariah 50 Index and Forum mandates Task Forces on Indices to establish a new working group in order to develop comprehensive and coherent marketing strategies and share their knowledge and experiences among OIC Member States.
8. The Forum Coordinator will continue publishing the quarterly newsletter to update members on the recent developments in OIC Capital Markets with the contributions of the Members.
9. The Members agree to change the name of the Forum to “OIC Exchanges Forum (OICEF)”, which represents the context of the Forum more accurately, is used more often to refer to the Forum and will be remembered more easily.
10. The results of the meeting will be reported to the 34<sup>th</sup> Ministerial Session of COMCEC, which will be held in İstanbul on 26-29 November 2018.
11. The next annual meeting of the Forum is planned to be held on Sep - Nov 2019 in İstanbul.