

**IOSCO
EMERGING MARKETS COMMITTEE
REGIONAL TRAINING SEMINAR
“Regulation of Market Abuse on Both Sides of the Atlantic”
26-30 April 2004,
Istanbul
Opening Speech of Dr. Dođan Cansızlar
Chairman of the Capital Markets Board of Turkey
Chairman of Emerging Markets Committee IOSCO**

Ladies and Gentlemen;

Distinguished Guests,

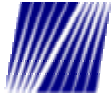
Good morning

Welcome to the City of Istanbul. It is a great pleasure to be here with you today.

On behalf of the Capital Markets Board of Turkey, I hereby wish to extend my deepest welcome to all distinguished participants and lecturers of the IOSCO Emerging Markets Regional Training Seminar. I hope that the topic of discussions on the “ Regulation of Market Abuse on Both Sides of the Atlantic” will provide you with useful insights.

I am delighted to host this seminar today here in Istanbul and frankly speaking, I feel that international seminars like this one, will help serve the international and inter-cultural historical attribute and mission of this city. I sincerely hope that you will enjoy your stay here in Istanbul and I believe that this seminar will achieve its goal by means of providing the fundamentals of two major types of market abuse regulation.

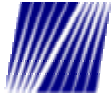
Likewise, I also wish to thank the participants from various parts of the world for giving us the honor with their participation and I also thank the instructors who were able to spare their time for this seminar. Last but not least, I wish to thank the IOSCO Secretariat, to my dear friend Philippe, who did not hesitate to spare assistance and support for us during our preparations for this event.



Initially, I would like to take this opportunity to provide you with some background information about the EMC Regional Training Seminars. In our meeting in February this year in Madrid, the EMC Advisory Board agreed on the initiation of EMC Regional Training Seminars which would aim to address the needs of emerging market members. According to the agreed procedure, principally one regional training seminar per region for the following year was to be elected by the members of the EMC at the EMC mid year plenary meeting. However since 2004, is perceived as the initiation or transition phase of the regional training seminars, the seminars to be held this year are being determined without being endorsed at the EMC plenary meeting. Please note that commencing from 2005, regional training seminars will be held only upon the endorsement of the EMC.

Regional Training Seminars play a significant role in achieving the mission already set forth by IOSCO. The objectives of IOSCO may be classified under two headings, namely: 'Developing internationally accepted standards of securities regulation' and 'establishing the means of international cooperation between securities regulators'. Along with the reports from various committees and task forces, training programs of IOSCO, in this regard, are of utmost importance to serve the realization of international cooperation by means of transferring expertise to those in need of it, particularly emerging markets.

The need for training on market abuse was among the outcomes of the Survey on the IOSCO Educational Programs (Survey) conducted among the Emerging Markets Committee members in early 2003. Among others, the Survey revealed that respondents of the Survey showed a strong preference towards specific training programs rather than programs aimed at presenting the overall survey of securities markets and the regulation thereof. The Survey highlighted in detail that training programs are more than welcomed, provided that they be conducted on a regional basis as a response to the specific needs of the members of a specific region, focused on emerging markets and enriched with practical sessions. Moreover, 9 out of 23 respondents in the Survey stated their willingness for training programs on market abuse and insider trading.

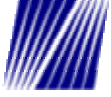


This outcome was not surprising for me particularly because surely the integrity of a market is closely related to the regulator's capability of detecting and taking direct legal action against unlawful activities which take place in the market. Considering the average sophistication degree of emerging markets, there is an outstanding need for an in-depth understanding of the fundamentals of regulating market abuse by means of both enactment and enforcement. Therefore, we interpreted this outcome of the Survey as a call for transfer of expertise in the areas of what to criminalize and how to enforce from sophisticated markets.

The inherent characteristics of this Regional Training Seminar go beyond its title. Although it is named a "regional training seminar," because it gathers the most prominent market abuse regulations in most powerful markets at one stage, I believe its prospected audience goes beyond European Region and this is what we see here in this very room. Besides, I guess we will be able to see how and where two different legal systems converge and diverge. I strongly recommend participants to bombard the instructors with questions that highlight the reasons for the divergence of their respective regulations and particularly take note of their respective administrative measures.

I think that the success of this seminar is directly related to what it will convey to the participants. Briefly speaking, this seminar should aim to help participants to model what exactly market abuse on both sides of the Atlantic is. Also it should aim to focus on what issues should be regulated or deregulated and how these procedures should be conducted under the conditions and characteristics faced in the markets. The more we get close to the answers for these questions, the more we may deem it successful. I guess the instruction quality throughout the seminar will surely make it possible for us to reach this goal.

At the beginning of the arrangements for this Seminar, we conducted some securities experts in the area of market abuse among which some of them were able to make it here today. I am grateful to them. In lieu of others who could not make it, we were lucky enough to arrange other securities experts which I will extend my special thanks for their arrangements in a very short period. I think the overall instruction quality of this seminar could not have been higher.



This event that will take place here tomorrow is by all means an IOSCO EMC Regional Training Seminar. Firstly, arranging training seminars is a product of IOSCO Emerging Markets Committee. Secondly, this seminar is regional because considerable weight of this seminar is devoted to covering related EU Directive on Market Abuse. Thirdly, this seminar carries the attribute of being a “training” event because, sufficient emphasis is made on instructions and case studies from US Federal Laws and Regulations on market abuse. I strongly feel confident that this seminar will serve as a useful platform for providing a mature understanding of market abuse on comparative grounds.

Before leaving the floor to Philippe, I again wish to welcome you with my deepest feelings again and I hope you will enjoy your stay here.

Thank you.