

INSTRUCTIONS NO.6

ADMINISTRATIVE PROCEDURES FOR CASH ACCOUNT MANAGEMENT AT BANQUE DU LIBAN FOR CLEARED MEMBERS

For purposes of cash settlement at the Banque du Liban of its securities operations, a member electing cleared status and its clearing agent should jointly complete the declaration shown in Appendix I for each settlement currency (initially the Lebanese pound and the U.S. dollar).

In case of termination of the agreement between the clearing agent and the cleared member, the following situations may arise :

- The cleared member terminates the agreement and sends Midclear a new declaration signed by itself and its new clearing agent;
- The cleared member terminates the agreement and sends Midclear a letter in which it declares itself clearing agent. This letter should be accompanied by another letter (in duplicate) authorizing the Banque du Liban, on the one hand, to debit or credit its account with the cash balance transmitted daily by Midclear, and, on the other, to inform Midclear on a daily basis of the balance of its account (cf. Appendix II).

In both cases, the member should send the documents to Midclear ten business days before their entry into force.

- The clearing agent terminates the agreement. It notifies Midclear as well as its cleared member ten business days before the effective date of the termination. If the cleared member has not designated a new clearing agent by the end of this period, Midclear will reject deliveries against payment concerning it.

APPENDIX I

**CASH SETTLEMENT AT THE BANQUE DU LIBAN OF SECURITIES
OPERATIONS OF CLEARED MEMBERS**

We hereby declare jointly that cash transactions relating to securities operations denominated in of the institution

(enter the name of the institution and its MIDCLEAR member code)
.....

hereinafter the cleared member,

shall be settled on the account of the institution with the Banque du Liban

(enter the name of the institution and its MIDCLEAR member code)
.....
.....

hereinafter the clearing agent member.

This agreement shall remain in force until it is expressly terminated by one of the parties in the following circumstances:

- The cleared member terminates the agreement and sends Midclear a new declaration signed by itself and its new clearing agent.
- The cleared member terminates the agreement and sends Midclear a letter in which it declares itself clearing agent. This letter should be accompanied by another letter (in two copies) authorizing the Banque du Liban, on the one hand, to debit or credit its account with the cash balance transmitted daily by Midclear, and, on the other, to inform Midclear on a daily basis of the balance of its account (cf. Appendix II). In both cases, the member should send the documents to Midclear ten business days before their entry into force.
- The clearing agent terminates the agreement. It notifies Midclear as well as its cleared member ten business days before the effective date of the termination. If the cleared member has not designated a new clearing agent by the end of this period, Midclear will reject deliveries against payment concerning it.

Beirut,

Cleared member
(Authorized seal and signature)

Clearing agent member
(Authorized seal and signature)

*Return in duplicate to MIDCLEAR
ARESCO CENTER – 15TH FLOOR
Beirut – LEBANON*

APPENDIX II
(on company letterhead)

Banque du Liban
Rue Banque du Liban
Beirut, Lebanon

To the attention of:

Dear Sirs,

We hereby authorize you to debit or credit our current account
no.,
opened in our name on your books, with the cash balance in transmitted
to you each day by Midclear following the close of securities settlement operations.

We further authorize you to inform Midclear each day of the balance of our account.

This authorization shall remain in force until it is expressly terminated by us.

We agree to inform Midclear promptly of any change in our current account number
so as not to interrupt or delay the posting of cash transactions relating to securities
settlement operations.

Sincerely yours,

MIDCLEAR member code:
.....

Beirut,

Member seal

Signature (s)

*Return in duplicate to MIDCLEAR
ARESCO CENTER – 15TH FLOOR
Beirut - LEBANON*