
MARKET NOTICE

Number: 281A/2016
Relates to: Equity Market
 Equity Derivatives
 Commodity Derivatives
 Interest Rate and Currency Derivatives
Date: 25 May 2016

SUBJECT: PROPOSED AMENDMENTS TO THE EQUITIES RULES AND DIRECTIVES – T+3

Name and Surname: Shaun Davies
Designation: Director Market Regulation

Members are advised that the proposed amendments to the JSE equities rules and directives, attached as Annexure A, were adopted by the JSE executive committee on 25 May 2016.

The amendments are proposed as a result of the change of the settlement cycle from T+5 to T+3, but do not only alter the timeframes for the fulfilment of the obligations of members and clients in the settlement cycle, they also change the relevant processes for the rolling of settlement, failed trades and corporate actions.

Amendments to the default provisions in respect of members are also proposed, with the intention that members should not be placed automatically into default as a result of a failure to pay margin. It is proposed that the JSE will in such instances first consider the risk and potential impact to the JSE, other members and clients of such failure to pay margin and only thereafter, if necessary, determine the member to be in default.

Unless written objections are lodged within 10 days of this notice, in terms of rule 2.60.3, the proposed amendments to the rules will be submitted to the registrar for his approval.

Should you have any queries regarding this notice, please contact Paul Hartzenberg on (011) 520 7584 or at paulh@jse.co.za

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