
MARKET NOTICEJohannesburg
Stock ExchangeTel: +27 11 520 7000
www.jse.co.za**Number:** 532A/2021

Relates to:

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

Date: 12 November 2021**SUBJECT:** PROPOSED AMENDMENTS TO THE JSE EQUITIES RULES AND DIRECTIVES - SECTION 6 OF THE RULES (JSE EQUITIES TRADING SYSTEM), DIRECTIVE BT 7 (TRADE CANCELLATIONS) AND PROPOSED DRAFT DIRECTIVE BT 8 (CONTRA TRADE REQUESTS)**Name and Surname:** Shaun Davies**Designation:** Director – Market Regulation

Dear Client,

Members are advised that the proposed amendments to the JSE Equities Rules and Directives, attached as Annexure A, were adopted by the JSE Rules Committee on 12 November 2021.

The proposed amendments to the JSE equities rules and directives (refer Annexure A) include new provisions which enhance the existing framework in the rules and directives for defining, preventing and dealing with the submission of erroneous orders and error trades. In addition, these draft proposed amendments also provide a framework for the JSE to facilitate voluntary error trade contras, with specific qualifying criteria, in circumstances where an error trade fails to meet the more onerous criteria for an exchange enforced error trade cancellation.

These draft proposals are contained in Rule 6.10 on the use of the JSE equities trading system, Rule 6.50 on trade cancellations and contra trades, Rule 6.60 on the voiding or cancelling of transactions on the exchanges own volition, Directive BT 7 on trade cancellations and Directive BT 8 on voluntary contra trade requests per Annexure A. Please refer to the explanatory memorandum (refer Annexure B) for an explanation of the proposed rule and directive amendments.

As part of the consultation process for these proposed amendments, the JSE Market Regulation Division consulted initially with the JSE Equities Market Trading and Advisory Committee, and thereafter a further informal consultation process was conducted with the compliance officers of all member firms in the JSE's Equities Market. We have taken the feedback and comments that we received in those consultations into account in formulating and drafting these proposed amendments.

Unless written objections are lodged within 10 days of this notice, in terms of rule 2.60.3, 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.

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