

PROPOSED AMENDMENTS TO THE JSE EQUITIES RULES

General explanatory notes:

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

Proposed amendments to the JSE Equities Rules

- 6.30.5 The table below lists the off book trade types and indicates –
- 6.30.5.1 whether the transaction may be conducted by one member or two members;
- 6.30.5.2 whether the transaction is published by the JSE.

Transaction description	Trade type code	Single member	Two members	Published
Bookbuild Trade	BK	No <u>Yes</u>	Yes	Yes
Block Trade	BT	Yes	Yes	Yes
Corporate Finance Transaction	CF	Yes	Yes	Yes
Delta Trade	OD	Yes	Yes	No
Exercise of Options	OX	Yes	Yes	No
Exercise of Traded Options	TX	Yes	Yes	No
Exercise of Warrants	WX	Yes	Yes	No
Give-up Trade	GU	No	Yes	No
Late Trade	LT	Yes	No	Yes
Matched Principal Trade	MP	Yes	No	No
Off Order Book Principal Trade	OP	Yes	No	Yes
Portfolio Transaction	PF	Yes	Yes	Yes
Next Day cancellation of On Book Trade	PC	Yes	Yes	Yes
Next Day cancellation of a published Off Book Trade	LC	Yes	Yes	Yes
Next Day cancellation of a non-published Off Book Trade	NC	Yes	Yes	No

6.40 Off book trade criteria

6.40.1 Bookbuild Trade

A bookbuild trade is a transaction where a member trades in a single equity security as an agent or a principal with a client or with another member in order for its client or the second member or the second member's [its] clients to participate in a bookbuild. The member managing the bookbuild must advise the Director: Market Regulation of the bookbuild prior to reporting a bookbuild trade.

6.40.2 Block Trade

A block trade is a transaction where a member trades as an agent or a principal in a single equity security and the transaction comprises at least the specified minimum value determined by the JSE according to the Average Daily Value Tier attributable to that security, as set out in the directives.

6.40.3 Corporate Finance Transaction

A corporate finance transaction is a transaction which must be entered into in writing, requires public notification in the press and complies with the requirements of transaction categories 1 or 2 of Section 9 of the Listing Requirements of the JSE.

6.40.4 Delta Trade

A delta trade is a transaction where a member trades as an agent or a principal in a single equity security where the transaction transfers the delta hedge –

- 6.40.4.1 from one member to another member; or
- 6.40.4.2 from a client of a member to that member; or
- 6.40.4.3 from a client of a member to another member;

in respect of a derivative transaction which has been reported to either the JSE derivatives trading system or the derivative trade recording system referred to in the directives.

6.40 replaced with effect from 17 August 2009 and amended with effect from 2 July 2012.

6.40.2 amended with effect from 9 December 2019

6.40.4 amended with effect from 18 January 2016