

NoteA1988 B

PROPOSED AMENDMENTS TO THE JSE DERIVATIVES 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.

Section 2: Interpretation and definitions**2.10 Definitions**

In these rules, unless otherwise clearly indicated by, or inconsistent with the context, the following terms shall have the meanings that are assigned to them hereunder, namely –

<u>"client application"</u>	<u>means an electronic system used by a client to submit orders to a trading member;</u>
<u>"JSE systems"</u>	<u>means any system, device or network which is operated by or on behalf of the JSE for the purpose of providing a market;</u>
<u>"member application"</u>	<u>means an electronic system used by a trading member to submit orders to the ATS;</u>

Section 7: Trading

7.80 Members obligations in relation to the ATS

- 7.80.1 A member shall be bound by all offers, acceptances or entries made in his name on the ATS regardless of whether or not such offer or acceptance or trade was authorised by the member and the member shall -
- 7.80.1.1 by keeping all codes, passes, passwords or other security devices confidential and privy only to the compliance officer and the registered dealer for whom they are intended, control access to the ATS; and
- 7.80.1.2 ensure that only the registered dealer to whom a valid password is allocated by the clearing house, or the compliance officer, shall use such password to gain access to the ATS.
- 7.80.2 A member must at all times have the necessary resources to ensure that any data sent to or received from JSE systems does not interfere with the efficiency and integrity of the equity derivatives market or commodity derivatives market, or the proper functioning of the JSE systems.
- 7.80.3 The Market Controller may instruct a member to immediately discontinue using a member or client application or may restrict the usage by a member of any or all components of a member or client application.