

**Closing Session:**

Definition: Closing session is a special session handled by single-price method, wherein together with all orders – other than quotation and registration – remaining from the normal session process, the new orders are also admitted to the system without any matching throughout a predetermined timeframe, and at the end of such timeframe, a single price level (Closing Session Price) assuring the highest amount of trading therein is calculated, and all remaining transactions are realized at that price level.

**Closing Session Stages:**

- Order transfer stage – (4 minutes; 17:17 – 17:21 hrs)
- Order collection stage – (4 minutes; 17:21 – 17:25 hrs)
- Price determination and closing session trading stage – (3 minutes; 17:25 – 17:28 hrs)
- Trading at closing price/single price stage – (2 minutes; 17:28 – 17:30 hrs)

**Order Transferring Stage (17:17-17:21)**

Continuous auction stage expires at 17:17 hrs, and order transfer stage of 4 minutes starts. In this process, all orders, other than quotation and registration orders, pending with regard to all securities are transferred to the closing session. Quotations pending at the sequences E and Y traded with market maker are cancelled.

In the closing session, prices of orders to be submitted for a security cannot be different from the price of last trading on that security by more than +/- 3%. The price cap determined by applying a margin of 3% is grossed up to the nearest upper price step, while the price floor is rounded down to the nearest lower price step.

However, in the closing session, it is not permitted to enter an order over a price beyond the price variation limits of +/- 10% determined on the base price calculation for the relevant security for that session.

**Order Collection Stage (17:21 – 17:25 hrs)**

Order collection stage for the closing session is a process of 4 minutes. During this process of 4 minutes, orders are collected for the closing session, and transmitted orders may be changed, divided or cancelled subject to the pertinent rules. Order collection stage terminates at the end of this process of 4 minutes.

During this process, only limit price orders, short selling orders and closing price orders are permitted to be entered. It is not possible to enter/matching fill or kill orders, special limit price orders (SLPO), special limit value orders (SLVO) other special orders during order collection process of the closing session.

In this process, closing price orders may also be transmitted to the system. Closing price orders are buy or sell orders which are transmitted to the system with only amount information and without any price instruction for trading at the closing price to be determined later, and are traded if and when a closing price order is met therein. The amounts of closing price orders may be increased (if increased, priority changes) or reduced and may, if wished

so, be cancelled at any time. However, these orders cannot be divided, nor can they be converted to a particular price order. Particular price orders can not be converted to CPO.

### **Closing Price Determination and Closing Session Trading Stage (17:25 – 17:28 hrs)**

At this stage, closing price will be determined at the trading sequences (other than warrants and exchange investment funds) traded by continuous auction method or continuous auction with market maker method, and transactions will be executed over such closing price. The closing price is determined by means of the systematic used for determination of opening price.

During this stage, new orders cannot be entered, nor can the pending orders be changed, divided or cancelled.

Following these steps, the system becomes ready for trading at closing price stage. All orders (other than closing price orders) entered into the system before or during closing session, but not traded yet, are transferred to the trading at closing price stage.

### **Trading at Closing Price/Single Price Stage (17:28 – 17:30 hrs):**

At this stage of 2 minutes, orders may be entered only for the securities traded during the closing session. New buy or sell orders that may be entered into the system may be placed only at the determined closing price, and will be executed in the order of priority if and when a passive order of the same price is met.

Out of the orders entered into the system prior to the trading at closing price stage, but not executed and therefore transferred to this stage, prices of those equal to closing session price will not be changed and such orders cannot be divided, but can be increased or reduced and cancelled.

Orders pending at a price level different from the closing session price cannot also be divided, and can also be increased or reduced, but their prices can be changed to the closing session price or will be permitted to be cancelled.

Trading on warrants and exchange investment funds in the second session will expire as of 17:17 hrs, i.e. the end of the continuous auction stage, and the last trading price realized at the sequence of the relevant securities will be the closing price thereof.

**The full text of the circular published by ISE (Istanbul Stock Exchange) about the implementation principles relating to closing session, trading at closing price, and trading at single price may be retrieved at the link address:**

**[http://www.garanti.com.tr/tr/bireysel/mevduat\\_ve\\_yatirim/duyurular.page?](http://www.garanti.com.tr/tr/bireysel/mevduat_ve_yatirim/duyurular.page?)**