JOHANNESBURG STOCK EXCHANGE
Equity Market

# Market Notice

**Number:** 100
**Date** 14 September 2010

**Proposed Amendments to the equities directives**

Members are advised that the amendments to the equities directives, attached as Annexure A were adopted by the Executive Committee on 13 September 2010.

The purpose of these amendments is to align the qualification requirements in the equities directives to the qualification requirements in the Derivatives directives and Yield-X directives to ensure a consistent approach across all the JSE markets.

The proposed amendments to the equities directives were a consequence of the amendments to the Derivative directives and Yield-X directives which were proposed to provide for the *"Global Market"* functionality which enables members of one market (e.g. Commodity Derivatives Market) to trade securities listed in another market (e.g. international derivatives listed on the Equity Derivatives Market).

Unless objections are lodged in terms of rule 2.60.3 within 10 days of this Notice, the proposed amendments to the directives will take effect.

Should you have any queries in respect of the proposed amendments to the directives, please do not hesitate to contact the undersigned.

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Annexure A

## PROPOSED AMENDMENTS TO THE EQUITIES DIRECTIVES

**General explanatory notes**

1. Words underlined with a solid line (____) indicate the insertions in the existing directives.
2. Words in bold and in square brackets (**[ ]**) indicate omissions from the existing directives.

**AD Qualifications to manage investments and provide investment advice**

This directive sets out the qualification requirements for employees of a member who manage investments or provide investment advice in respect of equity securities, JSE authorised investments not traded on a JSE market and securities traded on a JSE market of which the equities member is not a member.

**1.** ...

**2. Derivative securities [traded on the JSE derivatives trading system]**

2.1 An employee of a member may exercise discretion in the management of **[JSE listed securities traded on the JSE derivatives trading system]** derivative securities or provide investment advice to clients on any transaction in such securities if the employee -

2.1.1 ...

**3 Agricultural derivatives [traded on the JSE commodities trading system]**

3.1 An employee of a trading member may exercise discretion in the management of agricultural derivatives **[traded on the JSE commodities trading system]** or provide investment advice to clients on any transaction in such securities if the employee -

3.1.1 ...

**4. Foreign commodity derivatives [traded on the JSE commodities trading system]**

4.1 An employee of a trading member may exercise discretion in the management of foreign commodity derivatives **[traded on the JSE commodities trading system]** or provide investment advice to clients on any transaction in such securities if the employee -

4.1.1 ...

**5. Bonds [traded on the Yield-X trading system]**

5.1 An employee of a member may exercise discretion in the management of bonds **[traded on the Yield-X trading system]** or provide investment advice to clients on any transaction in such securities if the employee –

5.1.1 ...

**6. Interest rate derivatives [traded on the Yield-X trading system]**

6.1 An employee of a member may exercise discretion in the management of interest rate derivatives **[traded on the Yield-X trading system]** or provide investment advice to clients on any transaction in such securities if the employee –

6.1.1 ...

**7. Currency derivatives [traded on the Yield-X trading system]**

7.1 An employee of a member may exercise discretion in the management of currency derivatives **[traded on the Yield-X trading system]** or provide investment advice to clients on any transaction in such securities if the employee –

7.1.1 ...