

**INVESTOR
COMPENSATION
FUND**



**ФОНД
ЗА КОМПЕНСИРАНЕ
НА ИНВЕСТИТОРИТЕ**

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About Bulgarian ICF

1) Founded in 2005

2) Members -90

➤ **Investment intermediaries-38**

➤ **Banks -21**

➤ **Asset management companies-31**



PROTECTION

- In accordance with the EU Directive 97/9 .
- Limit of compensation payment – 20000 Euro
- 10% coinsurance
- 18 billion euro clients assets
- 1,1 billion euro protected assets (6%)
- 77 000 protected investors



FUNDING

Initial and ex-ante contributions:

- Regular annual contributions calculated on the basis of the protected clients' assets
- **8 mln euro resources as of 30th September, 2018**



FUNDING ADEQUACY

- Semi-annual analyses of fund's resources adequacy
- **135 mln euro** – potential compensation payments (exposition towards all participants)
 - Could raise additional annual contributions
 - Could get loans from the market
 - No government guarantee



COMPENSATION CASES

- 3 cases
- POSITIVA LTD -2017
 - 150 000 EUR POTENTIAL COMPENSATIONS
 - 1 PAY OUT
 - 4 REFUSES FOR PAY OUT



CURRENT CHALLENGES FOR ICF

- **CLAIMS IN CASES OF MASSIVE FRAUD
ACTIONS BY INVESTMENT FIRMS ACTING
WITHOUT LICENCE**
- **CLAIMS AFTER THE DEADLINE**
- **FUNDING ICS IN A SITUATION OF VERY LOW
INTEREST RATES**



CURRENT CHALLENGES FOR ICF

- **RESOLUTION AND RESTRUCTURING FUND MANAGEMENT – PART OF ICF**
- **APPROPRIATE FUNDING – TARGET FUND LEVEL**
- **ACTIONS BY FUND PARTICIPANT FOR DECREASING THEIR CONTRIBUTION TO THE ICF**



**THANK YOU
FOR YOUR ATTENTION!**

