

APPROVED AMENDMENTS TO THE JSE INTEREST RATE AND CURRENCY DERIVATIVES MARKET RULES

General explanatory notes:

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

Section1: General Provisions

1.120 Transitional Provisions

1.120.1 ...

1.120.9 ...

1.120.10 A registered bond trader under the BESA rules who was authorised to execute transactions in bonds under such rules, as at the effective date, is automatically authorised to act as a **[dealer]** trader in bonds in terms of these IRC rules and directives.

1.120.11 A registered derivatives trader under the BESA rules who was authorised to execute transactions in derivatives under such rules, as at the effective date, is automatically authorised to act as a **[dealer]** trader in interest rate derivatives, other than currency derivatives, in terms of these IRC rules and directives.

1.120.12 A registered dealer under the Yield-X rules who was authorised to execute transactions in derivative securities under such rules, as at the effective date, is automatically authorised to act as a **[dealer]** trader in derivative securities in terms of these IRC rules and directives.

Section 2: Definitions and Interpretation

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 –

["dealer"]	[means a person registered to trade for a trading member in terms of these rules;]
"registered officer"	means a compliance officer, settlement officer, alternate settlement officer or a [dealer] <u>trader</u> registered by the JSE as such in the name of the member;
<u>"trader"</u>	<u>means an employee of a trading member authorised by the JSE and who is registered by such trading member in terms of these rules to trade either for the member's own account or on behalf of clients, or for both;</u>

Section 3: Membership

Registered officers

3.120 Member's obligation to ensure registration of officers

3.120.1 ...

3.120.5 ...

3.120.6 A trading member shall ensure the registration by the JSE of **[dealers]** traders who shall be the only persons entitled to trade for a member's own account and for and on behalf of clients and who shall have obtained such qualification that may be required by the JSE. A trading member may not trade without having at least one **[dealer]** trader present at the trading member's place of business unless the JSE has in writing granted temporary registration to a person nominated in writing by the trading member to trade for a period not exceeding 15 business days in the absence of such **[dealer]** trader. The JSE shall publish the name of such nominee in a notice to members.

3.130 Registration of officers by the JSE

3.130.1 An application for **[the first]** registration as a registered officer shall be made to the JSE in the manner and on the form prescribed by the JSE.

3.130.2 **[Reserved]** A person who seeks to be registered with the JSE as a registered officer must satisfy the general requirements of rule 3.30.2 and must have obtained a pass in the relevant qualifications, as prescribed in the interest rate and currency derivatives directives.

[3.130.3] [The JSE Executive shall consider the application referred to in rule 3.130.1 and either accept or reject the application.]

[3.130.4] [An application to change the registration of a registered officer from one member to another or from one office to another shall be made in writing to the JSE by the member intending to register the officer and the JSE Executive shall consider the application and either accept or reject it: Provided that, if aggrieved by the decision of the JSE Executive, the member concerned shall have the right of appeal to the board of appeal.]

[3.130.5] [The JSE may, in its discretion, for a period not exceeding 90 days, grant the temporary registration of a registered officer pending the attainment by him of the qualifications required for the office in question.]

3.130.**[6]**³ A member shall notify the JSE in writing of its decision to terminate the registration of a registered officer in its name, in which event the JSE may request full details of the circumstances of the termination.

3.130.**[7]**⁴ The registration[, **whether permanent or temporary,**] or termination of the registration of a registered officer in the name of a **[particular]** member **[in a particular office]** shall become effective on the date stipulated in the written notification to the member by the JSE, confirming the registration or termination of registration of the registered officer.

Section 7: Trading

7.120 Reported transactions

7.120.1 ...

7.120.8 ...

7.120.9 If a reported transaction in bonds is reported to the trading system by a person other than a **[dealer]** trader, the trading member must retain a record identifying the **[dealer]** trader who was responsible for executing the transaction.