

PROPOSED AMENDMENTS TO THE JSE DERIVATIVES RULES AND DIRECTIVES

General explanatory notes:

1. Words underlined with a solid line (\_\_\_) indicate the insertions in the existing rules and directives
2. Words in bold and in square brackets ([ ]) indicate deletions from the existing rules

Proposed amendment to Section 1: Interpretation and definitions

**"agricultural derivatives"** means those commodity securities which are derivative instruments and the financial terms of which are determined by an underlying agricultural product **[which is physically settled in terms of the derivatives rules];**

Proposed amendments to Derivatives Directive – Qualifications to be registered as a dealer

**2 Agricultural derivatives**

- 2.1 In accordance with rule 5.10.3, an employee of a trading member may execute transactions in agricultural derivatives if the employee has –
  - 2.1.1 obtained a pass in the *JSE Agricultural Products Market Dealers* module of the Registered Persons Examination of the South African Institute of Financial Markets[.] ; or
  - 2.1.2 has been exempted from or obtained a pass in the following modules of the Registered Persons Examination of the South African Institute of Financial Markets:
    - 2.1.2.1 Regulation and Ethics of the South African Financial Markets;
    - 2.1.2.2 Introduction to the Financial Markets; and
    - 2.1.2.3 The Derivatives Market; or
  - 2.1.3 is a stockbroker and has been exempted from or obtained a pass in *The Derivatives Market* module of the Registered Persons Examination of the South African Institute of Financial Markets; or
  - 2.1.4 has qualified as a Regular Member of the Chartered Financial Analyst Institute and has been exempted from or obtained a pass in *The Derivatives Market* module of the Registered Persons Examination of the South African Institute of Financial Markets; or
  - 2.1.5 has qualified as a Charterholder Member of the Chartered Financial Analyst Institute;