

PROPOSED AMENDMENTS TO THE JSE EQUITIES RULES AND DIRECTIVES

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

Proposed amendments to the JSE Equities rules:-

6.40 Off book trade criteria

6.40.1 Bookbuild Trade

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6.40.2 Block Trade

A block trade is a transaction where a member trades as an agent or a principal in a single equity security and the transaction comprises at least the specified minimum value determined by the JSE according to the Average Daily Value Tier attributable to that security, as set out in the directives.

[6.40.2.1 the specified percentage of the average daily value; or

**6.40.2.2 the specified nominal value of the transaction in that equity security;
as applicable and as set out in the directives]**

6.40.8 Off Order Book Principal Trade

An off order book principal trade is a transaction where a member trades as a principal in a single equity security with a foreign professional market participant. **[where the transaction comprises at least -**

6.40.8.1 the specified percentage of the average daily value; or

6.40.8.2 the specified nominal value of the transaction in that equity security;

as applicable and as set out in the directives, except where the transaction is with a foreign professional market participant in which case no minimum value will apply.]

Proposed amendments to the JSE Equities directive BT – On book and off book trading:-

15. Block Trade criteria

- 15.1 In order for a transaction in an equity security to qualify to be submitted to the JSE equities trading system as a Block Trade in terms of rule 6.40.2, **[or an Off Order Book Principal Trade in terms of rule 6.40.8,]** the transaction must comprise at least the **[following specified values]** value specified in the table below, [based on] according to the Average Daily Value Tier to which that security is assigned by the JSE. [segment to which the equity security is allocated]:

6.40 replaced with effect from 17 August 2009 and amended with effect from 2 July 2012.

6.40.2 amended with effect from 31 October 2014

6.40.2 amended with effect from 26 January 2018

6.40.8 amended with effect from 26 January 2018

Original 6.40.8.1 unnumbered with effect from 12 July 2010

6.40.8.1.1 renumbered 6.40.8.1 with effect from 12 July 2010

6.40.8.1.2 renumbered 6.40.8.2 with effect from 12 July 2010

6.40.8.2 deleted with effect from 12 July 2010

<u>Average Daily Value Tier</u>	<u>Minimum Block Trade Size (R)</u>
<u>1</u>	<u>30 000 000</u>
<u>2</u>	<u>25 000 000</u>
<u>3</u>	<u>20 000 000</u>
<u>4</u>	<u>15 000 000</u>
<u>5</u>	<u>10 000 000</u>
<u>6</u>	<u>7 000 000</u>
<u>7</u>	<u>4 000 000</u>
<u>8</u>	<u>2 000 000</u>
<u>9</u>	<u>1 000 000</u>
<u>10</u>	<u>1 000 000</u>

<u>[Segment</u>	<u>Values</u>
ZA01	The lower of – 30% of the average daily value, subject to a minimum of R10 million; or a nominal value of R100 million
ZA02	The lower of – 30% of the average daily value, subject to a minimum of R5 million; or a nominal value of R100 million
All other segments	30% of the average daily value, subject to a minimum of R1 million]

15.2 The JSE will publish the assignment of equity securities to their Average Daily Value Tier on a quarterly basis unless exceptional circumstances justify one or more equity securities being reallocated to a different tier by the JSE prior to the next quarterly publication.

[15.2 The minimum value of Block Trades and Off Order Book Principal Trades in new listing of an equity security on the first day of trading, prior to the average daily value for that equity security being calculated, must be as follows, based on the segment to which the equity security is allocated:

<u>Segment</u>	<u>Value</u>
ZA01	R10 million
ZA02	R5 million
All other segments	R1 million]

15.3 For the first day of trading in a new listing of an equity security, the JSE will allocate the security to an Average Daily Value Tier which the JSE deems to be the most appropriate for that equity security. After the first day of trading [in a new listing of an equity security], the JSE will commence the calculation of the average daily value of the particular equity security and assign the security to the relevant tier based on the standard methodology applied by the JSE to all equity securities [thereafter the criteria in BT 15.1 will apply].