

ANNEX A

QUICK GUIDE TO MARKET TESTING FOR NON-RESTRICTED TRADING

I. OBJECTIVE

The market testing shall cover the Trading and Settlement of Peso GS in a non-restricted environment with broker recognition/sponsorship and trading and settlement of Corporate Bonds.

II. TEST PARTICIPANTS

The following shall be involved in the market testing:

- FI Trading Participants - Brokers, Dealers and Settlement Officers
- Custodians (direct account holders at BTr Sub-Registry)
- Tax-Exempt Institutions
- PDS Support Personnel

III. TESTING SCHEDULE

a. Testing Dates: **February 9 - 20, 2015**

i. **February 9-10: Account Creation and PIC Enrolment**

- Cut-off for SSA file and PIC Creation Request Form submission: **12:00 PM daily**. Accounts and PIC creation request forms submitted before cut-off will be available the following testing day. Forms submitted after the cut-off time shall only be made available on the second testing day after submission.

ii. **February 11-20: Trading and Settlement**

Testing Hours: **12:00 - 2:00 PM** and **4:30 - 6:30PM** for both Trading and Settlement activities. System will be set to have no siesta/closed session, so trading can continue throughout the testing hours.

IV. GENERAL TEST SCENARIOS (detailed test scripts for the scenarios to follow)

DEALER SCENARIOS: *with custodian participation
Dealer sells Coupon-bearing Government Bond
Dealer buys Corporate Security (will include securities with coupon payment during MWT period)
Dealer sells Corporate Security
Dealer buys Coupon-bearing Government Bond from foreign Qualified Investor using Dealer Omnibus SATT; *
Dealer sells Coupon-bearing Government Bond to foreign Qualified Investor using Dealer Omnibus SATT; *
Dealer buys Coupon-bearing Government Bond from taxable Qualified Investor with Direct SATT
Dealer sells Coupon-bearing Government Bond to taxable Qualified Investor with Direct SATT
Dealer buys Coupon-bearing Government Bond from tax-exempt Qualified Investor with Direct SATT *
Dealer sells Coupon-bearing Government Bond to tax-exempt Qualified Investor with Direct SATT *
Dealer buys Corporate Security from taxable Qualified Investor
BROKER SCENARIOS: * with custodian participation
Broker buys Coupon-bearing Government Bond for taxable investor using Broker Omnibus SATT (will include securities with coupon payment during MWT period)
Broker sells Coupon-bearing Government Bond for taxable investor using Broker Omnibus SATT
Broker buys Coupon-bearing Government Bond for taxable investor using investor's own SATT
Broker sells Coupon-bearing Government Bond for taxable investor using investor's own SATT
Broker buys Coupon-bearing Government Bond for tax-exempt investor using investor's own SATT
Broker sells Coupon-bearing Government Bond for tax-exempt investor using investor's own SATT
Broker buys and sells Coupon-bearing Government Bond for two investors (cross-trade)
Broker buys Corporate Security for investor
Broker sells Corporate Security for investor
Broker buys and sells Corporate Security for two investors (cross-trade)
Broker buys Coupon-bearing Government Bond for taxable investor using Broker Omnibus SATT; transfers to investor's Custodian *
Broker sells Coupon-bearing Government Bond for taxable investor using Broker Omnibus SATT; transfers from investor's Custodian *
Broker buys Coupon-bearing Government Bond for taxable investor using investor Custodian's SATT *
Broker sells Coupon-bearing Government Bond for taxable investor using investor Custodian's SATT *

V. TESTING PAIRS FOR MARKETWIDE TESTING:

Counterparty 1	Counterparty 2
AUBK	SCML
BKCP	LBPH
BPIM	HBPH
BDOM	MBML
BPIC	PNBM
CBCM	EWBC
CCBM	PVBM
DEVP	RCBC
FMIC	SBMN
MAYB	STRL
PBCM	PBBK
HBSB	UCPB
PSBK	RSBK
MIBC	PCCI
ANZV	FIRM 1*
BDOC	FIRM 1
PBDO	FIRM 1
CIPH	FIRM 1
CFSI	FIRM 1
CSBI	FIRM 1
DBPH	FIRM 1
INGB	FIRM 1
JPPH	FIRM 1
MLYN	FIRM 1
PPSB	FIRM 1
PDBK	FIRM 1
RCSB	FIRM 1
UBPH	FIRM 1
UCSB	FIRM 1
UNIC	FIRM 1
VSII	FIRM 1

*Note: "FIRM 1" is the firm code on the test environment of the testers from PDEX