
MARKET NOTICEJohannesburg
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Relates to:

- Equity Market
- Equity Derivatives Market
- Commodity Derivatives Market
- Currency Derivatives Market
- Interest Rate Derivatives Market
- Bond Market
- Bond ETP Market

Date: 9 July 2021

SUBJECT: PROPOSED AMENDMENTS TO THE JSE EQUITIES DIRECTIVES – EMIGRANT CLIENT CONCEPT

Name and Surname: Shaun Davies
Designation: Director – Market Regulation

Dear Client,

Members are advised that the proposed amendments to the JSE Equities Directives, attached as Annexure A, were adopted by the JSE Rules Committee on 9 July 2021.

The South African Reserve Bank (“SARB”) issued an Exchange Control Circular No. 6/2021 (refer to Annexure B) earlier this year in response to the announcement made by the Minister of Finance in the 2020 Medium Term Budget Policy Statement wherein it was stated that the concept of emigration as recognized by the South African Reserve Bank would be phased out with effect from 1 March 2021 and that this would be replaced by a verification process. This new process would include a verification of the tax status and source of funds, as well as verification that a private individual complies with anti-money laundering and countering terror financing requirements, as prescribed in the Financial Intelligence Centre Act, 2001 (Act No. 38 of 2001).

Under the new framework, natural person emigrants and natural person residents will be treated identically and the old process of controlling or blocking an emigrant’s remaining assets in a special ‘blocked funds account’ will fall away.

In order to reflect the changes that have been made to the Exchange Control Framework, we have proposed an amendment to the JSE Equities Directives accordingly (refer to Annexure A).

Unless written objections are lodged within 10 days of this notice, in terms of rule 2.60.3, the proposed amendments will take effect immediately.

Should you have any queries regarding this Market Notice please contact Shuayb Mohamed on (011) 520 7824 or at shuaybm@jse.co.za.

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