

FINAL REPORT

OIC MEMBER STATES' STOCK EXCHANGES FORUM  
11TH MEETING

OCTOBER 31, 2017  
LE MÉRIDIEN ETILER, İSTANBUL

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

1. The Eleventh Meeting of the OIC Member States' Stock Exchanges Forum convened in İstanbul on October 31, 2017.
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. Borsa İstanbul, Turkey
3. Dhaka Stock Exchange Limited, Bangladesh
4. Douala Stock Exchange, Cameroon
5. Indonesia Stock Exchange, Indonesia
6. Iran Fara Bourse, Iran
7. Kyrgyz Stock Exchange, Kyrgyzstan
8. Muscat Securities Market, Oman
9. Pakistan Mercantile Exchange, Pakistan
10. Qatar Stock Exchange, Qatar
11. Tehran Stock Exchange, Iran
12. Toshkent Republican Stock Exchange, Uzbekistan
13. 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. Central Securities Depository of Turkey, Turkey
3. Muscat Clearing & Depository, Oman
4. National Clearing Company of Pakistan Limited, Pakistan
5. İstanbul Clearing, Settlement and Custody Bank, Turkey
6. Tunisie Clearing, Tunisia

### C. Other Organisations

1. Accounting and Auditing Organization for Islamic Financial Institutions
  2. COMCEC Coordination Office
  3. International Islamic Financial Market
  4. Islamic Development Bank
  5. NASDAQ Group
  6. Statistical, Economic and Social Research and Training Centre for Islamic Countries
  7. International Islamic Trade Finance Corporation
  8. Islamic Corporation for the Development of the Private Sector
  9. 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. Himmet KARADAĞ, Forum Chairman and Chairman of Borsa İstanbul, who welcomed all delegates to İstanbul on the occasion of the Eleventh Meeting of the OIC Member States' Stock Exchanges Forum and expressed his honour and contentment for hosting the Meeting. Mr. KARADAĞ has stated: "As the management of Borsa İstanbul, we have always been committed to promoting Islamic finance and we believe that the Forum is a precious channel for reaching out to and collaborating with other stakeholders of Islamic finance."
5. Mr. KARADAĞ gave the floor to Mr. Serkan KARABACAK, Chief Audit Executive at Borsa İstanbul to moderate the meeting.
6. Dr. Hamed MERAH, Secretary General, AAOIFI, delivered a presentation entitled "Shari'ah Screening in the Islamic Capital Markets". (Annex I)
7. Mr. Ijlal Ahmed ALVI, Chief Executive Officer, IIFM, delivered presentations entitled "Sukuk Trends and Listing on Stock Exchanges" and "Use of Islamic Securities as Collateral". (Annex II-III)
8. Mr. Saleh JELASSI, Director of Country Gateway Office in Turkey, IDB, delivered a presentation entitled "Islamic Finance Structures for Capital Markets". (Annex IV)

9. The afternoon session of the Meeting was opened by Mr. Murat ÇETİNKAYA, CEO and Board Member of Borsa İstanbul, who has stated: “Without question, exchange of ideas is highly valuable; yet, tangible results are what will take us forward. That is why we should work on Forum decisions decisively and turn policy recommendations into action.”
10. Mr. Abayomi ALAWODE, Head of Islamic Finance, World Bank Global Islamic Finance Development Center, delivered a presentation entitled “The Role of Islamic Capital Markets in Growth and Development”. (Annex V)
11. Mr. Johan TOLL, Product Manager Blockchain, NASDAQ, delivered a presentation entitled “Blockchain in Practice”. (Annex VI)
12. Mr. Deniz GÖLE, Program Manager, COMCEC, delivered a presentation entitled “Introducing COMCEC Project Funding”. (Annex VII)
13. Mr. Serkan KARABACAK gave a background of Forum activities and current projects. Mr. KARABACAK then made a presentation on the OIC Exchanges Statistics Report, which summarizes key statistics of the OIC Capital Markets. (Annex VIII)
14. Mr. Hakan AYTEKİN, Assistant Director of Precious Metals & Diamond Market, Borsa İstanbul, gave information on the activities of Task Force on Precious Metals. (Annex IX)
15. Mr. Serhat GÖRGÜN, Director of Sales and Marketing, Borsa İstanbul, gave information on the activities of Task Force on Indices. (Annex X)
16. The following decisions were taken at the meeting:
  1. The Forum welcomes the workshop 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 that the Task Force on Precious Metals to reschedule the studies and execution regarding the establishment of the OIC Islamic Bullion Bank until the relative indicators are signalled and discussed conditions are met.
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 results of the meeting will be reported to the 33rd session of COMCEC, which will be held in İstanbul on 20-23 November 2017.
10. The next annual meeting of the Forum is planned to be held on Oct - Nov 2018 in İstanbul.