

## MARKET NOTICE

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**Number:** 284A/2021  
**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 DERIVATIVES RULES AND 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 Derivatives Rules and 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 amending the JSE Derivatives Rules and Directives accordingly (refer to Annexure A).

Unless written objections are lodged within 10 days of this notice, in terms of rule 1.80.3, the proposed rule amendments will be submitted to the Registrar for his approval.

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

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